

SHARP CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

For the Three Months Ended December 31, 2007

Millions of Yen

	Three Months Ended December 31, 2006	Three Months Ended December 31, 2007	Increase Decrease
<u>Cash Flows from Operating Activities:</u>			
Income before income taxes and minority interests	44,589	48,240	+ 3,651
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities –			
Depreciation and amortization of properties and intangibles	54,934	65,209	+ 10,275
Increase in notes and accounts receivable	(27,037)	(119,925)	- 92,888
Decrease (increase) in inventories	(33,249)	6,088	+ 39,337
Increase in payables	41,379	30,646	- 10,733
Other, net	(40,785)	(25,344)	+ 15,441
Net cash provided by operating activities	39,831	4,914	- 34,917
<u>Cash Flows from Investing Activities:</u>			
Acquisitions of plant and equipment	(100,203)	(90,341)	+ 9,862
Other, net	7,410	(12,694)	- 20,104
Net cash used in investing activities	(92,793)	(103,035)	- 10,242
<u>Cash Flows from Financing Activities:</u>			
Increase (decrease) in short-term borrowings, net	(125,640)	121,035	+ 246,675
Proceeds from long-term debt	208,697	44,999	- 163,698
Repayments of long-term debt	(5,346)	(45,321)	- 39,975
Dividends paid	(11,623)	(13,795)	- 2,172
Other, net	(226)	19,325	+ 19,551
Net cash provided by financing activities	65,862	126,243	+ 60,381
Effect of Exchange Rate Changes on Cash and Cash Equivalents	1,060	(1,215)	- 2,275
Net Increase in Cash and Cash Equivalents	13,960	26,907	+ 12,947
Cash and Cash Equivalents at Beginning of Year	301,334	307,088	+ 5,754
Cash and Cash Equivalents Increased by Merger	0	8	+ 8
Cash and Cash Equivalents at End of the Period	315,294	334,003	+ 18,709

SHARP CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

For the Nine Months Ended December 31, 2007

Millions of Yen

	Nine Months Ended December 31, 2006	Nine Months Ended December 31, 2007	Increase Decrease
<u>Cash Flows from Operating Activities:</u>			
Income before income taxes and minority interests	119,907	118,068	- 1,839
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities—			
Depreciation and amortization of properties and intangibles	150,041	184,382	+ 34,341
Increase in notes and accounts receivable	(53,140)	(72,385)	- 19,245
Increase in inventories	(78,778)	(36,958)	+ 41,820
Increase in payables	91,522	14,746	- 76,776
Other, net	(68,951)	(68,321)	+ 630
Net cash provided by operating activities	160,601	139,532	- 21,069
<u>Cash Flows from Investing Activities:</u>			
Acquisitions of plant and equipment	(214,993)	(284,740)	- 69,747
Other, net	1,892	3,828	+ 1,936
Net cash used in investing activities	(213,101)	(280,912)	- 67,811
<u>Cash Flows from Financing Activities:</u>			
Increase (decrease) in short-term borrowings, net	(105,200)	195,009	+ 300,209
Proceeds from long-term debt	216,836	71,651	- 145,185
Repayments of long-term debt	(20,849)	(110,097)	- 89,248
Dividends paid	(24,712)	(29,065)	- 4,353
Other, net	(750)	18,495	+ 19,245
Net cash provided by financing activities	65,325	145,993	+ 80,668
Effect of Exchange Rate Changes on Cash and Cash Equivalents	411	(1,487)	- 1,898
Net Increase in Cash and Cash Equivalents	13,236	3,126	- 10,110
Cash and Cash Equivalents at Beginning of Year	299,466	329,286	+ 29,820
Cash and Cash Equivalents of Newly Consolidated Subsidiaries	2,583	1,439	- 1,144
Cash and Cash Equivalents Increased by Merger	9	152	+ 143
Cash and Cash Equivalents at End of the Period	315,294	334,003	+ 18,709