

Consolidated Statements of Cash Flows

Years Ended March 31, 2011 and 2010

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2011	2010	2011
OPERATING ACTIVITIES:			
Income before income taxes and minority interests	¥ 61,836	¥ 60,434	\$ 743,668
Adjustments for:			
Income taxes—paid	(27,631)	(27,749)	(332,300)
Depreciation and amortization	39,586	39,883	476,077
Loss on disposal of property, plant and equipment	190	576	2,285
Loss on impairment of long-lived assets		1,794	
Loss on adjustment for adoption of accounting for asset retirement obligations	1,642		19,748
Gain on sales of marketable and investment securities—net	(45)	(28)	(542)
Loss on valuation of investment securities	85	265	1,026
Changes in assets and liabilities, net of effects from newly consolidated subsidiaries:			
Decrease in notes and accounts receivable	12,974	2,337	156,028
Increase in inventories	(828)	(122)	(9,957)
Increase (decrease) in notes and accounts payable	737	(3,764)	8,864
Increase (decrease) in liability for employees' retirement benefits	609	(535)	7,323
Other—net	(1,256)	3,973	(15,103)
Total adjustments	26,063	16,630	313,449
Net cash provided by operating activities	87,899	77,064	1,057,117
INVESTING ACTIVITIES:			
Proceeds from sale of property, plant and equipment	493	360	5,935
Purchases of property, plant and equipment	(42,914)	(32,387)	(516,101)
Proceeds from sales of marketable and investment securities	1	61	17
Purchases of marketable and investment securities	(10)	(10)	(126)
Increase in investments in and advances to non-consolidated subsidiaries and affiliates	(1,982)	(4,590)	(23,840)
Cash collected from long-term loans	1,109	1,289	13,342
Cash advanced for long-term loans	(682)	(799)	(8,205)
Other	(7,694)	1,833	(92,536)
Net cash used in investing activities	(51,679)	(34,243)	(621,514)
FINANCING ACTIVITIES:			
Proceeds from short-term bank loans	65,033	91,540	782,120
Repayments of short-term loans	(81,849)	(91,827)	(984,351)
Proceeds from long-term debt	36,884		443,590
Repayments of long-term debt	(13,008)	(18,799)	(156,440)
Dividends paid	(10,112)	(9,976)	(121,616)
Purchase of treasury stock—net	(18,131)	(73)	(218,055)
Other	1,030	1,011	12,387
Net cash used in financing activities	(20,153)	(28,124)	(242,365)
FOREIGN CURRENCY TRANSLATION ADJUSTMENTS ON CASH AND CASH EQUIVALENTS			
	(467)	106	(5,624)
NET INCREASE IN CASH AND CASH EQUIVALENTS	15,600	14,803	187,614
CASH AND CASH EQUIVALENTS OF NEWLY CONSOLIDATED SUBSIDIARIES, BEGINNING OF YEAR	3,854	63	46,347
CASH AND CASH EQUIVALENTS DECREASED BY EXCLUSION OF CONSOLIDATED SUBSIDIARY	(13)	(17)	(158)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	189,351	174,502	2,277,225
CASH AND CASH EQUIVALENTS, END OF YEAR (Note 2.d)	¥208,792	¥189,351	\$2,511,028

See notes to consolidated financial statements.