



JF JAPAN OTC  
FUND INC.

## Cash Flow Statement (unaudited)

For the period ended 30 June	2002	2001
Note	JPY	JPY
<b>Operating Activities</b>		
Dividend received	20,159,740	14,033,313
Interest received on deposits	10,427	862,744
Management fee paid	(40,636,744)	(55,937,172)
Net interest paid on swap	—	(10,843,301)
Withholding tax paid	(5,312,100)	(3,726,381)
Interest paid on long-term bank loan	—	(5,884,687)
Interest paid on short-term bank loans and overdrafts	(1,481,950)	(55,506)
Directors' fees paid	(6,600,276)	(5,595,795)
Custodian fee paid	(970,488)	(1,223,401)
Registrar fee paid	(399,831)	(368,560)
Depository fee on share subdivision	—	(19,550,841)
Others	(15,084,193)	(10,981,657)
Net Cash Outflow from Operating Activities	a (50,315,415)	(99,271,244)
<b>Investing Activities</b>		
Purchase of available-for-sale securities	(3,884,973,706)	(3,856,948,353)
Sale of available-for-sale securities	2,974,990,430	2,909,513,534
Net Cash (Outflow)/Inflow from Investing Activities	(909,983,276)	(947,434,819)
<b>Financing Activities</b>		
Payments in respect of shares repurchased	—	(17,067,881)
Payment of long term loan	—	(1,000,000,000)
Net Cash Outflow from Financing Activities	—	(1,017,067,881)
<b>(Decrease)/Increase in cash and cash equivalents</b>	<b>(960,298,691)</b>	<b>(2,063,773,944)</b>
Cash and cash equivalents at 1 January	1,021,894,400	1,861,899,595
Effect of exchange rate changes	(291,141)	(373,966)
Cash and cash equivalents at 30 June	b 61,304,568	(202,248,315)

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



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FUND INC.

## Cash Flow Statement (unaudited) (continued)

<b>For the period ended 30 June</b>	<b>2002</b>	2001
	<b>JPY</b>	JPY

### Notes to the Cash Flow Statement

a Reconciliation of net income/(loss)  
for the period to Net Cash Outflow  
from Operating Activities

Net income for the period	<b>338,254,002</b>	467,423,759
Net realised loss on sale of available-for-sale securities	<b>216,234,887</b>	837,612,327
Net change in unrealised gain on available-for-sale securities	<b>(594,452,700)</b>	(1,397,595,015)
Net foreign currency translation loss	<b>291,141</b>	373,966
Increase in accounts receivable and prepayments	<b>(6,384,602)</b>	(4,390,744)
Decrease in accounts payable	<b>(4,258,143)</b>	(2,695,537)
Net Cash Outflow from Operating Activities	<b>(50,315,415)</b>	(99,271,244)

b Cash and cash equivalents

Short-term deposits	<b>50,000,000</b>	-
Cash at bank	<b>11,304,568</b>	40,860,378
Short-term bank loans and overdrafts - unsecured	-	(243,108,693)
	<b>61,304,568</b>	(202,248,315)

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