

5) Statements of cash flows

Item	Term	The 3rd Qtr. of FY2004 (October 1, 2003 - December 31, 2003)		The 3rd Qtr. of FY2003 (Oct. 1, 2002 - Dec. 31, 2002)
		(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Cash flows from operating activities:				
Net income		14,132	132,075	4,575
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization		15,333	143,299	14,449
Loss on disposal of property and equipment		811	7,580	1,099
Deferred income taxes		601	5,617	180
Loss on securities		18	168	79
Gain on sale of overseas subsidiary		755	7,056	-
Changes in assets and liabilities:				
Increase in trade receivables		(20,558)	(192,131)	(9,479)
Decrease in inventories		539	5,037	6,974
Increase (decrease) in trade payables		4,405	41,168	(1,048)
Increase (decrease) in income taxes payables, net		1,852	17,308	(615)
Other-net		4,496	42,019	3,173
Net cash provided by operating activities		22,384	209,196	19,387
Cash flows from investing activities:				
Capital expenditures		(10,368)	(96,897)	(8,453)
Proceeds from sale of investments		1	9	-
Payment for purchase of investments		(51)	(477)	(14)
Proceeds from sale of overseas subsidiary		1,442	13,477	-
Other-net		54	505	179
Net cash used in investing activities		(8,922)	(83,383)	(8,288)
Cash flows from financing activities:				
Proceeds from long-term debt		11	103	-
Repayment of long-term debt		(68)	(636)	(69)
Increase (decrease) in short-term debt, net		155	1,449	5
Sale (purchase) of treasury stock, net		102	953	(40)
Dividends paid		(3,309)	(30,925)	(3,316)
Net cash used in financing activities		(3,109)	(29,056)	(3,420)
Effect of exchange rate changes on cash and cash equivalents		(3,164)	(29,570)	(1,086)
Net increase in cash and cash equivalents		7,189	67,187	6,593
Cash and cash equivalents at beginning of period		193,406	1,807,533	147,822
Cash and cash equivalents at end of period		200,595	1,874,720	154,415

Notes:

1. Above statements of cash flows for FY 2004 and FY 2003 are unaudited by independent accountant.
2. U.S.\$1=Yen 107