

**Consolidated Statements of Cash Flows**

	Millions of yen		Millions of U.S. dollars
	6 months 1H FY2023 (Apr.-Sep.)	6 months 1H FY2022 (Apr.-Sep.)	6 months 1H FY2023 (Apr.-Sep.)
<b>I Cash flows from operating activities</b>			
Profit before income taxes	39,492	34,604	265
Depreciation and amortization	24,529	21,831	165
Increase (decrease) in allowance for doubtful accounts	233	(546)	2
Increase (decrease) in provision for product warranties	(495)	(2,830)	(3)
Interest and dividends income	(1,476)	(2,002)	(10)
Interest expenses	972	915	7
Foreign exchange losses (gains)	(384)	(679)	(3)
Loss (gain) on sale of non-current assets	(698)	(307)	(5)
Loss (gain) on sale of investment securities	(4,799)	(6,349)	(32)
Provision of allowance for investment loss for subsidiaries and associates	-	246	-
Loss (gain) on disposal of non-current assets	624	274	4
Loss (gain) on valuation of investment securities	-	409	-
Decrease (increase) in trade receivables, and contract assets	41,106	55,476	276
Decrease (increase) in inventories	(31,085)	(25,655)	(209)
Increase (decrease) in notes and accounts payable-trade	(13,995)	1,231	(94)
Increase (decrease) in contract liabilities	8,989	7,917	60
Other, net	(13,594)	(13,765)	(91)
Subtotal	49,418	70,770	332
Interest and dividends income received	1,462	1,981	10
Interest expenses paid	(1,022)	(931)	(7)
Income taxes paid	(15,030)	(11,948)	(101)
Net cash provided by operating activities	34,828	59,871	234
<b>II Cash flows from investing activities</b>			
Purchase of property, plant and equipment	(26,026)	(21,102)	(175)
Proceeds from sales of property, plant and equipment	779	929	5
Purchase of investment securities	(118)	(6)	(1)
Proceeds from sales of investment securities	8,354	11,613	56
Loan advances	(8,455)	(3,774)	(57)
Proceeds from collection of loans receivable	6,997	3,645	47
Other, net	(3,115)	(1,957)	(21)
Net cash used in investing activities	(21,585)	(10,653)	(145)
<b>III Cash flows from financing activities</b>			
Net increase (decrease) in short-term borrowings	(641)	1,124	(4)
Increase (decrease) in commercial papers	22,000	-	148
Proceeds from long-term borrowings	15,000	-	101
Repayments of long-term borrowings	(37,755)	(16,074)	(253)
Redemption of bonds	(15,000)	-	(101)
Repayments of lease liabilities	(12,545)	(11,082)	(84)
Purchase of treasury shares	(10)	(5)	(0)
Dividends paid	(8,570)	(7,855)	(58)
Dividends paid to non-controlling interests	(4,340)	(3,487)	(29)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(2)	-
Proceeds from sale and leaseback transactions	-	1,670	-
Net cash used in financing activities	(41,863)	(35,713)	(281)
<b>IV Effect of exchange rate change on cash and cash equivalents</b>	4,037	5,929	27
<b>V Net increase (decrease) in cash and cash equivalents (I + II + III + IV)</b>	(24,583)	19,434	(165)
<b>VI Cash and cash equivalents at beginning of period</b>	84,165	91,350	565
<b>VII Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries</b>	-	132	-
<b>VIII Cash and cash equivalents at end of period</b>	59,582	110,918	400