

### (3) Statements of Cash Flows

Item	Term	1Q of FY2014	
		1Q of FY2013 (April 1, 2012 - June 30, 2012)	1Q of FY2014 (April 1, 2013 - June 30, 2013)
		(Yen millions)	(Yen millions) (U.S.\$ thousands)
<b>Cash flows from operating activities:</b>			
Net income		5,082	1,080 10,909
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization		17,887	20,747 209,566
Changes in assets and liabilities:			
Decrease (increase) in trade receivables		(3,903)	(4,042) (40,828)
Decrease (increase) in inventories		(7,999)	(1,710) (17,273)
Increase (decrease) in trade payables		7,237	6,323 63,869
Increase (decrease) in accrued expenses		(1,724)	(1,809) (18,273)
Decrease (increase) in other assets and liabilities, net		3,062	1,549 15,646
Other-net		1,810	660 6,667
<b>Net cash provided by operating activities</b>		<b>21,452</b>	<b>22,798 230,283</b>
<b>Cash flows from investing activities:</b>			
Capital expenditures		(23,932)	(14,444) (145,899)
Proceeds from sale and maturity of short-term investments		2,031	4,994 50,444
Payment for purchase of short-term investments		(1,100)	(6,662) (67,293)
Payment for purchase of securities		(201)	(943) (9,525)
Proceeds from sales of tangible and intangible assets		3,020	401 4,051
Other-net		(164)	655 6,616
<b>Net cash used in investing activities</b>		<b>(20,346)</b>	<b>(15,999) (161,606)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from long-term debt		20	12,040 121,616
Repayment of long-term debt		(2,591)	(176) (1,778)
Increase (decrease) in short-term debt, net		11,807	(5,055) (51,061)
Dividends paid		(4,838)	(3,579) (36,151)
Other-net		27	(579) (5,848)
<b>Net cash provided by financing activities</b>		<b>4,425</b>	<b>2,651 26,778</b>
Effect of exchange rate changes on cash and cash equivalents		(6,815)	9,956 100,565
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(1,284)</b>	<b>19,406 196,020</b>
Cash and cash equivalents at beginning of period		167,015	213,687 2,158,455
Cash and cash equivalents at end of period		165,731	233,093 2,354,475

**Note:**

U.S.\$1=Yen 99, for convenience only.