

ASIA SOCIETY KOREA CENTER  
STATEMENTS OF FINANCIAL POSITION  
AS OF JUNE 30, 2016 AND 2015

	Korean Won		Translation into U.S. Dollars (Note 2)	
	2016	2015	2016	2015
<b>ASSETS</b>				
<b>CURRENT ASSETS:</b>				
Cash and cash equivalents	W 28,815,128	W 5,099,131	\$ 24,740	\$ 4,370
Short-term financial instruments (Note 3)	-	15,600,000	-	13,394
Accounts receivable-other	9,450,620	5,285,850	8,314	4,538
Amount due from a related party (U.M)	211,960,283	167,897,847	181,987	144,155
Accrued income	421,098	421,098	362	362
Prepaid income tax	32,010	313,710	27	269
<b>Total Current Assets</b>	<b>293,678,139</b>	<b>194,608,734</b>	<b>215,236</b>	<b>167,088</b>
<b>NON-CURRENT ASSETS:</b>				
Equipment, net of accumulated depreciation of W5,285,751 in 2016 and W6,051,328 in 2015 (Note 4)	6,287,037	8,722,868	5,398	7,489
Long-term financial instruments (Note 3)	6,500,000	-	5,581	-
Long-term loans (Note 3)	60,000,000	60,000,000	51,515	51,515
Guarantee deposits for leases	55,833,000	55,833,000	47,838	47,838
<b>Total Non-current Assets</b>	<b>128,620,037</b>	<b>124,555,868</b>	<b>110,432</b>	<b>106,842</b>
<b>TOTAL ASSETS</b>	<b>W 422,298,176</b>	<b>W 319,164,602</b>	<b>\$ 325,668</b>	<b>\$ 273,930</b>
<b>LIABILITIES AND EQUITY</b>				
<b>CURRENT LIABILITIES:</b>				
Accounts payable-other	W 5,085,796	W 26,495,894	\$ 4,367	\$ 22,749
Amount due to a related party (NY)	287,414,852	251,758,225	246,771	216,137
Withholdings	28,126,770	46,701,280	24,148	40,696
<b>Total Current Liabilities</b>	<b>320,627,418</b>	<b>324,955,499</b>	<b>275,286</b>	<b>279,582</b>
<b>NON-CURRENT LIABILITIES:</b>				
Accrued severance benefits (Note 2)	32,522,444	23,162,297	27,752	19,833
<b>Total Non-current Liabilities</b>	<b>32,522,444</b>	<b>23,162,297</b>	<b>27,752</b>	<b>19,833</b>
<b>TOTAL LIABILITIES</b>	<b>353,149,862</b>	<b>348,117,796</b>	<b>303,038</b>	<b>299,415</b>
<b>EQUITY:</b>				
Permanent property	50,000,000	50,000,000	42,530	42,530
Retained earnings	(23,649,890)	(78,893,194)	(20,306)	(87,137)
<b>Total Equity</b>	<b>26,350,110</b>	<b>(28,893,194)</b>	<b>22,624</b>	<b>(24,807)</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>W 422,298,176</b>	<b>W 319,164,602</b>	<b>\$ 325,668</b>	<b>\$ 273,930</b>

See accompanying notes to financial statements.

ASIA SOCIETY KOREA CENTER  
STATEMENTS OF OPERATIONS  
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015

	Korean Won		Translation into U.S. Dollars (Note 2)	
	2016	2015	2016	2015
<b>REVENUES</b>				
Memberships fees	W 394,350,000	W 452,783,134	\$ 338,585	\$ 388,735
Contributions	1,840,000	945,000	1,580	811
Global Memberships	37,509,875	37,675,126	32,206	32,347
Scholarship	-	-	-	-
Donation	293,786,700	7,202,450	251,321	6,184
	<b>684,486,575</b>	<b>488,005,510</b>	<b>587,492</b>	<b>428,097</b>
<b>SELLING AND ADMINISTRATIVE EXPENSES:</b>				
Salaries	170,682,589	200,874,862	146,555	172,469
Severance benefits	38,184,777	10,677,751	33,349	9,125
Employee benefits	35,977,052	19,108,296	31,576	16,406
Travel and transportation	11,670,802	44,790,620	10,020	38,457
Entertainment	12,325,409	3,144,400	10,982	4,417
Taxes and dues	5,214,183	2,883,710	4,477	2,476
Rent	49,107,600	49,107,600	42,163	42,163
Depreciation (Note 4)	5,285,791	6,051,328	4,518	5,196
Insurance	3,114,530	2,780,620	2,674	2,387
Freight	-	788,600	-	669
Publication	-	5,588,991	-	4,799
Commissions	24,008,205	31,301,710	20,613	44,047
Caraway	288,284,832	179,902,242	247,319	154,462
Participation fee (NY)	15,181,461	14,502,970	13,206	12,452
Others	4,602,438	20,770,477	4,070	17,833
	<b>654,769,793</b>	<b>434,594,777</b>	<b>538,138</b>	<b>577,548</b>
<b>OPERATING INCOME (LOSS)</b>	<b>29,716,782</b>	<b>(46,589,267)</b>	<b>49,354</b>	<b>(149,232)</b>
<b>NON-OPERATING INCOME (EXPENSES):</b>				
Interest income	227,591	71,679	199	62
Gain (Loss) on overseas business translation	(2,399,739)	(10,264,562)	(2,061)	(8,813)
Others, net	(299,535)	(2,721)	(257)	(2)
	<b>(2,471,683)</b>	<b>(10,195,604)</b>	<b>(2,219)</b>	<b>(8,853)</b>
<b>INCOME (LOSS) BEFORE INCOME TAX</b>	<b>27,245,099</b>	<b>(56,784,871)</b>	<b>47,135</b>	<b>(158,085)</b>
<b>INCOME TAX EXPENSE (Note 6)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCOME (LOSS)</b>	<b>W 27,245,099</b>	<b>W (56,784,871)</b>	<b>\$ 47,135</b>	<b>\$ (158,085)</b>

See accompanying notes to financial statements.