

CONSOLIDATED STATEMENTS OF CASH FLOWS

Millions of Yen

	Three Months Ended June 30, 2006	Three Months Ended June 30, 2005	Increase Decrease
<u>Cash Flows from Operating Activities:</u>			
Income before income taxes and minority interests	39,458	31,821	+ 7,637
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities –			
Depreciation and amortization of properties and intangibles	46,262	42,403	+ 3,859
Decrease in notes and accounts receivable	15,336	5,358	+ 9,978
Increase in inventories	(37,694)	(44,047)	+ 6,353
Increase in payables	18,355	48,316	- 29,961
Other, net	(56,423)	(67,594)	+ 11,171
Net cash provided by operating activities	25,294	16,257	+ 9,037
<u>Cash Flows from Investing Activities:</u>			
Acquisitions of plant and equipment	(55,310)	(66,303)	+ 10,993
Other, net	39,404	24,345	+ 15,059
Net cash used in investing activities	(15,906)	(41,958)	+ 26,052
<u>Cash Flows from Financing Activities:</u>			
Increase (decrease) in short-term borrowings, net	7,132	(10,364)	+ 17,496
Proceeds from long-term debt	3,000	81,644	- 78,644
Repayments of long-term debt	(11,010)	(46,613)	+ 35,603
Dividends paid	(11,354)	(9,103)	- 2,251
Other, net	(164)	(132)	- 32
Net cash (used in) provided by financing activities	(12,396)	15,432	- 27,828
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(291)	1,168	- 1,459
Net Decrease in Cash and Cash Equivalents	(3,299)	(9,101)	+ 5,802
Cash and Cash Equivalents at Beginning of Year	299,466	295,312	+ 4,154
Cash and Cash Equivalents of Newly Consolidated Subsidiaries	2,583	0	+ 2,583
Cash and Cash Equivalents Increased by Merger	9	154	- 145
Cash and Cash Equivalents at End of Period	298,759	286,365	+ 12,394