

UNIVERSITY OF RICHMOND AND ITS AFFILIATE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$116,506,266
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	10,600,067
Decrease in funds held in trust	1,761,648
Increase in receivables	(99,390)
Decrease in pledges receivable	656,606
Increase in beneficial interest in trust	(97,569)
Increase in notes receivable	(622,760)
Decrease in inventories, prepaid expenses and other	315,351
Decrease in accounts payable and accrued liabilities	(1,890,406)
Increase in annuities payable	98,887
Increase in postretirement benefits	23,890
Decrease in deferred income	(1,421,586)
Net unrealized and realized gains on investments and funds held in trust	(93,957,024)
Increase in interest rate swap liability	3,930,798
Contributions restricted for purchase of property and equipment	(8,540,460)
Contributions restricted for endowment	(3,914,174)
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Net cash provided by operating activities	\$23,350,144

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sales of investments	317,912,205
Purchases of investments	(286,297,485)
Purchases of property, plant and equipment	(24,864,956)
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Net cash provided by investing activities	\$6,749,764

CASH FLOWS FROM FINANCING ACTIVITIES:

Contributions restricted for endowment	3,914,174
Contributions restricted for purchase of property and equipment	8,540,460
Increase in U.S. government grants refundable	(47,308)
Proceeds from issuance of notes	46,000,000
Refunding of notes payable	(17,000,000)
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Net cash provided by financing activities	\$41,407,326

Net increase in cash and cash equivalents 71,507,234

Cash and cash equivalents at beginning of year

66,868,562

Cash and cash equivalents at end of year

\$138,375,796

Supplemental disclosure:

Cash paid for interest on notes payable **\$3,658,577**

The Notes to Consolidated Financial Statements are an integral part of this statement.