

Consolidated Statements of Cash Flows

Years ended March 31, 2020 and 2019

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2020	2019	2020
Cash Flows from Operating Activities:			
Income before income taxes	¥43,860	¥62,287	\$406,119
Depreciation and amortization	32,319	30,906	299,256
Increase in allowance for doubtful accounts	352	802	3,267
Interest and dividend income	(2,830)	(3,122)	(26,212)
Interest expense	1,405	1,377	13,012
Foreign exchange losses (gains)	149	(544)	1,385
Gain on sales of noncurrent assets	(245)	(96)	(2,272)
Gain on sales of investment securities	(2,525)	(1,055)	(23,388)
Loss on disposal of noncurrent assets	1,517	1,121	14,048
Loss on devaluation of investment securities	1,481	279	13,714
Impairment loss	0	2,242	0
Foreign currency translation adjustments reversal gains	0	(1,299)	0
Changes in operating assets and liabilities:			
Trade receivables	12,127	(21,949)	112,296
Inventories	(11,873)	(26,937)	(109,941)
Trade payables	(15,159)	12,410	(140,367)
Advances received	1,557	(3,129)	14,421
Other, net	(900)	12,186	(8,340)
Cash generated from operations	61,235	65,479	566,998
Interest and dividends received	2,830	3,142	26,212
Interest expenses paid	(1,396)	(1,412)	(12,929)
Income taxes paid	(16,582)	(12,260)	(153,544)
Net cash provided by operating activities	46,087	54,949	426,737
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	(22,699)	(15,932)	(210,181)
Proceeds from sales of property, plant and equipment	741	354	6,867
Purchase of investment securities	(638)	(639)	(5,915)
Proceeds from sales of investment securities	8,956	1,600	82,932
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(9,422)	0	(87,250)
Payments of loans receivable	(7,825)	(7,381)	(72,459)
Collection of loans receivable	7,768	7,339	71,928
Other, net	(4,502)	(6,789)	(41,674)
Net cash used in investing activities	(27,621)	(21,448)	(255,752)
Cash Flows from Financing Activities:			
Net Increase (decrease) in short-term loans payable	41,203	(2,680)	381,511
Proceeds from long-term loans payable	30,126	3,044	278,949
Repayment of long-term loans payable	(26,663)	(2,068)	(246,883)
Proceeds from issuance of bonds	—	10,000	0
Redemption of bonds	—	(20,000)	0
Repayments of lease obligations	(14,625)	(13,106)	(135,424)
Proceeds from sales of treasury stock	1	2	15
Purchase of treasury stock	(11)	(32)	(107)
Cash dividends paid	(11,428)	(11,428)	(105,812)
Cash dividends paid to non-controlling interests	(1,442)	(1,340)	(13,360)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(242)	(512)	(2,244)
Other, net	(1)	(52)	1
Net cash provided by (used in) financing activities	16,918	(38,172)	156,646
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(772)	338	(7,155)
Net Increase (Decrease) in Cash and Cash Equivalents	34,612	(4,333)	320,476
Cash and Cash Equivalents at Beginning of Year	29,134	33,329	269,767
Increase in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	—	138	0
Cash and Cash Equivalents at End of Year	¥63,746	¥29,134	\$590,243

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