

Consolidated Statements of Cash Flows

Years ended March 31, 2021 and 2020

Thousands of
U.S. dollars
(Note 3)

	Millions of yen		2021
	2021	2020	
Cash Flows from Operating Activities:			
Income before income taxes	¥63,284	¥43,860	\$575,314
Depreciation and amortization	36,194	32,319	329,039
Increase in allowance for doubtful accounts	1,268	352	11,528
Increase in provision for product warranties	15,478	60	140,717
Interest and dividend income	(2,955)	(2,830)	(26,871)
Interest expense	1,441	1,405	13,104
Foreign exchange losses	204	149	1,863
Gain on sales of noncurrent assets	(280)	(245)	(2,550)
Gain on sales of investment securities	(40,864)	(2,525)	(371,500)
Loss on disposal of noncurrent assets	552	1,517	5,022
Loss on devaluation of investment securities	1,018	1,481	9,258
Impairment loss	963	—	8,757
Changes in operating assets and liabilities:			
Trade receivables	(20,852)	12,127	(189,567)
Inventories	7,513	(11,873)	68,308
Trade payables	(15,881)	(15,159)	(144,374)
Advances received	(12,185)	1,557	(110,779)
Other, net	864	(960)	7,844
Cash generated from operations	35,762	61,235	325,113
Interest and dividends received	2,959	2,830	26,903
Interest expenses paid	(1,416)	(1,396)	(12,873)
Income taxes paid	(10,374)	(16,582)	(94,316)
Net cash provided by operating activities	26,931	46,087	244,827
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	(20,578)	(22,699)	(187,076)
Proceeds from sales of property, plant and equipment	622	741	5,656
Purchase of investment securities	(28)	(638)	(263)
Proceeds from sales of investment securities	49,230	8,956	447,550
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(9,422)	—
Payments of loans receivable	(3,418)	(7,825)	(31,074)
Collection of loans receivable	2,802	7,768	25,478
Other, net	(5,153)	(4,502)	(46,836)
Net cash provided by (used in) investing activities	23,477	(27,621)	213,435
Cash Flows from Financing Activities:			
Net Decrease (increase) in short-term loans payable	(54,178)	41,203	(492,528)
Proceeds from long-term loans payable	62,165	30,126	565,140
Repayment of long-term loans payable	(2,156)	(26,663)	(19,608)
Redemption of bonds	(15,000)	—	(136,364)
Repayments of lease obligations	(17,882)	(14,625)	(162,572)
Proceeds from sales of treasury stock	1	1	15
Purchase of treasury stock	(13)	(11)	(125)
Cash dividends paid	(11,426)	(11,428)	(103,885)
Cash dividends paid to non-controlling interests	(1,134)	(1,442)	(10,310)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(242)	—
Proceeds from share issuance to non-controlling shareholders	105	—	962
Other, net	—	(1)	(1)
Net cash (used in) provided by financing activities	(39,518)	16,918	(359,276)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	680	(772)	6,188
Net Increase in Cash and Cash Equivalents	11,570	34,612	105,174
Cash and Cash Equivalents at Beginning of Year	63,746	29,134	579,519
Increase in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	16	—	152
Cash and Cash Equivalents at End of Year	¥75,332	¥63,746	\$684,845

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