

Financial Conditions

1. Two-Year Financial Statements

1-1. General Account

Balance Sheet

(Unit: Millions of yen)

	As of March 31, 2009	As of March 31, 2010
Assets		
I Current assets		
Cash and bank deposits	66,868	104,944
Inventories		
Stored goods	589	539
Livestock	5	
Advance payments	6,160	8,204
Prepaid expenses	152	247
Accrued income	65	48
Accrued revenues	574	1,674
Short-term loans of development investment and financing	827	702
Allowance for possible loan losses	(0)	(1)
Short-term loans of migration investment and financing	179	235
Allowance for possible loan losses	(11)	(4)
Suspense payments	59	61
Advances paid	1	2
Total current assets	75,468	116,649
II Fixed assets		
1 Tangible fixed assets		
Buildings	45,716	47,047
Accumulated depreciation	(10,104)	(11,529)
Accumulated impairment loss	(700)	(1,014)
Structures	1,595	1,590
Accumulated depreciation	(702)	(788)
Accumulated impairment loss	(1)	(22)
Machines and equipment	290	201
Accumulated depreciation	(184)	(133)
Vehicles and other transportation devices	1,680	1,792
Accumulated depreciation	(918)	(1,013)
Tools, instruments, and fixtures	2,197	2,137
Accumulated depreciation	(1,304)	(1,097)
Land	19,749	19,283
Accumulated impairment loss	(250)	(495)
Construction in process	500	5
Total fixed assets	57,564	55,962

	As of March 31, 2009	As of March 31, 2010
2 Intangible fixed assets		
Trademarks	3	3
Telephone subscription rights	5	4
Right to use power plants and other supply facilities	3	3
Total intangible fixed assets	11	10
3 Investment and other assets		
Long-term deposit		323
Long-term loans of development investment and financing	3,578	2,916
Allowance for possible loan losses	(2)	(3)
Long-term loans of migration investment and financing	2,739	2,406
Allowance for possible loan losses	(1,563)	(1,331)
Long-term installment principal on sales of settlement	54	39
Allowance for possible loan losses	(54)	(39)
Long-term prepaid expenses	30	11
Guarantee money paid	2,319	1,917
Total investment and other assets	7,101	6,239
Total fixed assets	64,677	62,212
Total assets	140,145	178,861

Balance Sheet (continued)

(Unit: Millions of yen)

	As of March 31, 2009	As of March 31, 2010
Liabilities		
I Current liabilities		
Management grant liabilities	15,471	23,976
Funds for grant aid projects	30,887	57,826
Donations received	377	362
Accrued payments	17,326	21,924
Accrued expense	717	208
Lease liabilities	59	96
Deposit received	433	424
Deferred revenue	0	
Total current liabilities	65,269	104,816
II Fixed liabilities		
Property liabilities		
Property management grants	2,099	1,998
Property grants, etc.	85	76
Construction in progress collateral operating expense grant	36	
Long-term lease liabilities	52	185
Long-term unearned revenues	0	
Total fixed liabilities	2,272	2,259
Total liabilities	67,541	107,075

	As of March 31, 2009	As of March 31, 2010
Net assets		
I Capital		
Governmental investment	83,333	83,333
Total capital	83,333	83,333
II Capital surplus		
Capital surplus	(398)	(506)
Accumulated depreciation not included in expenses	(12,059)	(13,301)
Accumulated impairment loss not included in expenses	(958)	(1,540)
Total capital surplus	(13,415)	(15,347)
III Retained earnings		
Carryover reserve in the mid-term period	2,294	2,104
Reserve	39	391
Unappropriated income for the current year (Total income for the current year)	352	1,305
Total retained earnings	2,686	3,800
Total net assets	72,604	71,786
Total of liabilities and net assets	140,145	178,861

Statement of Income

(Unit: Millions of yen)

	April 1, 2008- March 31, 2009	April 1, 2009- March 31, 2010
Ordinary expenses		
Operating expenses		
Expenses for program formulation	6,926	7,322
Expenses for technical cooperation projects	72,107	75,131
Expenses for grant aid projects	442	367
Expenses for public participation based cooperation	24,588	21,279
Expenses for emigration program	423	409
Expenses for disaster relief activities	750	965
Expenses for aid personnel recruitment and training	1,802	869
Expenses for follow-up cooperation	967	1,440
Expenses for project/program evaluation	226	237
Research-related expenses	634	728
Expenses for operation support	7,670	7,459
Expenses for accounting support	18,144	27,003
Expenses for grant aid programs	5,563	62,044
Contracted program expenses	2,449	2,360
Expenses for donation projects	64	62
Depreciation expenses	512	443
General administrative expenses	10,997	10,126
Financial expenses		
Interest expense	5	1
Foreign exchange loss	362	568
Miscellaneous loss	1	9
Total ordinary expenses	154,630	218,824

	April 1, 2008- March 31, 2009	April 1, 2009- March 31, 2010
Ordinary revenues		
Revenues from management grants	144,475	152,460
Revenues from grant aid programs	5,563	62,044
Revenues from contracted programs		
Revenues from contracted programs from Japanese government and the local government agencies	2,422	2,309
Revenues from contracted programs from the other parties	27	50
Revenues from development investment and financing	113	92
Revenues from settlement affairs	11	11
Revenues from migration investment and financing	98	73
Donation revenues	64	62
Transfer from allowance for possible loan losses	396	253
Transfer from liabilities for property management grants	549	781
Transfer from liabilities for property grants	23	23
Financial revenues		
Interest income	227	98
Miscellaneous profits	1,054	2,192
Total ordinary revenues	155,024	220,448
Operating profits	393	1,624
Extraordinary loss		
Loss on retirement of fixed assets	65	499
Loss on sales of fixed assets	2	11
Extraordinary profits		
Profits on sales of fixed assets		0
Net income	327	1,114
Reversal of surplus deposits from the previous mid-term period	25	190
Total income for the current year	352	1,305

Statement of Cash Flows

(Unit: Millions of yen)

	April 1, 2008- March 31, 2009	April 1, 2009- March 31, 2010
I Cash flow from operating activities		
Payment of operating expenses	(138,340)	(136,161)
Payments for grant aid projects	(5,563)	(61,590)
Payment of contracted program expenses	(2,386)	(2,316)
Payment of personnel costs	(15,742)	(14,875)
Other operation payments	(1,596)	(1,497)
Proceeds from management grants	153,786	161,652
Proceeds from grant aid programs	36,450	88,983
Proceeds from contracted programs	2,760	2,602
Loan interest income	218	166
Proceeds from settlement affairs	29	22
Interest revenues	11	9
Installment principal	17	14
Donation revenues	316	46
Other operation proceeds	1,740	1,794
Subtotal	31,672	38,825
Interest received	231	115
Interest paid	(5)	(1)
Cash flow from operating activities	31,897	38,939
II Cash flow from investing activities		
Payments for purchase of fixed assets	(3,661)	(1,955)
Proceeds from sales of fixed assets	27	941
Payments for loans receivable	0	(40)
Proceeds from long-term loans receivable	1,546	977
Putting money for time deposits	(184,700)	(248,723)
Proceeds from time deposit refunds	186,500	239,800
Payments for purchase of negotiable certificates of deposit	(47,900)	(16,400)
Proceeds from negotiable certificates of deposit refunds	47,900	16,400
Other—net revenues	0	
Cash flow from investing activities	(288)	(9,001)
III Cash flow from financing activities		
Repayment of lease liabilities	(195)	(98)
Cash flow from financing activities	(195)	(98)
IV Effect of exchange rate fluctuation on funds	(109)	(365)
V Net increase in funds	31,306	29,476
VI Funds at the beginning of year	3,162	34,468
VII Funds at the end of year	34,468	63,944

1-2. Finance and Investment Account

Balance Sheet

(Unit: Millions of yen)

	As of March 31, 2009	As of March 31, 2010
Assets		
I Current assets		
Cash and bank deposits	23,203	14,691
Loans	10,922,715	11,054,312
Allowance for possible loan losses	(138,453)	(131,415)
Advance payments	2,640	4,606
Prepaid expenses	58	96
Accrued income		
Accrued interest on loans receivable	54,190	51,269
Accrued commitment charges	428	1,417
Accrued interest receivable	0	2
Accrued revenues	105	353
Suspense payments	23	9
Advances paid	0	0
Emission reduction assets	37	151
Total current assets	10,864,946	10,995,490
II Fixed assets		
1 Tangible fixed assets		
Buildings	2,586	3,198
Accumulated depreciation	(71)	(228)
Structures	56	59
Accumulated depreciation	(2)	(7)
Machines and equipment	191	192
Accumulated depreciation	(9)	(28)
Vehicles and other transportation devices	152	200
Accumulated depreciation	(15)	(47)
Tools, instruments, and fixtures	636	691
Accumulated depreciation	(71)	(235)
Land	13,873	13,873
Construction in process	301	50
Total fixed assets	17,629	17,719
2 Intangible fixed assets		
Trademarks		0
Total intangible fixed assets		0
3 Investment and other assets		
Investment securities	1,063	6,226
Affiliated companies stock	133,523	112,521
Claims in bankruptcy, rehabilitation, reorganization or other equivalent claims	53,326	24,557
Allowance for possible loan losses	(33,872)	(24,557)
Long-term prepaid expenses	3	1
Guarantee money paid	601	1,067
Total investment and other assets	154,643	119,816
Total fixed assets	172,272	137,534
Total assets	11,037,218	11,133,025

	As of March 31, 2009	As of March 31, 2010
Liabilities		
I Current liabilities		
Borrowings from government fund for Fiscal Investment and Loan Program due within one year	403,029	394,775
Accrued payments	1,444	5,467
Accrued expense	12,890	11,980
Lease liabilities	144	163
Deposit received	23	31
Allowance for bonuses	224	199
Suspense receipt	0	128
Total current liabilities	417,755	412,744
II Fixed liabilities		
Bonds	30,000	80,000
Borrowings from government fund for Fiscal Investment and Loan Program	2,600,370	2,335,395
Long-term lease liabilities	283	183
Allowance for retirement benefits	7,460	7,371
Total fixed liabilities	2,638,113	2,422,950
Total liabilities	3,055,868	2,835,694
Net assets		
I Capital		
Governmental investment	7,390,856	7,518,156
Total capital	7,390,856	7,518,156
II Retained earnings		
Reserve	497,603	590,585
Unappropriated income for the current year (Total income for the current year)	92,982	188,666
Total retained earnings	590,585	779,252
III Valuation and translation adjustments		
Net unrealized gains on other securities	(91)	(76)
Total valuation and translation adjustments	(91)	(76)
Total net assets	7,981,350	8,297,331
Total of liabilities and net assets	11,037,218	11,133,025

Statement of Income

(Unit: Millions of yen)

	October 1, 2008- March 31, 2009	April 1, 2009- March 31, 2010
Ordinary expenses		
Expenses related to operations of cooperation through finance and investment		
Interest on bonds and notes	209	1,412
Interest on borrowings	25,929	46,871
Outsourcing expenses	2,355	13,665
Bond issuance expenses	142	248
Foreign exchange loss	41	
Personnel expenses	1,959	3,640
Provisions to allowance for retirement benefits	1,515	
Property expenses	4,360	10,813
Depreciation expenses	168	387
Taxes	13	31
Loss on valuation of investment securities		40
Loss on valuation of affiliated companies stock	10	782
Other ordinary expenses	455	
Total ordinary expenses	37,154	77,888
Ordinary revenues		
Revenues from operations of cooperation through finance and investment		
Interest on loans	110,089	214,547
Interest on government bonds, etc.	20	45
Dividends on investments	9,567	9,691
Commissions	609	1,441
Foreign exchange gain	0	11
Gain on valuation of affiliated companies stock	29	17,113
Transfer from allowance for possible loan losses	2,859	16,353
Financial revenues		
Interest income	0	3
Miscellaneous profits	170	457
Gain on loans written off	9	
Grants from government general account	6,750	7,000
Total ordinary revenues	130,102	266,660
Ordinary profits	92,948	188,772
Extraordinary loss		
Loss on retirement of fixed assets		130
Total extraordinary loss	0	130
Extraordinary profits		
Profits on sales of fixed assets		0
Reversal of allowance for bonuses	33	24
Total extraordinary profits	33	24
Net income	92,982	188,666
Total income for the current year	92,982	188,666

Statement of Cash Flows

(Unit: Millions of yen)

	October 1, 2008- March 31, 2009	April 1, 2009- March 31, 2010
I Cash flow from operating activities		
Payments for loans	(395,278)	(744,975)
Repayment of borrowings from the private sector	(64,000)	(6,000)
Repayment of borrowings from government fund for Fiscal Investment and Loan Program	(196,163)	(403,029)
Interest paid	(26,631)	(49,158)
Payment of personnel costs	(1,944)	(3,723)
Other operation payments	(9,181)	(22,528)
Proceeds from collection of loans receivable	319,455	642,146
Proceeds from borrowings from the private sector	64,000	6,000
Proceeds from borrowings from government fund for Fiscal Investment and Loan Program	85,300	129,800
Proceeds from issuance of bonds	29,858	49,752
Grants from government general account	6,750	7,000
Loan interest income	111,964	217,467
Other operation proceeds	1,966	808
Subtotal	(73,903)	(176,439)
Interest and dividend income	9,598	9,737
Cash flow from operating activities	(64,305)	(166,702)
II Cash flow from investing activities		
Payments for purchase of fixed assets	(350)	(1,161)
Proceeds from sales of fixed assets	139	168
Payments for purchases of investment securities		(117)
Proceeds from the collection and liquidation of investment securities		83
Proceeds from sales and liquidation of affiliated companies stock	423	32,065
Payments for purchase of negotiable certificates of deposit		(1,057,540)
Proceeds from negotiable certificates of deposit refunds		1,057,540
Cash flow from investing activities	213	31,038
III Cash flow from financing activities		
Repayment of lease liabilities	(62)	(148)
Proceeds from government investment	83,290	127,300
Cash flow from financing activities	83,228	127,152
IV Net increase in funds	19,135	
V Net decrease in funds		(8,512)
VI Funds at the beginning of year	4,068	23,203
VII Funds at the end of year	23,203	14,691

2. Disclosure of Financial Conditions of Finance and Investment Account

Average Balance of Interest-Earning Assets and Interest-Bearing Liabilities, Interest and Earning Yields

(Units: Millions of yen, %)

	FY2008			FY2009		
	Average Balance	Interest*	Yield	Average Balance	Interest*	Yield
Interest-earning assets	11,081,813	120,305	2.18	11,096,377	242,018	2.18
Loans	10,938,392	110,698	2.03	10,926,587	215,987	1.98
Investments	134,942	9,586	14.25	123,704	25,982	21.00
Deposits + Securities	8,479	20	0.47	46,086	48	0.10
Interest-bearing liabilities	3,102,057	26,137	1.69	2,901,796	48,283	1.66
Borrowings	3,085,079	25,929	1.69	2,842,481	46,871	1.65
Bonds	16,978	209	2.46	59,315	1,412	2.38

* Investments include investment securities and affiliated companies stock. Dividends received, profit and loss associated with the valuation of investment securities, and profit and loss associated with the valuation of affiliated companies stock are recorded as interest items.

Additionally, as FY2008 refers to the period from October 1, 2008 to March 31, 2009, the yield for FY2008 has been converted to a per annum rate.

Balance of Deposits and Securities—Application of Surplus Funds

(Unit: Millions of yen)

	End of FY2008	End of FY2009
Deposits + Securities	23,203	14,691

Yield/Interest rate

(Unit: %)

	FY2008	FY2009
Total average interest rate spread	(0.19)	(0.47)
Yields on interest-earning assets	2.18	2.18
Costs of interest-bearing liabilities	2.37	2.65

Note: Yields on Interest-Earning Assets = Interest / Average Balance of Interest-Earning Assets

Costs of Interest-Bearing Liabilities = (Interest Expenses + Bonds and Notes Expenses + Other Expenses) / Average Balance of Interest-Bearing Liabilities

Additionally, as FY2008 refers to the period from October 1, 2008 to March 31, 2009, the yield for FY2008 has been converted to a per annum rate.

cf. Interest-Earning Assets = Interest on Loans + Interest on Government Bonds, etc. + Dividends on Investments + Interest Income + Commissions + Profit and Loss Associated with the Valuation of Investment Securities / Affiliated Companies Stock

Average Balance of Interest-Earning Assets = Loans + Investments + Bank Deposits (excluding Checking Accounts)

Interest Expenses = Interest on Borrowings + Interest on Bonds and Notes

Bonds and Notes Expenses = Bonds and Notes Issuance Costs

Other Expenses = Outsourcing Expenses + Personnel Expenses (including Provisions to Allowance for Retirement Benefits/Bonuses) + Property Expenses + Depreciation Costs + Tax

Average Balance of Interest-Bearing Liabilities = Borrowings + Bonds and Notes

Breakdown of Allowance for Possible Loan Losses

(Unit: Millions of yen)

	End of FY2008	End of FY2009
Loans	138,453	131,415
Claims in bankruptcy, rehabilitation, reorganization or other equivalent claims	33,872	24,557
Total	172,325	155,972

Note: The allowance for claims on debtors who are legally bankrupt ("Bankrupt borrowers") or substantially bankrupt ("Substantially bankrupt borrowers") is provided based on the outstanding balance and the deductions of the amount expected to be collected through the disposal of collateral and execution of guarantees.

The allowance for claims on debtors who are not legally bankrupt but are likely to become bankrupt ("Potentially bankrupt borrowers") is provided based on an assessment of the overall solvency or the debtors after deducting the amount expected to be collected through the disposal of collateral and the execution of guarantees.

The allowance for claims on debtors other than Bankrupt borrowers, Substantially bankrupt borrowers and Potentially bankrupt borrowers is provided primarily based on the default rate, which is calculated based on the actual defaults during a certain period in the past.

All claims are assessed initially by the operational departments and secondly by risk evaluation departments based on internal rules for self-assessment of asset quality. The internal audit department, which is independent from the operational departments, reviews these self-assessments, and the allowance is provided based on the results of the assessments.

Principal Assets in Foreign Currency

(Units: Thousands of US\$, Thousands of INR)

	End of FY2008	End of FY2009
Affiliated companies stock (US \$)	12	12
Investment securities (US \$)	5,949	6,049
Investment securities (INR)	163,983	118,283

Maturity Structure of Loans as of March 31, 2010

(Unit: Billions of yen)

Maturity	Collection from Loans
1 year or less	602.9
over 1 year, up to 2 years	615.5
over 2 years, up to 3 years	619.5
over 3 years, up to 4 years	638.8
over 4 years, up to 5 years	652.2
over 5 years, up to 10 years	3,136.7
over 10 years, up to 15 years	2,320.8
over 15 years, up to 20 years	1,188.0
over 20 years, up to 25 years	681.6
over 25 years, up to 30 years	468.2
over 30 years, up to 35 years	127.8
over 35 years, up to 40 years	15.6
over 40 years	0
Total	11,067.6

Note: The above figures exclude principal in arrears for over three months as of the end of March 2010 from the total projected collection from "Loans" and "Claims in bankruptcy, rehabilitation, reorganization or other equivalent claims."

Maturity Structure of Long-Term Borrowings as of March 31, 2010

(Unit: Billions of yen)

Maturity	Repayment of Borrowings
1 year or less	394.8
over 1 year, up to 2 years	360.8
over 2 years, up to 3 years	348.2
over 3 years, up to 4 years	313.4
over 4 years, up to 5 years	267.4
over 5 years, up to 10 years	823.4
over 10 years, up to 15 years	173.8
over 15 years, up to 20 years	25.4
over 20 years, up to 25 years	23.0
over 25 years	0
Total	2,730.2

Maturity Structure of Bonds as of March 31, 2010

(Unit: Billions of yen)

Maturity	Redemption
over 15 years, up to 20 years	80.0
Total	80.0

Information on the Quality of Assets of Japan International Cooperation Agency (JICA) Finance and Investment Account

Although the Banking Law of Japan and Revitalization of the Functions of the Financial System of 1998 (the "Financial Revitalization Law") do not apply to JICA, JICA has made self-assessments of the quality of its assets since the fiscal year ended March 31, 2001, in accordance with the standards set forth in the Inspection Manual for Deposit-Taking Institutions of the Financial Services Agency of Japan. This was aimed at increasing disclosure on its asset quality and improving the internal management of credit risks.

One characteristic of JICA's operation is that a considerable portion of its loans is official credit for the governments of developing countries. Thus, when an indebted country is temporarily unable to service debt due to economic difficulties, debt rescheduling will sometimes take place, based on an international agreement among the creditor countries in the Paris Club, in order to ensure sustainable debt service. A debtor country receiving such temporary support for overcoming the liquidity problem will implement economic restructuring programs agreed upon with the IMF to acquire sustainable debt service capacity.

The loans rescheduled under the agreement in the Paris Club have a high probability of repayment, because, unlike loans provided by private financial institutions, their nature as official credit provides an asset-securing mechanism under the above international framework. Nonetheless, to facilitate comparison with private financial institutions, JICA, in principle, discloses the loans rescheduled in the Paris Club and whose debtor countries are categorized as "needs attention" in its self-assessments of asset quality, as loan assets require to be disclosed classifying them either as "Restructured Loans" (under the Banking Law of Japan) or "Special Attention Assets" (under the Financial Revitalization Law).

1. Risk Monitored Loans

The following table shows the classification of Risk Monitored Loans based on the self-assessments of asset quality in accordance with the disclosure standard of Risk Monitored Loans applied to commercial financial institutions (under the Banking Law of Japan). Each category of Risk Monitored Loans is defined as follows:

(1) Loans to Debtor in Legal Bankruptcy

Among loans that are placed in non-accrual status (except the portion deducted as allowance for loan losses), when collection of either principal or interest becomes doubtful for the reason that principal or interest is past due for a considerable period of time or for other reasons, those loans which there is filing of reorganization procedures under the Corporate Reorganization Law or bankruptcy procedures under the Bankruptcy Law or special liquidation procedures under the Company Law or other relevant laws, or there is suspension of transactions in promissory notes issued by the borrowers in the clearing house. (Note 1)

(2) Past Due Loans

Loans that are placed in non-accrual status except those classified as "Loans to Debtor in Legal Bankruptcy" or those whose interest payments are deferred in order to expedite the borrowers' business restructuring or support their business operations

(3) Loans in Arrears by 3 Months or More

Loans whose principal or interest is past due three months or more from the date following the contractually scheduled payment date and not classified as "Loans to Debtor in Legal Bankruptcy" or "Past Due Loans"

(4) Restructured Loans

Loans whose terms and conditions are modified in favor of the borrowers in order to expedite the borrowers' business restructuring or support their business operations by, among others, reducing the stated interest rate, deferring interest payments or write-downs, and that are not classified as "Loans to Debtor in Legal Bankruptcy," "Past Due Loans" and "Loans in Arrears by 3 Months or More" (Note 2)

(Unit: Millions of yen)

	March 2010 Reporting Period
Loans to Debtor in Legal Bankruptcy	—
Past Due Loans	24,557
Loans in Arrears by 3 Months or More	—
Restructured Loans	604,185
Total (1)	628,743
Balance of Loans Receivable (2)	11,078,869
(1)/(2)	5.68%

2. Loan Assets Required to Be Disclosed under the Financial Revitalization Law

The right table shows the classification of loans based on the self-assessments of asset quality in accordance with the disclosure standard of the Financial Revitalization Law.

(1) Bankrupt or De Facto Bankrupt Assets

"Bankrupt or De Facto Bankrupt Assets" are loans and other credits to debtors who have begun proceedings under the Bankruptcy Law, the Corporate Reorganization Law, the Financial Revitalization Law and other similar laws of Japan and have financially failed. In the asset quality self-assessments, these loans are loans to debtors who legally or substantially bankrupt.

(2) Doubtful Assets

"Doubtful Assets" are loans and other credits to debtors whose financial and operational conditions have deteriorated and who have a possibility that payment of principal and/or interest will not be made on a contractual basis. In the asset quality self-assessments, these loans are loans to the debtors who are likely to become bankrupt.

(3) Special Attention Assets

"Special Attention Assets" are loans to debtors who are categorized as "needs attention borrower" in the asset quality self-assessments, and

- (i) loans whose principal and/or interest is overdue three months or more from the date following the scheduled payment date but which are not categorized as "Bankrupt or De Facto Bankrupt Assets" and "Doubtful Assets" ("Past due loans (three months or more)");
- (ii) restructured loans on which JICA granted concessions to borrowers in financial difficulties through amending terms and conditions of the loans to assist them to recover and eventually be able to pay to creditors, but which are not categorized as "Bankrupt or De Facto Bankrupt Assets", "Doubtful Assets" or "Overdue loans (three months or more)". (Note 2)

(4) Normally Performing Assets

"Normally Performing Assets" are loans to borrowers with no particular problem in their financial conditions, categorized in the asset quality self-assessments either as "loans to normal borrowers" or "loans to needs attention borrowers (excluding Special Attention Assets)", but which are not categorized as "Bankrupt or De Facto Bankrupt Assets", "Doubtful Assets" and "Special Attention Assets".

(Unit: Millions of yen)

	March 2010 Reporting Period		
Loans Payable* ¹ (% of total credit transactions)	Bankrupt or De Facto Bankrupt Assets	–	(–)
	Doubtful Assets	24,557	(0.22)
	Special Attention Assets	604,185	(5.43)
	Sub Total	628,743	(5.65)
	Normally Performing Assets	10,502,813	(94.35)
Loan-loss Reserve* ¹	Bankrupt or De Facto Bankrupt Assets	–	
	Doubtful Assets	24,557	
	Special Attention Assets	79,705	
	Sub Total	104,262	
	General Loan-loss Reserve for loans not requiring close monitoring	51,710	
	Special Allowance for Foreign Debt	–	
	Total	155,972	
Collateral / Guarantees	Bankrupt or De Facto Bankrupt Assets	–	
	Doubtful Assets	–	
	Special Attention Assets	–	
	Sub Total	–	
Coverage Amount* ² (Coverage Ratio, %)	Bankrupt or De Facto Bankrupt Assets	–	(–)
	Doubtful Assets	24,557	(100.00)
	Special Attention Assets	79,705	(13.19)
	Sub Total	104,262	(16.58)

* 1 Based on JICA's self-assessments of assets, the difference between the debt exposure to bankrupt debtors and debtors in bankruptcy and the amount recognized as recoverable by means of collateral or guarantees is considered as the projected amount that cannot be collected on, and so is subtracted directly from the total debt exposure. As such, this figure is not included in the above chart under "Loans Payable" or "Loan-loss Reserve".

* 2 Coverage amount refers to the combined total of the loan-loss reserve set aside for each debt and the value of collateral and guarantees, while the coverage ratio represents the ratio of the coverage amount as a percentage of total loans payable.

(Note 1) According to the Ordinance for Enforcement of Banking Law 19, 2-1-5, which establishes the disclosure standards of risk-management loans held by private financial institutions, debt owed by foreign debtors must be disclosed as bankrupt debtor debt for all debtors fulfilling each of the following conditions: 1) non-payment of interest or principal within the most recent previous three-year period from the end of the term; 2) no contract signed regarding the extension of the redemption deadline within the most recent previous three-year period from the end of the term; and 3) no specific plans to sign a contract regarding the extension of the redemption at the end of the term. In making disclosures based on the above, JICA, in line with its asset self-assessments and taking into consideration the international framework for cooperation, has classified the aforementioned foreign government debt as debt with bankruptcy concern, while in the disclosure of Risk Monitored Loans, this debt is included as "Past Due Loans".

(Note 2) An international consensus was reached at the creditor nation conference (Paris Club Meeting) on rescheduling foreign government debt (where the debtor is a country, and debt originates from such government entities as trade insurance or export credit agencies) of debtor nations temporarily unable to make payments due to a deterioration in their balance of payments. As a result, a temporary liquidity support program for debtor nation governments (balance of payments assistance under the framework of international cooperation) will be shortly executed. In conjunction with this temporary liquidity assistance, debtor nations will implement an economic reform program agreed upon with the International Monetary Fund (IMF), making it possible for the country to continue to service its debt obligations.

The total foreign government debt principal applicable to the debt rescheduling agreement at the Paris Club Meeting held in JICA's Finance and Investment Account was ¥1,162,730 million as of the end of FY2009. Debt from debtor nations classified as debtor nation of concern that received approval for rescheduling measures, in principle, classified as "Restructured Loans", excluding debt classified as "Loans in Arrears by 3 Months or More". These debts account for ¥604,185 million (of this amount the deferred principal totals ¥522,754 million) under the category "Restructured Loans" in the above chart.