

I-6) Statements of cash flows

Term Item	FY2006	FY2007	
	(April 1, 2005 - March 31, 2006)	(April 1, 2006 - March 31, 2007)	
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)
Cash flows from operating activities:			
Net income	44,101	70,125	594,280
Loss from discontinued operations, net of tax	310	-	-
Income from continuing operations	44,411	70,125	594,280
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	58,540	65,337	553,703
Loss on disposal of property and equipment	3,220	2,649	22,449
Deferred income taxes	(696)	(1,878)	(15,915)
Loss (gain) on securities, net	286	212	1,797
Changes in assets and liabilities, net of effects of acquisition of businesses:			
Decrease (increase) in trade receivables	(16,886)	11,241	95,263
Decrease (increase) in inventories	(287)	892	7,559
Decrease (increase) in other current assets	(8,748)	6,202	52,559
Increase (decrease) in trade payables	7,101	(5,272)	(44,678)
Increase (decrease) in accrued expenses	12,347	(7,068)	(59,898)
Increase (decrease) in income taxes payables, net	(10,689)	4,004	33,932
Increase (decrease) in retirement and severance benefits, net	981	(74)	(627)
Other-net	(462)	(887)	(7,517)
Net cash provided by operating activities	89,118	145,483	1,232,907
Cash flows from investing activities:			
Capital expenditures	(73,911)	(70,440)	(596,949)
Proceeds from sale of short-term investments	-	20,046	169,881
Payment for purchase of short-term investments	-	(31,089)	(263,466)
Proceeds from sale and maturity of investments in securities	4,263	23	195
Payment for purchase of investments in securities	(4,227)	(3,638)	(30,831)
Acquisition of businesses, net of cash acquired	(32,868)	-	-
Proceeds from sales of property, plant and equipment	3,373	3,678	31,170
Acquisition of minority interests	(2,587)	(6)	(51)
Proceeds from sales of discontinued operations	1,538	-	-
Other-net	(363)	(62)	(525)
Net cash used in investing activities	(104,782)	(81,488)	(690,576)
Cash flows from financing activities:			
Proceeds from long-term debt	269	-	-
Repayment of long-term debt	(218)	(2,143)	(18,161)
Increase (decrease) in short-term debt, net	3,688	(1,456)	(12,339)
Proceeds from exercise of stock options	887	1,159	9,822
Cash paid to acquire treasury stock	(955)	(32)	(271)
Dividends paid	(10,578)	(13,230)	(112,119)
Other-net	(218)	(160)	(1,356)
Net cash used in financing activities	(7,125)	(15,862)	(134,424)
Net cash used in discontinued operations	(414)	-	-
Effect of exchange rate changes on cash and cash equivalents	10,712	2,019	17,110
Net increase (decrease) in cash and cash equivalents	(12,491)	50,152	425,017
Cash and cash equivalents at beginning of period	251,508	239,017	2,025,568
Cash and cash equivalents at end of period	239,017	289,169	2,450,585

Note:

U.S.\$1=Yen 118, for convenience only.