



JF JAPAN OTC  
FUND INC.

## Statement of Operations (unaudited)

For the period ended 30 June		2002	2001
	Note	JPY	JPY
<b>Income</b>			
Dividends from available-for-sale securities		26,560,500	18,631,905
Interest on investments		20,298	–
Interest on deposits		10,427	757,869
Other income		–	173,197
		<b>26,591,225</b>	19,562,971
Less: Withholding tax		<b>(5,312,100)</b>	(3,726,381)
		<b>21,279,125</b>	15,836,590
<b>Expenses</b>			
Management fee	3	40,970,254	55,367,822
Directors' fees	4	6,305,820	5,682,013
Advertising and publication expenses		4,775,868	4,240,077
Interest expense on short-term bank loans and overdrafts		1,481,950	61,921
Custodian fee		970,488	1,223,401
Audit fee		842,708	738,384
Registrar's fee		339,494	368,560
Depository fee on share subdivision		–	19,550,841
Net interest payable on swap		–	9,890,044
Interest expenses on long-term bank loan		–	5,300,937
Legal and professional expenses		–	1,859,838
Other operating expenses		5,265,213	3,737,715
		<b>60,951,795</b>	108,021,553
		<b>(39,672,670)</b>	(92,184,963)
<b>Realised and unrealised gain/(loss) on available-for-sale securities</b>			
Net realised (loss) on sale of available-for-sale securities		<b>(216,234,887)</b>	(837,612,327)
Net change in unrealised gain/loss on available-for-sale securities		594,452,700	1,397,595,015
Net foreign currency translation loss		<b>(291,141)</b>	(373,966)
		<b>377,926,672</b>	559,608,722
<b>Net income for the period</b>		<b>338,254,002</b>	467,423,759
<b>Net income per share</b>	5	<b>16</b>	22

The notes on pages 18 to 23 form part of these financial statements.