

5) Statements of cash flows

Term Items	The 1st Qtr. of FY2003 (April 1, 2002 - June 30, 2002)		The 1st Qtr. of FY2002 (April 1, 2001 - June 30, 2001)
	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Cash flows from operating activities:			
Net income	2,161	18,008	1,207
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	14,469	120,575	14,766
Loss on disposal of property and equipment	1,083	9,025	39
Deferred income taxes	(169)	(1,408)	(3,073)
Changes in assets and liabilities:			
Decrease in trade receivables	1,579	13,158	22,856
Decrease (increase) in inventories	3,639	30,325	(7,582)
Increase (decrease) in trade payables	4,370	36,417	(10,660)
Increase (decrease) in accrued salaries and wages, retirement pay	(17,707)	(147,558)	345
Increase (decrease) in income taxes	352	2,933	(13,494)
Other-net	(22)	(183)	4,314
Net cash provided by operating activities	9,755	81,292	8,718
Cash flows from investing activities:			
Capital expenditures	(6,342)	(52,850)	(22,624)
Payment for purchase of investments	(30)	(250)	(1,023)
Other-net	204	1,700	270
Net cash used in investing activities	(6,168)	(51,400)	(23,377)
Cash flows from financing activities:			
Repayment of long-term debt	(251)	(2,092)	(189)
Decrease in short-term debt	(56)	(466)	(2,006)
Payment to acquire treasury stock	(3)	(25)	(1)
Dividends paid	(2,657)	(22,142)	(3,991)
Net cash used in financing activities	(2,967)	(24,725)	(6,187)
Effect of exchange rate changes on cash and cash equivalents	(6,092)	(50,767)	(222)
Net decrease in cash and cash equivalents	(5,472)	(45,600)	(21,068)
Cash and cash equivalents at beginning of period	125,761	1,048,008	150,917
Cash and cash equivalents at end of period	120,289	1,002,408	129,849

Notes:

1. Statements of cash flows for the 1st quarter of FY2003 and FY2002 are unaudited by independent auditors.
2. U.S.\$1=Yen 120