

## **FINANCE COMMITTEE REPORT TO FEBRUARY 10th BOARD MEETING**

The Finance Committee met on February 3rd 2025. Present were Anthony Rowley, Treasurer; Rick Dyck, Finance Committee member Wayne Hunter, General Manager. Yoshiyuki Hirado, Chief Accountant. Committee member Robert Whiting was unable to attend owing to a travel schedule

Committee noted overall satisfactory financial results for the months of November and December 2024 and for the year to end December 2024.

Dues payments for the year to end December dues payments at Yen 189 million were some Yen 3.4 million higher than in the year to end December 2023. Initiation fees at slightly over Yen 1 million in December were lower than in November (partly owing to new member composition) but for the year to end December they showed significant improvement on their level a year earlier Likewise, room rental revenues at Yen 18.7 million for the year to end December were some Yen 2.3 million up on their level a year earlier.

After taking into account total operating revenues versus total expenditures, the gross deficit in the year to end December 2024 was Yen 1.33 million yen lower than the level a year earlier. The year to date cash flow (as at the end of December was Yen 2.5 million (rounded) showing a sharp swing round from negative to positive territory compared to end December 2023 when a cash flow deficit of Yen 11.8 million was recorded (reflecting the end of a temporary discount on the club's rent payment to Mitsubishi Estate).

The Finance Committee noted a slow but steady improvement in the club's financial results in recent months but at the same time expressed concern at the fact that we are not generating sufficient financial surpluses to create the reserve cushion needed to cover future capital and other expenditures. In this, the Finance Committee is providing inputs to the Presidential Task Force which has been established to look at the many different factors that will impact the viability of the FCCJ in the medium to longer term and to report to the board and to the membership, so that optimum policies can be decided and implemented

Respectfully submitted.

Anthony Rowley

Treasurer