

(3) Statements of Cash Flows

Term Item	1H of FY2013 (April 1, 2012 - September 30, 2012)	1H of FY2014 (April 1, 2013 - September 30, 2013)	
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)
Cash flows from operating activities:			
Net income	11,512	7,026	71,694
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	36,226	41,305	421,479
Changes in assets and liabilities:			
Decrease (increase) in trade receivables	(8,368)	(6,922)	(70,633)
Decrease (increase) in inventories	(7,015)	(3,915)	(39,949)
Increase (decrease) in trade payables	4,210	11,430	116,633
Increase (decrease) in accrued expenses	5,448	3,649	37,235
Decrease (increase) in other assets and liabilities, net	3,601	2,503	25,541
Other-net	(1,944)	2,233	22,786
Net cash provided by operating activities	43,670	57,309	584,786
Cash flows from investing activities:			
Capital expenditures	(43,982)	(29,288)	(298,857)
Proceeds from sale and maturity of short-term investments	3,757	13,160	134,286
Payment for purchase of short-term investments	(6,876)	(10,218)	(104,265)
Payment for purchase of securities	(266)	(955)	(9,745)
Proceeds from sales of tangible and intangible assets	3,594	2,027	20,683
Other-net	(6,586)	2,318	23,653
Net cash used in investing activities	(50,359)	(22,956)	(234,245)
Cash flows from financing activities:			
Proceeds from long-term debt	39,886	33,597	342,827
Repayment of long-term debt	(33,657)	(3,370)	(34,388)
Increase (decrease) in short-term debt, net	5,702	(33,292)	(339,714)
Dividends paid	(5,037)	(3,776)	(38,531)
Acquisition of noncontrolling interests	—	(13,981)	(142,663)
Other-net	(133)	(578)	(5,898)
Net cash provided by (used in) financing activities	6,761	(21,400)	(218,367)
Effect of exchange rate changes on cash and cash equivalents	(9,211)	8,792	89,714
Net increase (decrease) in cash and cash equivalents	(9,139)	21,745	221,888
Cash and cash equivalents at beginning of period	167,015	213,687	2,180,479
Cash and cash equivalents at end of period	157,876	235,432	2,402,367

Notes:

1. U.S.\$1=Yen 98, for convenience only.
2. The cash flows attributable to the discontinued operations are not presented separately from the cash flows attributable to the continuing operations in the statements of cash flows.