

**(3) Statements of Cash Flows**

Item	Term	1Q of FY2016	
		(April 1, 2014 - June 30, 2014)	(April 1, 2015 - June 30, 2015)
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)
<b>Cash flows from operating activities:</b>			
Net income	6,287	13,789	113,025
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	19,650	20,534	168,311
Changes in assets and liabilities:			
Decrease (increase) in trade receivables	(927)	4,533	37,156
Decrease (increase) in inventories	(4,849)	(11,977)	(98,172)
Increase (decrease) in trade payables	7,630	7,341	60,172
Increase (decrease) in accrued expenses	(4,014)	(8,103)	(66,418)
Decrease (increase) in other assets and liabilities, net	(6,858)	419	3,434
Other-net	1,810	21	172
<b>Net cash provided by operating activities</b>	<b>18,729</b>	<b>26,557</b>	<b>217,680</b>
<b>Cash flows from investing activities:</b>			
Capital expenditures	(19,974)	(28,690)	(235,164)
Proceeds from sale and maturity of short-term investments	4,155	10,037	82,271
Payment for purchase of short-term investments	(3,789)	(8,533)	(69,943)
Proceeds from sale and maturity of securities	101	1,296	10,623
Payment for purchase of securities	(51)	(131)	(1,074)
Proceeds from sales of tangible and intangible assets	654	397	3,254
Other-net	357	(57)	(467)
<b>Net cash used in investing activities</b>	<b>(18,547)</b>	<b>(25,681)</b>	<b>(210,500)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from long-term debt	1,228	6,870	56,311
Repayment of long-term debt	(1,080)	(139)	(1,139)
Increase (decrease) in short-term debt, net	15,495	10,011	82,057
Dividends paid	(4,892)	(6,184)	(50,688)
Acquisition of noncontrolling interests	(11,366)	-	-
Other-net	2,340	(77)	(631)
<b>Net cash provided by financing activities</b>	<b>1,725</b>	<b>10,481</b>	<b>85,910</b>
Effect of exchange rate changes on cash and cash equivalents	(3,448)	5,690	46,639
Net increase (decrease) in cash and cash equivalents	(1,541)	17,047	139,729
Cash and cash equivalents at beginning of period	250,848	265,104	2,172,984
Cash and cash equivalents at end of period	249,307	282,151	2,312,713

**Note:**

U.S.\$1=Yen 122, for convenience only.