

7) Statements of cash flows

Term Items	The first half of FY2003 (April 1, 2002 - Sep. 30, 2002)		The first half of FY2002 (April 1, 2001 - Sep. 30, 2001)
	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Cash flows from operating activities:			
Net income	4,645	37,764	1,832
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	28,503	231,732	29,062
Loss on disposal of property and equipment	2,441	19,846	226
Deferred income taxes	2,533	20,594	(5,363)
Loss (gain) on securities	949	7,715	(117)
Changes in assets and liabilities:			
Decrease in trade receivables	306	2,488	24,980
Decrease (increase) in inventories	4,616	37,528	(3,218)
Increase (decrease) in trade payables	5,451	44,317	(13,874)
Increase (decrease) in income taxes	62	504	(16,838)
Other-net	(5,436)	(44,195)	5,752
Net cash provided by operating activities	44,070	358,293	22,442
Cash flows from investing activities:			
Capital expenditures	(14,472)	(117,658)	(38,094)
Proceeds from sale of investments	11	89	326
Payment for purchase of investments	(30)	(244)	(1,859)
Other-net	1,146	9,317	2,568
Net cash used in investing activities	(13,345)	(108,496)	(37,059)
Cash flows from financing activities:			
Proceeds from long-term debt	35	285	46
Repayment of long-term debt	(439)	(3,569)	(459)
Decrease in short-term debt	(60)	(488)	(1,973)
Payment to acquire treasury stock	(1,219)	(9,911)	(916)
Dividends paid	(2,657)	(21,602)	(3,991)
Net cash used in financing activities	(4,340)	(35,285)	(7,293)
Effect of exchange rate changes on cash and cash equivalents	(4,324)	(35,154)	(2,298)
Net increase (decrease) in cash and cash equivalents	22,061	179,358	(24,208)
Cash and cash equivalents at beginning of period	125,761	1,022,447	150,917
Cash and cash equivalents at end of period	147,822	1,201,805	126,709

Note: U.S.\$1=Yen 123