

# Consolidated Statement of Cash Flows

Year Ended March 31, 2015

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2015	2014	2015
<b>OPERATING ACTIVITIES:</b>			
Income before income taxes and minority interests	¥ 69,158	¥ 65,882	\$ 575,499
Adjustments for:			
Income taxes—paid	(30,362)	(35,437)	(252,657)
Depreciation and amortization	46,078	42,284	383,443
Loss (gain) on sales and disposal of property, plant and equipment—net	2	(1,461)	13
Loss on impairment of long-lived assets	1,792	217	14,910
Gain on sales of marketable and investment securities	(7)	(1)	(58)
Loss on valuation of investment securities		3	
Changes in assets and liabilities:			
Increase in notes and accounts receivable	(11,898)	(38,786)	(99,010)
(Increase) decrease in inventories	(47)	401	(388)
(Decrease) increase in notes and accounts payable	(14,666)	33,411	(122,043)
Increase in liability for employees' retirement benefits	2,796	6,278	23,265
Other—net	29,774	7,284	247,770
Total adjustments	23,462	14,193	195,245
Net cash provided by operating activities	92,620	80,075	770,744
<b>INVESTING ACTIVITIES:</b>			
Proceeds from sale of property, plant and equipment	2,539	4,238	21,124
Purchases of property, plant and equipment	(54,308)	(65,212)	(451,927)
Proceeds from sales of marketable and investment securities	14	2	118
Purchases of marketable and investment securities	(1,021)	(11)	(8,498)
(Increase) decrease in investments in and advances to unconsolidated subsidiaries and affiliates	(127)	375	(1,059)
Collection of loans	1,210	1,120	10,068
Payment of loans	(1,292)	(1,154)	(10,748)
Other	(5,500)	(4,294)	(45,767)
Net cash used in investing activities	(58,485)	(64,936)	(486,689)
<b>FINANCING ACTIVITIES:</b>			
Repayments of short-term debt—net	(6,757)	(1,681)	(56,225)
Proceeds from long-term debt	60,400	27,007	502,621
Repayments of long-term debt	(19,392)	(14,145)	(161,369)
Dividends paid	(10,146)	(10,235)	(84,433)
Purchase of treasury stock—net	(30,592)	(10,013)	(254,570)
Other	(682)	34	(5,680)
Net cash used in financing activities	(7,169)	(9,033)	(59,656)
<b>FOREIGN CURRENCY TRANSLATION ADJUSTMENTS ON CASH AND CASH EQUIVALENTS</b>	690	648	5,742
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	27,656	6,754	230,141
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	219,395	212,641	1,825,707
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b> (Note 2.d)	¥247,051	¥219,395	\$2,055,848
<b>NONCASH INVESTING AND FINANCING ACTIVITIES:</b>			
Decrease in capital surplus due to exercise of stock acquisition rights	¥ (405)	¥ —	\$ (3,370)
Decrease in treasury stock due to exercise of stock acquisition rights	10,745		89,415
Decrease in zero coupon convertible bonds due to exercise of stock acquisition rights	10,340		86,045

See notes to consolidated financial statements.