

Consolidated Statements of Cash Flows

Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2013	2012	2013
Cash Flows from Operating Activities:			
Income before income taxes and minority interests	¥ 16,617	¥ 5,348	\$ 176,787
Depreciation and amortization	31,054	29,755	330,370
Increase (decrease) in allowance for doubtful accounts	(135)	332	(1,443)
Interest and dividend income	(2,880)	(2,643)	(30,648)
Interest expense	3,729	4,937	39,677
Foreign exchange losses (gains)	(256)	203	(2,731)
Gain on sales of noncurrent assets	(29)	(2,081)	(310)
Gain on sales of investment securities	(750)	(290)	(7,988)
Loss on disposal of noncurrent assets	404	459	4,305
Loss on devaluation of investment securities	520	207	5,540
Impairment loss	6,446	—	68,580
Loss on liquidation of subsidiaries	827	—	8,805
Loss on disappearance of pension assets	—	6,987	—
Changes in operating assets and liabilities:			
Notes and accounts receivable-trade	(11,034)	(2,034)	(117,384)
Inventories	36,873	(23,476)	392,268
Notes and accounts payable-trade	(10,643)	2,110	(113,226)
Advances received	(9,553)	9,030	(101,636)
Other, net	131	6,389	1,392
Cash generated from operations	61,321	35,233	652,358
Interest and dividends received	2,859	2,920	30,417
Interest expenses paid	(4,096)	(5,371)	(43,575)
Income taxes paid	(4,742)	(4,468)	(50,451)
Net cash provided by operating activities	55,342	28,314	588,749
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	(17,912)	(15,014)	(190,564)
Proceeds from sales of property, plant and equipment	510	4,418	5,427
Purchase of investment securities	(7,688)	(275)	(81,791)
Proceeds from sales of investment securities	8,628	312	91,795
Purchase of investments in subsidiaries	(321)	—	(3,415)
Purchase of investments in subsidiaries resulting in change in scope of consolidation (Note 19)	(3,823)	—	(40,676)
Payments of loans receivable	(4,535)	(3,103)	(48,249)
Collection of loans receivable	4,294	3,163	45,681
Other, net	(3,439)	(2,990)	(36,578)
Net cash used in investing activities	(24,286)	(13,489)	(258,370)
Cash Flows from Financing Activities:			
Net increase in short-term loans payable	9,668	21,184	102,861
Proceeds from long-term loans payable	52,224	30,956	555,577
Repayment of long-term loans payable	(123,071)	(90,264)	(1,309,270)
Proceeds from issuance of bonds	20,000	20,000	212,766
Repayments of lease obligations	(12,431)	(11,319)	(132,253)
Proceeds from sales of treasury stock	0	0	6
Purchase of treasury stock	(5)	(5)	(61)
Cash dividends paid	(2,858)	(2,858)	(30,408)
Cash dividends paid to minority shareholders	(262)	(191)	(2,791)
Other, net	(92)	(96)	(977)
Net cash used in financing activities	(56,827)	(32,593)	(604,550)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,196	(56)	12,726
Net Decrease in Cash and Cash Equivalents	(24,575)	(17,824)	(261,445)
Cash and Cash Equivalents at Beginning of Year	64,261	81,796	683,638
Increase in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	—	289	—
Increase in Cash and Cash Equivalents Resulting from Merger with Unconsolidated Subsidiaries	2	—	25
Cash and Cash Equivalents at End of Year	¥ 39,688	¥ 64,261	\$ 422,218

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