

## Financial Statements

Budgets and Results / Balance Sheet / Profit and Loss Statement / Statement of Loss Appropriation

### Budgets and Results [April 1, 2011 to March 31, 2012]

[Unit: yen]

Item	Budget	Result
<b>Revenues</b>		
Government subsidies	11,470,757,000	11,470,757,000
Investment revenue	1,251,159,000	1,112,369,511
Donation revenue	795,925,000	274,042,568
Income from commissioned projects	447,704,000	1,956,761,935
Other revenue	875,825,000	857,078,992
<b>Total</b>	<b>14,841,370,000</b>	<b>15,671,010,006</b>

<b>Expenditures</b>	<b>Operating expenses</b>	<b>15,991,510,000</b>	<b>14,992,823,431</b>
	Arts and cultural exchange programs	2,631,894,000	2,644,223,536
	Japanese-language education programs	5,073,184,000	4,785,070,999
	Japanese studies and intellectual exchange programs	2,705,672,000	2,754,267,930
	Survey, research, and information service programs	952,112,000	724,206,240
	Cultural exchange programs for recovery from the Great East Japan Earthquake	238,590,000	329,977,356
	Other programs	4,390,058,000	3,755,077,370
	<b>General and administrative expenses</b>	<b>2,358,602,000</b>	<b>2,304,107,111</b>
	Salaries and wages	1,584,773,000	1,531,343,071
	Supplies	773,829,000	772,764,040
<b>Total</b>		<b>18,350,112,000</b>	<b>17,296,930,542</b>

Note: In the Budgets and Results, salaries and wages for executives and regular employees of the Japan Foundation employed and working in Japan are all included under general and administrative expenses. In the Profit and Loss Statement, salaries and wages for executives and regular employees employed and working in Japan are included as expenses in the relevant area of operation, according to the nature of each position.

# Balance Sheet [as of March 31, 2012]

[Unit: yen]

<b>Assets</b>	I. Current assets	Cash and deposits		6,683,021,551			
		Marketable securities		6,299,877,967			
		Prepaid expenses		54,634,131			
		Accrued income		215,080,327			
		Accounts receivable		311,779,023			
		Other current assets		8,345,808			
		<b>Total current assets</b>				<b>13,572,738,807</b>	
	II. Fixed assets	1. Tangible fixed assets	Buildings	13,172,050,615			
			Accumulated depreciation	△ 4,134,265,718	9,037,784,897		
			Structures	318,519,361			
			Accumulated depreciation	△ 190,042,452	128,476,909		
			Machinery and equipment	13,222,262			
			Accumulated depreciation	△ 7,569,477	5,652,785		
			Vehicles and transport equipment	132,126,496			
			Accumulated depreciation	△ 91,487,278	40,639,218		
			Tools, equipment and fixtures	1,211,670,301			
			Accumulated depreciation	△ 842,056,699	369,613,602		
			Art objects		473,513,676		
			Land		186,375,000		
			Construction in progress		23,239,700		
			<b>Total tangible fixed assets</b>			<b>10,265,295,787</b>	
			2. Intangible fixed assets	Land lease rights		3,959,000	
		Software			108,953,565		
		Telephone subscription rights			441,000		
		<b>Total intangible fixed assets</b>				<b>113,353,565</b>	
		3. Investments and other assets	Investment securities		50,825,148,091		
			Long-term time deposits		1,700,000,000		
			Deposits and bonds		795,432,813		
			<b>Total investments and other assets</b>			<b>53,320,580,904</b>	
			<b>Total fixed assets</b>				<b>63,699,230,256</b>
		<b>Total assets</b>				<b>77,271,969,063</b>	
		<b>Liabilities</b>	I. Current liabilities	Donations received		39,863,535	
				Amount in arrears		1,275,193,293	
				Accrued expenses		1,536,503	
				Advances received		2,115,447,615	
				Deposits payable		4,962,887	
				Lease liabilities		10,100,005	
				Exchange contracts		3,814,529	
				Allowances			
				Allowances for bonuses	13,478,080	13,478,080	
	<b>Total current liabilities</b>					<b>3,464,396,447</b>	
	II. Fixed liabilities			Asset counterpart liabilities			
			Government operational expense subsidies related to asset counterpart	1,284,321,032			
			Donations related to asset counterpart	1,717,766			
			Government operational expense subsidies related to construction in progress counterpart	23,239,700	1,309,278,498		
			Long-term lease liabilities		5,902,388		
			Asset retirement obligations		53,924,340		
<b>Total fixed liabilities</b>					<b>1,369,105,226</b>		
<b>Total liabilities</b>						<b>4,833,501,673</b>	
<b>Net assets</b>			I. Capital stock	Government investment		77,969,741,003	
				<b>Total capital stock</b>			<b>77,969,741,003</b>
			II. Capital surplus	Capital surplus		292,914,708	
	Accumulated depreciation not included in the profit and loss statement (△)			△ 4,533,767,575			
	Accumulated impairment losses not included in the profit and loss statement(△)	△ 126,000					
	Accumulated interest expense not included in the profit and loss statement(△)	△ 13,865,292					
	Endowments from private sector			906,952,787			
	<b>Total capital surplus</b>			<b>△ 3,347,891,372</b>			
	III. Net loss carried forward	Unappropriated loss for the term		△ 2,179,567,712			
		(of which: Gross loss for the term		256,103,499)			
	<b>Total net loss carried forward</b>			<b>△ 2,179,567,712</b>			
	IV. Valuation and translation adjustments	Deferred gains or losses on hedges		△ 3,814,529			
		<b>Total valuation and translation adjustments</b>			<b>△ 3,814,529</b>		
	<b>Total net assets</b>				<b>72,438,467,390</b>		
	<b>Total liabilities and net assets</b>				<b>77,271,969,063</b>		

## Profit and Loss Statement [April 1, 2011 to March 31, 2012]

[Unit: yen]

<b>Ordinary expenses</b>	Arts and cultural exchange programs		2,858,035,672	
	Japanese-language education programs		4,981,044,373	
	Japanese studies and intellectual exchange programs		2,961,250,666	
	Survey, research, and information service programs		801,023,016	
	Cultural exchange programs for recovery from the Great East Japan Earthquake		329,977,356	
	Other programs	Overseas programs	3,574,025,559	
		Cooperation in cultural exchange facilities programs	255,663,620	3,829,689,179
	General and administrative expenses		1,269,282,859	
	Financial expenses		554,477	
	Miscellaneous income deductions		117,808,800	
<b>Total ordinary expenses</b>			<b>17,148,666,398</b>	
<b>Ordinary income</b>	Income from government subsidies		14,408,398,729	
	Income from investments		1,126,106,223	
	Income from commissioned projects		609,380,390	
	Income from donations	Income from donations	19,286,619	
		Income from designated donations	248,956,568	268,243,187
	Refund of counterpart liabilities	Refund of government operational expense subsidies related to asset counterpart	165,261,604	
		Refund of donations related to asset counterpart	1,289,256	166,550,860
	Financial income	Interest received	1,186,016	1,186,016
	Sundry income	Income from the Japanese-Language Proficiency Test	585,276,336	
		Other sundry income	237,407,995	822,684,331
<b>Total ordinary income</b>			<b>17,402,549,736</b>	
<b>Ordinary loss</b>				<b>253,883,338</b>
Extraordinary losses	Loss on disposal of fixed assets		114,631	
	Loss on Retirement of fixed assets		3,506,321	3,620,952
Extraordinary profits	Refund of government operational expense subsidies related to asset counterpart		4,179,414	
	Profits on sales of fixed assets		1,661,699	5,841,113
<b>Net loss for the term</b>				<b>256,103,499</b>
<b>Gross loss for the term</b>				<b>256,103,499</b>

## Statement of Loss Appropriation [August 23, 2012]

[Unit: yen]

<b>I. Unappropriated losses at the end of the term</b>		<b>2,179,567,712</b>
Gross loss for the term		256,103,499
Deficit at the beginning of the term		2,435,671,211
<b>II. Deficit carried over to the next term</b>		<b>2,179,567,712</b>