

Incorporated Educational Institutions and Accounting Standards for Incorporated Educational Institutions

Incorporated Educational Institutions

An incorporated educational institution refers to the legal entity established for the purpose of opening a private school as provided for in the School Education Act and the Private School Act.

While companies operate for the sake of profit, incorporated educational institutions do not: their objective is to conduct education and research activities and to give the outcomes of those activities back to society. In accordance with their respective founding principles and missions, these

institutions are highly public in that they engage in teaching and research, and they are also highly autonomous.

In accordance with the Private School Promotion Subsidy Act, incorporated educational institutions that receive subsidies from the national or local government ("private school subsidies") are required to create financial statements based on the Accounting Standards for Incorporated Educational Institutions stipulated by the Minister of MEXT.

Accounting Standards for Incorporated Educational Institutions

Due to the highly public nature of private schools, they are expected to be stable and to operate on a break-even basis to ensure long-lasting education and research activities. In light of this, MEXT established the Accounting Standards

for Incorporated Educational Institutions as a uniform set of guidelines to ensure that incorporated educational institutions receiving private school subsidies perform proper accounting.

Differences between Accounting for Incorporated Educational Institutions and Corporate Accounting

Financially speaking, companies are producing entities that produce and sell goods to recover the capital they have invested and to generate profits, which are then used to make new capital investments or improve existing facilities. Meanwhile, incorporated educational institutions secure revenues by admitting students and collecting fees from them, but if expenditures increase, increasing revenues to offset those outlays is difficult. In other words, they are

consuming entities.

Therefore, the purpose of corporate accounting is to disclose to shareholders the performance of profit-making business activities and the financial situation of a company, while the purpose of accounting for incorporated educational institutions is to assess and disclose the health of education and research activities undertaken as part of school operations from a financial standpoint.

1. Settlement of Accounts

1-1. Statement of Cash Flow for FY2016

(in 100 million of JPY)

Item	FY2016 Budget	FY2016 Settlement	Difference
Revenues			
Revenue From Student Fees	574	580	6
Revenue From Processing Fees	28	31	3
Donation Revenue	9	26	17
Subsidy Revenue	89	90	1
(National Government Subsidy Revenue)	70	70	0
(Local Government Subsidy Revenue)	19	20	0
Revenue from Sales of Assets	0	0	0
Income from University-Owned Businesses	31	32	1
Income from Interest and Dividends	14	19	4
Miscellaneous Revenue	17	17	0
Revenue from Borrowings	0	0	0
Revenue from Advances Received	102	105	3
Amount Reversal from Specified Assets and Other Revenues	20	64	44
Revenue Adjustments	Δ121	Δ119	Δ1
Carryover from Previous Year	212	212	
Total: Revenues	975	1,057	82

Expenditures

Personnel Expenditures	388	378	Δ10
Education and Research Expenditures	251	248	Δ3
Institutional Administrations Expenditures	53	48	Δ5
Loan Interest Expenditures	0	0	0
Loan Repayment Expenditures	2	2	0
Facility-related Expenditures	62	38	Δ24
Equipment-related Expenditures	19	16	Δ2
Deposits for Specified Assets	41	130	89
Accounts Payable from Previous Fiscal Year and Other Expenditures	57	56	Δ1
Reserve Fund	6		Δ6
Expenditure Adjustments	Δ52	Δ59	Δ8
Carryover into Next Year	149	201	52
Total: Expenditures	975	1,057	82

*Due to rounding up, totals may not match the sum of individual items.
 *Items listed in parentheses are breakdowns of the items above them.
 *'Difference' refers to the budget amount less the settlement amount.

Cash Revenues

After excluding the balance carried forward from the previous academic year from the Revenues section total of JPY 105.7 billion, cash revenues for FY2016 came to JPY 84.5 billion.

We earned JPY 58.0 billion in revenues from student fees such as student tuition and admission fees.

Revenues from entrance examination fee payments and other fees totaled JPY 3.1 billion.

Revenues from subsidies amounted to JPY 9 billion, and consisted of ordinary expense subsidies for private universities, affiliated school operating subsidies, as well as subsidies received through the Top Global University Project (SGU) and the Re-Inventing Japan Project (MEXT).

In other revenues, revenues from a reversal of reserve specified assets came to JPY 4.6 billion, and were allocated to FY2016 campus maintenance and the like.

Cash Expenditures

After excluding the balance carried forward to the next academic year from the Expenditures section total of JPY 105.7 billion, cash expenditures for FY2016 came to JPY 85.6 billion.

Personnel expenses totaled JPY 37.8 billion reflecting efforts to strengthen the faculty organization in order to improve the quality of education at the universities and affiliated schools.

Education and research expenses amounted to JPY 24.8 billion, and included cost related to the Top Global University Project (SGU), operating costs for the universities and affiliated schools, and costs associated with scholarships to support learning and growth among students (issued under systems individually managed by the universities and affiliated schools).

Facility-related expenses came to JPY 3.8 billion and equipment-related expenses to JPY 1.6 billion, reflecting construction work for Hirai Kaichiro Memorial Library and BKC Sports and Health Commons at Ritsumeikan University.



1-2. Statement of Operating Activities for FY2016

(in 100 million of JPY)

Item	FY2016 Budget	FY2016 Settlement	Difference
General Account; Educaton and Reseach			
Student Fees	574	580	6
Processing Fees	28	31	3
Donations	9	6	Δ2
Subsidies	89	88	Δ1
Income from University-Owned Businesses	31	32	1
Miscellaneous	18	18	0
Total: Revenues	749	755	6
Personnel	385	377	Δ8
Education and Research	319	311	Δ8
(Depreciation Cost)	68	63	Δ4
Instisutonal Administrations	58	54	Δ4
(Depreciation Cost)	5	7	2
Unrecoverable Amount	0	0	0
Total: Expenditures	762	742	Δ20
Income/Loss	Δ13	13	26

General Account; Others

Income from Interest and Dividends	14	19	4
Other Revenues	0	0	0
Total: Revenues	14	19	5
Interest on Loan	0	0	0
Other Expenditures	0	1	1
Total: Expenditures	0	1	1
Income/Loss	14	18	4
Income/Loss of General Account	1	31	30

Special Account

Gains from Sales of Assets	0	0	0
Other Revenues	3	24	21
Total: Revenues	3	24	21
Balance of Asset Disposal	5	8	3
Other Expenditures	0	1	1
Total: Expenditures	5	9	4
Income/Loss	Δ2	15	17

Reserve Fund	6		Δ6
Net Income/Loss before Allocated Capital Funds	Δ7	46	53
Total Amount of Allocated Capital Funds	Δ79	Δ36	43
Net Income/Loss for This Fiscal Year	Δ86	10	95
Net Income/Loss Brought Forward from Previous Fiscal Year	Δ242	Δ242	0
Amount Reversed from Capital Funds	3	3	0
Net Income/Loss to be Carried Forward to Next Fiscal Year	Δ324	Δ229	95
Total Revenues of Statement of Operations	766	798	32
Total Expenditures of Statement of Operations	773	752	Δ21

*Due to rounding up, totals may not match the sum of individual items.

*Items listed in parentheses are breakdowns of the items above them.

*Difference refers to the budget amount less the settlement amount.

*Total Revenues of Statement of Operations= Revenues from Cureent Account + Revenues from Special Account

*Total Expenditures of Statement of Operations= Expenditures from Cureent Account + Expenditures from Special Account + Reserve Fund

Educational Activity Revenues and Expenditures

Educational activity revenues and expenditures show revenues and expenditures from educational and research activities that are included under ordinary revenues and expenditures.

Revenues totaled JPY 75.5 billion reflecting student payments, fees, donations, and ordinary expense subsidies. Expenses came to JPY 74.2 billion, including personnel expenses, education and research expenses and administrative expenses, producing a final outcome of JPY 1.3 billion in net income for FY2016.

Meanwhile, education and research expenses and administrative expense in Statement of Operations include depreciation costs.

Non-Educational Activity Revenues and Expenditures

Non-educational activity revenues and expenditures show revenues and expenditures from financial activities that are included under ordinary revenues and expenditures.

Revenues comprised of interest, dividend and other income totaled JPY 1.9 billion, while expenditures, which included loan interest and other income, amounted to JPY 100 million, producing a final outcome of JPY 1.8 billion in net income.

Ordinary Net Income/Loss

Tallying up the totals for educational activity and non-educational activity revenues and expenditures, the final outcome was JPY 3.1 billion in ordinary net income.

Special Revenues and Expenditures

Special revenues and expenditures, which reflect one-time revenues and expenditures, donation to Hirai Kaichiro Memorial Library, and the final outcome was JPY 1.5 billion in net income for FY2016.

Net income/loss for current academic year

Tallying up the totals for educational activity, non-educational activity and special revenues and expenditures, the final outcome for the current academic year after subtracting JPY 3.6 billion included allocated to capital funds was net income of JPY 1 billion.

1-3. Statement of Financial Position for FY2016

(in 100 million of JPY)

Item	End of FY2016	End of FY2015	Change
------	---------------	---------------	--------

Assets

Fixed Assets	3,419	3,360	59
Tangible Fixed Assets	2,312	2,338	Δ26
(Land)	700	699	0
(Buildings and Structures)	1,370	1,353	16
(Equipment for Education and Research)	88	94	Δ6
(Books)	145	144	1
Specified Assets	1,088	1,005	82
(Reserve Assets for Type 3 Capital Fund)	137	137	0
(Reserve Assets for Type 4 Capital Fund)	54	53	1
(Reserve Assets for Retirement Benefits)	120	121	Δ2
Other Fixed Assets	20	17	3
Current Assets	220	232	Δ11
(Cash and Deposits)	201	212	Δ11
Assets: Total	3,639	3,592	48

Liabilities

Fixed Liabilities	263	265	Δ1
(Long-term Debt and School Bonds)	135	137	Δ2
(Reserve for Retirement Benefits)	120	121	Δ2
Current Liabilities	187	184	3
(Short-term Debt and School Bonds)	2	2	1
(Advances Received)	105	105	Δ0
(Deposits)	27	24	3
Liabilities: Total	451	449	2

Net Assets

Capital Funds	3,418	3,385	33
(Type 1 Capital Fund)	3,227	3,194	33
(Type 2 Capital Fund)	0	0	0
(Type 3 Capital Fund)	137	137	0
(Type 4 Capital Fund)	54	53	1
Net Income/Loss	Δ229	Δ242	13
Net Assets: Total	3,189	3,143	46
Liabilities and Net Assets: Total	3,639	3,592	48

*Due to rounding up, totals may not match the sum of individual items.

*Items listed in parentheses are breakdowns of the items above them.

**'Change' refers to the budget amount less the settlement amount.

Assets

The Assets section shows all assets held as of the end of the fiscal year.

Tangible fixed assets, such as land, buildings, equipment and books, declined by JPY 2.6 billion from the end of last academic year to JPY 231.2 billion owing to campus maintenance projects and other factors.

Specified assets, which include assets allocated to the reserve for retirement benefits (fixed liabilities), Type 3 and Type 4 capital funds and future facility maintenance, increased by JPY 8.2 billion from the end of last academic year to JPY 108.8 billion.

Liabilities and Net Assets

This Liabilities and Net Assets section shows the sources of funds used to acquire assets. Liabilities accounted for 12.4% of total assets and net assets made up 87.6%.

The Liabilities section increased by JPY 200 million from the end of the previous academic year to JPY 45.1 billion.

The Net Assets section increased by JPY 4.6 billion from the previous academic year to JPY 318.9 billion supported by an increase in capital funds from acquisitions of assets allocated to capital funds (e.g., buildings, education and research equipment/fixtures, and books).

Statement of Cash Flow

The Statement of Cash Flow presents a clear picture of all revenues and expenditures relating to activities for a given fiscal year as well as the details regarding cash intake and outlays.

Statement of Operating Activities

The Statement of Operating Activities classifies business revenues and expenditures for a given academic year into (1) revenues and expenditures from educational activities, (2) revenues and expenditures from non-educational activities, and (3) special revenues and expenditures. It presents a clear picture of the balance of revenues and expenditures for each category, and calculates changes in the net assets of incorporated educational institutions (changes in capital funds and carried-forward net income/loss).

While the Statement of Cash Flow covers all funds, the Statement of Operating Activities aims to show the change of an institution's net assets; therefore, it does not include incoming and outgoing liabilities (e.g., borrowing and deposits), but it does include revenues and expenditures that do not entail cash transactions (e.g., in-kind donations, depreciation cost).

【Categories of Activity Revenues and Expenditures】

- Educational Activity Revenues and Expenditures:
Among ordinary revenues and expenditures, this category consists of revenues and expenditures from educational and research activities.
- Non-Educational Activity Revenues and Expenditures:
Among ordinary revenues and expenditures, this category consists of revenues and expenditures from activities other than education and research (chiefly financial activities).
- Special Activity Revenues and Expenditures:
This category consists of one-time revenues and expenditures such as asset sales and asset disposals.

【Capital Funds】

To conduct education and research activities, incorporated educational institutions must have capital funds to maintain assets such as buildings, equipment, books and cash-on-hand. According to the standards for incorporated educational institution accounting, the amount of funds

to acquire assets during the fiscal year is included in the capital funds. The Accounting Standards for Incorporated Educational Institutions define four types of capital funds as follows:

Type 1: Acquisition cost of tangible fixed assets, such as land, buildings, equipment, supplies and books

Type 2: Amount of deposits or other funds set aside for the purpose of acquiring fixed assets in the future

Type 3: Amount for scholarship funds, research funds, and other funds

Type 4: Amount of operating funds required for administration (amount designated by the Minister of MEXT)

【Income/Loss】

- Net ordinary income/loss (net income/loss from educational activities + net income/loss from non-educational activities):
This shows the balance of ordinary revenues and expenditures for a given academic year.
- Net income/loss for given academic year prior to allocation to capital funds (ordinary net income/loss + special net income/loss):
This shows the balance of ordinary revenues and expenditures for a given academic year after including one-time revenues and expenditures. The net income/loss amount represents the change in net assets of an incorporated educational institution for a given academic year.
- Net income/loss for the current academic year, net income/loss for the current academic year carried forward from the previous academic year, net income/loss for the current academic year to be carried forward to the next fiscal year:
This shows the net income/loss after allocation to the capital funds, and reflects the long-term balance of revenues and expenditures.

Statement of Financial Position

The Statement of Financial Position provides a detailed account of assets, liabilities, and net assets (i.e., capital funds and income/loss carried forward) as well as the balances for each. It aims to provide a clear picture of an incorporated educational institution's financial situation.

【Assets】

This section shows all assets held as of the closing date.

【Liabilities and Net Assets】

These sections show the sources of funds used to acquire assets. The total of the Liabilities and Net Assets sections is equal to the total of the Assets section.

The Liabilities section, which includes loans and the reserve for retirement benefits, reflects funds originating from other persons or organizations outside of the institution, while the Net Assets section (capital funds + carried-forward net income/loss) reflects the institution's own funds.

1-4. Asset Inventory (Summary)

Total Assets	¥363,949,637,037
Endowment	¥233,016,367,129
Operating Assets	¥130,933,269,908
<hr/>	
Total Liabilities	¥45,081,041,712
Net Assets	¥318,868,595,325

(as of March 31, 2017)

Type	Amount
Assets	
1 Endowment	
Land 2,300,164.44 m ²	¥69,950,302,505
Buildings 819,580.51 m ²	¥122,987,836,363
Books 3,137,882	¥14,520,838,194
Equipment 18,692	¥9,556,495,683
Construction in Progress	¥203,989,191
Other	¥15,796,905,193
2 Operating Assets	
Cash and Deposits	¥20,051,999,374
Assets Held for School Trips	¥151,723,962
Reserve Fund	¥108,755,229,449
Securities	¥123,999,743
Accounts Receivable	¥1,384,319,915
Advance Payments	¥409,029,694
Other	¥56,967,771
Total Assets	¥363,949,637,037

Type	Amount
Liabilities	
1 Fixed Liabilities	
Long-term Debt and School Bonds	¥13,465,990,000
Long-term Account Payable	¥854,722,523
Reserve for Retirement Benefits	¥11,965,117,230
Guarantee Deposits	¥60,000,000
2 Current Liabilities	
Short-term Debt and School Bonds	¥205,330,000
Account Payable	¥5,168,447,016
Advances Received	¥10,518,272,170
Deposits	¥2,691,438,811
Cash Held for School Trips	¥151,723,962
Total Liabilities	¥45,081,041,712
Net Assets	¥318,868,595,325

1-5. Audit Report

Audit Report

May 19, 2017

To: The Board of Trustees and Trust Council of the Ritsumeikan Trust
 From: Kan UEDA, Full-time Auditor of the Ritsumeikan Trust
 Takanori OZAKI, Auditor of the Ritsumeikan Trust
 Yasuhiko WATANABE, Auditor of the Ritsumeikan Trust

In accordance with Article 37, Paragraph 3 of the Private School Act and Article 16, Item 3 of the Ritsumeikan Trust Act of Endowment, we, the auditors, hereby report on the operations and status of property of the Ritsumeikan Trust for the 2016 fiscal year commencing on April 1, 2016 and ending on March 31, 2017.

1. Method

We, the auditors, examined the operations and status of property of the Ritsumeikan Trust by attending meetings of the Board of Trustees and the Trust Council, receiving reports from the Trustees and other executives on the performance of duties, viewing important management documents, and liaising with Deloitte Touche Tohmatsu LLC—a third-party auditing firm.

We also received an explanation of the auditing report from Deloitte Touche Tohmatsu LLC and a report on the internal audit by the Office of Inspections and Auditing, and we carefully examined the financial statements.

2. Results

- (1) We deem the operations of the Ritsumeikan Trust to be appropriate, and we deem the financial statements to be appropriate representations of the status of property as of the end of the fiscal year in question.
- (2) We deem that there exists no misconduct with regard to the operations or property of the Ritsumeikan Trust and no serious acts in violation of the laws of Japan or the Act of Endowment.

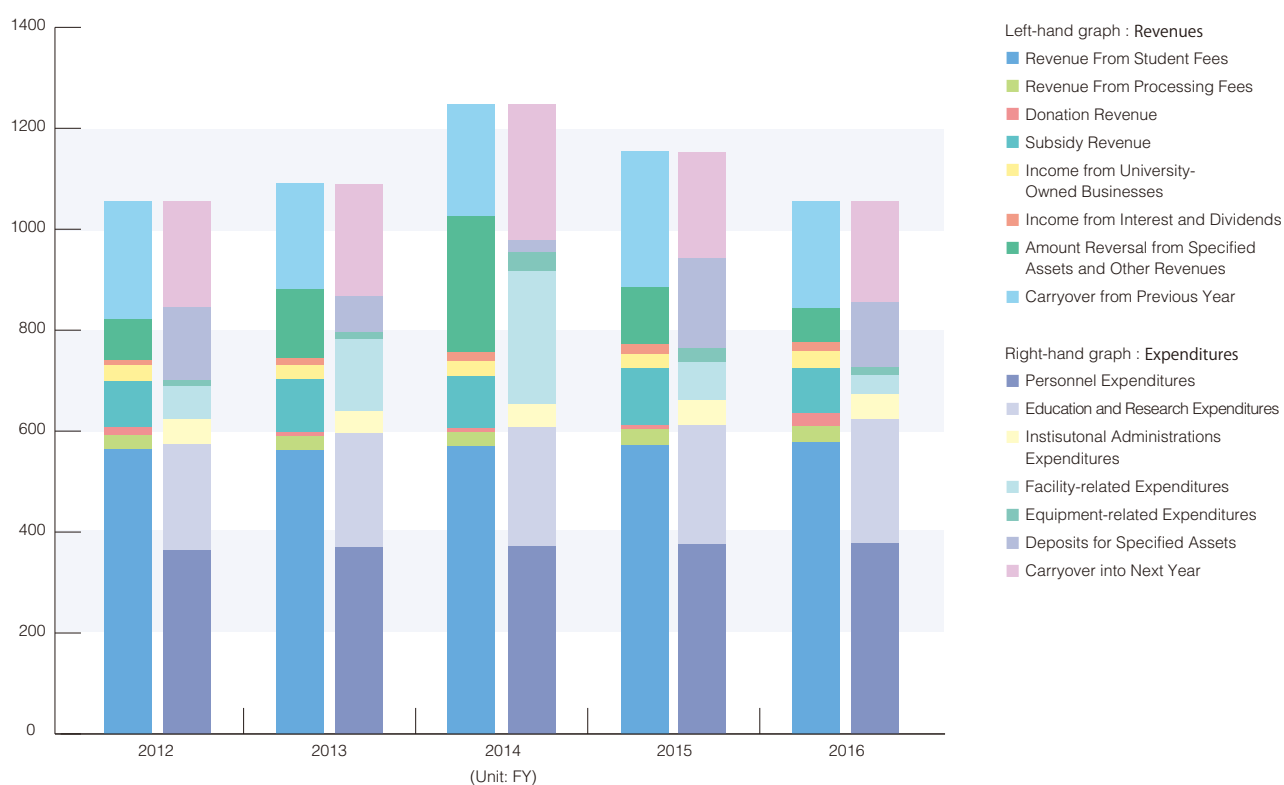
2. Year-to-year Changes

2-1. Historical Cash Flow (FY2012 ~ 2016)

(in 100 million of JPY)

Item	FY2012	FY2013	FY2014	FY2015	FY2016
Revenues					
Revenue From Student Fees	564	562	569	572	580
Revenue From Processing Fees	27	28	28	31	31
Donation Revenue	16	8	8	9	26
Subsidy Revenue	93	104	105	112	90
Revenue from Sales of Assets	52	0	22	0	0
Income from University-Owned Businesses	30	28	29	29	32
Income from Interest and Dividends	11	14	16	18	19
Miscellaneous Revenue	17	17	21	20	17
Revenue from Borrowings	-	1	130	-	-
Revenue from Advances Received	97	102	102	105	105
Amount Reversal from Specified Assets and Other Revenues	38	134	121	101	64
Revenue Adjustments	Δ123	Δ117	Δ127	Δ114	Δ119
Carryover from Previous Year	235	210	223	270	212
Total: Revenues	1,056	1,091	1,248	1,154	1,057
Expenditures					
Personnel Expenditures	363	369	371	375	378
Education and Research Expenditures	212	226	237	237	248
Institutional Administrations Expenditures	48	45	45	49	48
Loan Interest Expenditures	0	0	0	0	0
Loan Repayment Expenditures	8	8	10	2	2
Facility-related Expenditures	66	141	264	76	38
Equipment-related Expenditures	12	15	38	27	16
Deposits for Specified Assets	130	69	65	118	130
Accounts Payable from Previous Fiscal Year and Other Expenditures	59	55	58	114	56
Expenditure Adjustments	Δ53	Δ61	Δ112	Δ56	Δ59
Carryover into Next Year	210	223	270	212	201
Total: Expenditures	1,056	1,091	1,248	1,154	1,057

* Numerical value from 2012 to 2014 are recalculated based on the revised accounting standards for incorporated educational institution for the reference.
 * Due to rounding up, totals may not match the sum of individual items.



2-2. Historical Operating Activities (FY2012 ~ 2016)

(in 100 million of JPY)

Item	FY2012	FY2013	FY2014	FY2015	FY2016
General Account; Educator and Research					
Student Fees	564	562	569	572	580
Processing Fees	27	28	28	31	31
Donations	6	8	8	8	6
Subsidies	92	95	90	95	88
Income from University-Owned Businesses	30	28	29	29	32
Miscellaneous	16	19	18	18	18
Total: Revenues	735	739	742	754	755
Personnel	362	373	375	378	377
Education and Research	276	287	297	301	311
Institutonal Administrations	55	52	53	56	54
Unrecoverable Amount	0	0	1	0	0
Total: Expenditures	693	712	726	734	742
Income/Loss	42	28	16	20	13
General Account; Others					
Income from Interest and Dividends	11	14	16	18	19
Other Revenues	0	0	6	3	0
Total: Revenues	11	14	22	21	19
Interest on Loan	0	0	0	0	0
Other Expenditures	0	0	0	0	1
Total: Expenditures	0	0	1	1	1
Income/Loss	11	14	21	20	18
Income/Loss of General Account	53	42	37	40	31
Special Account					
Gains from Sales of Assets	3	0	0	0	0
Other Revenues	13	11	18	20	24
Total: Revenues	16	11	18	20	24
Balance of Asset Disposal	4	7	51	3	8
Other Expenditures	0	0	0	0	1
Total: Expenditures	4	7	51	3	9
Income/Loss	12	4	Δ33	17	15
Net Income/Loss before Allocated Capital Funds	64	46	4	57	46
Total Amount of Allocated Capital Funds	Δ120	Δ125	Δ47	Δ48	Δ36
Net Income/Loss for This Fiscal Year	Δ56	Δ79	Δ42	8	10
Net Income/Loss Brought Forward from Previous Fiscal Year	Δ124	Δ131	Δ208	Δ250	Δ242
Amount Reversed from Capital Funds	49	2	-	0	3
Net Income/Loss to be Carried Forward to Next Fiscal Year	Δ131	Δ208	Δ250	Δ242	Δ229
Total Revenues of Statement of Operations	762	765	782	795	798
Total Expenditures of Statement of Operations	698	719	778	738	752

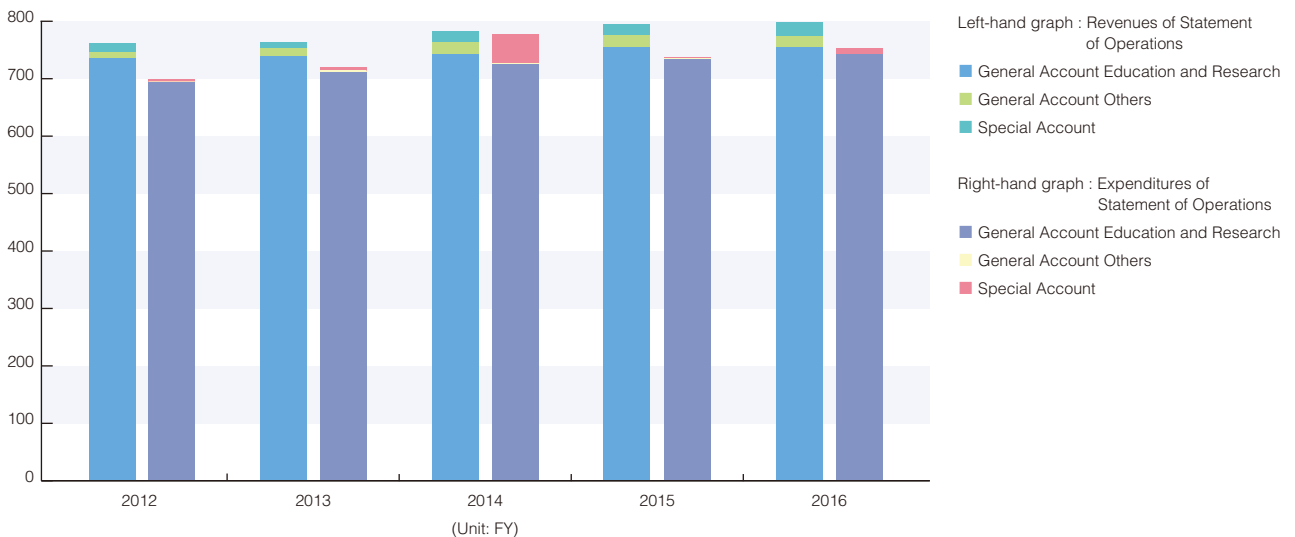
*Numerical value from 2012 to 2014 are recalculated based on the revised accounting standards for incorporated educational institution for the reference.

*Due to rounding up, totals may not match the sum of individual items.

*Total Revenues of Statement of Operations= Revenues from Cureent Account + Revenues from Special Account

*Total Expenditures of Statement of Operations= Expenditures from Cureent Account + Expenditures from Special Account + Reserve Fund

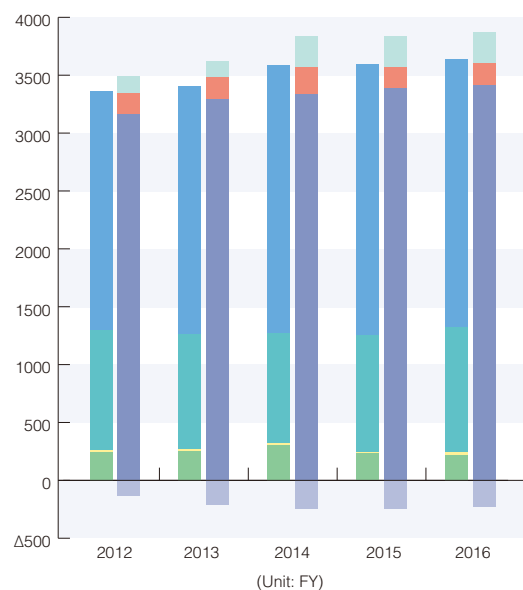
*2014 expenditures from special account includes the gain on disposal of fixed assets (5.1 billion Japanese yen) at the Ritsumeikan Junior and Senior High School which was relocated to Nagaokakyo city.



2-3. Historical Financial Position (FY2012 ~ 2016)

(in 100 million of JPY)

Item	FY2012	FY2013	FY2014	FY2015	FY2016
Assets					
Fixed Assets	3,111	3,158	3,282	3,360	3,419
Tangible Fixed Assets	2,066	2,150	2,312	2,338	2,312
Specified Assets	1,030	994	958	1,005	1,088
Other Fixed Assets	15	14	12	17	20
Current Assets	247	252	305	232	220
Assets: Total	3,358	3,410	3,587	3,592	3,639
Liabilities					
Fixed Liabilities	144	137	266	265	263
Current Liabilities	178	191	235	184	187
Liabilities: Total	322	328	501	449	451
Net Assets					
Capital Funds	3,166	3,290	3,336	3,385	3,418
Type 1 Capital Fund	2,912	3,030	3,147	3,194	3,227
Type 2 Capital Fund	72	72	-	-	-
Type 3 Capital Fund	132	137	137	137	137
Type 4 Capital Fund	51	51	52	53	54
Net Income/Loss	Δ131	Δ208	Δ250	Δ242	Δ229
Net Assets: Total	3,036	3,082	3,086	3,143	3,189
Liabilities and Net Assets: Total	3,358	3,410	3,587	3,592	3,639



*Numerical value from 2012 to 2014 are recalculated based on the revised accounting standards for incorporated educational institution for the reference.
 *Due to rounding up, totals may not match the sum of individual items.

3. Financial Ratios

Financial Ratios for the Statement of Operating Activities

(Unit:%)

Type	Ratio	Calculation	FY2012	FY2013	FY2014	FY2015	FY2016
Revenues	Student Fees Ratio	Student Fees ÷ General Revenues	75.5	74.6	74.5	73.8	74.9
	Donations Ratio	Donations ÷ General Revenues	0.8	1.0	1.1	1.1	0.8
	Subsidies Ratio	Subsidies ÷ General Revenues	12.3	12.6	11.8	12.3	11.4
Expenditures	Personnel Ratio	Personnel Expenditures ÷ General Revenues	48.5	49.5	49.1	48.7	48.7
	Education and Research Ratio	Education and Research Expenditures ÷ General Revenues	37.0	38.1	38.9	38.8	40.2
	Institutional Administrations Ratio	Institutional Administrations ÷ General Revenues	7.4	6.9	6.9	7.2	7.0
Balance of Payments	Personnel Expenditure Dependence Ratio	Personnel ÷ Student Fees	64.3	66.3	65.9	66.1	65.0
	Balance of Payments in General Accounts; Education and Research	Income/Loss of General Accounts; Education and Research ÷ Revenues in General Accounts; Education and Research	5.7	3.7	2.2	2.6	1.7
	Balance of Payments in General Accounts	Income/Loss of General Accounts ÷ General Revenues	7.0	5.5	4.9	5.2	4.0

*Numerical value from 2012 to 2014 are recalculated based on the revised accounting standards for incorporated educational institution for the reference.
 *General Revenues = Revenues from General accounts

Financial Ratios for the Statement of Financial Position

(Unit:%)

Type	Ratio	Calculation	FY2012	FY2013	FY2014	FY2015	FY2016
Assets	Ratio of Fixed to Total Assets	Fixed Assets ÷ Total Assets	92.7	92.6	91.5	93.6	93.9
	Ratio of Liquid to Total Assets	Current Assets ÷ Total Assets	7.3	7.4	8.5	6.4	6.1
Liabilities	Ratio of Fixed Liabilities to Total Assets	Fixed Liabilities ÷ Total Assets	4.3	4.0	7.4	7.4	7.2
	Ratio of Current Liabilities to Total Assets	Current Liabilities ÷ Total Assets	5.3	5.6	6.6	5.1	5.1
Constitution of the acquisition source of assets	Ratio of Net Assets to Total Assets	Net Assets ÷ Total Assets	90.4	90.4	86.0	87.5	87.6
	Ratio of Total Liabilities to Total Assets	Total Liabilities ÷ Total Assets	9.6	9.6	14.0	12.5	12.4
	Ratio of Total Liabilities to Net Assets	Total Liabilities ÷ Net Assets	10.6	10.7	16.2	14.3	14.1
Assets to offset liabilities	Liquidity Ratio	Current Assets ÷ Current Liabilities	138.7	132.0	129.6	125.6	117.5
	Advances Received Ratio	Cash and Deposits ÷ Advances Received	216.5	218.2	265.9	200.9	190.6

*Numerical value from 2012 to 2014 are recalculated based on the revised accounting standards for incorporated educational institution for the reference.