

Consolidated Statements of Cash Flows

Years ended March 31, 2010, 2009 and 2008

	Millions of yen			Thousands of U.S. dollars (Note 3)
	2010	2009	2008	2010
Cash Flows from Operating Activities:				
Income before income taxes and minority interests	¥ 9,261	¥ 6,834	¥ 25,254	\$ 99,546
Depreciation and amortization	21,140	23,988	26,443	227,218
Impairment loss (Note 5)	31	23	72	338
Amortization of goodwill (Note 2-k)	1,352	1,039	1,059	14,533
Interest and dividend income	(304)	(531)	(796)	(3,272)
Interest expense	1,898	2,646	4,402	20,399
(Gains) losses on sales and disposals of fixed assets	212	424	531	2,279
Gains on sales of investment securities	(32)	—	—	(345)
(Gains) losses on liquidation of subsidiaries and affiliates	159	(311)	999	1,715
(Increase) decrease in notes and accounts receivable—trade	(9,574)	20,145	939	(102,902)
(Increase) decrease in inventories	2,286	1,289	(1,545)	24,573
Increase (decrease) in notes and accounts payable—trade	6,571	(14,649)	(1,304)	70,629
Increase (decrease) in allowance for business restructuring losses	(824)	548	(264)	(8,866)
Increase in warranty reserve	280	19	—	3,013
Other	1,209	3,769	5,015	12,985
Subtotal	33,665	45,233	60,805	361,843
Interest and dividends received	305	547	796	3,276
Interest paid	(1,892)	(2,647)	(4,438)	(20,332)
Income taxes paid	(2,545)	(6,399)	(9,462)	(27,357)
Income tax refund	875	330	—	9,408
Payment for settlement	—	—	(808)	—
Net cash provided by operating activities	30,408	37,064	46,893	326,838
Cash Flows from Investing Activities:				
Transfers to time deposits	(2,780)	—	—	(29,883)
Proceeds from withdrawal from time deposits	1,139	—	—	12,244
Payments for purchase of tangible fixed assets	(10,495)	(18,429)	(24,888)	(112,805)
Proceeds from sales of tangible fixed assets	683	2,859	2,037	7,344
Payments for purchase of intangible fixed assets	(323)	(599)	(663)	(3,474)
Payments for purchase of shares in subsidiaries (Note 13)	—	(7,265)	—	—
Long-term loans provided	(23)	(9)	(22)	(248)
Other	(934)	(1,111)	75	(10,036)
Net cash used in investing activities	(12,733)	(24,554)	(23,461)	(136,858)
Cash Flows from Financing Activities:				
Net increase (decrease) in short-term and long-term debt	(14,128)	3,208	(16,597)	(151,843)
Cash dividends paid	(1,945)	(5,985)	(3,990)	(20,904)
Payments for purchase of treasury stock	(3,390)	(3,161)	(18)	(36,444)
Proceeds from disposal of treasury stock	86	1	1	923
Repayment of lease obligations	(741)	(1,038)	—	(7,965)
Net cash used in financing activities	(20,118)	(6,975)	(20,604)	(216,233)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(513)	(921)	(1,278)	(5,523)
Net Increase (Decrease) in Cash and Cash Equivalents	(2,956)	4,614	1,550	(31,776)
Cash and Cash Equivalents at Beginning of Year	27,895	23,281	21,731	299,825
Decrease Associated with Change in the Consolidated Subsidiaries' Settlement Date	(84)	—	—	(900)
Cash and Cash Equivalents at End of Year	¥ 24,855	¥ 27,895	¥ 23,281	\$ 267,149

The accompanying notes to consolidated financial statements are an integral part of these statements.