

**(6) Statements of cash flows**

Years ended March 31, 2001 and 2000

|   | FY2001         |                    | FY2000         |
|---|----------------|--------------------|----------------|
|   | (Yen millions) | (U.S.\$ thousands) | (Yen millions) |
| <b>Cash flows from operating activities:</b>                                      |                |                    |                |
| Net income  | 43,983         | 354,702            | 50,730         |
| Adjustments to reconcile net income to net cash provided by operating activities: |                |                    |                |
| Depreciation and amortization   | 63,579         | 512,734            | 53,846         |
| Loss on disposal of property and equipment  | 5,144          | 41,484             | 2,156          |
| Deferred income taxes   | (10,986)       | (88,597)           | (3,375)        |
| Gain on sale of investment securities   | (925)          | (7,460)            | (1,452)        |
| Gain on exchange of investment securities   | (3,351)        | (27,024)           | —              |
| Loss on impairment of investment securities                                       | 3,344          | 26,968             | —              |
| Gain on contribution of investment securities to pension trust                    | (12,518)       | (100,952)          | —              |
| Contribution of cash and cash equivalents to pension trust                        | (15,315)       | (123,508)          | —              |
| Changes in assets and liabilities:  |                |                    |                |
| Decrease (increase) in trade receivables  | 22,365         | 180,363            | (24,427)       |
| Increase in inventories   | (23,607)       | (190,379)          | (9,408)        |
| Increase (decrease) in trade payables   | (18,969)       | (152,976)          | 20,002         |
| Increase in income taxes  | 4,766          | 38,435             | 2,566          |
| Other - net   | 10,087         | 81,347             | 3,270          |
| Net cash provided by operating activities   | 67,597         | 545,137            | 93,908         |
| <b>Cash flows from investing activities:</b>                                      |                |                    |                |
| Capital expenditures  | (99,452)       | (802,032)          | (84,780)       |
| Proceeds from sale of investments   | 2,492          | 20,097             | 4,256          |
| Payment for purchase of investments   | (692)          | (5,581)            | (17,189)       |
| Proceeds from maturities of marketable securities                                 | 3,761          | 30,331             | —              |
| Payment for purchase of marketable securities                                     | —              | —                  | (1,993)        |
| Other - net   | 1,353          | 10,911             | 929            |
| Net cash used in investing activities   | (92,538)       | (746,274)          | (98,777)       |
| <b>Cash flows from financing activities:</b>                                      |                |                    |                |
| Proceeds from long-term debt  | 614            | 4,952              | 72             |
| Repayment of long-term debt   | (1,536)        | (12,387)           | (2,505)        |
| Increase (decrease) in short-term debt  | 2,761          | 22,266             | (1,694)        |
| Payment to acquire treasury stock   | (2,666)        | (21,500)           | —              |
| Dividends paid  | (7,987)        | (64,411)           | (8,658)        |
| Net cash used in financing activities   | (8,814)        | (71,080)           | (12,785)       |
| Effect of exchange rate changes on cash and cash equivalents                      | 10,153         | 81,879             | (7,946)        |
| Net decrease in cash and cash equivalents   | (23,602)       | (190,338)          | (25,600)       |
| Cash and cash equivalents at beginning of period                                  | 174,519        | 1,407,411          | 200,119        |
| Cash and cash equivalents at end of period  | 150,917        | 1,217,073          | 174,519        |