

Consolidated Statements of Cash Flows

(Millions of Yen)

Subject	Half year ended (Sep. 30, 2004)	Previous half year ended (Sep. 30, 2003)	Increase and decrease	Year ended (Mar. 31, 2004)
Cash flows from operating activities				
Income before income taxes and minority interest	41,455	32,468	8,987	77,335
Depreciation and amortization	51,251	48,097	3,154	97,563
Impairment Loss of Fixed Assets	2,798		2,798	
(Decrease)increase in allowance for retirement benefits	1,731	668	1,063	2,448
Interest and dividend income	(1,373)	(1,282)	(91)	(2,387)
Interest expenses	1,109	1,355	(246)	2,393
Loss on disposal of property, plant and equipment	1,661	993	668	3,373
Increase in trade notes and accounts receivable	(4,391)	1,273	(5,664)	(18,415)
(Increase)in inventories	(5,626)	729	(6,355)	(5,405)
Increase in trade notes and accounts payable	(709)	(2,311)	1,602	26,598
Others	(9,885)	(11,699)	1,814	(18,883)
Sub total	78,021	70,292	7,729	164,620
Interest and dividend income received	1,756	1,655	101	2,801
Interest paid	(1,116)	(1,228)	112	(2,319)
Income taxes paid	(19,627)	(20,755)	1,128	(32,203)
Net cash provided by operating activities	59,034	49,964	9,070	132,899
Cash flows from investing activities				
(Increase)decrease in time deposit and short-term investments	(5,483)	2,861	(8,344)	(3,253)
Payments for purchase of property, plant and equipment	(76,778)	(80,274)	3,496	(147,586)
Proceeds from sales of property, plant and equipment	4,899	2,873	2,026	4,415
Payments for purchase of investments in securities	(2,046)	(5,330)	3,284	(9,056)
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation		(6,949)	6,949	(6,949)
Proceeds of sales of investments in securities	1,054	732	322	2,445
Proceeds of redemption at maturity of investments in securities	1,097	2,375	(1,278)	3,762
Increase in loans	(275)	(716)	441	(685)
Decrease in loans	384	984	(600)	1,544
Others	(3,689)	(1,321)	(2,368)	(5,434)
Net cash used in investing activities	(80,838)	(84,764)	3,926	(160,798)
Cash flows from financing activities				
(Decrease)in short-term borrowings	5,216	4,544	672	(11,072)
Proceeds from long-term debt	21,391	23,239	(1,848)	62,078
Repayments of long-term debt	(1,438)	(2,094)	656	(7,398)
Proceeds from issuance of bonds payable				10,650
Repayments of bonds payable	(5,000)	(5,000)		(5,037)
Contributions from minority shareholders	792	574	218	1,014
Cash dividends paid	(2,699)	(2,244)	(455)	(4,338)
Cash dividends paid for minority shareholders	(1,587)	(1,076)	(511)	(1,651)
Income for disposal of treasury stock	1,187		1,187	
Others	(13)	(1)	(12)	(18)
Net cash provided by (used in)financing activities	17,848	17,940	(92)	44,223
Translation adjustment of cash and cash equivalents	270	10	260	(1,843)
Net increase in cash and cash equivalents	(3,685)	(16,849)	13,164	14,481
Cash and cash equivalents at beginning of year	126,214	111,732	14,482	111,732
Cash and cash equivalents at end of year	122,528	94,883	27,645	126,214

(Note) Reconciliation between cash-cash equivalents and accounts on the consolidated balance sheet

Cash and Cash Equivalents	99,278	65,530	33,748	99,792
Marketable Securities	35,769	24,170	11,599	37,028
Other Current Assets	28,744	36,184	(7,440)	26,249
Sub total	163,792	125,885	37,907	163,070
Saving accounts over three months	(3,095)	(1,408)	(1,687)	(2,540)
Short term investments of over three months until due date	(14,023)	(4,708)	(9,315)	(10,165)
Other current assets beside cash-cash equivalents	(24,144)	(24,885)	741	(24,150)
Cash and cash equivalents	122,528	94,883	27,645	126,214