

Overall Program Summary

In fiscal 2002, SPF implemented a total of 85 projects, including both regular and special-fund projects, with an aggregate expenditure of about ¥978 million. Subtracting project operation expenditures, ¥670 million was spent on projects in fiscal 2002, a slight increase over the ¥603 million spent in fiscal 2001. This reflected a ¥70 million increase in expenditure by the Sasakawa Pan Asia Fund (formerly the Sasakawa Southeast Asia Cooperation Fund; renamed June 20, 2002), made possible by a boost in the Fund's endowment, thanks to grants from the Nippon Foundation. Aside from this, however, the impact of continued low interest income on SPF's endowment continued, perpetuating the trend toward smaller projects.

Despite the difficult project-implementation environment, SPF devoted considerable energy to a number of new projects in order to maintain and enhance its vitality. These included Bioethical Issues of Intellectual Property Rights, Genron NPO: Encouragement of Intellectual Debate and Its Dissemination to the International Community, Russia and Japan in Asia, Promotion of Small Enterprises: Sharing Experiences between Japan and Central Europe, and A Vision for Enhancing Peace and Human Environment in the Middle East. As these projects indicate, we have endeavored to develop timely projects based on discernment of the Foundation's role and mission in the light of ongoing change in the international situation.

SPF's *Operational Guidelines for the Third Midterm Program*, announced in fiscal 2000, places the emphasis on activities in Asia. Achieving this policy objective requires strengthening our financial base. Following the Nippon Foundation grants to the Sasakawa Pan Asia Fund in fiscal 2000 and fiscal 2001, a further grant of ¥1.5 billion in fiscal 2002 raised the Fund's endowment to ¥10.5 billion. This further improved the climate for expanding the scale of projects, and the Fund took the opportunity to focus on identifying new projects and building new personal networks, including further expanding the target region, for fiscal 2003 and beyond.

Meanwhile, given Asia's growing importance, SPF devoted considerable resources to such projects as Civilizational Dialogue: Promotion of Intellectual Exchange and Mutual Understanding in Asia. In the future, having reinforced awareness of the importance of the activities required of the Sasakawa Pan Asia Fund, we intend to undertake project development from a new viewpoint, including the expansion of initiatives targeting Central Asia and the Caucasus.

SPF also continued to put considerable energy into the Get across the Voices of Asia program in fiscal 2002. This was based on recognition of the importance of better acquainting Western countries with Asia, given the current international situation. Encouraging understanding of Asian values is essential to thinking about Asia in the twenty-first century. In this context, continuation of steady commitment is important. The Foundation also concentrated on disseminating information on the results of projects more widely and experimented with new means and methods of dissemination, such as on-demand publishing via the Internet.

Transition in Project Implementation Over Recent Years

(units: ¥1,000)

	Regular Projects	Sasakawa Pacific Island Nations Fund	Sasakawa Japan-China Friendship Fund	Sasakawa Central Europe Fund	Sasakawa Pan Asia Fund	Total
FY 2000	36 projects 461,883	11 projects 65,043	17 projects 160,801	5 projects 48,398	19 projects 77,589	88 projects 813,714
FY 2001	31 projects 480,345	11 projects 75,952	20 projects 196,800	5 projects 52,497	17 projects 102,867	84 projects 908,461
FY 2002	29 projects 507,659	11 projects 73,062	18 projects 168,671	5 projects 60,905	22 projects 167,599	85 projects 977,896

Notes:

(1) Each of the projects in multiple-project programs is counted.

(2) As these figures have been rounded down to the closest ¥1,000, their totals may not coincide exactly with those in the project overview and the financial statement.

FY2002 Project Summary

(units: ¥1,000)

	Regular Projects	Sasakawa Pacific Island Nations Fund	Sasakawa Japan-China Friendship Fund	Sasakawa Central Europe Fund	Sasakawa Pan Asia Fund	Total
Grant-Funded Projects	23 projects 187,636	7 projects 29,762	12 projects 56,661	1 project 7,648	15 projects 96,527	58 projects 378,234
Self-Operated Projects	6 projects 320,023	4 projects 43,300	6 projects 112,010	4 projects 53,257	7 projects 71,072	27 projects 599,662
<i>Project Operation Expenditures</i>	<i>(166,955)</i>	<i>(28,791)</i>	<i>(59,855)</i>	<i>(29,771)</i>	<i>(23,032)</i>	<i>(308,404)</i>
<i>Program Development and</i>						
<i>Research Expenditures</i>	<i>(55,570)</i>	<i>(0)</i>	<i>(2,602)</i>	<i>(0)</i>	<i>(0)</i>	<i>(58,172)</i>
<i>Communications Expenses</i>	<i>(34,557)</i>	<i>(0)</i>	<i>(0)</i>	<i>(0)</i>	<i>(0)</i>	<i>(34,557)</i>
Ongoing Projects	15 projects 158,626	8 projects 35,252	10 projects 70,385	1 project 10,825	10 projects 58,212	44 projects 333,300
Newly Started Projects	11 projects 91,951	2 projects 9,019	6 projects 35,829	3 projects 20,309	11 projects 86,355	33 projects 243,463
Current Expenses	3 projects 257,082	1 project 28,791	2 projects 62,457	1 project 29,771	1 project 23,032	8 projects 401,133

Notes:

(1) Each of the projects in multiple-project programs is counted.

(2) As these figures have been rounded down to the closest ¥1,000, their totals may not coincide exactly with those in the project overview and the financial statement.

(3) Current Expenses include SPF's Project Operation Expenditures, Program Development and Research Expenditures, and Communications Expenses.

Overview of FY2002 Projects

Regular Projects Expenditure	¥507,659,666
Special Funds Expenditure	¥470,236,762
Total Expenditure	¥977,896,428

Please see pages 25 through 69 for details on individual projects

Regular Projects

I. Toward the Coexistence of Pluralistic Values	¥149,933,613
1. Initiatives in Comprehensive Understanding of Civilizational Issues	¥48,557,669
Multinational Cooperation on the Korean Peninsula/Phase II	¥14,227,117
Islam and the IT Revolution	¥4,712,903
Intellectual Property Rights and Traditional Knowledge	¥10,673,971
Bioethical Issues of Intellectual Property Rights	¥8,191,798
Global Water Resources in the 21st Century and Sustainable Development	¥10,751,880
2. Dialogue and Exchange on Common Regional Issues	¥54,700,704
Capacity Building for Development in Central Asia and Caucasus	¥38,590,101
Role of Mongolia for Peaceful and Stable Development of Northeast Asia	¥6,512,603
A Vision for Enhancing Peace and Human Environment in the Middle East	¥9,598,000
3. Information Sharing and Dissemination to the Global Community	¥46,675,240
Get Across the Voices of Asia Program	¥24,895,040
– Get Across the Voices of Asia Program (Self-operated program expenses)	¥10,123,990
– Asian Voices: Promoting Dialogue between the U.S. and Asia	¥4,237,300
– Committee on Intellectual Correspondence/Phase II	¥10,533,750
Genron NPO: Encouragement of Intellectual Debate and Its Dissemination to the International Community	¥10,000,000
Forum 2000: Bridging Global Gaps	¥11,780,200

II. Fostering Human Security and Private Nonprofit Activities	¥ 100,643,958
1. Cooperation among Private Nonprofit Organizations, Business, and the Public Sector	¥33,464,405
Civil Society–Business Collaboration in Environmental Protection	¥2,723,619
Comparative Analysis of Some Nongovernmental Mediation in Conflicts	¥2,772,838
Expert System on Armed Conflict	¥3,412,175
Leadership for Environment and Development Program—LEAD Japan/Phase II	¥13,000,000
Analysis of Collaboration between the Market and Volunteers in the Linux Model	¥5,497,828
Fostering Activities of Conflict Prevention	¥6,057,945
2. Capacity Building and Institutionalization of Private Nonprofit Activities	¥28,031,554
Promotion of Civil Society Resource Organizations: Linkage between NGOs and Donors	¥12,657,500
Capacity Building of Civil Society Resource Organizations in Asia	¥3,681,673
Improvement of PCNC's Certification/Evaluation System	¥3,692,381
Preparation for Establishment of NPO-Related Graduate Courses	¥8,000,000
3. Surveys and Research on Private Nonprofit Activities	¥39,147,999
Toward a Normative Theory of Accountability for Civil Society Organizations	¥29,879,895
Restructuring Public-Interest Corporations for the 21st Century	¥5,114,170
Program/Project Evaluation: A View from the Other Side	¥4,153,934
III. Japan and Asia in the World*	¥0
1. Japan's Structural Change and East Asia	¥0
2. East Asian Renewal and Transfer of Experience	¥0
3. Construction of a World Economic System and the Role of Japan and East Asia	¥0
IV. Program Operation and Formulation	¥257,082,095
Communications	¥34,557,179
Program Development and Research Expenditure	¥55,569,460
Project Operation Expenditure	¥166,955,456

*Projects in this category were conducted under the Sasakawa Pan Asia Fund in fiscal 2002.

Special Funds

The Sasakawa Pacific Island Nations Fund ¥73,061,725

1. Exchange Projects That Respect the Values and Cultural Identity of Each Island Society	¥11,374,132
Exchange Media Personnel among the Pacific Island Region and Japan	¥3,641,037
Coconuts College of the Pacific	¥5,228,685
Regional History Project of the Council of Presidents of Pacific History and Social Studies Teachers Association	¥2,504,410
2. Micronesia-Focused Projects Aimed at Promoting Regional Harmony	¥4,473,230
Archaeological Training Programs in Emerging Micronesian Island Nations	¥3,863,500
PATS Staff Trainee Program	¥609,730
3. Projects That Support Education and Training through the Medium of Distance Education	¥22,784,210
Internet Course Development by School of Law of USP	¥4,895,510
Forming a Distance Education Alliance for Progress in the Western Pacific	¥6,319,000
Distance Education in the South-West Pacific Cultural Heritage Training	¥8,189,500
Transcending Borders with Education On-Line	¥3,380,200
4. Projects to Promote Networking among NGOs and NPOs Operating in the Region and to Form Linkages among Pacific Island Nations and Asian Countries	¥5,639,035
Research Committee for Pacific Islands' Digital Opportunity	¥5,639,035
5. Strengthening the Fund Base	¥28,791,118
Project Operation Expenditure	¥28,791,118

The Sasakawa Japan-China Friendship Fund ¥168,670,725

1. Fostering Human Resources for 21st-Century Japan-China Relations	¥18,893,869
Cultivating Specialists in International Security Issues	¥6,354,502
Sasakawa Scholarship System for Chinese Students Studying Japanese, Phase II	¥5,071,692
Japan Visit Exchange Program for Young Students	¥4,471,179
Homestay-Based Japanese Language Training in Japan	¥2,996,496
2. Deepening Mutual Understanding in the 21st Century	¥61,842,094
Study Exchange on Japan-China Security Issues	¥32,874,902
Japan-China Database Building	¥2,000,000
21st-Century Young Japan Researchers Forum	¥2,897,976
Japan Visit Exchange Program for Administrative Representatives of the Information Office of the State Council	¥3,992,913
Japan Visit Exchange Program for Town and City Mayors of the Chinese Western Region	¥4,266,842
Japan Visit Exchange Program for Administrative Representatives of the Ministry of Information Industry	¥3,975,900
Promoting Dialogue on Japan-China Security Issues	¥11,833,561
3. Activities to Promote Japan-China Relations in the 21st Century	¥13,337,512
Japan-China Young History Researchers Conference	¥4,574,350
The Third Conference on Nongovernmental Exchange between China and Japan	¥8,763,162
4. Activities to Advance the Fund's International Role	¥12,140,077
Ecological Fundamental Research on the Water Supply of the West Route from the Yangtze River to the Yellow River	¥5,749,059
Promotion of Chinese Social Sector Reform	¥3,686,978
Promoting Evaluation for Development of the Chinese Nonprofit Sector	¥2,704,040
5. Strengthening the Fund Base	¥62,457,173
Program Development and Research Expenditure	¥2,601,770
Project Operation Expenditure	¥59,855,403

The Sasakawa Central Europe Fund		¥60,905,167
1. Enhancing Mutual Exchange between Japan and Central European Countries		¥12,660,566
Contemporary Japanese Studies at Central European Universities		¥8,523,622
Promotion of Small Enterprises: Sharing Experiences between Japan and Central Europe		¥4,136,944
2. The Role of Central European Countries in the Twenty-First Century		¥0
3. The Role of NGOs in Creating Civil Society		¥18,473,781
Enhancing NGOs through Environmental Activities		¥10,825,281
Global Reports on Slovakia: The 2002 Parliamentary Elections and the State of Society		¥7,648,500
4. Strengthening the Fund Base		¥29,770,820
Project Operation Expenditure		¥29,770,820

The Sasakawa Pan Asia Fund		¥167,599,145
1. People Exchange		¥33,273,894
Young Leaders Exchange Program: Dialogue for Enhanced Partnership in the 21st Century		¥9,193,949
Civilizational Dialogue: Promotion of Intellectual Exchange and Mutual Understanding in Asia		¥15,040,666
ASEAN Young Politicians Retreat Workshop		¥3,129,840
Russia and Japan in Asia		¥5,909,439
2. Human Resource Development		¥45,879,871
Journalists in Indochina: Capacity Building and Networking		¥4,363,091
– Journalists in Indochina: Capacity Building and Networking (Self-operated program expenses)	¥1,719,529	
– Journalist Forum in Southeast Asia	¥2,643,562	
Human Resources Development in Myanmar		¥17,196,419
Promotion of Political Dialogue within Cambodia and between Cambodia and Japan		DISCONTINUED*
Human Resource Development for Industrial Research in Myanmar		¥4,537,299
Market Economy Training Program for Vietnamese Economists		¥4,883,059
Training to Prepare Cambodia for the ASEAN Free Trade Area (AFTA)		¥4,159,350
Developing Marketing and Management Studies in Vietnam		¥3,585,149
Developing Economic Forecasting Model in Laos		¥7,155,504
3. Research with Tangible Applications		¥65,413,329
Support for Documentation in Indochina and Myanmar		¥3,224,750
– International Textbook Production for Lao Higher Education	¥3,224,750	
International Economic Order and the Future of East Asia: Institutional Reconstruction		¥35,234,222
– International Economic Order and the Future of East Asia: Institutional Reconstruction (Self-operated program expenses)	¥4,889,207	
– Asian Regional Cooperation towards Multilateral Arrangements on Agriculture, Labor and Environment in the Context of Globalization	¥9,384,804	
– Governance and Asia's Corporations after the Crisis	¥9,658,500	
– Enhancing Trade and Investment Cooperation in Asia: Issues, Policies and Institutional Reform	¥11,301,711	
Evolving Approaches to Security in the Asia-Pacific Region		¥13,256,896
Interaction for Progress: ASEAN and Myanmar/Phase II		¥9,574,000
The Linkage of Economic Forecasting Model between Vietnam and ASEAN		¥4,123,461
4. Strengthening the Fund Base		¥23,032,051
Project Operation Expenditure		¥23,032,051

*Although the project was initially scheduled for 3 years, the third year (FY2002) was canceled due to circumstances at the grantee organization.

Statement of Financial Position

Statement of Income and Expenditures (From April 1, 2002 to March 31, 2003) (units: ¥1,000)

	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002
Income					
Income from endowment	1,148,469	818,254	721,626	808,221	709,232
Income from special funds	479,029	453,198	449,773	406,777	520,549
Private contributions for special funds	0	0	2,500,000	2,500,000	1,500,000
Miscellaneous income	31,128	27,475	75,685	57,829	50,621
Income from returned deposits	12,616	25,783	24,952	224,200	0
Income from liquidation of specific deposits	53,879	35,726	17,485	20,101	0
Income from sale of property	0	2,760	0	0	0
Income/expenditure balance carried over from previous year	660,939	792,711	804,939	918,536	941,431
Total Income	2,386,060	2,155,907	4,594,460	4,935,664	3,721,833
Expenditures					
Operating expenses	1,106,791	932,987	813,714	908,461	977,896
Administrative expenses	392,198	368,017	324,154	397,407	336,649
Acquisition of property	1,170	0	0	63,803	0
Disbursement to guarantee deposit	0	0	0	5,623	0
Provision for special funds	0	0	2,500,000	2,500,000	1,500,000
Disbursement to specific deposits	93,190	37,646	38,056	118,939	55,091
Miscellaneous expenses	0	12,318	0	0	0
Total Expenditures	1,593,349	1,350,968	3,675,924	3,994,233	2,869,636
Income/expenditure balance carried forward to the next year	792,711	804,939	918,536	941,431	852,197

Statement of Changes in Net Assets (From April 1, 2002 to March 31, 2003) (units: ¥1,000)

	FY1998	FY1999	FY2000	FY2001	FY2002
Increase					
Asset increase	259,168	92,734	2,651,652	2,787,208	1,622,334
Liability decrease	56,353	35,725	32,049	23,285	0
Total (increase)	315,521	128,459	2,683,701	2,810,493	1,622,334
Decrease					
Asset decrease	141,040	129,063	62,675	415,383	164,921
Liability increase	33,410	28,182	25	22,161	13,005
Total (decrease)	174,450	157,245	62,700	437,544	177,926
Net asset increase for this year	141,071	-28,786	2,621,001	2,372,949	1,444,408
Net assets carried forward to next year	72,923,509	73,064,580	73,035,794	75,656,795	78,029,744
Total assets for the year	73,064,580	73,035,794	75,656,795	78,029,744	79,474,152

Statement of Financial Position

Balance Sheets (As of March 31, 2003) (units: ¥1,000)

	March 31, 1999	March 31, 2000	March 31, 2001	March 31, 2002	March 31, 2003
Assets					
Current assets	873,101	889,995	1,002,986	1,035,289	969,580
Cash and deposits	168,172	151,635	191,312	263,145	399,259
Investments and bonds	701,206	723,427	793,698	757,541	562,466
Other liquid assets	3,723	14,933	17,976	14,603	7,855
Fixed assets	72,440,808	72,392,250	74,867,631	77,216,560	78,763,208
Endowment	50,000,000	50,000,000	50,000,000	50,000,000	50,000,000
Special funds	21,000,000	21,000,000	23,500,000	26,000,000	27,500,000
Other fixed assets	1,440,808	1,392,250	1,367,631	1,216,560	1,263,208
Total	73,313,909	73,282,245	75,870,617	78,251,849	79,732,788
Liabilities					
Current liabilities	80,391	85,056	84,450	93,858	117,384
Fixed liabilities	168,938	161,395	129,371	128,247	141,252
Retirement allowance	168,938	161,395	129,371	128,247	141,252
Net worth					
Net assets	73,064,580	73,035,794	75,656,796	78,029,744	79,474,152
(Endowment)	(50,000,000)	(50,000,000)	(50,000,000)	(50,000,000)	(50,000,000)
(Special Funds)	(21,000,000)	(21,000,000)	(23,500,000)	(26,000,000)	(27,500,000)
Total	73,313,909	73,282,245	75,870,617	78,251,849	79,732,788

Changes in Assets (As of March 31, 2003) (units: ¥1,000)

Fiscal Year	Endowment	Special Funds	Other Assets	Total
FY 1998	50,000,000	21,000,000	2,313,909	73,313,909
FY 1999	50,000,000	21,000,000	2,282,245	73,282,245
FY 2000	50,000,000	23,500,000	2,370,617	75,870,617
FY 2001	50,000,000	26,000,000	2,251,849	78,251,849
FY 2002	50,000,000	27,500,000	2,232,788	79,732,788

Board Members (As of July 1, 2003)

Trustees

Chairman:	Setsuya Tabuchi	
President:	Akira Iriyama	
Executive Directors:	Koji Imazu	(General Affairs)
	Akinori Seki	(Program)
Trustees:	Makoto Iida	Director and Supreme Advisor, Founder, Secom Co., Ltd.
	Isao Kajita	Chairman, Japan Motorboat Racing Association
	Kenzo Kiikuni	Visiting Professor, Tokyo Women's Medical College
	Yotaro Kobayashi	Chairman, Fuji Xerox Co., Ltd
	Koichi Minaguchi	Governor, Japan Finance Corporation for Small Business
	Yuzaburo Mogi	President and CEO, Kikkoman Corporation
	Ken Moroi	Counselor, Taiheiyo Cement Co.
	Yukitsugu Nakagawa	Deputy Chairman, Institute for International Policy Studies
	Yoshio Okawara	President and Executive Director, Institute for International Policy Studies
	Takashi Shudo	Special Advisor, Institute of Local Finance
	Shoji Sumita	Advisor, The East Japan Railway Co.
	Kiichi Watanabe	Former Vice Minister of Finance for International Affairs
	Masakazu Yamazaki	President, University of East Asia
Auditors:	Masumi Miyaji	President, Federation of Prefectural Association of Motorboat Racing
	Sadahiko Yoshimura	Executive Officer-Board Member, Shin Nihon & Co.

Counselors

Counselors:	Hiroshi Hamada	Chairman, Ricoh Company, Ltd.
	Noboru Hatakeyama	Chairman and CEO, Japan Economic Foundation
	Gaishi Hiraiwa	Advisor, Tokyo Electric Power Co., Ltd.
	Wakako Hironaka	Member of the House of Councilors
	Rokuro Ishikawa	Honorary Chairman, Kajima Corporation
	Yukio Kageyama	Chairman, Federation of Prefectural Associations of Motorboat Racing
	Eiko Kono	Chairperson and CEO, Recruit Co., Ltd.
	Takeshi Nagano	Counselor, Mitsubishi Materials Corporation
	Kiyoshi Nakachi	President, Japan Motorboat Racing Association
	Michio Okamoto	Professor Emeritus, Kyoto University
	Gen Takahashi	Advisor, Capital Market Promotion Foundation
	Keizaburo Yamada	Senior Corporate Counselor, SPDC Ltd.
	Susumu Yamaji	Honorary Advisor, Japan Airlines
	Tadashi Yamamoto	President, Japan Center for International Exchange
	Sakuji Yoshimura	Professor, Waseda University

SPF Staff Members (As of July 1, 2003)

Administrative Division

Etsuo Koseki	Director
Naomi Ikeda	Assistant Manager (Secretary to Executives)

Administration and Personnel

Shizuka Saito	Assistant Manager
Keita Mera	Assistant Manager
Toshiko Suzuki	

Accounting and Financial Division

Keiichiro Yamada	Director
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Accounting and Finance

Hiroko Ikeda	Assistant Manager
Yukiko Kakimoto	

Audit

Jun Tsuboi	
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Project Division

Akinori Seki	Director (concurrent post)
Yoshikazu Kaneko	Deputy Director
Takeaki Hori	Advisor

Project Administration

Yuriko Hasegawa	Assistant Manager
Nobuko Mitsunaga	

Project Department

Shinichi Kubota	Chief Program Officer
Tomoatsu Shibata	Chief Program Officer
Sim Yee Lau	Program Advisor
Akira Matsunaga	Program Officer
Chan Woo Lee	Program Officer
Takahiro Nanri	Program Officer
Yuko Nomura	Program Officer (concurrent post)
Kaori Kobayashi	Associate Program Officer
Michitada Kondo	Associate Program Officer
Mihaela Serbulea	Associate Program Officer
Masato Seko	Associate Program Officer
Naotaka Oh	Associate Program Officer (concurrent post)

Communications Department

Yuko Nomura	Director
Aya Sugiyama	

The Sasakawa Pacific Island Nations Fund

Akinori Seki	Director (concurrent post)
Rieko Hayakawa	Program Officer

The Sasakawa Japan-China Friendship Fund

Akinori Seki	Director (concurrent post)
Yu Zhan	Program Officer
Mieko Someya	Program Officer

The Sasakawa Central Europe Fund

Akinori Seki	Director (concurrent post)
Naotaka Oh	Associate Program Officer

The Sasakawa Pan Asia Fund

Akinori Seki	Director (concurrent post)
Chan Woo Lee	Program Officer (concurrent post)
Kaori Kobayashi	Associate Program Officer (concurrent post)
Mihaela Serbulea	Associate Program Officer (concurrent post)
Masato Seko	Associate Program Officer (concurrent post)
Nguyen Thi Hanh	Research Associate

Staff on Temporary Assignment

Masaaki Miyamoto	(to the Sasakawa Africa Association)
Toshiro Mado	(to the Sasakawa Africa Association)
Michio Ito	(to the Sasakawa Africa Association)
Tomoko Matsugami	(to Fondation Franco-Japonaise Sasakawa, Bureau de Tokyo)
Miyoko Mochizuki	(to the Nippon Foundation)
Yayoi Tanaka	(to the Japan Bank for International Cooperation)
Yoko Aoki	(to Keio Research Institute at SFC)

Staff on Leave of Absence

Junko Chano	
Mika Sakata	