

Consolidated Statements of Cash Flows

Years ended March 31, 2011, 2010 and 2009

	Millions of yen			Thousands of U.S. dollars (Note 3)
	2011	2010	2009	2011
Cash Flows from Operating Activities:				
Income before income taxes and minority interests	¥ 18,656	¥ 9,261	¥ 6,834	\$ 224,376
Depreciation and amortization	20,806	21,140	23,988	250,222
Impairment losses (Note 5)	554	31	23	6,660
Amortization of goodwill (Note 2-k)	1,321	1,352	1,039	15,883
Interest and dividend income	(388)	(304)	(531)	(4,669)
Interest expense	1,833	1,898	2,646	22,040
(Gains) losses on sales and disposals of fixed assets	337	212	424	4,053
Gains on sales of investment securities (Note 2-g)	—	(32)	—	—
Losses on sales of investments in subsidiaries and affiliates	38	—	—	462
(Gains) losses on liquidation of subsidiaries and affiliates	—	159	(311)	—
(Increase) decrease in notes and accounts receivable—trade	(7,141)	(9,574)	20,145	(85,880)
(Increase) decrease in inventories	(10,207)	2,286	1,289	(122,755)
Increase (decrease) in notes and accounts payable—trade	2,907	6,571	(14,649)	34,956
Increase (decrease) in provision for business restructuring losses	(5)	(824)	548	(58)
Increase (decrease) in warranty reserve	(256)	280	19	(3,085)
Other	1,040	1,209	3,769	12,517
Subtotal	29,495	33,665	45,233	354,722
Interest and dividends received	388	305	547	4,669
Interest paid	(1,859)	(1,892)	(2,647)	(22,359)
Income taxes paid	(4,197)	(2,545)	(6,399)	(50,476)
Income tax refund	612	875	330	7,361
Net cash provided by operating activities	24,439	30,408	37,064	293,917
Cash Flows from Investing Activities:				
Transfers to time deposits	(3,753)	(2,780)	—	(45,140)
Proceeds from withdrawal from time deposits	3,315	1,139	—	39,871
Payments for purchase of tangible fixed assets	(26,517)	(10,495)	(18,429)	(318,907)
Proceeds from sales of tangible fixed assets	953	683	2,859	11,466
Payments for purchase of intangible fixed assets	(343)	(323)	(599)	(4,129)
Payments for acquisition of shares in subsidiaries associated with change in scope of consolidation (Note 13)	—	—	(7,265)	—
Payments for acquisition of shares in subsidiaries	(1,328)	—	—	(15,977)
Proceeds from sales of investments in affiliate	18	—	—	220
Long-term loans provided	(199)	(23)	(9)	(2,400)
Other	(777)	(934)	(1,111)	(9,342)
Net cash used in investing activities	(28,631)	(12,733)	(24,554)	(344,338)
Cash Flows from Financing Activities:				
Net increase (decrease) in short-term debt	1,583	(6,873)	7,568	19,038
Proceeds from increase in long-term debt	23,600	14,920	11,500	283,824
Repayment of decrease in long-term debt	(14,370)	(22,175)	(15,860)	(172,817)
Cash dividends paid	(2,674)	(1,945)	(5,985)	(32,166)
Payments for purchase of treasury stock	(23)	(3,390)	(3,161)	(278)
Proceeds from disposal of treasury stock	365	86	1	4,399
Repayment of lease obligations	(497)	(741)	(1,038)	(5,980)
Net cash provided by (used in) financing activities	7,984	(20,118)	(6,975)	96,020
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(1,025)	(513)	(921)	(12,334)
Net Increase (Decrease) in Cash and Cash Equivalents	2,767	(2,956)	4,614	33,265
Cash and Cash Equivalents at Beginning of Year	24,855	27,895	23,281	298,925
Decrease Associated with Change in the Consolidated Subsidiaries' Settlement Date	—	(84)	—	—
Cash and Cash Equivalents at End of Year	¥ 27,622	¥ 24,855	¥ 27,895	\$ 332,190

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