

## Consolidated Statements of Cash Flows

	Millions of yen	Millions of yen	Change	Millions of U.S.dollars
	<b>FY2003(A)</b>	FY2002(B)	(A)-(B)	<b>FY2003</b>
	<b>[ 3/2004 ]</b>	<b>[ 3/2003 ]</b>		<b>[ 3/2004 ]</b>
<b>Cash flows from operating activities:</b>				
Net income before income taxes	12,887	7,074	5,813	122
Depreciation and amortization	17,675	27,202	9,527	167
Interest and dividends income	1,814	2,009	195	17
Interest expense	3,066	4,173	1,107	29
Decrease(increase) in trade receivables	7,132	40,472	47,604	67
Decrease(increase) in inventories	26,021	1,932	24,089	246
Increase(decrease) in trade payables	13,504	10,311	23,815	128
Increase(decrease) in advances received	17,380	422	16,958	164
Other, net	24,953	23,837	48,790	236
Subtotal	71,781	44,276	27,505	679
Interest and dividends received	1,852	1,983	131	18
Interest paid	3,201	4,244	1,043	30
Income taxes paid	3,965	3,438	527	38
Net cash provided by operating activities	66,468	38,576	27,892	629
<b>Cash flows from investing activities:</b>				
Purchase of fixed assets and marketable and investment securities	14,650	28,986	14,336	139
Proceeds from sale of fixed assets and marketable and investment securities	38,798	16,291	22,507	367
Other, net	2,223	1,759	464	21
Net cash provided by investing activities	21,924	14,454	36,378	207
Free cash flows ( + )	88,392	24,122	64,270	836
<b>Cash flows from financing activities:</b>				
Increase(decrease) in short-term borrowings, net	58,788	40,384	18,404	556
Increase (decrease) in commercial paper, net	11,200	500	10,700	106
Proceeds from long-term debt	54,926	56,100	1,174	520
Repayments of long-term debt and redemption of bonds	57,752	52,098	5,654	546
Other, net	3,993	10,949	6,956	38
Net cash provided by financing activities	76,808	47,832	28,976	727
<b>Effect of exchange rate changes on cash and cash equivalents</b>	452	213	239	4
<b>Net increase (decrease) in cash and cash equivalents</b>	11,131	23,923	35,054	105
<b>Cash and cash equivalents at beginning of year</b>	15,038	38,109	23,071	142
<b>Increase in cash and cash equivalents resulting from the increase of consolidated subsidiaries</b>	1,070	852	218	10
<b>Cash and cash equivalents at end of year</b>	27,240	15,038	12,202	258