

Consolidated Statements of Cash Flows

Years ended March 31, 2014 and 2013

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2014	2013	2014
Cash Flows from Operating Activities:			
Income before income taxes and minority interests	¥ 33,737	¥ 16,617	\$ 330,758
Depreciation and amortization	30,849	31,054	302,444
Decrease in allowance for doubtful accounts	(941)	(135)	(9,230)
Interest and dividend income	(1,471)	(2,880)	(14,423)
Interest expense	2,855	3,729	27,996
Foreign exchange losses (gains)	1,125	(256)	11,036
Gain on sales of noncurrent assets	(543)	(29)	(5,330)
Gain on sales of investment securities	(370)	(750)	(3,628)
Loss on disposal of noncurrent assets	1,304	404	12,786
Loss on devaluation of investment securities	1,134	520	11,124
Impairment loss	641	6,446	6,292
Loss on liquidation of subsidiaries	—	827	—
Changes in operating assets and liabilities:			
Trade receivables	(1,185)	(11,034)	(11,620)
Inventories	(9,964)	36,873	(97,688)
Trade payables	8,290	(10,643)	81,275
Advances received	(6,445)	(9,553)	(63,194)
Other, net	3,545	131	34,752
Cash generated from operations	62,561	61,321	613,350
Interest and dividends received	1,451	2,859	14,230
Interest expenses paid	(2,958)	(4,096)	(29,004)
Income taxes paid	(7,403)	(4,742)	(72,578)
Net cash provided by operating activities	53,651	55,342	525,998
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	(13,823)	(17,912)	(135,521)
Proceeds from sales of property, plant and equipment	2,280	510	22,363
Purchase of investment securities	(3,666)	(7,688)	(35,943)
Proceeds from sales of investment securities	9,464	8,628	92,790
Purchase of investments in subsidiaries	—	(321)	—
Purchase of investments in subsidiaries resulting in change in scope of consolidation	—	(3,823)	—
Payments of loans receivable	(6,939)	(4,535)	(68,034)
Collection of loans receivable	6,986	4,294	68,492
Other, net	(3,951)	(3,439)	(38,751)
Net cash used in investing activities	(9,649)	(24,286)	(94,604)
Cash Flows from Financing Activities:			
Net increase (decrease) in short-term loans payable	(26,595)	9,668	(260,744)
Proceeds from long-term loans payable	95	52,224	932
Repayment of long-term loans payable	(23,798)	(123,071)	(233,320)
Proceeds from issuance of bonds	20,000	20,000	196,078
Repayments of lease obligations	(15,214)	(12,431)	(149,163)
Proceeds from sales of treasury stock	1	0	14
Purchase of treasury stock	(32)	(5)	(321)
Cash dividends paid	(4,286)	(2,858)	(42,034)
Cash dividends paid to minority shareholders	(645)	(262)	(6,332)
Other, net	(96)	(92)	(894)
Net cash used in financing activities	(50,570)	(56,827)	(495,784)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(76)	1,196	(754)
Net Decrease in Cash and Cash Equivalents	(6,644)	(24,575)	(65,144)
Cash and Cash Equivalents at Beginning of Year	39,688	64,261	389,103
Increase in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	368	—	3,617
Increase in Cash and Cash Equivalents Resulting from Merger with Unconsolidated Subsidiaries	—	2	—
Cash and Cash Equivalents at End of Year	¥ 33,412	¥ 39,688	\$ 327,576

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