

Financial Statements for FY2016

Cashflow Statement

Income and Expense Statement

Balance Sheet

List of Assets

International University of Health and Welfare

2600-1 Kita-Kanemaru, Ohtawara, Tochigi 324-8501 Japan

Cash flow Statements for FY2016

(For the Year ended March 31, 2017)

International University of Health and Welfare

(in Thousands of Yen)

| | FY2015 Actual A | FY2016 Budget B | FY2016 Actual C | Difference C - A | Difference C - B |
|-------------------------------------|--------------------|--------------------|--------------------|---------------------|---------------------|
| Revenue | | | | | |
| Student Income | 10,141,137 | 10,690,000 | 10,624,879 | 483,742 | △65,121 |
| Entrance Examination and Other Fees | 270,098 | 411,000 | 428,026 | 157,928 | 17,026 |
| Donations | 2,366,766 | 1,585,000 | 2,400,347 | 33,582 | 815,347 |
| Subsidies | 3,287,378 | 5,158,000 | 5,282,983 | 1,995,605 | 124,983 |
| National Government | 1,399,794 | 1,219,000 | 1,281,460 | △118,334 | 62,460 |
| Local Government | 1,887,584 | 3,939,000 | 4,001,523 | 2,113,939 | 62,523 |
| | | | | | |
| Sales of Assets | 15,725,231 | 0 | 4,724 | △15,720,507 | 4,724 |
| Business Activities | 686,228 | 670,000 | 691,318 | 5,090 | 21,318 |
| Medical Services | 39,083,010 | 40,411,000 | 39,882,154 | 799,144 | △528,846 |
| Interest and Dividend Received | 3,887 | 0 | 322 | △3,565 | 322 |
| Miscellaneous | 542,074 | 464,000 | 520,622 | △21,452 | 56,622 |
| Loans | 6,850,000 | 1,500,000 | 1,500,000 | △5,350,000 | 0 |
| Advance Received | 8,774,993 | 9,832,000 | 9,873,564 | 1,098,571 | 41,564 |
| Other Income | 2,433,450 | 3,094,000 | 2,371,582 | △61,869 | △722,418 |
| Cash inflow Adjustment | △10,632,539 | △12,118,000 | △9,939,684 | 692,855 | 2,178,316 |
| Brought Forward from Last Year | 24,870,388 | 34,428,022 | 34,428,022 | 9,557,634 | 0 |
| Total Revenue | 104,402,101 | 96,125,022 | 98,068,860 | △6,333,241 | 1,943,838 |
| Expenditure | | | | | |
| Personnel Cost | 21,723,314 | 22,736,000 | 22,717,474 | 994,160 | △18,526 |
| Education and Research | 3,346,497 | 3,520,000 | 3,608,748 | 262,251 | 88,748 |
| Medical Services | 14,617,083 | 15,627,000 | 15,679,035 | 1,061,952 | 52,035 |
| Maintenance | 7,383,049 | 8,025,000 | 7,996,262 | 613,213 | △28,738 |
| Interest and Loans Payable | 276,238 | 120,000 | 126,058 | △150,179 | 6,058 |
| Repayment of Loans Payable | 15,364,942 | 3,041,000 | 3,080,770 | △12,284,172 | 39,770 |
| Facilities | 5,139,851 | 6,686,000 | 9,962,184 | 4,822,332 | 3,276,184 |
| Equipment | 1,646,420 | 4,550,000 | 2,853,508 | 1,207,088 | △1,696,492 |
| Investment | 0 | 150,000 | 150,000 | 150,000 | 0 |
| Other Expenditure | 3,311,215 | 4,170,000 | 4,214,113 | 902,898 | 44,113 |
| | (0) | (500,000) | 0 | 0 | |
| | 0 | 0 | | | |
| Cash outflow Adjustment | △2,834,530 | △3,059,000 | △2,653,778 | 180,752 | 405,222 |
| Carried Forward to Next Year | 34,428,022 | 30,559,022 | 30,334,486 | △4,093,536 | △224,536 |
| Total Expenditure | 104,402,101 | 96,125,022 | 98,068,860 | △6,333,241 | 1,943,838 |

Income and Expense Statements for FY2016

(For the Year ended March 31, 2017)

International University of Health and Welfare

| | | FY2015 Actual A | FY2016 Budget B | FY2016 Actual C | Difference C - A | Difference C - B | |
|---|---------|---|--------------------|--------------------|---------------------|---------------------|----------|
| Educational | Income | Student Income | 10,141,137 | 10,690,000 | 10,624,879 | 483,743 | △65,121 |
| | | Entrance Examination and Other Fees | 270,098 | 411,000 | 428,026 | 157,928 | 17,026 |
| | | Donations | 2,367,247 | 385,000 | 619,012 | △1,748,235 | 234,012 |
| | | Subsidies | 1,404,144 | 1,325,000 | 1,416,660 | 12,516 | 91,660 |
| | | Business Activities | 686,228 | 670,000 | 691,318 | 5,090 | 21,318 |
| | | Medical Services | 39,083,010 | 40,411,000 | 39,882,154 | 799,144 | △528,846 |
| | | Miscellaneous | 514,222 | 464,000 | 529,744 | 15,522 | 65,744 |
| | | Total Income by Educational Activities | 54,466,086 | 54,356,000 | 54,191,794 | △274,293 | △164,206 |
| | Expense | Personnel Cost | 21,757,734 | 22,786,000 | 22,820,350 | 1,062,616 | 34,350 |
| | | Education and Research | 4,343,139 | 4,748,000 | 4,853,151 | 510,012 | 105,151 |
| | | Medical Services | 14,558,219 | 15,427,000 | 15,676,226 | 1,118,007 | 249,226 |
| | | Maintenance | 9,197,395 | 9,874,000 | 9,823,848 | 626,453 | △50,152 |
| | | Reserve for uncollectible Receivable | 7,131 | 8,000 | 14,866 | 7,735 | 6,866 |
| | | Total Expense by Educational Activities | 49,863,618 | 52,843,000 | 53,188,441 | 3,324,823 | 345,441 |
| Difference between Income and Expense | | 4,602,468 | 1,513,000 | 1,003,353 | △3,599,115 | △509,647 | |
| Non-Educational Activities | Income | Interest and Dividend Received | 3,887 | 0 | 322 | △3,565 | 322 |
| | | Other | 0 | 0 | 93 | 93 | 93 |
| | | Total Income by Non-educational Activities | 3,887 | 0 | 415 | △3,472 | 415 |
| | Expense | Interest and Loans Payable | 276,238 | 120,000 | 126,058 | △150,179 | 6,058 |
| | | Other | 123 | 0 | 76 | △47 | 76 |
| | | Total Expense by Non-educational Activities | 276,361 | 120,000 | 126,135 | △150,226 | 6,135 |
| Difference between Income and Expense | | △272,474 | △120,000 | △125,719 | 146,754 | △5,719 | |
| Difference of Current Accounts | | 4,329,994 | 1,393,000 | 877,633 | △3,452,361 | △515,367 | |
| Extraordinary | Income | Gain on Sales of Assets | 0 | 0 | 2,564 | 2,564 | 2,564 |
| | | Other | 1,950,976 | 5,033,000 | 5,793,599 | 3,842,624 | 760,599 |
| | | Total Extraordinary Income | 1,950,976 | 5,033,000 | 5,796,163 | 3,845,187 | 763,163 |
| | Expense | Loss on Disposal Asset | 3,977,364 | 130,000 | 236,777 | △3,740,587 | 106,777 |
| | | Other | 886 | 0 | 58,034 | 57,148 | 58,034 |
| | | Total Extraordinary Income | 3,978,250 | 130,000 | 294,811 | △3,683,439 | 164,811 |
| Difference between Income and Expense | | △2,027,274 | 4,903,000 | 5,501,352 | 7,528,626 | 598,352 | |
| (Reserve) | | (0) | (300,000) | (0) | | | |
| Excess(Deficit) of Income over Expenses before Incorporating into Capital Fund | | 2,302,720 | 6,296,000 | 6,378,985 | 4,076,265 | 82,985 | |
| Total Amount of incorporating into Capital Fund | | △197,000 | △8,746,000 | △13,922,766 | △13,725,766 | △5,176,766 | |
| Excess (Deficit) of Income over Expenses | | 2,105,720 | △2,450,000 | △7,543,780 | △9,649,500 | △5,093,780 | |
| Excess(Deficit) of income over Expenses Brought Forward | | △10,513,828 | △6,290,315 | △6,290,315 | 4,223,513 | △0 | |
| Reversal Amount from Capital Funds | | 2,117,793 | 0 | 0 | △2,117,793 | 0 | |
| Excess(Deficit) of income over Expenses Brought Forward | | △6,290,315 | △8,740,315 | △13,834,096 | △7,543,780 | △5,093,781 | |

Balance Sheet

(As of March 31, 2017)

International University of Health and Welfare

(in Thousands of Yen)

| Item | FY2016 (As of March 31, 2017) | FY2015 (As of March 31, 2016) | Difference |
|--|----------------------------------|----------------------------------|------------|
| Assets | | | |
| Fixed Assets | 77,610,405 | 67,794,157 | 9,816,248 |
| Tangible Fixed Assets | 76,369,336 | 66,770,163 | 9,599,173 |
| Land | 13,955,474 | 13,833,363 | 122,111 |
| Buildings | 43,468,141 | 39,983,802 | 3,484,339 |
| Constructions | 1,324,463 | 1,107,288 | 217,175 |
| Machinery and Equipment for Education and Research | 4,192,163 | 3,362,772 | 829,391 |
| Other Machinery and equipment | 7,254,722 | 7,098,978 | 155,744 |
| Books | 1,032,759 | 922,036 | 110,723 |
| Vehicles | 83,458 | 69,166 | 14,293 |
| Ongoing Constructions | 5,058,156 | 392,759 | 4,665,397 |
| Other Fixed Assets | 1,241,068 | 1,023,994 | 217,075 |
| Current Assets | 33,063,499 | 37,816,345 | △4,752,846 |
| Cash | 30,334,486 | 34,428,022 | △4,093,536 |
| Other Current Assets | 2,729,013 | 3,388,323 | △659,310 |
| Total Assets | 110,673,904 | 105,610,502 | 5,063,402 |
| Liabilities | | | |
| Fixed Liabilities | 16,160,483 | 18,242,286 | △2,081,803 |
| Long-term Loans Payable | 15,122,064 | 16,476,879 | △1,354,815 |
| Other Fixed Liabilities | 1,038,419 | 1,765,407 | △726,988 |
| Current Liabilities | 15,757,789 | 14,991,570 | 766,219 |
| Short-term Loans Payable | 1,354,815 | 1,580,770 | △225,955 |
| Other Current Liabilities | 14,402,974 | 13,410,800 | 992,174 |
| Total Liabilities | 31,918,272 | 33,233,856 | △1,315,583 |
| Capital Funds | | | |
| 1st Capital Fund | 88,659,727 | 74,920,961 | 13,738,766 |
| 4th Capital Fund | 3,930,000 | 3,746,000 | 184,000 |
| Carried Forward to Next Year | △13,834,096 | △6,290,315 | |
| Deficit of Income over Expenses Carried Forward | △13,834,096 | △6,290,315 | △7,543,780 |
| Total Capital Funds | 78,755,631 | 72,376,646 | 6,378,985 |
| | 110,673,904 | 105,610,502 | 5,063,402 |

List of Assets

(as of March 31, 2017)

International University of Health and Welfare

(in Thousands of Yen)

| Item | Contents | Amounts |
|---|---|--------------------|
| I .Total Assets | | |
| (1) Fixed Assets | | |
| 1. Land | Land for University, etc. 442,849 m ² | 13,955,474 |
| 2. Buildings | Buildings for University, etc. 229,812 m ² | 43,468,141 |
| 3. Constructions | For University, etc. | 1,324,463 |
| 4. Machinery and Equipment for Education and Research | Number of Machinery and Equipment for Education and Research 43,078 | 4,192,163 |
| 5. Other Machinery and Equipment | | 7,254,722 |
| 6. Books | Library Holdings 207,055 | 1,032,759 |
| 7. Vehicles | | 83,458 |
| 8. Ongoing Constructions | Buildings for University, etc. | 5,058,156 |
| 9. Other Fixed Assets | | |
| Total Fixed Assets | | 76,369,336 |
| (2) Current Assets | | |
| 1. Cash and Deposit | | 30,334,486 |
| 2. Long-term Loans | Scholarship | 241,978 |
| 3. Refundable Deposit | Deposit for rent of Tokyo Satellite Campus, etc. | 174,345 |
| 4. Long-term Deposit | Tochigi Cultural Property Protection Fund | 10,000 |
| 5. Inventory Goods | Inventory Goods at Hospital, etc. | 829,027 |
| 6. Accounts Receivable | Medical Service Fee Receivable at Hospital, etc. | 1,421,431 |
| 7. Other Current Assets | Investment Securities, etc. | 1,293,300 |
| Total Current Assets | | 34,304,567 |
| Total Assets (I) | | 110,673,904 |
| II. Total Liabilities | | |
| (1) Fixed Liabilities | | |
| 1. Long-term Loans Payable | Promotion and Mutual Aid Corporation for Private Schools of Japan, etc. | 15,122,064 |
| 2. Long-term Accounts Payable | | 348,929 |
| 3. Reserve for Retirement Allowance | | 689,491 |
| Total Fixed Liabilities | | 16,160,483 |
| (2) Current Liabilities | | |
| 1. Short-term Loans Payable | Promotion and Mutual Aid Corporation for Private Schools of Japan, etc. | 1,354,815 |
| 2. Accounts Payable | Purchase of Medicine and Healthcare Supplies | 3,150,667 |
| 3. Advances Received | Student Income in FY2016 | 9,873,564 |
| 4. Deposits Payable | Scholarship Support Member Fees, etc. | 1,378,742 |
| Total Current Liabilities | | 15,757,789 |
| Total Liabilities (II) | | 31,918,272 |
| Net Balance = (I) - (II) | | 78,755,631 |