

**Statement of Cash Flow**  
April 1, 2009 - March 31, 2010

The Nippon Foundation

(Units: yen)

Account	Current fiscal year			Previous fiscal year			Change
	Grant No. 1	Grant No. 2	Total	Grant No. 1	Grant No. 2	Total	
<b>I. Cash flow from business activities</b>							
1. Revenues from business activities							
Revenues from investment of basic funds	70,536,130	75,407,149	145,943,279	69,938,661	72,450,672	142,389,333	3,553,946
Interest revenues on basic funds	70,536,130	75,407,149	145,943,279	69,938,661	72,450,672	142,389,333	3,553,946
Revenues from investment of specified assets	633,826,745	31,378,542	665,205,287	696,301,217	34,284,980	730,586,197	▲ 65,380,910
Interest revenues on specified assets	633,826,745	31,378,542	665,205,287	696,301,217	34,284,980	730,586,197	▲ 65,380,910
Grant revenues	12,613,659,604	12,267,764,103	24,881,423,707	13,490,273,416	13,046,079,982	26,536,353,398	▲ 1,654,929,691
Grant revenues	12,613,659,604	12,267,764,103	24,881,423,707	13,490,273,416	13,046,079,982	26,536,353,398	▲ 1,654,929,691
Business revenues	175,497,768	80,300,367	255,798,135	174,445,952	77,960,472	252,406,424	3,391,711
Rent revenues	175,497,768	80,300,367	255,798,135	174,445,952	77,960,472	252,406,424	3,391,711
Miscellaneous revenues	116,285,891	237,946,655	354,232,546	69,936,937	186,163,535	256,100,472	98,132,074
Revenues from interest earned	4,611,134	9,876,632	14,487,766	29,107,250	28,698,676	57,805,926	▲ 43,318,160
Miscellaneous revenues	111,674,757	228,070,023	339,744,780	40,829,687	157,464,859	198,294,546	141,450,234
<b>Total revenues from business activities</b>	<b>13,609,806,138</b>	<b>12,692,796,816</b>	<b>26,302,602,954</b>	<b>14,500,896,183</b>	<b>13,416,939,641</b>	<b>27,917,835,824</b>	<b>▲ 1,615,232,870</b>
2. Expenditures on business activities							
Expenditures on business expenses	13,805,370,799	14,063,756,059	27,869,126,858	12,531,172,756	12,391,090,715	24,922,263,471	2,946,863,387
Expenditures on loan management expenses	14,111,195	0	14,111,195	14,394,925	0	14,394,925	▲ 283,730
Subsidy expenditures	9,383,942,000	10,329,379,000	19,713,321,000	8,948,804,370	9,387,768,000	18,336,572,370	1,376,748,630
Expenditures on overseas cooperation aid expenses	2,496,520,997	2,388,987,820	4,885,508,817	2,369,205,374	2,264,734,575	4,633,939,949	251,568,868
Expenditures on domestic cooperation aid expenses	408,002,025	392,001,945	800,003,970	300,586,860	289,233,770	589,820,630	210,183,340
Expenditures on information disclosure expenses	511,116,022	87,543,232	598,659,254	498,468,524	68,154,003	566,622,527	32,036,727
Expenditures on survey and research expenses	420,684,439	405,528,934	826,213,373	399,712,703	381,200,367	780,913,070	45,300,303
Expenditures on building management expenses	179,990,830	80,011,688	260,002,518	-	-	-	260,002,518
Expenditures on business administration expenses	391,003,291	380,303,440	771,306,731	-	-	-	771,306,731
Expenditures on administrative expenses	457,634,997	449,040,019	906,675,016	1,004,654,586	862,070,828	1,866,725,414	▲ 960,050,398
Expenditures on salary expenses	195,007,536	185,497,792	380,505,328	456,564,463	438,506,587	895,071,050	▲ 514,565,722
Expenditures on executive compensation	86,489,114	84,346,566	170,835,680	-	-	-	-
Expenditures on employee salaries	89,145,631	83,151,017	172,296,648	-	-	-	-
Expenditures on contracted employee salaries	19,225,887	17,857,097	37,082,984	-	-	-	-
Expenditures on temporary employee salaries	146,904	143,112	290,016	-	-	-	-
Expenditures on employee benefits	34,434,125	33,621,064	68,055,189	103,182,897	99,055,661	202,238,558	▲ 134,183,369
Expenditures on retirement benefits	4,581,421	15,861,992	20,443,413	45,776,577	30,072,142	75,848,719	▲ 55,405,306
Expenditures on travel and transportation expenses	23,252,551	22,340,687	45,593,238	12,968,749	12,460,170	25,428,919	20,164,319
Expenditures on sundry operational expenses	85,155,062	81,807,796	166,962,858	81,555,573	78,336,344	159,891,917	7,070,941
Expenditures on sundry honoraria	9,007,815	8,830,686	17,838,501	11,718,731	11,253,836	22,972,567	▲ 5,134,066
Expenditures on research expenses	3,908,436	3,755,163	7,663,599	13,686,146	13,149,434	26,835,580	▲ 19,171,981
Expenditures on building management expenses	2,383,942	1,338,537	3,722,479	173,802,612	77,971,104	251,773,716	▲ 248,051,237
Expenditures on miscellaneous expenses	99,904,109	95,986,302	195,890,411	105,398,838	101,265,550	206,664,388	▲ 10,773,977
Miscellaneous expenditures	1,337,000	88,554,356	89,891,356	0	26,039,817	26,039,817	63,851,539
Expenditures on foreign exchange losses	1,337,000	0	1,337,000	0	0	0	1,337,000
Miscellaneous expenditures	0	88,554,356	88,554,356	0	26,039,817	26,039,817	62,514,539
Corporate tax and other taxes paid	-	-	-	62,672,500	0	62,672,500	▲ 62,672,500
<b>Total expenditures on business activities</b>	<b>14,264,342,796</b>	<b>14,601,350,434</b>	<b>28,865,693,230</b>	<b>13,598,499,842</b>	<b>13,279,201,360</b>	<b>26,877,701,202</b>	<b>1,987,992,028</b>
<b>Subtotal</b>	<b>▲ 654,536,658</b>	<b>▲ 1,908,553,618</b>	<b>▲ 2,563,090,276</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Corporate tax and other taxes paid	86,848,400	0	86,848,400	-	-	-	86,848,400
<b>Cash flow from business activities</b>	<b>▲ 741,385,058</b>	<b>▲ 1,908,553,618</b>	<b>▲ 2,649,938,676</b>	<b>902,396,341</b>	<b>137,738,281</b>	<b>1,040,134,622</b>	<b>▲ 3,690,073,298</b>
<b>II. Cash flow from investment activities</b>							
1. Revenues from investment activities							
Revenues from sale of fixed assets	0	0	0	208,310	0	208,310	▲ 208,310
Revenues from sale of other fixed assets	0	0	0	208,310	0	208,310	▲ 208,310
Revenues from reversal of specified assets	23,995,092	23,054,108	47,049,200	680,939,577	30,072,142	711,011,719	▲ 663,962,519
Revenues from reversal of operating cost parity fund reserve assets	0	0	0	299,640,000	0	299,640,000	▲ 299,640,000
Revenues from reversal of retirement benefits reserve assets	23,995,092	23,054,108	47,049,200	31,299,577	30,072,142	61,371,719	▲ 14,322,519
Revenues from reversal of nonperforming loan reserve assets	0	0	0	350,000,000	0	350,000,000	▲ 350,000,000
<b>Total revenues from investment activities</b>	<b>23,995,092</b>	<b>23,054,108</b>	<b>47,049,200</b>	<b>681,147,887</b>	<b>30,072,142</b>	<b>711,220,029</b>	<b>▲ 664,170,829</b>
2. Expenditures on investment activities							
Expenditures on acquisition of fixed assets	136,923,323	901,404	137,824,727	87,903,849	5,132,985	93,036,834	44,787,893
Expenditures on acquisition of fixed assets	136,923,323	901,404	137,824,727	87,903,849	5,132,985	93,036,834	44,787,893
Expenditures on acquisition of specified assets	105,112,532	49,980,000	155,092,532	1,954,471,568	1,852,681,311	3,807,152,879	▲ 3,652,060,347
Expenditures on loan fund reserve assets	0	0	0	1,600,000,000	0	1,600,000,000	▲ 1,600,000,000

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(Units: yen)

Account	Current fiscal year			Previous fiscal year			Change
	Grant No. 1	Grant No. 2	Total	Grant No. 1	Grant No. 2	Total	
Expenditures on operating cost parity fund reserve assets	0	0	0	299,640,000	1,800,000,000	2,099,640,000	▲ 2,099,640,000
Expenditures on retirement benefits reserve assets	52,020,000	49,980,000	102,000,000	54,831,568	52,681,311	107,512,879	▲ 5,512,879
Expenditures on nonperforming loan reserve assets	53,092,532	0	53,092,532	0	0	0	53,092,532
<b>Total expenditures on investment activities</b>	<b>242,035,855</b>	<b>50,881,404</b>	<b>292,917,259</b>	<b>2,042,375,417</b>	<b>1,857,814,296</b>	<b>3,900,189,713</b>	<b>▲ 3,607,272,454</b>
<b>Cash flow from investment activities</b>	<b>▲ 218,040,763</b>	<b>▲ 27,827,296</b>	<b>▲ 245,868,059</b>	<b>▲ 1,361,227,530</b>	<b>▲ 1,827,742,154</b>	<b>▲ 3,188,969,684</b>	<b>2,943,101,625</b>
<b>III. Cash flow from financing activities</b>							
1. Revenues from financing activities							
Total revenues from financing activities	0	0	0	0	0	0	0
2. Expenditures on financing activities							
Total expenditures on financing activities	0	0	0	0	0	0	0
<b>Cash flow from financing activities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IV. Conversion gain/loss on cash and cash equivalents</b>	<b>1,289,631</b>	<b>1,173,546</b>	<b>2,463,177</b>	<b>▲ 55,668,333</b>	<b>▲ 51,516,531</b>	<b>▲ 107,184,864</b>	<b>109,648,041</b>
<b>V. Increase/decrease in cash and cash equivalents</b>	<b>▲ 958,136,190</b>	<b>▲ 1,935,207,368</b>	<b>▲ 2,893,343,558</b>	<b>▲ 514,499,522</b>	<b>▲ 1,741,520,404</b>	<b>▲ 2,256,019,926</b>	<b>▲ 637,323,632</b>
<b>VI. Balance of cash and cash equivalents at start of the fiscal year</b>	<b>3,472,065,025</b>	<b>4,412,553,844</b>	<b>7,884,618,869</b>	<b>3,986,564,547</b>	<b>6,154,074,248</b>	<b>10,140,638,795</b>	<b>▲ 2,256,019,926</b>
<b>VII. Balance of cash and cash equivalents at end of the fiscal year</b>	<b>2,513,928,835</b>	<b>2,477,346,476</b>	<b>4,991,275,311</b>	<b>3,472,065,025</b>	<b>4,412,553,844</b>	<b>7,884,618,869</b>	<b>▲ 2,893,343,558</b>

Note: Scope of funds:

The scope of funds includes cash and cash equivalents.