

**Consolidated quarterly statements of cash flows**

|   | Millions of yen |         | Millions of U.S.<br>dollars |
|---|-----------------|---------|-----------------------------|
|   | FY2009          | FY2008  | FY2009                      |
| <b>I Net cash provided by (used in) operating activities</b>  |                 |         |                             |
| Loss before income taxes and minority interests   | -8,427          | -46,681 | -91                         |
| Depreciation and amortization   | 26,053          | 23,919  | 280                         |
| Increase (decrease) in allowance for doubtful accounts  | 103             | 618     | 1                           |
| Interest and dividends income   | -2,866          | -4,669  | -31                         |
| Interest expenses   | 6,993           | 5,771   | 75                          |
| Foreign exchange losses (gains)   | -321            | 117     | -3                          |
| Loss (gain) on sales of noncurrent assets   | -4,056          | -187    | -44                         |
| Loss (gain) on sales of investment securities   | -295            | -86     | -3                          |
| Loss (gain) on valuation of investment securities   | 257             | 3,700   | 3                           |
| Loss (gain) on disposal of noncurrent assets  | 898             | 1,977   | 10                          |
| Decrease (increase) in notes and accounts receivable-trade  | -38,777         | 82,942  | -417                        |
| Decrease (increase) in inventories  | 59,002          | 12,515  | 634                         |
| Increase (decrease) in notes and accounts payable-trade   | 8,581           | -52,938 | 92                          |
| Increase (decrease) in advances received  | -24,402         | 12,575  | -262                        |
| Other, net  | -2,515          | -10,589 | -27                         |
| Subtotal  | 20,228          | 28,985  | 218                         |
| Interest and dividends income received  | 2,814           | 4,625   | 30                          |
| Interest expenses paid  | -6,910          | -5,653  | -74                         |
| Income taxes paid   | -4,208          | -4,856  | -45                         |
| Net cash provided by operating activities   | 11,923          | 23,101  | 128                         |
| <b>II Net cash provided by (used in) investment activities</b>  |                 |         |                             |
| Purchase of property, plant and equipment   | -10,606         | -38,772 | -114                        |
| Proceeds from sales of property, plant and equipment  | 12,852          | 13,540  | 138                         |
| Purchase of investment securities   | -361            | -1,172  | -4                          |
| Proceeds from sales of investment securities  | 1,408           | 3,190   | 15                          |
| Proceeds from sales of investments in subsidiaries resulting<br>in change in scope of consolidation                     | -               | 4,309   | -                           |
| Increase by corporate division of consolidated subsidiary   | -               | 9,389   | -                           |
| Payments of loans receivable  | -11,844         | -14,576 | -127                        |
| Collection of loans receivable  | 12,236          | 14,184  | 132                         |
| Other, net  | -4,212          | -2,371  | -45                         |
| Net cash used in investment activities  | -528            | -12,278 | -6                          |
| <b>III Net cash provided by (used in) financing activities</b>  |                 |         |                             |
| Net increase (decrease) in short-term loans payable   | -36,701         | 46,214  | -395                        |
| Increase (decrease) in commercial papers  | -35,000         | -12,500 | -376                        |
| Proceeds from long-term loans payable   | 60,937          | 68,207  | 655                         |
| Repayment of long-term loans payable  | -21,135         | -17,975 | -227                        |
| Proceeds from issuance of bonds   | -               | 10,000  | -                           |
| Redemption of bonds   | -25,970         | -33,020 | -279                        |
| Proceeds from sales of treasury stock   | 0               | 41      | 0                           |
| Purchase of treasury stock  | -8              | -57     | 0                           |
| Cash dividends paid   | -               | -5,717  | -                           |
| Cash dividends paid to minority shareholders  | -65             | -73     | -1                          |
| Other, net  | -4,635          | -1,367  | -50                         |
| Net cash provided by (used in) financing activities   | -62,578         | 53,752  | -673                        |
| <b>IV Effect of exchange rate change on cash and cash equivalents</b>   | 117             | -1,658  | 1                           |
| <b>V Net increase (decrease) in cash and cash equivalents ( I + II + III + IV)</b>                                      | -51,065         | 62,917  | -549                        |
| <b>VI Cash and cash equivalents at beginning of period</b>  | 85,365          | 22,092  | 918                         |
| <b>VII Increase (decrease) in cash and cash equivalents resulting from<br/>change of scope of consolidation</b>         | 321             | 355     | 3                           |
| <b>VIII Increase (decrease) in cash and cash equivalents resulting from<br/>merger with unconsolidated subsidiaries</b> | 2,660           | -       | 29                          |
| <b>IX Cash and cash equivalents at end of period</b>  | 37,283          | 85,365  | 401                         |