

5) Statements of cash flows

Items	Term	The 3rd Qtr. of FY2003		The 3rd Qtr. of FY2002
		(October 1, 2002 - December 31, 2002)		(Oct. 1, 2001 - Dec. 31, 2001)
		(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Cash flows from operating activities:				
Net income (loss)		4,575	38,125	(9,759)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:				
Depreciation and amortization		14,449	120,408	15,696
Loss on disposal of property and equipment		1,099	9,158	1,124
Deferred income taxes		180	1,500	(4,766)
Loss on securities		79	658	443
Changes in assets and liabilities:				
Increase in trade receivables		(9,479)	(78,991)	(6,908)
Decrease in inventories		6,974	58,117	12,582
Decrease in trade payables		(1,048)	(8,733)	(2,849)
Decrease in income taxes		(134)	(1,117)	(2,446)
Other-net		2,692	22,433	135
Net cash provided by operating activities		19,387	161,558	3,252
Cash flows from investing activities:				
Capital expenditures		(8,453)	(70,442)	(12,959)
Payment for purchase of investments		(14)	(116)	(803)
Other-net		179	1,492	1,302
Net cash used in investing activities		(8,288)	(69,066)	(12,460)
Cash flows from financing activities:				
Repayment of long-term debt		(69)	(575)	(170)
Increase (decrease) in short-term debt		5	41	(1,356)
Payment to acquire treasury stock		(40)	(333)	(4)
Dividends paid		(3,316)	(27,633)	(3,986)
Net cash used in financing activities		(3,420)	(28,500)	(5,516)
Effect of exchange rate changes on cash and cash equivalents		(1,086)	(9,050)	5,576
Net increase (decrease) in cash and cash equivalents		6,593	54,942	(9,148)
Cash and cash equivalents at beginning of period		147,822	1,231,850	126,709
Cash and cash equivalents at end of period		154,415	1,286,792	117,561

Notes:

1. Above statements of cash flows for FY 2003 and FY 2002 are unaudited by independent auditors.
2. U.S.\$1=Yen 120