

Balance Sheet
As of March 31, 2015

(Yen)

Item	Current fiscal year	Previous fiscal year	Change
I. Assets			
1. Current Assets			
Cash and Deposits	70,784,663	40,666,386	30,118,277
Accrued consumption tax, etc.	0	129,300	-129,300
Prepayments	0	2,160	-2,160
Total Current Assets	70,784,663	40,797,846	29,986,817
2. Fixed Assets			
(1) Specified Assets			
Accumulated Assets for Operating Costs	198,101,000	254,682,000	-56,581,000
Assets for the Fund	500,000,000	500,000,000	0
Total specified assets	698,101,000	754,682,000	-56,581,000
(2) Other Fixed Assets			
Buildings	2,253,300	2,253,300	0
Cumulative depreciation of buildings (-)	-1,149,580	-928,308	-221,272
Furniture, Fixtures and Equipment	1,720,315	1,720,315	0
Accumulated Depreciation of Furniture, Fixtures and Equipment (-)	-1,064,285	-891,555	-172,730
Software	1,081,859	1,845,524	-763,665
Total Other Fixed Assets	2,841,609	3,999,276	-1,157,667
Total Fixed Assets	700,942,609	758,681,276	-57,738,667
Total assets	771,727,272	799,479,122	-27,751,850
II. Liabilities			
1. Current Liabilities			
Accounts Payable - Other	23,810,727	12,454,174	11,356,553
Income Taxes Payable	70,000	70,000	0
Accrued consumption tax, etc.	10,118,500	0	10,118,500
Deposits Taken	61,260	27,907	33,353
Total Current Liabilities	34,060,487	12,552,081	21,508,406
2. Long-term Liabilities			
Allowance for Relocation Work Expenses	2,841,078	2,009,543	831,535
Total Long-term Liabilities	2,841,078	2,009,543	831,535
Total Liabilities	36,901,565	14,561,624	22,339,941
III. Net Assets			
1. Fund	500,000,000	500,000,000	0
(Amount allocated to Specified Assets)	(500,000,000)	(500,000,000)	(0)
2. Designated Net Assets	0	0	0
3. General Net Assets	234,825,707	284,917,498	-50,091,791
(Amount allocated to Specified Assets)	(198,101,000)	(254,682,000)	(-56,581,000)
Total Net Assets	734,825,707	784,917,498	-50,091,791
Total Liabilities and Net Assets	771,727,272	799,479,122	-27,751,850

Statement of Changes in Net Assets
April 1, 2014 to March 31, 2015

(Yen)

Item	Current fiscal year	Previous fiscal year	Change
I. Changes in General Net Assets			
1. Changes in Ordinary Revenue and Expenses			
(1) Ordinary Revenue			
Membership Dues	361,471,000	361,471,000	0
(Expense Contributions)	(361,471,000)	(361,471,000)	(0)
Operating Expense Contributions	361,471,000	361,471,000	0
Enrollment Fees	0	60,580,000	-60,580,000
Enrollment Fees	0	60,580,000	-60,580,000
Revenue from Management of Specified Assets	120,275	116,144	4,131
Interest Received from Specified Assets	120,275	116,144	4,131
Miscellaneous Revenue	752,123	650,905	101,218
(Miscellaneous Revenue)	(752,123)	(650,905)	(101,218)
Interest Received	8,414	10,056	-1,642
Miscellaneous Revenue	743,709	640,849	102,860
Total Ordinary Revenue	362,343,398	422,818,049	-60,474,651
(2) Ordinary Expenses			
Operating Expenses	274,992,020	288,027,132	-13,035,112
(Personnel Expenses)	(175,458,496)	(121,474,325)	(53,984,171)
Payroll allowance	167,385,726	115,864,160	51,521,566
Retirement benefit expenses	8,072,770	5,610,165	2,462,605
(Public Relations Expenses)	(2,793,556)	(1,445,700)	(1,347,856)
Public Relations Expenses	2,793,556	1,445,700	1,347,856
(Membership and Meeting Expenses)	(2,431,820)	(1,198,793)	(1,233,027)
Membership Expenses	50,000	50,000	0
Meeting Expenses	2,381,820	1,148,793	1,233,027
(Business Expenses)	(43,859,336)	(42,015,665)	(1,843,671)
Travel and Transportation Expenses	1,219,146	932,964	286,182
Communication and Transport Expenses	38,586,978	37,885,915	701,063
Printing and Binding Expenses	3,050,401	2,393,495	656,906
Consumable Supplies Expenses	793,818	600,036	193,782
Books and Newspaper Expenses	208,993	203,255	5,738
(Outsourcing Expenses)	(6,274,000)	(105,213,810)	(-98,939,810)
Outsourcing Expenses	6,274,000	105,213,810	-98,939,810
(Asset Management Expenses)	(4,478,286)	(3,424,745)	(1,053,541)
Rental Fees	1,810,165	1,309,224	500,941
Repair Costs	678,919	8,966	669,953
Depreciation	394,002	511,355	-117,353
Software depreciation	763,665	763,665	0
Provision of Allowance for Relocation Work Expenses	831,535	831,535	0
(Taxes and Dues)	(11,200)	(27,300)	(-16,100)
Taxes and Dues	11,200	27,300	-16,100
(Miscellaneous Expenses)	(39,685,326)	(13,226,794)	(26,458,532)
Miscellaneous stipends	37,476,316	11,137,675	26,338,641
Miscellaneous Expenses	2,209,010	2,089,119	119,891
Administrative Expenses	137,373,169	79,310,723	58,062,446
(Personnel Expenses)	(119,411,786)	(66,031,457)	(53,380,329)
Payroll allowance	113,202,506	62,246,127	50,956,379
Retirement benefit expenses	6,209,280	3,785,330	2,423,950
(Business Expenses)	(2,609,331)	(2,250,252)	(359,079)
Travel and Transportation Expenses	3,289	0	3,289
Communication and Transport Expenses	2,158,734	1,848,771	309,963
Printing and Binding Expenses	58,200	108,000	-49,800
Consumable Supplies Expenses	380,273	293,481	86,792
Books and Newspaper Expenses	8,835	0	8,835
(Asset Management Expenses)	(9,639,974)	(8,800,850)	(839,124)
Rental Fees	9,133,222	8,606,480	526,742
Repair Costs	506,752	194,370	312,382
(Taxes and Dues)	(73,703)	(72,567)	(1,136)
Taxes and Dues	73,703	72,567	1,136
(Miscellaneous Expenses)	(5,638,375)	(2,155,597)	(3,482,778)

Item	Current fiscal year	Previous fiscal year	Change
Training expenses	494,299	254,157	240,142
Miscellaneous stipends	4,400,000	1,400,000	3,000,000
Miscellaneous Expenses	744,076	501,440	242,636
Total Ordinary Expenses	412,365,189	367,337,855	45,027,334
Changes in Ordinary Expenses during the Current Year	-50,021,791	55,480,194	-105,501,985
2. Changes in Non-recurring Revenue and Expenses			
(1) Non-recurring Revenue			
Total Non-recurring Revenue	0	0	0
(2) Non-recurring Expenses			
Total Non-recurring Expenses	0	0	0
Changes in Non-recurring Expenses during the Current Year	0	0	0
Changes in General Net Assets during the Current Year Before Taxes	-50,021,791	55,480,194	-105,501,985
Income Tax, Resident Tax, and Business Tax	70,000	70,000	0
Changes in General Net Assets during the Current Year	-50,091,791	55,410,194	-105,501,985
Beginning Balance of Net Assets	284,917,498	229,507,304	55,410,194
Ending Balance of Net Assets	234,825,707	284,917,498	-50,091,791
II. Changes in Designated Net Assets			
Changes in Designated Assets during the Current Year	0	0	0
Beginning Balance of Designated Net Assets	0	0	0
Ending Balance of Designated Net Assets	0	0	0
III. Changes in Fund			
Changes in the Fund during the Current Year	0	0	0
Beginning Balance of Fund	500,000,000	500,000,000	0
Ending Balance of Fund	500,000,000	500,000,000	0
IV. Balance of Net Assets at Year End			
Balance of Net Assets at Year End	734,825,707	784,917,498	-50,091,791

Notes to Financial Statements

1. Important accounting policies

(1) Depreciation method for fixed assets

i. Buildings, structures, and furniture, fixtures and equipment
Declining-balance method

ii. Software
Straight-line method

iii. Leased assets (leased assets from finance lease transactions excluding those accompanied by a transfer of ownership)

The lease period is set as the service life and the straight-line method is used until the residual value reaches zero.

(2) Basis for accruing allowances

o Allowance for Relocation Work Expenses

The estimated costs required for removal work at the current Zengin Centers associated with the completion of the contract of the Zengin System (planned for November 2021), which commenced operations in November 2011, has been recorded equally over the period from start to finish of the contract.

(3) Accounting treatment of consumption tax, etc.

The tax inclusion method is used when accounting for consumption tax, etc

2. Change in specified assets and balances

Changes in specified assets and the respective balances are as follows:

(Yen)

Item	Balance at end of previous year	Increase in current year	Decrease in current year	Balance at end of current year
Specified Assets				
Accumulated Assets for Operating Costs	254,682,000	0	56,581,000	198,101,000
Assets for the Fund	500,000,000	0	0	500,000,000
Total	754,682,000	0	56,581,000	698,101,000

3. Breakdown of source of specified assets

Specified assets are broken down as follows:

(Yen)

Item	Balance at end of current year	(Amount Allocated from the Fund)	(Amount Allocated from General Net Assets)	(Amount for liabilities)
Specified Assets				
Accumulated Assets for Operating Costs	198,101,000	—	198,101,000	—
Assets for the Fund	500,000,000	500,000,000	—	—
Total	698,101,000	500,000,000	198,101,000	—

4. Marketable securities held as collateral

Marketable securities are held from member financial institutions as collateral in accordance with the Domestic Fund Transfer System. The market value of these securities at the end of the current year was 10,910,615,085,980 yen.

5. Changes in fund and balances

Changes in the fund and the respective balances are as follows:

(Yen)

Item	Balance at end of previous year	Increase in current year	Decrease in current year	Balance at end of current year
Fund				
Fund	500,000,000	0	0	500,000,000
Total	500,000,000	0	0	500,000,000

Concluded.