

Consolidated Statements of Cash Flows

(Million Yen)

	FY2007 Half year (Apr. 2006 through Sep. 2006)	FY2006 Half year (Apr. 2005 through Sep. 2005)	Increase (Decrease)	FY2006 (Apr. 2005 through Mar. 2006)
Cash flows from operating activities				
Income before income taxes and minority interest	54,695	55,383	(688)	125,096
Depreciation and amortization	70,419	57,689	12,730	123,033
Increase(Decrease) in allowance for retirement benefits	766	220	546	2,785
Interest and dividend income	(2,408)	(1,903)	(505)	(3,926)
Interest expenses	1,434	1,150	284	2,581
Return on investment by equity method	(3,059)	(2,317)	(742)	(5,542)
Loss on disposal of property, plant and equipment	1,667	1,762	(95)	3,716
(Increase)Decrease in trade notes and accounts receivable	7,854	(18,590)	26,444	(46,720)
(Increase)Decrease in inventories	(8,448)	(13,013)	4,565	(23,493)
Increase(Decrease) in trade notes and accounts payable	(9,739)	21,442	(31,181)	59,047
Others	(9,123)	(18,932)	9,809	(13,694)
Subtotal	104,056	82,892	21,164	222,885
Interest and dividend income received	3,373	2,576	797	4,747
Interest paid	(958)	(1,170)	212	(2,498)
Income taxes paid	(35,189)	(23,520)	(11,669)	(39,419)
Net cash provided by operating activities	71,281	60,778	10,503	185,715
Cash flows from investing activities				
(Increase)Decrease in time deposit and short-term investments	(6,589)	8,460	(15,049)	10,074
Payments for purchase of property, plant and equipment	(122,513)	(97,622)	(24,891)	(218,753)
Proceeds from sales of property, plant and equipment	5,563	3,685	1,878	4,113
Payments for purchase of investments in securities	(8,827)	(4,413)	(4,414)	(9,433)
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation	(508)	(508)	(508)	(508)
Proceeds of sales of investments in securities	54	2,128	(2,074)	2,506
Proceeds of redemption at maturity of investments in securities	2,219	482	1,737	1,086
Increase in loans	(2,208)	(635)	(1,573)	(1,067)
Decrease in loans	459	411	48	1,009
Others	(2,375)	(1,812)	(563)	(5,031)
Net cash used in investing activities	(134,725)	(89,316)	(45,409)	(215,495)
Cash flows from financing activities				
Increase(Decrease) in commercial paper and short-term borrowings	15,432	(18,030)	33,462	(22,598)
Proceeds from long-term debt	36,670	40,047	(3,377)	65,187
Repayments of long-term debt	(12,250)	(5,501)	(6,749)	(7,688)
Proceeds from issuance of bonds payable	(500)	(500)	(500)	10,000
Repayments of bonds payable	52	287	(235)	671
Contributions from minority shareholders	(5,397)	(3,971)	(1,426)	(7,659)
Cash dividends paid	(2,727)	(1,690)	(1,037)	(2,568)
Cash dividends paid for minority shareholders	(12)	(13)	1	(29)
Payments for purchase of treasury stock	1,257	1,393	(136)	1,521
Proceeds for disposal of treasury stock	32,524	12,520	20,004	36,834
Net cash provided by (used in) financing activities	32,524	12,520	20,004	36,834
Translation adjustment of cash and cash equivalents	17	1,998	(1,981)	4,757
Net increase in cash and cash equivalents	(30,901)	(14,017)	(16,884)	11,811
Cash and cash equivalents at beginning of year	128,212	116,401	11,811	116,401
Cash and cash equivalents at half year end or the end of the year	97,311	102,383	(5,072)	128,212

Note: Reconciliation between Cash & Cash Equivalents and accounts on the consolidated balance sheet

Cash and Cash Equivalents	94,089	78,405	15,684	95,443
Marketable Securities	16,025	31,134	(15,109)	32,434
Other Current Assets	40,514	30,977	9,537	39,438
Subtotal	150,630	140,517	10,113	167,316
Saving accounts over three months	(9,850)	(1,841)	(8,009)	(2,051)
Short-term investments of over three months until due date	(6,285)	(6,314)	29	(6,649)
Other current assets beside Cash & Cash Equivalents	(37,182)	(29,977)	(7,205)	(30,402)
Cash and Cash Equivalents	97,311	102,383	(5,072)	128,212