

# Consolidated Statements of Cash Flows

Years ended March 31, 2015 and 2014

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2015	2014	2015
<b>Cash Flows from Operating Activities:</b>			
Income before income taxes and minority interests	¥ 45,719	¥ 33,737	\$ 380,993
Depreciation and amortization	33,615	30,849	280,132
Decrease in allowance for doubtful accounts	657	(941)	5,476
Interest and dividend income	(2,526)	(1,471)	(21,051)
Interest expense	2,551	2,855	21,262
Foreign exchange losses (gains)	610	1,125	5,089
Gain on sales of noncurrent assets	(81)	(543)	(682)
Gain on sales of investment securities	(2,778)	(370)	(23,153)
Gain on change in equity	(4,843)	—	(40,361)
Loss on disposal of noncurrent assets	880	1,304	7,341
Loss on devaluation of investment securities	447	1,134	3,727
Impairment loss	2,830	641	23,584
Changes in operating assets and liabilities:			
Trade receivables	(8,646)	(1,185)	(72,053)
Inventories	(12,572)	(9,964)	(104,767)
Trade payables	3,410	8,290	28,420
Advances received	3,958	(6,445)	32,986
Other, net	(4,456)	3,545	(37,147)
Cash generated from operations	58,775	62,561	489,796
Interest and dividends received	2,572	1,451	21,441
Interest expenses paid	(2,536)	(2,958)	(21,140)
Income taxes paid	(7,352)	(7,403)	(61,269)
Net cash provided by operating activities	51,459	53,651	428,828
<b>Cash Flows from (Used in) Investing Activities:</b>			
Purchase of property, plant and equipment	(15,248)	(13,823)	(127,072)
Proceeds from sales of property, plant and equipment	868	2,280	7,235
Purchase of investment securities	(10,253)	(3,666)	(85,450)
Proceeds from sales of investment securities	6,233	9,464	51,950
Payments of loans receivable	(6,530)	(6,939)	(54,421)
Collection of loans receivable	5,578	6,986	46,488
Other, net	(3,398)	(3,951)	(28,317)
Net cash used in investing activities	(22,750)	(9,649)	(189,587)
<b>Cash Flows from (Used in) Financing Activities:</b>			
Net increase (decrease) in short-term loans payable	11,073	(26,595)	92,279
Proceeds from long-term loans payable	751	95	6,261
Repayment of long-term loans payable	(24,357)	(23,798)	(202,975)
Proceeds from issuance of bonds	—	20,000	—
Repayments of lease obligations	(14,562)	(15,214)	(121,357)
Proceeds from sales of treasury stock	1	1	13
Purchase of treasury stock	(37)	(32)	(311)
Cash dividends paid	(5,715)	(4,286)	(47,631)
Cash dividends paid to minority shareholders	(981)	(645)	(8,185)
Other, net	—	(96)	—
Net cash used in financing activities	(33,827)	(50,570)	(281,906)
<b>Effect of Exchange Rate Changes on Cash and Cash Equivalents</b>	1,718	(76)	14,318
<b>Net Decrease in Cash and Cash Equivalents</b>	(3,400)	(6,644)	(28,347)
<b>Cash and Cash Equivalents at Beginning of Year</b>	33,412	39,688	278,440
<b>Increase in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation</b>	1,883	368	15,699
<b>Cash and Cash Equivalents at End of Year</b>	¥ 31,895	¥ 33,412	\$ 265,792

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