

(3) Statements of Cash Flows

Term Item	1H of FY2020 (April 1, 2019 - September 30, 2019)	1H of FY2021 (April 1, 2020 - September 30, 2020)	
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)
Cash flows from operating activities:			
Net income	45,038	42,358	399,604
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	59,684	64,727	610,632
Deferred income taxes	5,183	6,336	59,774
Changes in assets and liabilities:			
Decrease (increase) in trade receivables	(80,268)	(69,556)	(656,189)
Decrease (increase) in inventories	(6,103)	(9,455)	(89,198)
Increase (decrease) in trade payables	30,203	33,349	314,613
Increase (decrease) in accrued expenses	2,189	981	9,255
Decrease (increase) in other assets and liabilities, net	3,645	642	6,057
Other-net	301	3,748	35,358
Net cash provided by operating activities	59,872	73,130	689,906
Cash flows from investing activities:			
Capital expenditures	(90,847)	(97,129)	(916,311)
Proceeds from sales of tangible and intangible assets	1,764	1,417	13,368
Proceeds from sale and maturity of short-term investments	56,284	44,864	423,245
Payment for purchase of short-term investments	(26,940)	(52,424)	(494,566)
Proceeds from sale and maturity of securities	712	7	66
Payment for purchase of securities	(373)	(1,439)	(13,576)
Proceeds from sale of business, net of cash transferred	-	3,717	35,066
Proceeds from sale of investments in affiliates	124,484	2,502	23,604
Other-net	(489)	50	472
Net cash provided by (used in) investing activities	64,595	(98,435)	(928,632)
Cash flows from financing activities:			
Proceeds from debt with maturities longer than three months	808	155,494	1,466,925
Repayment of debt with maturities longer than three months	(76,026)	(24,322)	(229,453)
Net increase (decrease) in debt with maturities of three months or less	13,977	(78,239)	(738,104)
Dividends paid	(10,901)	(11,368)	(107,245)
Acquisition of noncontrolling interests	(4,879)	(5,678)	(53,566)
Other-net	(13)	(490)	(4,623)
Net cash provided by (used in) financing activities	(77,034)	35,397	333,934
Effect of exchange rate changes on cash and cash equivalents	(16,236)	(237)	(2,237)
Net increase in cash and cash equivalents	31,197	9,855	92,971
Cash and cash equivalents at beginning of period	289,175	332,717	3,138,840
Cash and cash equivalents at end of period	320,372	342,572	3,231,811

Note:

U.S.\$1=Yen 106, for convenience only.