

Consolidated Statements of Cash Flows

AISIN SEIKI CO., LTD. and Its Consolidated Subsidiaries
Years ended March 31, 2002 and 2001

Fiscal Year	Millions of Yen		Millions of U.S. Dollars
	2002	2001	2002
Cash Flows from Operating Activities:			
Income (Loss) before Income Taxes and Minority Interests	¥ 60,309	¥ (9,880)	\$ 453
Adjustment for:			
Depreciation and Amortization	80,239	82,651	602
Increase in Employee Retirement Benefits Liability	908	72,764	7
(Decrease) Increase in Retirement Benefits for Directors and Corporate Auditors	(306)	2,460	(2)
Interest and Dividend Income	(2,444)	(3,381)	(18)
Interest Expenses	2,559	2,979	19
Loss on Disposal of Property, Plant and Equipment	2,506	2,795	19
(Increase) in Trade Notes and Accounts Receivable	(10,016)	(18,077)	(75)
Decrease (Increase) in Inventories	26	(8,856)	0
Increase in Trade Notes and Accounts Payable	4,515	7,202	33
Others	(5,540)	20,373	(42)
Subtotal	132,756	151,030	996
Interest and Dividend Income Received	2,780	3,361	21
Interest Paid	(2,636)	(3,011)	(20)
Income Taxes Paid	(33,309)	(27,860)	(250)
Net Cash Provided by Operating Activities:	99,591	123,520	747
Cash Flows from Investing Activities:			
Decrease (Increase) in Time Deposit and Short-term Investments	12,264	(797)	92
Payments for Purchase of Property, Plant and Equipment	(81,259)	(80,853)	(610)
Proceeds of Sales of Property, Plant and Equipment	2,232	1,064	17
Payments for Purchase of Investments in Securities	(22,727)	(8,762)	(170)
Payments for Purchase of Shares of Consolidated Company Accompanied by Change of Scope of Consolidation	(1,815)	—	(14)
Proceeds of Sales of Investments in Securities	3,845	174	29
Proceeds of Redemption at Maturity of Investments in Securities	8,314	6,759	62
Decrease in Loans	(582)	(588)	(4)
Receipt of Loans	1,106	1,201	8
Others	(1,168)	(1,047)	(9)
Net Cash Used in Investing Activities	(79,790)	(82,849)	(599)
Cash Flows from Financing Activities:			
Increase (Decrease) in Short-Term Borrowings	7,336	(5,032)	55
Proceeds from New Long-Term Debt	2,461	3,196	19
Repayments of Long-Term Debt	(28,587)	(11,532)	(215)
Receipt from Minority Shareholders	3,343	—	25
Cash Dividends	(3,492)	(3,352)	(26)
Cash Dividends to Minority Shareholders	(1,123)	(1,296)	(8)
Other, Net	(10)	36	(0)
Net Cash Used in Financing Activities	(20,072)	(17,980)	(150)
Effect of Exchange Rate Changes on Cash and Cash Equivalents			
	3,739	1,878	28
Net Increase in Cash and Cash Equivalents	3,468	24,569	26
Cash and Cash Equivalents at Beginning of Year	106,012	76,128	796
Increase in Cash and Cash Equivalents upon Inclusion of Additional Subsidiaries on Consolidation	—	5,315	0
Cash and Cash Equivalents at End of Year	¥109,480	¥106,012	\$ 822

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