

**(3) Statements of Cash Flows**

Item	Term	1Q of FY2019	
		(April 1, 2017 - June 30, 2017)	(April 1, 2018 - June 30, 2018)
		(Yen millions)	(U.S.\$ thousands)
<b>Cash flows from operating activities:</b>			
Net income		11,174	146,829
Adjustments to reconcile net income to net cash used in operating activities:			
Depreciation and amortization		20,551	229,477
Changes in assets and liabilities:			
Decrease (increase) in trade receivables		(29,623)	(302,748)
Decrease (increase) in inventories		(23,105)	(167,919)
Increase (decrease) in trade payables		19,708	(42,613)
Increase (decrease) in accrued expenses		(5,470)	(97,450)
Decrease (increase) in other assets and liabilities, net		(8,587)	(63,081)
Other-net		(4,291)	(29,378)
<b>Net cash used in operating activities</b>		<b>(19,643)</b>	<b>(326,883)</b>
<b>Cash flows from investing activities:</b>			
Capital expenditures		(42,925)	(380,964)
Proceeds from sales of tangible and intangible assets		5,757	3,279
Proceeds from sale and maturity of short-term investments		29,982	371,180
Payment for purchase of short-term investments		(50,491)	(245,063)
Proceeds from sale and maturity of securities		20,375	2,000
Payment for purchase of securities		(70)	(595)
Proceeds from sale of business, net of cash transferred		-	59,658
Acquisition of subsidiaries, net of cash acquired		(138,847)	(13,531)
Other-net		(46)	(7,622)
<b>Net cash used in investing activities</b>		<b>(176,265)</b>	<b>(211,658)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from debt with maturities longer than three months		66,806	12,306
Repayment of debt with maturities longer than three months		(300)	(92,018)
Net increase (decrease) in debt with maturities of three months or less		109,228	394,514
Dividends paid		(7,425)	(78,495)
Other-net		38	(1,892)
<b>Net cash provided by financing activities</b>		<b>168,347</b>	<b>234,415</b>
Effect of exchange rate changes on cash and cash equivalents		2,303	49,649
<b>Net decrease in cash and cash equivalents</b>		<b>(25,258)</b>	<b>(254,477)</b>
Cash and cash equivalents at beginning of period		330,388	2,519,135
Cash and cash equivalents at end of period		305,130	2,264,658

**Note:**

U.S.\$1=Yen 111, for convenience only.