

Consolidated Statements of Cash Flows

	Millions of yen	<i>Millions of U.S. dollars</i>	
	1H FY2018	1H FY2017	<i>1H FY2018</i>
I Cash flows from operating activities			
Income before income taxes	21,290	11,724	188
Depreciation and amortization	15,289	14,587	135
Increase (decrease) in allowance for doubtful accounts	(24)	(104)	(0)
Interest and dividends income	(1,526)	(1,188)	(14)
Interest expenses	793	813	7
Foreign exchange losses (gains)	(1,132)	137	(10)
Loss (gain) on sales of noncurrent assets	(40)	(182)	(0)
Loss (gain) on sales of investment securities	(697)	(10)	(6)
Loss (gain) on disposal of noncurrent assets	171	168	2
Foreign currency translation adjustments reversal gains	(1,299)	-	(11)
Decrease (increase) in notes and accounts receivable-trade	17,107	29,257	151
Decrease (increase) in inventories	(30,178)	(19,675)	(267)
Increase (decrease) in notes and accounts payable-trade	(8,248)	(10,649)	(73)
Increase (decrease) in advances received	665	10,275	6
Other, net	12,837	(7,001)	114
Subtotal	<u>25,007</u>	<u>28,151</u>	<u>221</u>
Interest and dividends income received	1,553	1,204	14
Interest expenses paid	(812)	(823)	(7)
Income taxes paid	<u>(7,785)</u>	<u>(28,176)</u>	<u>(69)</u>
Net cash provided by operating activities	<u>17,963</u>	<u>356</u>	<u>159</u>
II Cash flows from investing activities			
Purchase of property, plant and equipment	(7,294)	(5,443)	(65)
Proceeds from sales of property, plant and equipment	159	584	1
Purchase of investment securities	(18)	(126)	(0)
Proceeds from sales of investment securities	1,162	25	10
Payments of loans receivable	(3,347)	(1,975)	(30)
Collection of loans receivable	3,038	2,233	27
Other, net	<u>(2,422)</u>	<u>(1,853)</u>	<u>(21)</u>
Net cash used in investing activities	<u>(8,722)</u>	<u>(6,555)</u>	<u>(77)</u>
III Cash flows from financing activities			
Net increase (decrease) in short-term loans payable	(5,094)	(2,459)	(45)
Increase (decrease) in commercial papers	12,000	16,500	106
Proceeds from long-term loans payable	3,073	1,000	27
Repayment of long-term loans payable	(1,506)	(14,096)	(13)
Proceeds from issuance of bonds	10,000	10,000	88
Redemption of bonds	(20,000)	(5,000)	(177)
Repayments of lease obligations	(6,451)	(6,163)	(57)
Purchase of treasury stock	(11)	(11)	(0)
Cash dividends paid	(5,714)	(4,285)	(51)
Cash dividends paid to non-controlling interests	(1,341)	(2,208)	(12)
Other, net	<u>(52)</u>	<u>(54)</u>	<u>(0)</u>
Net cash used in financing activities	<u>(15,096)</u>	<u>(6,780)</u>	<u>(134)</u>
IV Effect of exchange rate change on cash and cash equivalents	<u>1,187</u>	<u>400</u>	<u>11</u>
V Net increase (decrease) in cash and cash equivalents (I + II + III + IV)	<u>(4,669)</u>	<u>(12,579)</u>	<u>(41)</u>
VI Cash and cash equivalents at beginning of period	33,329	41,886	295
VII Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	<u>138</u>	<u>108</u>	<u>1</u>
VIII Cash and cash equivalents at end of period	<u>28,799</u>	<u>29,415</u>	<u>255</u>