

Consolidated Statements of Cash Flows

Years ended March 31, 2024 and 2023

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2024	2023	2024
Cash Flows from Operating Activities:			
Profit before income taxes	¥114,032	¥ 95,746	\$ 755,180
Depreciation and amortization	51,875	45,938	343,545
Increase in allowance for doubtful accounts	4,241	2,347	28,087
Decrease in provision for product warranties	(1,071)	(3,506)	(7,094)
Interest and dividend income	(3,346)	(3,742)	(22,161)
Interest expense	2,101	1,993	13,919
Foreign exchange gain	(428)	(474)	(2,838)
Gain on sale of noncurrent assets	(966)	(939)	(6,401)
Gain on sale of investment securities	(6,855)	(9,917)	(45,401)
Provision for loss on liquidation of subsidiaries and associates	—	1,115	—
Loss on disposal of noncurrent assets	1,441	569	9,546
Loss on devaluation of investment securities	171	1,236	1,133
Changes in operating assets and liabilities:			
Trade receivables and contract assets	(35,699)	(28,444)	(236,423)
Inventories	(21,360)	(25,709)	(141,463)
Trade payables	3,516	28,711	23,288
Contract liabilities	4,357	9,748	28,858
Other, net	3,058	22,934	20,267
Cash generated from operations	115,067	137,606	762,042
Interest and dividends received	3,438	3,679	22,772
Interest expenses paid	(2,166)	(1,996)	(14,350)
Income taxes paid	(31,481)	(23,126)	(208,488)
Net cash provided by operating activities	84,858	116,163	561,976
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	(66,960)	(61,080)	(443,447)
Proceeds from sale of property, plant and equipment	1,182	2,698	7,834
Purchase of investment securities	(318)	(212)	(2,110)
Proceeds from sale of investment securities	11,626	17,842	76,994
Payments of loans receivable	(18,313)	(14,123)	(121,279)
Collection of loans receivable	17,277	11,306	114,419
Other, net	(6,912)	(5,929)	(45,779)
Net cash used in investing activities	(62,418)	(49,498)	(413,368)
Cash Flows from Financing Activities:			
Net Increase (Decrease) in short-term loans payable	38,023	(6,002)	251,808
Proceeds from long-term loans payable	15,000	0	99,338
Repayment of long-term loans payable	(37,885)	(30,330)	(250,898)
Redemption of bonds	(15,000)	0	(99,338)
Repayments of lease obligations	(24,468)	(23,580)	(162,042)
Proceeds from sale of treasury stock	0	0	2
Purchase of treasury stock	(26)	(10)	(178)
Cash dividends paid	(17,140)	(15,711)	(113,510)
Cash dividends paid to non-controlling interests	(4,370)	(3,508)	(28,944)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(2)	—
Proceeds from sale and leaseback transactions	—	1,955	—
Other, net	(2)	(4)	0
Net cash used in financing activities	(45,868)	(77,192)	(303,762)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	4,806	3,210	31,830
Net Decrease in Cash and Cash Equivalents	(18,622)	(7,317)	(123,324)
Cash and Cash Equivalents at Beginning of Year	84,165	91,350	557,388
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	—	132	—
Cash and Cash Equivalents at End of Year	¥ 65,543	¥ 84,165	\$ 434,064

The accompanying Notes to the Consolidated Financial Statements are an integral part of these statements.