

I-7) Statements of cash flows

Term Item	FY2004 (April 1, 2003 - March 31, 2004)		FY2003 (April 1, 2002 - Mar. 31, 2003)
	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Cash flows from operating activities:			
Net income	42,101	397,179	12,019
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	51,233	483,330	57,789
Loss on disposal of property and equipment	1,789	16,877	4,845
Deferred income taxes	2,868	27,057	4,301
Loss on securities	1,093	10,311	3,298
Gain on sale of a subsidiary	(567)	(5,349)	-
Changes in assets and liabilities:			
Increase in trade receivables	(7,582)	(71,528)	(2,256)
Decrease (increase) in inventories	(7,824)	(73,811)	14,277
Increase in trade payables	8,171	77,085	6,691
Increase (decrease) in accrued expenses	8,660	81,698	(5,971)
Increase (decrease) in income taxes payables, net	5,877	55,443	2,265
Increase in retirement and severance benefits	9,285	87,594	7,639
Other-net	(400)	(3,773)	(539)
Net cash provided by operating activities	114,704	1,082,113	104,358
Cash flows from investing activities:			
Capital expenditures	(44,866)	(423,264)	(41,451)
Proceeds from sales and maturities of investments	1,814	17,113	1,511
Payment for purchase of investments	(443)	(4,179)	(7,306)
Proceeds from sales of property, plant and equipment	4,571	43,123	4,590
Acquisition of minority interests	(366)	(3,453)	(3,967)
Proceeds from sale of a subsidiary	1,523	14,368	-
Other-net	(3)	(29)	(22)
Net cash used in investing activities	(37,770)	(356,321)	(46,645)
Cash flows from financing activities:			
Proceeds from long-term debt	69	651	211
Repayment of long-term debt	(479)	(4,519)	(646)
Increase (decrease) in short-term debt, net	(1,047)	(9,877)	(254)
Sale (purchase) of treasury stock, net	(1,579)	(14,896)	(1,263)
Dividends paid	(6,625)	(62,500)	(5,973)
Net cash used in financing activities	(9,661)	(91,141)	(7,925)
Effect of exchange rate changes on cash and cash equivalents	(10,669)	(100,651)	(4,998)
Net increase in cash and cash equivalents	56,604	534,000	44,790
Cash and cash equivalents at beginning of period	170,551	1,608,972	125,761
Cash and cash equivalents at end of period	227,155	2,142,972	170,551

Note: U.S.\$1=Yen 106