

**(4) Statements of Cash Flows**

Item	Term	FY2015	FY2016
		(April 1, 2014 - March 31, 2015)	(April 1, 2015 - March 31, 2016)
		(Yen millions)	(Yen millions) (U.S.\$ thousands)
Cash flows from operating activities:			
Net income		52,779	66,623
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization		80,249	83,224
Changes in assets and liabilities:			
Decrease (increase) in trade receivables		4,919	(7,262)
Decrease (increase) in inventories		(4,368)	(10,591)
Increase (decrease) in trade payables		(12,375)	16,460
Increase (decrease) in accrued expenses		7,892	(509)
Decrease (increase) in other assets and liabilities, net		(3,347)	75
Other-net		17,101	3,543
Net cash provided by operating activities		142,850	151,563
			1,341,265
Cash flows from investing activities:			
Capital expenditures		(102,525)	(160,674)
Proceeds from sale and maturity of short-term investments		21,828	30,348
Payment for purchase of short-term investments		(30,861)	(27,352)
Proceeds from sale and maturity of securities		707	4,833
Payment for purchase of securities		(248)	(1,112)
Acquisition of subsidiaries, net of cash acquired		-	(15,165)
Disbursement for loans made by TDK		(26,321)	(148)
Receipt from collection of loans made by TDK		1,327	21,605
Proceeds from sales of tangible and intangible assets		7,698	3,918
Other-net		1,083	3,162
Net cash used in investing activities		(127,312)	(140,585)
			(1,244,115)
Cash flows from financing activities:			
Proceeds from long-term debt		34,777	22,700
Repayment of long-term debt		(37,320)	(1,289)
Increase (decrease) in short-term debt, net		(916)	50,213
Dividends paid		(10,069)	(13,864)
Acquisition of noncontrolling interests		(24,633)	(28,504)
Other-net		2,918	49
Net cash provided by (used in) financing activities		(35,243)	29,305
			259,336
Effect of exchange rate changes on cash and cash equivalents		33,961	(19,919)
Net increase in cash and cash equivalents		14,256	20,364
Cash and cash equivalents at beginning of period		250,848	265,104
Cash and cash equivalents at end of period		265,104	285,468
			2,526,265

**Note:**

U.S.\$1=Yen 113, for convenience only.