

(3) Statements of Cash Flows

Item	Term	The 9-month-period of FY2015	
		(April 1, 2013 - December 31, 2013)	(April 1, 2014 - December 31, 2014)
		(Yen millions)	(U.S.\$ thousands)
Cash flows from operating activities:			
Net income		17,169	304,752
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization		61,752	493,992
Changes in assets and liabilities:			
Decrease (increase) in trade receivables		(11,278)	(85,438)
Decrease (increase) in inventories		622	(74,496)
Increase (decrease) in trade payables		5,652	12,694
Increase (decrease) in accrued expenses		602	8,050
Decrease (increase) in other assets and liabilities, net		8,800	(18,430)
Other-net		2,158	97,025
Net cash provided by operating activities		85,477	738,149
Cash flows from investing activities:			
Capital expenditures		(47,940)	(583,504)
Proceeds from sale and maturity of short-term investments		15,053	93,777
Payment for purchase of short-term investments		(16,241)	(158,926)
Payment for purchase of securities		(960)	(1,901)
Disbursement for loans made by TDK		(999)	(195,917)
Proceeds from sales of tangible and intangible assets		4,238	57,397
Other-net		3,757	19,851
Net cash used in investing activities		(43,092)	(769,223)
Cash flows from financing activities:			
Proceeds from long-term debt		33,619	220,752
Repayment of long-term debt		(3,605)	(14,554)
Increase (decrease) in short-term debt, net		(27,687)	(105,033)
Dividends paid		(7,533)	(83,083)
Acquisition of noncontrolling interests		(13,981)	(203,372)
Other-net		(196)	22,364
Net cash used in financing activities		(19,383)	(162,926)
Effect of exchange rate changes on cash and cash equivalents		27,592	299,512
Net increase in cash and cash equivalents		50,594	105,512
Cash and cash equivalents at beginning of period		213,687	2,073,124
Cash and cash equivalents at end of period		264,281	2,178,636

Notes:

1. U.S.\$1=Yen 121, 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.