

Consolidated Statements of Cash Flows

Years ended March 31, 2017, 2016 and 2015

	<i>Millions of yen</i>		
	2017	2016	2015
Cash Flows from Operating Activities:			
Income before income taxes	¥48,473	¥46,963	¥51,773
Depreciation and amortization	28,165	34,788	28,776
Impairment losses (Note 6)	3,922	21	109
Amortization of goodwill (Note 2-k)	1,100	970	583
Losses on disaster	—	137	5
Equity in net (income) losses of affiliates	51	21	(15)
Losses on settlement of retirement benefit plan (Note 2-h)	—	1,465	3,115
Loss related to Anti-Monopoly Act	—	18	2,137
Settlement loss	1,096	—	—
Loss on redemption of bonds (Note 9)	6,196	—	—
Gain on bargain purchase (Note 22)	(14,620)	—	—
Insurance income (Note 5)	—	(3,337)	(50)
Interest and dividend income	(666)	(708)	(779)
Interest expense	879	1,169	1,504
Losses on sales and disposals of fixed assets (Note 2-f)	1,882	100	392
(Gains) losses on sales of investments in subsidiaries and affiliates	(273)	—	1,097
(Gains) losses on liquidation of affiliates (Note 7)	1,270	(84)	—
(Increase) decrease in notes and accounts receivables—trade	(15,179)	11,176	(24,322)
(Increase) decrease in inventories	25,848	(21,119)	(18,431)
Increase (decrease) in notes and accounts payable—trade	6,479	(19,019)	23,979
Increase (decrease) in warranty provision	(268)	(43)	346
Increase (decrease) in provision for business restructuring losses	(119)	(360)	247
Other	895	6,699	(2,087)
Subtotal	95,131	58,857	68,379
Interest and dividends received	700	684	756
Interest paid	(921)	(1,158)	(1,499)
Income taxes paid	(12,488)	(15,764)	(7,801)
Income tax refund	703	223	28
Payments related to Anti-Monopoly Act	—	(2,164)	—
Proceeds from insurance income	—	2,904	—
Net cash provided by operating activities	83,125	43,582	59,863
Cash Flows from Investing Activities:			
Transfers to time deposits	(19,298)	(16,419)	(10,227)
Proceeds from withdrawals from time deposits	15,951	14,019	11,691
Payments for purchases of securities (Note 19)	(13,896)	—	(100)
Proceeds from sales of securities	29	34	204
Payments for purchases of tangible fixed assets	(29,217)	(40,136)	(34,979)
Proceeds from sales of tangible fixed assets	2,421	665	600
Payments for purchases of intangible fixed assets	(2,064)	(2,244)	(2,577)
Payments for purchases of investment securities	(1,997)	(1,650)	(454)
Proceeds from sales of investment securities	11	38	69
Proceeds from redemption of investment securities	1,474	1,438	1,102
Payments for purchase of investments in subsidiaries resulting in change in scope of consolidation (Note 19)	(1,032)	(258)	(2,171)
Proceeds from sales of investments in shares of subsidiaries resulting in change in scope of consolidation (Note 19)	—	—	1,262
Payments for acquisition of shares in subsidiaries	—	—	(400)
Payments for acquisition of shares in affiliates	—	—	(393)
Proceeds from sales of shares in affiliates	1,249	—	1,315
Payments for loans provided	(297)	(216)	(125)
Proceeds from collection of loans receivables	122	116	198
Other	(256)	(29)	(341)
Net cash used in investing activities	(46,800)	(44,642)	(35,326)
Cash Flows from Financing Activities:			
Net increase (decrease) in short-term debt	(39,470)	22,109	(7,843)
Proceeds from long-term debt	53,685	—	7,850
Repayment of long-term debt	(23,482)	(20,897)	(15,765)
Cash dividends paid	(6,368)	(5,984)	(4,109)
Dividends paid to non-controlling interests	(62)	—	—
Payments for purchase of investments in subsidiaries that do not result in change in scope of consolidation	(2,486)	—	—
Payments for purchases of treasury stock	(14)	(9)	(22)
Proceeds from disposals of treasury stock	937	700	474
Repayment of lease obligations	(79)	(119)	(212)
Other	0	—	0
Net cash used in financing activities	(17,339)	(4,200)	(19,627)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(1,768)	(1,736)	2,197
Net Increase (Decrease) in Cash and Cash Equivalents	17,218	(6,996)	7,107
Cash and Cash Equivalents at Beginning of Year	29,142	36,138	29,031
Increase in Cash and Cash Equivalents from Newly Consolidated Subsidiaries (Note 19)	32,472	—	—
Cash and Cash Equivalents at End of Year	¥78,832	¥29,142	¥36,138

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