

## Consolidated Statements of Cash Flows

(in Million Yen)

	FY2007 (Apr. 2006 through Mar. 2007)	FY2008 (Apr. 2007 through Mar. 2008)	Variance
<b>I Cash flows from operating activities</b>			
Income before income taxes and minority interest	134,287	186,309	52,022
Depreciation and amortization	145,276	167,482	22,206
Increase(Decrease) in allowance for retirement benefits	2,186	1,259	( 927 )
Interest and dividend income	( 4,735 )	( 5,975 )	( 1,240 )
Interest expenses	3,546	3,801	255
Return on investment by equity method	( 6,302 )	( 8,730 )	( 2,428 )
Loss on disposal of property, plant and equipment	5,687	3,668	( 2,019 )
(Increase)Decrease in trade notes and accounts receivable	( 20,736 )	( 8,260 )	12,476
(Increase)Decrease in inventories	( 14,423 )	( 6,494 )	7,929
Increase(Decrease) in trade notes and accounts payable	26,186	14,104	( 12,082 )
Others	( 769 )	17,664	18,433
Subtotal	270,202	364,829	94,627
Interest and dividend income received	5,753	8,025	2,272
Interest paid	( 2,814 )	( 3,993 )	( 1,179 )
Income taxes paid	( 44,738 )	( 69,613 )	( 24,875 )
<b>Net cash provided by operating activities</b>	<b>228,402</b>	<b>299,247</b>	<b>70,845</b>
<b>II Cash flows from investing activities</b>			
(Increase)Decrease in term deposit and short-term investments	( 6,575 )	( 503 )	6,072
Payments for purchase of property, plant and equipment	( 224,433 )	( 204,845 )	19,588
Proceeds from sales of property, plant and equipment	7,850	6,901	( 949 )
Payments for purchase of investments in securities	( 11,708 )	( 14,100 )	( 2,392 )
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation	( 2,085 )	( 1,395 )	690
Proceeds from sales of investments in securities	1,396	595	( 801 )
Proceeds upon maturity of security investments	5,496	5,779	283
Repayments for loans made	( 1,399 )	( 972 )	427
Proceeds from collections of loans	938	1,092	154
Others	( 6,092 )	( 10,395 )	( 4,303 )
<b>Net cash used in investing activities</b>	<b>( 236,614 )</b>	<b>( 217,844 )</b>	<b>18,770</b>
<b>III Cash flows from financing activities</b>			
Increase(Decrease) in commercial paper and short-term borrowings	( 5,299 )	( 9,784 )	( 4,485 )
Proceeds from long-term debt	50,209	28,000	( 22,209 )
Repayments of long-term debt	( 18,995 )	( 13,587 )	5,408
Proceeds from issuance of bonds payable	—	19,988	19,988
Repayments of bonds payable	( 650 )	( 15,000 )	( 14,350 )
Contributions from minority shareholders	52	644	592
Cash dividends paid	( 9,952 )	( 13,687 )	( 3,735 )
Cash dividends paid for minority shareholders	( 3,663 )	( 6,793 )	( 3,130 )
Payments for purchase of treasury stock	( 33 )	( 19,436 )	( 19,403 )
Proceeds from disposal of treasury stock	1,695	1,973	278
<b>Net cash provided by (used in) financing activities</b>	<b>13,361</b>	<b>( 27,682 )</b>	<b>( 41,043 )</b>
IV Translation adjustment of cash and cash equivalents	2,946	217	( 2,729 )
<b>V Net increase in cash and cash equivalents</b>	<b>8,094</b>	<b>53,937</b>	<b>45,843</b>
VI Cash and cash equivalents at the beginning of the year	128,212	136,307	8,095
<b>VII Cash and cash equivalents at the end of the year</b>	<b>136,307</b>	<b>190,245</b>	<b>53,938</b>

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

Cash and Cash Equivalents	98,628	102,293	3,665
Marketable Securities	38,622	95,636	57,014
Other Current Assets	49,974	65,543	15,569
<b>Subtotal</b>	<b>187,225</b>	<b>263,473</b>	<b>76,248</b>
Saving accounts over three months	( 4,986 )	( 7,435 )	( 2,449 )
Short-term investments of over three months until due date	( 10,666 )	( 18,208 )	( 7,542 )
Other current assets beside Cash & Cash Equivalents	( 35,265 )	( 47,584 )	( 12,319 )
<b>Cash and Cash Equivalents</b>	<b>136,307</b>	<b>190,245</b>	<b>53,938</b>