

**I-7) Statements of cash flows**

Item	Term	FY2010	
		(April 1, 2008 - March 31, 2009)	(April 1, 2009 - March 31, 2010)
		(Yen millions)	(U.S.\$ thousands)
<b>Cash flows from operating activities:</b>			
Net income (loss)		(64,589)	12,882
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization		89,567	83,788
Loss (gain) on securities, net		6,388	1,363
Equity in earnings of affiliates, net of dividends received		17,654	1,811
Changes in assets and liabilities, net of effects of acquisition of businesses:			
Decrease (increase) in trade receivables		55,746	(51,137)
Decrease (increase) in inventories		13,458	(1,947)
Increase (decrease) in trade payables		(39,595)	36,029
Increase (decrease) in accrued expenses		(8,721)	8,044
Increase (decrease) in changes in other assets and liabilities, net		(7,560)	10,060
Other-net		(3,159)	17,354
<b>Net cash provided by operating activities</b>		<b>59,189</b>	<b>118,247</b>
<b>Cash flows from investing activities:</b>			
Capital expenditures		(98,425)	(64,370)
Proceeds from sale and maturity of short-term investments		10,707	114,540
Payment for purchase of short-term investments		(33,388)	(159,406)
Proceeds from sale and maturity of investments in securities		4,455	17,505
Payment for purchase of investments in securities		(17,708)	(22,314)
Acquisition of subsidiaries, net of cash acquired		(136,146)	-
Repayment (payment) of deposits for investments		(6,755)	6,912
Other-net		1,850	1,170
<b>Net cash used in investing activities</b>		<b>(275,410)</b>	<b>(1,139,387)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from long-term debt		204,906	519
Repayment of long-term debt		(2,428)	(28,277)
Increase (decrease) in short-term debt, net		39,531	7,653
Dividends paid		(18,056)	(11,609)
Acquisition of noncontrolling interests		(166)	(7,236)
Other-net		(150)	581
<b>Net cash provided by (used in) financing activities</b>		<b>223,637</b>	<b>(38,369)</b>
Effect of exchange rate changes on cash and cash equivalents		(7,816)	(6,636)
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(400)</b>	<b>(351,839)</b>
Cash and cash equivalents at beginning of period		166,105	1,781,774
Cash and cash equivalents at end of period		165,705	1,429,935

**Note:**

U.S.\$1=Yen 93, for convenience only.