

Notes on the Income Statement

The Income Statement is prepared in the format for income statements specified in the accounting standards for public interest corporations (as determined by “*Liaison council on guidance and supervision of public interest corporations*”, September 17, 1985).

The title “Income Statement” (“*Shushi kessansho*” in Japanese) is stipulated in Article 50, Paragraph 3, of the Motorboat Racing Law of Japan (amended April 1, 2008).

1. Scope of funds

The scope of funds includes cash and deposits; accounts receivable; prepayments; suspense payments; accounts payable; corporate tax, residence tax, and other taxes payable; advance receipts; suspense receipts; and deposits received. Balances at the end of the previous fiscal year and at the end of the current fiscal year (excluding accounts for which both these balances were zero) are shown under Paragraph 3 below.

2. Adjustment from balance carried over from previous fiscal year’s revenue/expenditures

A change in the range of designated net assets was carried out from the current fiscal year.

The breakdown of the adjustment in revenue/expenditures carried over from the previous fiscal year is as listed below (3.).

3. Breakdown of assets and liabilities included in revenue/expenditure differential carried over to the subsequent fiscal year

(Units: yen)

Account	Balance at end of previous fiscal year			Balance at end of current fiscal year
	Before adjustment	Adjustment amount	After adjustment	
Cash and deposits	4,991,275,311	▲ 3,645,386,951	1,345,888,360	999,199,028
Accounts receivable	624,183,466	0	624,183,466	597,699,557
Prepayments	10,562,730	0	10,562,730	10,658,030
Suspense payments	778,800	0	778,800	4,085,139
Total	5,626,800,307	▲ 3,645,386,951	1,981,413,356	1,611,641,754
Accounts payable	1,153,918,821	0	1,153,918,821	822,322,243
Corporate tax, residence tax, and other taxes payable	79,835,700	0	79,835,700	48,295,500
Advance receipts	1,392,600,065	▲ 1,392,600,065	0	0
Deposits received	10,811,687	0	10,811,687	13,532,672
Total	2,637,166,273	▲ 1,392,600,065	1,244,566,208	884,150,415
Revenues/expenditures differential carried over to subsequent fiscal year	2,989,634,034	▲ 2,252,786,886	736,847,148	727,491,339