

# Consolidated Statements of Cash Flows

(Millions of Yen)

Subject	Half year ended (Sep. 30, 2005)	Previous half year ended (Sep. 30, 2004)	Increase and decrease	Year ended (Mar. 31, 2005)
<b>Cash flows from operating activities</b>				
Income before income taxes and minority interest	55,383	41,455	13,928	92,729
Depreciation and amortization	57,689	51,251	6,438	105,968
Impairment Loss of Fixed Assets		2,798	( 2,798 )	5,727
(Decrease)increase in allowance for retirement benefits	220	1,731	( 1,511 )	3,580
Interest and dividend income	( 1,903 )	( 1,373 )	( 530 )	( 2,510 )
Interest expenses	1,150	1,109	41	2,336
Return on investment by equity method	( 2,317 )	( 2,050 )	( 267 )	( 5,547 )
Loss on disposal of property, plant and equipment	1,762	1,661	101	4,676
Increase in trade notes and accounts receivable	( 18,590 )	( 4,391 )	( 14,199 )	( 29,545 )
(Increase)in inventories	( 13,013 )	( 5,626 )	( 7,387 )	( 23,115 )
Increase in trade notes and accounts payable	21,442	( 709 )	22,151	20,040
Others	( 18,932 )	( 7,834 )	( 11,098 )	( 622 )
Sub total	82,892	78,021	4,871	173,718
Interest and dividend income received	2,576	1,756	820	2,932
Interest paid	( 1,170 )	( 1,116 )	( 54 )	( 2,410 )
Income taxes paid	( 23,520 )	( 19,627 )	( 3,893 )	( 31,564 )
<b>Net cash provided by operating activities</b>	<b>60,778</b>	<b>59,034</b>	<b>1,744</b>	<b>142,675</b>
<b>Cash flows from investing activities</b>				
(Increase)decrease in time deposit and short-term investments	8,460	( 5,483 )	13,943	( 3,436 )
Payments for purchase of property, plant and equipment	( 97,622 )	( 76,778 )	( 20,844 )	( 162,327 )
Proceeds from sales of property, plant and equipment	3,685	4,899	( 1,214 )	5,364
Payments for purchase of investments in securities	( 4,413 )	( 2,046 )	( 2,367 )	( 13,147 )
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation				( 35 )
Proceeds of sales of subsidiaries' stock resulting in change in scope of consolidation				320
Proceeds of sales of investments in securities	2,128	1,054	1,074	1,252
Proceeds of redemption at maturity of investments in securities	482	1,097	( 615 )	2,328
Increase in loans	( 635 )	( 275 )	( 360 )	( 636 )
Decrease in loans	411	384	27	750
Others	( 1,812 )	( 3,689 )	1,877	( 5,249 )
<b>Net cash used in investing activities</b>	<b>( 89,316 )</b>	<b>( 80,838 )</b>	<b>( 8,478 )</b>	<b>( 174,817 )</b>
<b>Cash flows from financing activities</b>				
(Decrease)in short-term borrowings	( 18,030 )	5,216	( 23,246 )	2,318
Proceeds from long-term debt	40,047	21,391	18,656	32,687
Repayments of long-term debt	( 5,501 )	( 1,438 )	( 4,063 )	( 2,170 )
Repayments of bonds payable		( 5,000 )	5,000	( 5,000 )
Contributions from minority shareholders	287	792	( 505 )	1,035
Cash dividends paid	( 3,971 )	( 2,699 )	( 1,272 )	( 5,620 )
Cash dividends paid for minority shareholders	( 1,690 )	( 1,587 )	( 103 )	( 2,319 )
Repayments of disposal of treasury stock	( 13 )		( 13 )	( 29 )
Income for disposal of treasury stock	1,393	1,187	206	1,405
Others		( 13 )	13	
<b>Net cash provided by (used in) financing activities</b>	<b>12,520</b>	<b>17,848</b>	<b>( 5,328 )</b>	<b>22,304</b>
Translation adjustment of cash and cash equivalents	1,998	270	1,728	23
<b>Net increase in cash and cash equivalents</b>	<b>( 14,017 )</b>	<b>3,685</b>	<b>( 10,332 )</b>	<b>( 9,812 )</b>
Cash and cash equivalents at beginning of year	116,401	126,214	( 9,813 )	126,214
<b>Cash and cash equivalents at end of year</b>	<b>102,383</b>	<b>122,528</b>	<b>( 20,145 )</b>	<b>116,401</b>

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

Cash and Cash Equivalents	78,405	99,278	( 20,873 )	90,287
Notes and Accounts receivable	307,372	261,601	45,771	287,955
Marketable Securities	31,134	35,769	( 4,635 )	34,109
Other Current Assets	30,977	28,744	2,233	31,837
<b>Sub total</b>	<b>447,890</b>	<b>425,393</b>	<b>22,497</b>	<b>444,190</b>
Saving accounts over three months	( 1,841 )	( 3,095 )	1,254	( 1,800 )
Notes and Accounts payable	( 307,372 )	( 261,601 )	( 45,771 )	( 285,894 )
Short term investments of over three months until due date	( 6,314 )	( 14,023 )	7,709	( 13,056 )
Other current assets beside cash-cash equivalents	( 29,977 )	( 24,144 )	( 5,833 )	( 27,037 )
<b>Cash and cash equivalents</b>	<b>102,383</b>	<b>122,528</b>	<b>( 20,145 )</b>	<b>116,401</b>