The Twenty-eighth Session of the Intergovernmental Meeting (IG28)
on the Acid Deposition Monitoring Network in East Asia (EANET)
24-26 November 2026, Niigata, Japan

FINANCIAL REPORT OF THE SECRETARIAT AND THE NETWORK CENTER FOR THE EANET IN 2025

I. INTRODUCTION

1. This document presents the Financial Report of the Secretariat and the Network Center in 2025. In principle, the budget and expenditures of the Secretariat and the Network Center in 2025 were based on the Work Programme and Budget of the EANET for 2025 (EANET/IG26/8/1) and in line with the Medium-Term Plan for the EANET (2021-2025).

2. The Financial Report of the Secretariat and the Network Center in 2025 is provided in the Attachment.

II. ACTIONS REQUIRED

3. The Twenty-eighth Session of the Intergovernmental Meeting (IG28) on the EANET is invited to review the Financial Report of EANET Core Activities by the Secretariat and the Network Center in 2025 and may wish to discuss, consider, provide guidance, and endorse the report, as appropriate.

ATTACHMENT

FINANCIAL REPORT OF THE SECRETARIAT AND THE NETWORK CENTER IN 2025

I. INTRODUCTION

1. This report presents the Financial Report of the Secretariat and the Network Center in 2025. The budget and expenditures of the Secretariat and the Network Center in 2025 were based on the Work Programme and Budget of the EANET in 2025 (EANET/IG26/8/1) and in line with the Medium-Term Plan (MTP) for the EANET (2021-2025).

2. The Twenty-seventh Session of the Intergovernmental Meeting on the EANET (IG27) "tasked the Secretariat and the Network Center to produce a mid-year cash flow report and adjust expenditures based on the contribution received" (EANET/IG27/12). The cash flow statement of the Secretariat in 2026 is provided in Table 1.2. The cash flow statement of the Network Center is provided in Table 3.3.

II. FINANCIAL REPORT OF THE SECRETARIAT IN 2025

3. The Financial Report of the Secretariat provided as Table 1.1 Financial Statement of the EANET Secretariat Core Activities for the Period of 01 January 2025 to 31 December 2025 is based on the approved Work Programme and Budget of the EANET in 2025 (EANET/IG26/8/1), which includes the financial contributions received and the disbursements made in 2025. The Financial Report follows the approved reporting format as described in the EANET Guidelines on the Administrative and Financial Management for the Secretariat, Network Center, and the EANET Project Fund.

4. The budget of the Secretariat in 2025 to implement its Work Programme and Budget in 2025 under the arrangements of the Secretariat for the EANET at the UN Environment Programme (UNEP) as decided by the Fifteenth Session of the Intergovernmental Meeting (IG15) on the EANET in 2013 and the Framework Agreement between UNEP and the EANET on UNEP's provision of Secretariat services to the EANET. The grand-total Secretariat budget for Core Activities in 2025 approved by IG26 was US$ 420,925.

5. The total expenditures and commitments for the Core Budget of the Secretariat for the EANET in 2025, including Programme Support Cost, were US$ 214,029. Supplementary information on variance between the budget approved by the IG and the actual expenditure as stipulated in article 70 of the Guidelines on the Administrative and Financial Management for the Secretariat, Network Center, and the EANET Project Fund, is included in the Notes to the Financial Report.

6. The cash flow statement for the EANET Secretariat as at 30 October 2026 is provided in Table 1.2.

7. The total voluntary financial contributions received from the Participating Countries to the Secretariat's Core budget in 2025 were US$ 476,299. Details of the contributions received from the Participating Countries in 2025 are provided in Table 2.

8. In accordance with paragraph 41(iv) EANET/IG26/12, which requests information on in-kind contributions to the EANET Secretariat Core Activity, the following in-kind contributions were received by the Secretariat in support of the 2025 Work Programme and Budget:

- **LAO PDR**: Reception and staff support for the SAC25 in October 2025.
- **THAILAND**: Reception and staff support for the IG27 in November 2025.
- **UNEP**: Venue and catering costs for the IG27 in Bangkok, Thailand
- **UNEP**: Direct support from UNEP Staff to EANET activities.

9. Separately, the Republic of Korea provided travel support to selected representatives from the EANET Participating Countries to attend the Regional Capacity Building Programme on Air Pollution Emission Inventory for the Asia-Pacific Region in September 2025 in Bangkok, Thailand.

Table 1.1 Financial Statement of the EANET Secretariat Core Activities for the Period of 01 January 2025 to 31 December 2025

1000/32CPL - TF Ctrpart Ctrs Supp Envrmt Activities

M1-32CPL-000284 - Institutional Measure and Technical Assistance to Address Air Pollution-EANET

Donor: 1400000030 - GROUP OF SPONSORS

Certified Interim Financial Statements for the period ended 31 December 2025

(Expressed in US dollars)

	For the period from 01.03.2015 to 31.12.24	For the period from 01.01 2025 to 31.12.25	Cumulative to 31 December 2025
Income			
Contributions received	5,483,349.76	585,323.00	6,068,672.76
Total Income	**5,483,349.76**	**585,323.00**	**6,068,672.76**
Expenditures			
Staff and other personnel cost	2,053,761.57	110,350.83	2,164,112.40
Supplies, Commodities and Materials	561.00	-	561.00
Equipment, Vehicles and Furniture	4,846.00	218.66	5,064.66
Contractual Services	58,663.74	3,600.00	62,263.74
Travel	292,448.87	59,749.84	352,198.71
Transfers and Grants	1,644,963.18	(1,163.00)	1,643,800.18
General Operating and Other Direct Costs	199,653.20	16,649.57	216,302.77
Total direct expenditures	**4,254,897.56**	**189,405.90**	**4,444,303.46**
Indirect Support Costs (United Nations)[a/]	553,136.68	24,622.77	577,759.45
Total indirect support costs	**553,136.68**	**24,622.77**	**577,759.45**
Total expenditures	**4,808,034.24**	**214,028.67**	**5,022,062.91**
Net excess/(shortfall) income over expenditure	**675,315.52**	**371,294.33**	**1,046,609.85**
Exchange rate (loss)/gain	(75.63)	(15,905.75)	(15,981.38)
Available Balance	**675,239.89**	**355,388.58**	**1,030,628.47**

[a/] Indirect Support Costs (United Nations) has been manually adjusted in lieu of pending full PSC batch run.

Certified by: Mohamed Elharati, Fund Management Officer, United Nations Environment Programme — Date: 12/12/2026

Cleared by: for Maryanne Kagoro, Chief, Accounts Section, BFMS, UNON — Date: 10 Feb 2026

United Nations Office at Nairobi
ACCOUNTS SECTION
Budget and Financial Management Service

Approved by: Onesmus Thiong'o, Chief, Financial Management Section, United Nations Environment Programme — Date: 13/02/202

Notes to Table 1:

(1) Personnel costs include a Programme Management Assistant and a Communications and Institutional Support Consultant.

(2) Travel expenditures include travel costs (tickets, DSA, etc.) for SAC25 in Vientiane, Lao PDR (two participants per country), the IG27 in Bangkok, Thailand (two participants per country).

(3) Contractual services costs are mainly venue and other meeting costs for the SAC25 in Vientiane, Lao PDR. The IG27 was held as part of the "Clean Air Week" and the associated meeting costs were provided by UNEP as an in-kind contribution.
(4) General operating and other direct costs include office rent, utilities and other costs.
(5) The differences between the budget and expenditure are as follows:

Items	Approved Reduced Budget	Expenditure and commitment	Variance
1. Personnel Costs [a]	327,500	110,351	217,149
2. Travel [b]	25,000	59,750	-34,750
3. Equipment, Vehicles and Furniture [c]	0	219	-219
4. Contractual services [d]	0	3,600	-3,600
5. Transfers and grants for IPs [e]	0	-1,163	1,163
6. General operating and other direct costs [f]	20,000	16,650	3,350
Total Direct Expenditures	**372,500**	**189,406**	**183,094**
Programme Support Cost	48,425	24,623	23,802
Total Core Budget	**420,925**	**214,029**	**206,896**

(a) Saving is due to the vacancy of the EANET Coordinator position.
(b) Overutilisation is due to the decision to convene the SAC and IG meetings in person instead of virtually, as originally planned and budgeted.
(c) Variance is attributable to the subscription fee for communication software, which was originally budgeted under General Operating and Other Direct Costs.
(d) Variance is due to cost of venue and catering incurred for SAC25, which was held in person instead of virtual as originally planned and budgeted.
(e) Variance is a credit to expenditure resulting from the liquidation of the unused balance from the previous year's commitment under the Small-Scale Funding Agreement (SSFA) with the Asian Institute of Technology (AIT) for project activities implemented in 2024.
(f) Saving is attributable to a lower than anticipated rental and common cost allocation rate in 2025

Table 1.2. Cash Flow statement for the EANET Secretariat (in US$)

Cash Balance brought forward as at 01/01/2026 (Less China In-Kind Contribution Balance) [1]	651,199
Add: Actual Contribution received in 2026 (as at 30/10/2026)	93,142
Less: Actual Expenditures and Commitments for 2026 as at 30/10/2026 (Provisional) [2]	-272,127
Total Cash Balance as at 30/10/2026	**472,214**
Add: Projected Contribution in 2026 [3]	383,157
Less: Estimated Expenditures and commitments in 2026 [4]	-132,010
Total Estimated Cash Balance as at 31/12/2026	**723,361**
Less: Operating Reserve (80% of 2027 proposed Core Budget of the Secretariat as per MTP 2026-2030)	-485,760
Total Estimated Surplus Cash Balance as at 31/12/2026	**237,601**

Notes to Table 1.2:
[1] In line with the Decision of IG15, China provided cash contribution of US$ 106,000 per year to the Secretariat towards the costs of a Technical Consultant to work at the Secretariat from 2015 to 2020. The current cash balance from this contribution is about US$ 379,429. There were no expenditures related to this contribution in 2025.
[2] Actual expenditure is provisional subject to year-end closure.
[3] Projected contributions are based on unpaid contributions in comparison to the actual contribution received in 2025 (less contributions already received as at 30.10.2026). However, as the contribution scale under the MTP

2026-2030 has changed, the total estimated surplus cash balance in Table 1.2 should be treated with caution, as it may not provide a reliable projection.

[4] Estimated Expenditures and Commitments are based on pending and pipeline activities in the approved budget (IG27/9/1/REV), as follows:

- Personnel Costs (EANET coordinator and Programme Management Assistant) 91,823
- Travel (Tickets & DSA for participants of the IG) 25,000
- Programme Support Cost (PSC) at 13% 15,187

Grand Total **132,010**

Table 2. Voluntary Financial Contribution of Participating Countries to the Secretariat Core Budget in 2025

Participating Counties	UN scale of assessment 2019-2021 (%)	EANET Scale (%)	Expected Annual Contribution (US$)	Actual Contribution (US$)	Variance (US$)
Cambodia [a]	0.006	0.022	134	200 [b]	66
China	12.005	44.895	272,604	160,700	-111,904
Indonesia	0.543	2.031	12,330	0	-12,330
Japan	8.564	32.027	194,468	194,468	0
Lao PDR [a]	0.005	0.019	114	200	86
Malaysia	0.341	1.275	7,742	7,742	0
Mongolia [a]	0.005	0.019	114	0	-114
Myanmar [a]	0.01	0.037	227	0	-227
Philippines	0.205	0.767	4,657	4,657	0
Republic of Korea	2.267	8.478	51,478	45,000	-6,478
Russia	2.405	8.994	54,612	54,612 [c]	0
Thailand	0.307	1.148	6,971	6,971	0
Viet Nam	0.077	0.288	1,749	1,749	0
Total	**---**	**100**	**607,200**	**476,299** [d]	**-130,901**

[(a)] The minimum amount of contribution is US$200 as specified in the EANET Guidelines on the Administrative and Financial Management for the Secretariat, Network Center, and the EANET Project Fund.
[(b)] Cambodia's 2025 contribution of US$200 was received and recorded in March 2026.
[(c)] A total contribution of US$164,144 was received from the Russian Federation in 2025, comprising arrears for 2023 and 2024, as well as the 2025 annual contribution.
[(d)] Accordingly, the total 2025 contribution reported in the certified financial statements was revised to US$476,299 in Table 2 above, reflecting the inclusion of Cambodia's 2025 contribution and the exclusion of the Russian Federation's contribution for 2023 and 2024 arrears.

III. FINANCIAL REPORT OF THE NETWORK CENTER (NC) IN 2025

1. Actual total revenue, total expenditures, and the balance between revenue and expenditure of the NC in 2025 are shown in Table 3.1. The Cash Flow Statement for the NC is provided as Table 3.2. and Table 3.3.

2. Actual total revenue, including a voluntary financial contribution from the Participating Countries to the NC Core Budget in 2025, is shown in Table 4. All of the voluntary financial contributions from ten (10) Participating Countries to the NC in 2025 were directly transferred to the Japan Environmental Sanitation Center (JESC) bank account.

3. Table 3.1 and Table 3.2 also show other revenue of the NC in 2025 amounting to US$ 92,170 based on the financial support from the Niigata Prefecture and Niigata City, including the rental fee of the Asia Center for Air Pollution Research (ACAP) building.

4. Actual expenditures for each NC Core Budget Activity item in 2025 are shown in Table 5.

Table 3.1. Summary of the Revenue and Expenditure of the Core Activities of the Network Center in 2025 (US$)

Items	Revenue		Expenditures		Balance
	Estimated	Actual	Estimated	Actual	Actual
Carry-over from previous year					4,007
Voluntary contribution from PCs	548,799	388,612			−13,180
NC Core Activities			601,000	401,792	
(Personnel cost)			408,000	294,811	
(Travel cost)			193,000	33,712	
(Contractual services)				46,354	
(Operating and other direct costs)				26,915	
Support from Niigata Prefecture and Niigata City	2,366	2,051			2,051
Support for NC activities from Niigata Prefecture (Office rental)	104,162	90,119	104,162	90,119	0
Exchange rate gain/loss					21,235
Total	655,327	**480,782**	705,162	491,911	**14,113**

Table 3.2. Cash Flow Statement for the EANET Network Center Core Budget in 2025 (US$)

Cash Balance brought forward as at 01/01/2025	4,007
Add: Actual Contribution received from EANET Participating Countries in 2025	388,612
Add: Actual Contribution received from Niigata Prefecture and Niigata City in 2025	92,170
Less: Actual Expenditures for 2025 (Personnel and Direct Costs)	−401,792
Less: Actual Expenditures for 2025 (Office Rental Cost)	−90,119
Add: Exchange rate gain in 2025	21,235
Total Surplus Cash Balance as at 31/12/2025	14,113

Table 3.3. Cash Flow Statement for the EANET Network Center Core Budget in 2026 (US$)

Cash Balance brought forward as at 01/01/2026	14,113
Add: Actual Contribution received from EANET Participating Countries in 2026 (as at 30/09/2026)	55,966
Add: Actual Contribution received from Niigata Prefecture and Niigata City in 2026 (as at 30/09/2026)	87,080
Less: Actual Expenditures for 2026 (Personnel and Direct Costs) (as at 30/09/2026)[1]	−256,456
Less: Actual Expenditures for 2026 (Office Rental Cost) (as at 30/09/2026)	−87,080
Total Cash Balance as at 30/9/2026	−186,377
Add: Projected Contribution from EANET Participating Countries in 2026 (as at 31/12/2026)[2]	278,403
Less: Estimated Expenditures for 2026 (Personnel and Direct Costs) (as at 31/12/2026)[3]	−84,729
Total Cash Balance as at 31/12/2026	7,297

Notes to Table 3.3:
[1] Personnel costs are US$ 176,887, and direct costs are US$ 65,800. Actual expenditure is provisional subject to year-end closure.
[2] Projected contributions are calculated as assessed annual contributions minus contributions already received as at 30/09/2026.
[3] Estimated expenditures are based on pending and pipeline activities in the approved budget (IG27/9/1/REV); personnel costs are US$ 58,962, and direct costs are US$ 25,767.

Table 4. Voluntary Financial Contribution of Participating Countries to the Network Center Core Budget in 2025

Participating Countries	UN scale of assessment 2019−2021 (%)	Scale of EANET burden sharing (%)	Network Center	
			Estimated annual contribution (US$)	Actual contribution (US$)
Cambodia*	0.006	0.022	121	200
China	12.005	44.895	246,384	145,200
Indonesia	0.543	2.031	11,146	0
Japan	8.564	32.027	175,764	175,764
Lao PDR *	0.005	0.019	104	200
Malaysia	0.341	1.275	6,997	6,997
Mongolia*	0.005	0.019	104	0
Myanmar	0.01	0.037	203	205
Philippines	0.205	0.767	4,209	4,209
Republic of Korea	2.267	8.478	46,527	0
Russia	2.405	8.994	49,359	49,359
Thailand	0.307	1.148	6,300	4,897
Viet Nam	0.077	0.288	1,581	1,581
Total	−	**100**	**548,799**	**388,612**

**The minimum amount for the voluntary financial contribution is US$ 200.*
**Philippines hosted the Twenty-Sixth Senior Technical Managers' Meeting (STM26) with US$ 13,080 in in-kind contributions.*

Table 5. Expenditure for each Core Activity of the Network Center in 2025 (US$)

Activities	Network Center					
	Budget (Jan–Dec 2025) (Planned in WPB2025)			Expenditures (Jan−Dec 2025)		
	Personnel cost	Direct expenses	Total	Personnel cost	Direct expenses	Total
Objective 1. Monitoring of acid deposition	**132,000**	**23,000**	**155,000**	**87,646**	**13,772**	**101,418**
(1) Continuation and improvement of EANET monitoring	48,000	1,000	49,000	31,871	770	32,641
(2) Development/revision of guidelines, technical manuals and documents	6,000	0	6,000	3,984	0	3,984
(3) Development/revision of strategy papers for guidance on the future direction of the monitoring	12,000	0	12,000	7,968	0	7,968
(4) Implementation of QA/QC activities	24,000	20,000	44,000	15,936	13,002	28,938
(5) Management of data and maintenance of the database	42,000	2,000	44,000	27,887	0	27,887
Objective 2. Promotion of data utilization and dissemination	**72,000**	**71,000**	**143,000**	**59,759**	**11,080**	**70,839**
(6) Conduct annual assessment of the state of acid deposition using trend analysis, numerical models	18,000	0	18,000	11,952	0	11,952
(7) Development of Periodic Report on the State of Acid Deposition in East Asia (PRSAD)	30,000	61,000	91,000	31,871	0	31,871
(8) Regular updating of the website	12,000	10,000	22,000	7,968	11,080	19,048
(9) Upgrading of the data management system in the NC to enable easy access by approved users	12,000	0	12,000	7,968	0	7,968
Objective 3. Promotion of capacity building	**–**	**–**	**–**	**–**	**–**	**–**
Objective 4. Enhancement of outreach activities	**18,000**	**9,000**	**27,000**	**11,952**	**0**	**11,952**
(10) Promotion of public awareness on acid deposition including other priority chemical species	18,000	9,000	27,000	11,952	0	11,952
Objective 5. Enhancement of cooperation and collaboration	**126,000**	**50,000**	**176,000**	**95,615**	**45,020**	**140,636**
(11) Arrangements for the EANET Sessions	78,000	50,000	128,000	63,743	45,020	108,764
(12) Consideration on future development of the EANET	12,000	0	12,000	7,968	0	7,968
(13) Review of the arrangements of the EANET Secretariat and the NC	6,000	0	6,000	3,984	0	3,984
(14) Revision of Guidelines on Administrative and Financial Management for the Secretariat and NC taking account of the new decisions of the IG	6,000	0	6,000	3,984	0	3,984
(15) Review of the MTP (2016-2020), revision of the MTP (2021-2025) if necessary, and development of the next MTP for the EANET (2026-2030)	18,000	0	18,000	11,952		11,952
(16) Sharing a common understanding on atmospheric environment issues among the scientific community	6,000	0	6,000	3,984	0	3,984
Sub Total	**348,000**	**153,000**	**501,000**	**254,972**	**69,872**	**324,845**
(17) Administrative works	60,000	40,000	100,000	39,839	37,109	76,948
Grand Total	**408,000**	**193,000**	**601,000**	**294,811**	**106,981**	**401,792**

Activities	Network Center					
	Budget (Jan–Dec 2025) (Presented in IG26)			Expenditures (Jan−Dec 2025)		
	Personnel cost	Direct expenses	Total	Personnel cost	Direct expenses	Total
Objective 1. Monitoring of acid deposition	**120,000**	**23,000**	**143,000**	**87,646**	**13,772**	**101,418**
(1) Continuation and improvement of EANET monitoring	42,000	1,000	43,000	31,871	770	32,641
(2) Development/revision of guidelines, technical manuals and documents	6,000	0	6,000	3,984	0	3,984
(3) Development/revision of strategy papers for guidance on the future direction of the monitoring	12,000	0	12,000	7,968	0	7,968
(4) Implementation of QA/QC activities	24,000	20,000	44,000	15,936	13,002	28,938
(5) Management of data and maintenance of the database	36,000	2,000	38,000	27,887	0	27,887
Objective 2. Promotion of data utilization and dissemination	**54,000**	**10,000**	**64,000**	**59,759**	**11,080**	**70,839**
(6) Conduct annual assessment of the state of acid deposition using trend analysis, numerical models	18,000	0	18,000	11,952	0	11,952
(7) Development of Periodic Report on the State of Acid Deposition in East Asia (PRSAD)	24,000	0	24,000	31,871	0	31,871
(8) Regular updating of the website	6,000	10,000	16,000	7,968	11,080	19,048
(9) Upgrading of the data management system in the NC to enable easy access by approved users	6,000	0	6,000	7,968	0	7,968
Objective 3. Promotion of capacity building	**–**	**–**	**–**	**–**	**–**	**–**
Objective 4. Enhancement of outreach activities	**0**	**0**	**0**	**11,952**	**0**	**11,952**
(10) Promotion of public awareness on acid deposition including other priority chemical species	0	0	0	11,952	0	11,952
Objective 5. Enhancement of cooperation and collaboration	**84,000**	**45,000**	**129,000**	**95,615**	**45,020**	**140,636**
(11) Arrangements for the EANET Sessions	66,000	45,000	111,000	63,743	45,020	108,764
(12) Consideration on future development of the EANET	0	0	0	7,968	0	7,968
(13) Review of the arrangements of the EANET Secretariat and the NC	0	0	0	3,984	0	3,984
(14) Revision of Guidelines on Administrative and Financial Management for the Secretariat and NC taking account of the new decisions of the IG	0	0	0	3,984	0	3,984
(15) Review of the MTP (2016-2020), revision of the MTP (2021-2025) if necessary, and development of the next MTP for the EANET (2026-2030)	18,000	0	18,000	11,952		11,952
(16) Sharing a common understanding on atmospheric environment issues among the scientific community	0	0	0	3,984	0	3,984
Sub Total	**258,000**	**78,000**	**336,000**	**254,972**	**69,872**	**324,845**
(17) Administrative works	60,000	40,800	100,800	39,839	37,109	76,948
Grand Total	**318,000**	**118,800**	**436,800**	**294,811**	**106,981**	**401,792**

Annex. Audit Report for the Financial Report of the Network Center in 2025

Independent Auditor's Report
(Provisional translation)

May 22, 2026

Hideki Minamikawa
The Board of Directors of
Japan Environmental Sanitation Center

Seisen Audit Corporation
Chuo-ku, Tokyo, Japan

Atsushi Hentona
Certified Public Accountant
Designated and Engagement Partner

The Audit Opinion

In accordance with the audit based on the provisions of Article 124, paragraph (2), item (i), of the Act on General Incorporated Associations and General Incorporated Foundations, we have audited the financial statements of Japan Environmental Sanitation Center ("JESC"), which comprise the balance sheet as of March 31, 2026, the statement of changes in net assets, the notes to the financial statements and the related supplementary schedules for the fiscal year from April 1, 2025, through March 31, 2026. In addition, we have audited the detailed balance sheet as of March 31, 2026, and the detailed statement of changes in net assets for the fiscal year then ended. These documents subject to audit are hereinafter referred to as "financial statements, etc.".

We recognize that the financial statements, etc. listed above present fairly, in all material respects, the state of the assets and increase or decrease in net assets for the period to which they relate, in accordance with the standards of accounting for public-interest corporations generally accepted in Japan.

Basis for the Audit Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility in these auditing standards is described in the section "Auditor's Responsibility in the Audit of Financial Statements". We are independent from legal entities and fulfill our other ethical responsibilities as an auditor in accordance with the rules of professional ethics in Japan. We believe that we have obtained sufficient and appropriate audit evidence to form the basis for our opinion.

Other matters

The other descriptions are the business report and attached specifications. The directors are responsible for the preparation and disclosure of the other descriptions. The auditors are also responsible for monitoring the directors' performance of their duties in the development and operation of the other descriptions reporting process.

Our audit opinion on the financial statements does not cover other matters and we express no opinion on them.

Our responsibility in the audit of the financial statements is to read through the other matters,, to consider whether there are significant differences between the other matters and the financial statements or our knowledge obtained in the audit through reading other matters, and to pay attention to whether there is any indication of critical errors in the other matters other than such significant differences.

Based on the work performed, if we determine that there are critical errors in the other matters, we are required to report those facts.

We have no matters to report with respect to the other matters.

Responsibility of Directors and Audit & Supervisory Board Members for Financial Statements, etc.

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with the accounting standards for public interest corporations generally accepted in Japan. This includes the development and operation of internal control determined by the directors to be necessary for the preparation and proper presentation of the financial statements, etc. that are free from material misstatement due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing whether it is appropriate to prepare the financial statements based on the assumption of going concern, and for disclosing matters relating to going concern in accordance with public-interest corporation accounting standards generally accepted in Japan, if necessary.

The responsibility of the audit & supervisory board members is to monitor the directors' performance of their duties in the development and operation of the financial reporting process.

Responsibility of the auditor in the audit of financial statements

It is the auditor's responsibility to obtain reasonable assurance about whether the financial statements and other financial statements, taken as a whole, are free of material misstatement, whether due to fraud or error, based on the audit performed by the auditor, and to express an opinion on the financial statements and other financial information in the auditor's report from an independent standpoint. Misstatements can be caused by fraud or error, and are deemed important when they are reasonably expected to affect the decision-making of users' financial statements, etc. when aggregated individually or as a whole.

Throughout the course of the audit, in accordance with auditing standards generally accepted in Japan, the auditor shall exercise professional judgment and maintain professional skepticism in performing the following tasks;

・Identify and assess the risks of material misstatement, whether due to fraud or error, and design and implement audit procedures corresponding to the risks of material misstatement. The selection and application of audit procedures shall be at the discretion of the auditor. In addition, the auditor shall obtain sufficient and appropriate audit evidence to form the basis for its opinion.

・Although the purpose of the audit of the financial statements is not to express an opinion on the effectiveness of internal control, the auditor shall consider internal control relevant to the audit in making the risk assessment, in order to design audit procedures that are appropriate in the circumstances.

・Evaluate the appropriateness of the accounting policies adopted by the directors and the method of their application, and the reasonableness of the accounting estimates made by the directors and the appropriateness of the related notes.

・Conclude whether it is appropriate for the directors to prepare the financial statements on a going concern basis, and based on the audit evidence obtained, whether there is a material uncertainty about events or circumstances that would cast significant doubt on the assumption of going concern. If there is a material uncertainty about the assumption of continuing organization, the auditor is required to draw attention to the notes to the financial statements in the auditor's report, or, if the notes to the financial statements are not adequate to address the material uncertainty, to express an opinion with exclusions on the financial statements. The auditor's conclusions are based on the audit evidence obtained up to the date of the auditor's report; however, future events and circumstances may prevent the corporation from continuing as a going concern.

・Evaluate whether the presentation and notes to the financial statements comply with public-interest corporation accounting standards generally accepted in Japan, and whether the presentation, structure and content of the financial statements, including the related notes, and the transactions and accounting events on which the financial statements are based, are fairly presented.

The auditor shall report to the audit & supervisory board member on the scope and timing of the planned audit, significant audit findings, including significant deficiencies in internal control identified during the course of the audit, and other matters required by auditing standards.

Conflicts of Interest

We have no interest in the corporation to be disclosed under the provisions of the Certified Public Accountants Act.

Balance Sheet

As of March 31, 2026

Yen

Accounts	FY2025	FY2024	Net increase (decrease)
I Assets			
1. Current Assets			
Cash on hand and in banks	372,419,234	446,203,589	△ 73,784,355
Accrued Revenues	1,982,198,433	2,063,526,924	△ 81,328,491
Advance Payments	2,203,900	3,099,919	△ 896,019
Prepaid Payable	504,640	588,500	△ 83,860
Prepaid Expenses	23,912,821	33,084,798	△ 9,171,977
Work in Progress	35,976,231	18,064,057	17,912,174
Publications	5,044,536	5,710,055	△ 665,519
Total Current Assets	2,422,259,795	2,570,277,842	△ 148,018,047
2. Fixed Assets			
(1) Basic Funds			
Investments in securities	300,000,000	300,000,000	0
Total Basic Funds	300,000,000	300,000,000	0
(2) Specified Fixed Assets			
Assets for Retirement Benefits	386,584,108	387,515,873	△ 931,765
Assets for Accumulated Depreciation	251,946,916	241,864,159	10,082,757
Assets for Improvement of Equipment	260,000,000	200,000,000	60,000,000
Accumulated assets of EANET	14,366,295	4,823,315	9,542,980
Total Specified Fixed Assets	912,897,319	834,203,347	78,693,972
(3) Other Fixed Assets			
Buildings	970,455,790	999,778,267	△ 29,322,477
Building Equipment	111,436,799	121,467,882	△ 10,031,083
Machinery	77,161	77,189	△ 28
Vehicles	3,570,000	4,794,000	△ 1,224,000
Equipment	156,753,928	67,777,180	88,976,748
Land	356,078,991	356,078,991	0
Software	11,659,392	11,171,130	488,262
Interim Count for Software	7,543,670	0	7,543,670
Lease and Guaranty Deposits	110,383,630	73,037,900	37,345,730
Long-term Prepaid Expenses	761,733	1,122,995	△ 361,262
Total Other Fixed Assets	1,728,721,094	1,635,305,534	93,415,560
Total Fixed Assets	2,941,618,413	2,769,508,881	172,109,532
Total Assets	5,363,878,208	5,339,786,723	24,091,485

Balance Sheet

As of March 31, 2026

Yen

Accounts	FY2025	FY2024	Net increase (decrease)
Ⅱ Liabilities			
1. Current Liabilities			
Accounts Payable	214,621,041	157,677,696	56,943,345
Corporation Taxes Payable	372,500	407,500	△ 35,000
Consumption Taxes Payable	22,450,100	26,532,700	△ 4,082,600
Accrued Expenses	7,675,000	6,273,000	1,402,000
Advances Received	128,299,079	111,423,694	16,875,385
Deposits Received	15,744,116	22,278,570	△ 6,534,454
Deposits Received for EANET Activities	14,366,295	4,823,315	9,542,980
Short-term Loan	100,000,000	300,000,000	△ 200,000,000
Refund of Long-term Loan within 1 year	57,132,000	57,132,000	0
Reserve for Bonuses	66,579,000	54,601,000	11,978,000
Total Current Liabilities	627,239,131	741,149,475	△ 113,910,344
2. Fixed Liabilities			
Long-term Loan	4,837,000	61,969,000	△ 57,132,000
Lease Obligations	92,770,969	25,131,192	67,639,777
Reserve for Employee Retirement Benefits	386,584,108	387,515,873	△ 931,765
Reserve for Directors Retirement Benefits	40,264,000	31,934,000	8,330,000
Total Fixed Liabilities	524,456,077	506,550,065	17,906,012
Total Liabilities	1,151,695,208	1,247,699,540	△ 96,004,332
Ⅲ Net Assets			
1. Restricted Net Assets			
Endowments	1,100,000	1,100,000	0
Total Restricted Net Assets	1,100,000	1,100,000	0
(Appropriated to Basic Funds)	(1,100,000)	(1,100,000)	(0)
2. Ordinary Net Assets	4,211,083,000	4,090,987,183	120,095,817
(Appropriated to Basic Funds)	(298,900,000)	(298,900,000)	(0)
(Appropriated to Specified Fixed Assets)	(511,946,916)	(441,864,159)	(70,082,757)
Total Net Assets	4,212,183,000	4,092,087,183	120,095,817
Total Liabilities and Net Assets	5,363,878,208	5,339,786,723	24,091,485

Statement of Changes in Net Assets

From April 1, 2025 to March 31, 2026

Yen

Accounts	FY2025	FY2024	Net increase (decrease)
I Changes in Unrestricted Net Assets			
1. Ordinary Changes			
(1) Ordinary Income			
Income from Basic Fund	3,189,000	3,189,000	0
Interest Income from Basic Fund	3,189,000	3,189,000	0
Income from Special Fund	12,019,122	8,515,478	3,503,644
Interest Income from Special Fund	4,511,555	4,953,500	△ 441,945
Interest Dividends from Special Fund	7,507,567	3,561,978	3,945,589
Income from Admission	0	300,000	△ 300,000
Income from Admission	0	300,000	△ 300,000
Income from Memberships	9,320,000	9,220,000	100,000
Regular Members	2,820,000	2,920,000	△ 100,000
Supporting Members	6,500,000	6,300,000	200,000
Income from Operating Activities	2,782,978,475	2,848,474,618	△ 65,496,143
Public Awareness and Consultation Services Activities	8,271,718	8,393,962	△ 122,244
International Contribution Activities	27,863,810	28,850,782	△ 986,972
ACAP Activities	277,929,612	257,166,497	20,763,115
Environmental Analytical Quality Control Activities	81,946,000	81,325,300	620,700
Waste-Related Activities	1,503,896,568	1,509,643,845	△ 5,747,277
Education, Training, and International Cooperation Activities	519,661,048	524,219,657	△ 4,558,609
Environmental Pollution Countermeasures Activities	258,017,519	316,478,876	△ 58,461,357
Environmental Biology and Housing Environment Activities	105,392,200	122,395,699	△ 17,003,499
Subsidies etc.	14,019,500	14,586,500	△ 567,000
Local Government Subsidies	13,369,500	14,586,500	△ 1,217,000
Private Grants	650,000	0	650,000
Miscellaneous Income	17,457,068	9,467,436	7,989,632
Interest Income	1,099,316	182,635	916,681
Miscellaneous Income	16,357,752	9,284,801	7,072,951
Total Ordinary Income	2,838,983,165	2,893,753,032	△ 54,769,867
(2) Ordinary Expenses			
Expenses for Operating Activities	2,662,916,697	2,790,481,528	△ 127,564,831
Directors' Salaries	71,583,579	72,815,645	△ 1,232,066
Salaries	931,155,892	997,471,437	△ 66,315,545
Wages	177,578,131	165,581,218	11,996,913
Legal Welfare	194,085,699	202,168,959	△ 8,083,260
Reserve for Bonuses	64,410,192	53,194,731	11,215,461
Reserve for Employee Retirement Benefits	44,158,124	64,305,932	△ 20,147,808
Reserve for Directors Retirement Benefits	6,830,000	7,141,000	△ 311,000
Temporary Staff Expenses	42,095,154	37,763,043	4,332,111
Depreciation	91,539,828	81,846,077	9,693,751
Welfare	6,531,137	7,522,522	△ 991,385
Meetings	5,567,557	5,123,765	443,792
JESC Staff Travel Expenses	159,274,707	160,314,159	△ 1,039,452
External Expert Travel Expenses	36,129,410	35,077,424	1,051,986
Communication	33,565,451	37,166,759	△ 3,601,308
Stationery	37,847,228	37,652,117	195,111
Equipment	1,524,033	2,527,230	△ 1,003,197
Repairs	81,658,358	79,042,162	2,616,196
Publications	71,731,878	65,105,128	6,626,750
utility Costs	26,238,882	26,416,234	△ 177,352
Leases	127,831,418	111,885,075	15,946,343
Entertainment	2,060,529	1,728,523	332,006
Insurance	2,661,028	3,419,991	△ 758,963
Books	2,641,182	2,899,443	△ 258,261
Taxes and Public Charges	27,209,050	21,409,731	5,799,319
Membership Fees	3,112,890	2,448,432	664,458
Research and Training	5,574,953	6,249,361	△ 674,408
Commissions	353,839,956	445,749,378	△ 91,909,422
Charges	17,503,048	19,027,831	△ 1,524,783
Remuneration	28,355,747	30,057,826	△ 1,702,079
Manuscripts	1,691,908	2,435,927	△ 744,019
Advertisements	3,201,674	3,212,132	△ 10,458
Miscellaneous	3,728,074	1,722,336	2,005,738

Statement of Changes in Net Assets

From April 1, 2025 to March 31, 2026

Yen

Accounts	FY2025	FY2024	Net increase (decrease)
Administrative Expenses	54,673,695	52,779,471	1,894,224
Directors' Salaries	14,610,972	15,203,438	△ 592,466
Salaries	8,968,603	6,285,000	2,683,603
Legal Welfare	1,933,235	1,431,814	501,421
Reward and Citation Cylicity	2,168,808	1,406,269	762,539
Retirement benefit expenses	1,165,355	1,903,066	△ 737,711
Reserve for Directors Retirement Benefits	1,500,000	1,500,000	0
Depreciation	4,532,334	4,583,579	△ 51,245
Repairs	1,748,584	2,512,728	△ 764,144
Utility Costs	3,540,630	3,800,910	△ 260,280
Insurance	3,916,830	3,480,060	436,770
Taxes and Public Charges	2,361,259	1,674,848	686,411
Commissions	1,598,571	1,648,774	△ 50,203
Charges	5,079,846	5,086,500	△ 6,654
Miscellaneous	1,548,668	2,262,485	△ 713,817
Total Ordinary Expenses	2,717,590,392	2,843,260,999	△ 125,670,607
Net Ordinary Increase (Decrease) before Adjustment of Evaluated P	121,392,773	50,492,033	70,900,740
Evaluated Profit-and-loss etc. for Specified Fixed Assets	20,504,821	3,318,367	17,186,454
Total of Evaluated Profit-and-loss etc.	20,504,821	3,318,367	17,186,454
Net Ordinary Increase (Decrease)	141,897,594	53,810,400	88,087,194
2. Non-ordinary Changes			
(1) Non-ordinary Income			
Total Non-ordinary Income	0	0	0
(2) Non-ordinary Expenses			
Loss on donation of fixed assets	0	13,477,835	△ 13,477,835
Loss on donation of building equipment	0	12,946,835	△ 12,946,835
Loss on donation of fixtures and equipment	0	531,000	△ 531,000
Loss on disposal of fixed assets	4,429,136	2,022,295	2,406,841
Loss on disposal of building	3,965,286	0	3,965,286
Loss on disposal of building equipment	28	23	5
Loss on disposal of fixtures and equipment	463,822	2,022,272	△ 1,558,450
Loss on Termination of Lease	7,767,492	0	7,767,492
Special Severance Pay	4,530,000	0	4,530,000
Office Restoration Costs	4,702,649	0	4,702,649
Total Non-ordinary Expenses	21,429,277	15,500,130	5,929,147
Net Non-ordinary Increase (Decrease)	△ 21,429,277	△ 15,500,130	△ 5,929,147
Net Increase (Decrease) in Unrestricted Net Assets before Income T	120,468,317	38,310,270	82,158,047
Income Taxes	372,500	407,500	△ 35,000
Net Increase (Decrease) in Unrestricted Net Assets	120,095,817	37,902,770	82,193,047
Unrestricted Net Assets at the beginning of the year	4,090,987,183	4,053,084,413	37,902,770
Unrestricted Net Assets at the end of the year	4,211,083,000	4,090,987,183	120,095,817
Ⅱ Changes in Restricted Net Assets			
Changes in designated net assets	0	0	0
Restricted Net Assets at the beginning of the year	1,100,000	1,100,000	0
Restricted Net Assets at the end of the year	1,100,000	1,100,000	0
Ⅲ Total Net Assets at the end of the year	4,212,183,000	4,092,087,183	120,095,817

Detailed Statement of Changes in Net Assets

From April 1, 2025 to March 31, 2026

Yen

Accounts	Implemented Projects, etc. Accounts					Other Accounts					Administrative Accounts	Total
	No.1	No.2	No.3	No.4		No.1	No.2	No.3	No.4			
	Public Awareness & Consultation Activities	International Contribution Activities	ACAP Activities	Environmental Analytical Quality Control Activities	Sub Total	Waste-related Activities	Education, Training, and International Cooperation Activities	Environmental Pollution Countermeasures Activities	Environmental Biology and Living Environment Activities	Sub Total		
I. Changes in Unrestricted Net Assets												
1. Ordinary Changes												
(1) Ordinary Income												
Income from Basic Fund											3,189,000	3,189,000
Interest Income from Basic Fund											3,189,000	3,189,000
Income from Special Fund											12,019,122	12,019,122
Interest Income from Special Fund											4,511,555	4,511,555
Interest Dividends from Special Fund											7,507,567	7,507,567
Income from Memberships	2,950,000	65,000	650,000	195,000	3,860,000	3,315,000	1,170,000	520,000	455,000	5,460,000		9,320,000
Regular Members	2,820,000				2,820,000							2,820,000
Supporting Members	130,000	65,000	650,000	195,000	1,040,000	3,315,000	1,170,000	520,000	455,000	5,460,000		6,500,000
Income from Operating Activities	8,271,718	27,863,810	277,929,612	81,946,000	396,011,140	1,503,896,568	519,661,048	258,017,519	105,392,200	2,386,967,335		2,782,978,475
Public Awareness and Consultation Services Activities	8,271,718				8,271,718							8,271,718
International Contribution Activities		27,863,810			27,863,810							27,863,810
ACAP Activities			277,929,612		277,929,612							277,929,612
Environmental Analytical Quality Control Activities				81,946,000	81,946,000							81,946,000
Waste-Related Activities						1,503,896,568				1,503,896,568		1,503,896,568
Education, Training, and International Cooperation Activities							519,661,048			519,661,048		519,661,048
Environmental Pollution Countermeasures Activities								258,017,519		258,017,519		258,017,519
Environmental Biology and Housing Environment Activities									105,392,200	105,392,200		105,392,200
Subsidies etc.	650,000		13,369,500		14,019,500							14,019,500
Local Government Subsidies			13,369,500		13,369,500							13,369,500
Private Subsidies	650,000				650,000							650,000
Miscellaneous Income	601,931		1,316,301		1,918,232	549,504	927,255	9,091	1,071,500	2,557,350	12,981,486	17,457,068
Interest Income											1,099,316	1,099,316
Miscellaneous Income	601,931		1,316,301		1,918,232	549,504	927,255	9,091	1,071,500	2,557,350	11,882,170	16,357,752
Total Ordinary Income	12,473,649	27,928,810	293,265,413	82,141,000	415,808,872	1,507,761,072	521,758,303	258,546,610	106,918,700	2,394,984,685	28,189,608	2,838,983,165
(2) Ordinary Expenses												
Expenses for Operating Activities	49,542,651	38,513,129	320,861,531	69,361,827	478,279,138	1,267,032,472	542,641,349	251,879,726	123,084,012	2,184,637,559		2,662,916,697
Directors' Salaries	390,150	195,075	11,989,814	390,150	12,965,189	45,474,475	10,186,278	1,868,968	1,088,669	58,618,390		71,583,579
Salaries	20,148,132	13,889,700	130,020,062	32,307,681	196,365,575	460,564,520	142,980,149	76,954,288	64,291,360	734,790,317		931,155,892
Wages	625,219	459,185	11,684,350	964,882	13,733,636	123,882,314	29,366,130	5,070,851	5,525,200	163,844,495		177,578,131
Legal Welfare	3,336,185	2,150,776	22,701,637	5,344,431	33,533,029	101,596,458	30,262,293	16,771,334	11,922,585	160,552,670		194,085,699
Reserve for Bonuses	206,775	120,023	708,651	293,528	1,328,977	39,856,394	11,263,848	8,990,147	2,970,826	63,081,215		64,410,192
Reserve for Employee Retirement Benefits	883,162	441,581		1,324,744	2,649,487	27,378,037	6,623,719	5,298,975	2,207,906	41,508,637		44,158,124
Reserve for Directors Retirement Benefits	478,100		1,639,200		2,117,300	4,029,700	409,800	273,200		4,712,700		6,830,000
Temporary Staff Expenses	211,145	14,340	8,912,523	43,021	9,181,029	24,808,250	4,023,091	3,968,061	114,723	32,914,125		42,095,154
Depreciation	1,345,719	688,578	5,306,624	4,197,903	11,538,824	33,984,724	11,740,842	29,517,444	4,757,994	80,001,004		91,539,828
Welfare	153,557	56,518	215,968	153,558	579,601	3,509,122	1,381,110	641,248	420,056	5,951,536		6,531,137
Meetings	714,161	378,771	2,189,088	75,610	3,357,630	634,280	1,035,422	57,415	482,810	2,209,927		5,567,557
JESC Staff Travel Expenses	2,244,292	4,555,317	17,000,444	586,129	24,386,182	74,632,713	40,609,253	15,611,420	4,035,139	134,888,525		159,274,707
External Expert Travel Expenses	489,020	3,400,377	15,761,302	1,158,061	20,808,760	1,025,723	12,310,704	1,377,150	607,073	15,320,650		36,129,410
Communication	560,540	85,249	5,228,856	2,219,007	8,093,652	10,756,487	8,582,640	4,158,608	1,974,064	25,471,799		33,565,451
Stationery	171,400	89,985	10,863,652	5,055,288	16,180,325	5,888,323	2,828,817	10,765,411	2,184,352	21,666,903		37,847,228
Equipment	2,706	1,353	160,000	2,705	166,764	214,812	27,054	1,107,287	8,116	1,357,269		1,524,033
Repairs	1,374,546	591,020	6,853,678	1,388,956	10,208,200	35,669,662	23,296,912	9,047,840	3,435,744	71,450,158		81,658,358
Publications	2,969,785	669,085	265,600	9,909	3,914,379	9,117,884	55,773,384	334,917	2,591,314	67,817,499		71,731,878
utility Costs	501,186	167,062	5,875,974	501,186	7,045,408	11,173,559	4,511,481	2,171,938	1,336,496	19,193,474		26,238,882
Leases	2,050,193	3,113,885	14,744,446	2,748,659	22,657,183	25,312,291	68,330,669	6,065,688	5,465,587	105,174,235		127,831,418
Entertainment	352,289	102,509	63,116	2,270	520,184	532,302	740,064	39,429	228,550	1,540,345		2,060,529
Insurance	18,542	6,181	870,994	18,542	914,259	622,200	782,086	278,925	63,558	1,746,769		2,661,028
Books	37,048	184,006	414,992	32,047	668,093	1,268,571	398,940	203,032	102,546	1,973,089		2,641,182
Taxes and Public Charges	469,403	149,409	6,805,291	435,682	7,859,785	11,843,536	4,244,957	2,100,541	1,160,231	19,349,265		27,209,050
Membership Fees	47,214	78,319	3,000	47,214	175,747	1,512,865	940,943	252,269	231,066	2,937,143		3,112,890
Research and Training	41,747	189,876	217,855	41,748	491,226	3,961,563	607,985	383,481	130,698	5,083,727		5,574,953
Commissions	7,559,216	3,606,589	38,081,327	7,658,999	56,906,131	200,948,013	49,021,046	44,922,501	2,042,265	296,933,825		353,839,956
Charges	385,469	135,826	893,705	370,466	1,785,466	8,932,177	4,205,707	1,447,270	1,132,428	15,717,582		17,503,048
Remuneration	371,412	2,631,614	1,184,617	1,529,723	5,717,366	5,233,893	14,562,881	1,257,272	1,584,335	22,638,381		28,355,747
Manuscripts	935,397	319,990		370,910	1,626,297		62,634		2,977	65,611		1,691,908
Advertisements	79,074	22,787		49,073	150,934	1,532,419	1,146,734	227,867	143,720	3,050,740		3,201,674
Miscellaneous	389,867	18,143	204,765	39,745	652,520	1,135,205	383,776	714,949	841,624	3,075,554		3,728,074

Detailed Statement of Changes in Net Assets

From April 1, 2025 to March 31, 2026

Yen

Accounts	Implemented Projects, etc. Accounts					Other Accounts					Administrative Accounts	Total
	No.1 Public Awareness & Consultation Activities	No.2 International Contribution Activities	No.3 ACAP Activities	No.4 Environmental Analytical Quality Control Activities	Sub Total	No.1 Waste-related Activities	No.2 Education, Training, and International Cooperation Activities	No.3 Environmental Pollution Countermeasures Activities	No.4 Environmental Biology and Living Environment Activities	Sub Total		
Administrative Expenses											54,673,695	54,673,695
Directors' Salaries											14,610,972	14,610,972
Salaries											8,968,603	8,968,603
Legal Welfare											1,933,235	1,933,235
Reward and Citation Cylicity											2,168,808	2,168,808
Retirement benefit expenses											1,165,355	1,165,355
Reserve for Directors Retirement Benefits											1,500,000	1,500,000
Depreciation											4,532,334	4,532,334
Repairs											1,748,584	1,748,584
utility Costs											3,540,630	3,540,630
Insurance											3,916,830	3,916,830
Taxes and Public Charges											2,361,259	2,361,259
Commissions											1,598,571	1,598,571
Charges											5,079,846	5,079,846
Miscellaneous											1,548,668	1,548,668
Total Ordinary Expenses	49,542,651	38,513,129	320,861,531	69,361,827	478,279,138	1,267,032,472	542,641,349	251,879,726	123,084,012	2,184,637,559	54,673,695	2,717,590,392
Net Ordinary Increase (Decrease) before Adjustment of Evaluat	△ 37,069,002	△ 10,584,319	△ 27,596,118	12,779,173	△ 62,470,266	240,728,600	△ 20,883,046	6,666,884	△ 16,165,312	210,347,126	△ 26,484,087	121,392,773
Evaluated Profit-and-loss etc. for Specified Fixed Assets	0	0	0	0	0	0	0	0	0	0	20,504,821	20,504,821
Total of Evaluated Profit-and-loss etc.	0	0	0	0	0	0	0	0	0	0	20,504,821	20,504,821
Net Ordinary Increase (Decrease)	△ 37,069,002	△ 10,584,319	△ 27,596,118	12,779,173	△ 62,470,266	240,728,600	△ 20,883,046	6,666,884	△ 16,165,312	210,347,126	△ 5,979,266	141,897,594
2. Non-ordinary Changes												
(1) Non-ordinary Income												
Total Non-ordinary Income	0	0	0	0	0	0	0	0	0	0	0	0
(2) Non-ordinary Expenses												
Loss on disposal of fixed assets	86,280	42,815		241,105	370,200	2,411,848	791,637	548,545	306,906	4,058,936		4,429,136
Loss on disposal of building	77,907	38,816		192,161	308,884	2,160,786	735,527	508,554	251,535	3,656,402		3,965,286
Loss on disposal of building equipment						18	3	4	3	28		28
Loss on disposal of fixtures and equipment	8,373	3,999		48,944	61,316	251,043	56,108	39,987	55,368	402,506		463,822
Loss on Termination of Lease	190,854	127,236		254,472	572,562	4,495,012	1,035,806	641,440	1,022,672	7,194,930		7,767,492
Special Severance Pay									4,530,000	4,530,000		4,530,000
Office Restoration Costs	141,079	47,026		141,079	329,184	2,398,353	1,128,636	470,265	376,211	4,373,465		4,702,649
Total Non-ordinary Expenses	418,213	217,077	0	636,656	1,271,946	9,305,213	2,956,079	1,660,250	6,235,789	20,157,331	0	21,429,277
Net Non-ordinary Increase (Decrease)	△ 418,213	△ 217,077	0	△ 636,656	△ 1,271,946	△ 9,305,213	△ 2,956,079	△ 1,660,250	△ 6,235,789	△ 20,157,331	0	△ 21,429,277
Net Increase (Decrease) in Unrestricted Net Assets before Inco	△ 37,487,215	△ 10,801,396	△ 27,596,118	12,142,517	△ 63,742,212	231,423,387	△ 23,839,125	5,006,634	△ 22,401,101	190,189,795	△ 5,979,266	120,468,317
Income Taxes						372,500				372,500		372,500
Net Increase (Decrease) in Unrestricted Net Assets	△ 37,487,215	△ 10,801,396	△ 27,596,118	12,142,517	△ 63,742,212	231,050,887	△ 23,839,125	5,006,634	△ 22,401,101	189,817,295	△ 5,979,266	120,095,817
Unrestricted Net Assets at the beginning of the year												4,090,987,183
Unrestricted Net Assets at the end of the year												4,211,083,000
II Changes in Restricted Net Assets												
Changes in designated net assets	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets at the beginning of the year												1,100,000
Restricted Net Assets at the end of the year												1,100,000
III Total Net Assets at the end of the year												4,212,183,000

(Note) Because the balance sheet is not divided into "Implemented Projects etc. Accounts", "Other Accounts", "Administrative Accounts", "Unrestricted Net Assets at the beginning of the year", "Unrestricted Net Assets at the end of the year", "Restricted Net Assets at the beginning of the year", "Restricted Net Assets at the end of the year" and "Total Net Assets at the end of the year" are shown only in the total column.

Notes to Financial Statements

1. Significant accounting policies

(1) Valuation basis and method for securities

Held-to-maturity securities

Acquisition cost at purchase

Amortized cost method was not applied because the difference between the acquisition cost and bond amount was not material.

Other securities

Stated at fair market value as of the balance sheet date.

(Cost of securities sold is determined by the moving average method)

(2) Valuation method for inventories

Work in Progress

Cost method based on the specific identification method

Publications

Stated at cost, determined by the last purchase price method

(3) Depreciation and amortization method for fixed assets

1) Tangible fixed assets

Declining-balance method

Except for buildings purchased on or after April 1, 1998, and building equipment purchased on or after April 1, 2016 which are depreciated by the "Straight-line method."

2) Intangible fixed assets (Software)

Straight-line method

3) Leased assets

Leased assets under finance lease other than those that transfer ownership

Straight-line method over the finance lease term, assuming no residual value.

(4) Basis of Reserves

Reserve for Bonuses

Reserve for Bonuses to employees is provided for the expected payments of bonuses at the year-end.

Reserve for Employee Retirement Benefits

To cover employees' retirement payments, the Reserve for Employee Retirement Benefits has been provided based on retirement benefit obligations and pension plan assets.

Reserve for Directors Retirement Benefits

To cover directors' retirement payments, the Reserve for Directors Retirement Benefits has been provided at an amount to be required at the year-end in accordance with internal regulations.

(5) Consumption taxes

Transactions subject to consumption taxes are recorded at amounts exclusive of consumption taxes.

2. Changes and balance of Basic Funds and Specified Fixed Assets.

Details are set out below:

Yen

Accounts	Balance at the end of the previous fiscal year	Increase	Decrease	Balance at the end of the current fiscal year
Basic Funds				
Japanese Government Bonds	300,000,000	0	0	300,000,000
Subtotal	300,000,000	0	0	300,000,000
Specified Fixed Assets				
Assets for Retirement Benefits	387,515,873	45,748,479	46,680,244	386,584,108
Assets for Accumulated Depreciation	241,864,159	95,188,686	85,105,929	251,946,916
Assets for Improvement of Equipments	200,000,000	63,942,658	3,942,658	260,000,000
Accumulated assets of EANET	4,823,315	16,540,595	6,997,615	14,366,295
Subtotal	834,203,347	221,420,418	142,726,446	912,897,319
Total	1,134,203,347	221,420,418	142,726,446	1,212,897,319

(Notes) 1. Increase in Assets for Retirement Benefits includes 425,000 yen of Evaluated Profit-and-loss etc. for Specified Fixed Assets.

(Notes) 2. Increase in Assets for Accumulated Depreciation includes 16,137,163 yen of Evaluated Profit-and-loss etc. for Specified Fixed Assets.

(Notes) 3. Increase in Assets for Improvement of Equipments includes 3,942,658 yen of Evaluated Profit-and-loss etc. for Specified Fixed Assets.

3. Items included in Basic Funds and Specified Fixed Assets.

Details are set out below:

Yen

Accounts	Balance at end of fiscal year	Allocated from restricted net assets	Allocated from unrestricted net assets	Corresponding to liabilities
Basic Funds				
Investments in securities	300,000,000	(1,100,000)	(298,900,000)	-
Sub Total	300,000,000	(1,100,000)	(298,900,000)	(0)
Specified Fixed Assets				
Assets for Retirement Benefits	386,584,108	-	-	(386,584,108)
Assets for Accumulated Depreciation	251,946,916	(0)	(251,946,916)	-
Assets for Improvement of Equipments	260,000,000	(0)	(260,000,000)	-
Accumulated assets of EANET	14,366,295	-	-	(14,366,295)
Subtotal	912,897,319	(0)	(511,946,916)	(400,950,403)
Total	1,212,897,319	(1,100,000)	(810,846,916)	(400,950,403)

4. Acquisition costs, accumulated depreciation/amortization, and the net book value of fixed assets.

Details are set out below:

Yen

Accounts	Acquisition cost	Accumulated depreciation/ amortization	Net book value at the end of fiscal year
Buildings	1,977,663,588	1,007,207,798	970,455,790
Building equipment	751,078,804	639,642,005	111,436,799
Machinery	326,062,400	325,985,239	77,161
Vehicles	6,120,000	2,550,000	3,570,000
Office equipment	608,218,538	451,464,610	156,753,928
Software	37,105,100	25,445,708	11,659,392
Total	3,706,248,430	2,452,295,360	1,253,953,070

5. Book value, fair value, and unrealized gain/loss on held-to-maturity debt securities.

Details are set out below:

Yen

Accounts	Book value	Fair value	Unrealized gain/loss
Government Bonds			
145th interest-bearing bonds	100,000,000	97,710,000	△ 2,290,000
174th interest-bearing bonds	99,817,000	70,765,500	△ 29,051,500
Corporate bonds			
15th MUFG Unsecured Perpetual Subordinated Bonds with Optional Redemption Clause	100,000,000	98,080,000	△ 1,920,000
Index-linked bonds			
MSLLC index-linked bonds	100,000,000	96,890,000	△ 3,110,000
ESG Bonds			
58th JICA Bonds	100,000,000	68,470,000	△ 31,530,000
EB Bonds			
Convertible Bonds (Mitsubishi UFJFG)	50,000,000	50,000,000	0
Convertible Bonds (Hitachi, Ltd.)	50,000,000	50,000,000	0
PRD Bonds			
Yen-Denominated Power Reverse Dual Bond	50,000,000	49,329,500	△ 670,500
合　　計	649,817,000	581,245,000	△ 68,572,000

6. Subsidies etc., providers, changes, and balances.

Details are set out below:

Yen

Subsidies etc.	Providers	Balance at the end of previous fiscal year	Increase	Decrease	Balance at the end of current fiscal year	B/S account
Subsidies						
Global environmental protection projects	Niigata Prefecture	0	13,267,000	13,267,000	0	—
Grants to support the holding of international conferences in FY 2025	Niigata City	0	102,500	102,500	0	—
Grants						
Convention Hosting Grants	Sendai Tourism and International Association	0	650,000	650,000	0	—
Total		0	14,019,500	14,019,500	0	

7. Others

(1)Breakdown of assets of implemented projects, etc.

The following is a breakdown of the assets of the project and the balance.

Yen

Accounts	Balance				
	No.1 Public Awareness & Consultation Activities	No.2 International Contribution Activities	No.3 ACAP Activities	No.4 Environmental Analytical Quality Control Activities	Total
Land	6,369,205	10,499,904	0	16,237,629	33,106,738
Buildings	15,588,490	7,794,245		53,874,063	77,256,798
Building equipment	1,772,684	886,342	1,077,961	7,069,869	10,806,856
Machinery	0	0	0	18	18
Office equipment	1,994,833	1,281,039	12,643,893	4,749,531	20,669,296
Software	82,815	42,735	444,236	122,895	692,681
Total	25,808,027	20,504,265	14,166,090	82,054,005	142,532,387

(2) Retirement benefits

・Outline of retirement benefit plans adopted

Retirement benefits paid by the corporation and a retirement pension plan as a defined benefit plan

	Yen
① Allowance for retirement benefits at beginning of period	387,515,873
② Retirement benefit expenses	45,323,479
③ Retirement benefits paid	26,032,500
④ Contributions to plan assets	20,222,744
⑤ Allowance for retirement benefits at end of period (①+②-③-④)	386,584,108

・Reconciliation of projected benefit obligation and plan assets to accrued pension and severance costs recognized in the balance sheet

	(単位:円)
① Retirement benefit obligations	929,737,000
② Plan assets	△ 543,152,892
③ Allowance for retirement benefits (①+②)	386,584,108

・Matters related to retirement benefit expenses

	(単位:円)
① Service cost	56,254,000
② Gain on pension plan assets, etc.	10,930,521
③ Retirement benefit expenses (①-②)	45,323,479

(3)Statement of Changes in Net Assets

①The special retirement benefits included in non-operating expenses were paid to employees upon their retirement following the completion of the current fiscal year's septic tank inspection operations.

②The "Office Restoration Costs" listed under non-operating expenses represent the costs incurred to restore the Tokyo office, which was closed during the current fiscal year, to its original condition.

Related Supplementary Schedules

1. Detailed Statement of Basic Funds and Specified Fixed Assets

Not presented (cf. Notes to the Financial Statements)

2. Detailed Statement of Reserves

Yen

Accounts	Balance at the beginning of fiscal year	Increase	Decrease		Balance at the end of fiscal year
			Intended use	Others	
Reserve for Bonuses	54,601,000	66,579,000	54,601,000	0	66,579,000
Reserve for Employee Retirement Benefits	387,515,873	45,323,479	46,255,244	0	386,584,108
Reserve for Directors Retirement Benefits	31,934,000	8,330,000	0	0	40,264,000