

CONSOLIDATED STATEMENTS OF CASH FLOWS

Millions of Yen

	Three Months Ended June 30, 2006	Three Months Ended June 30, 2007	Increase Decrease
<u>Cash Flows from Operating Activities:</u>			
Income before income taxes and minority interests	39,458	37,455	- 2,003
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	58,072	+ 11,810
Decrease in notes and accounts receivable	15,336	50,258	+ 34,922
Increase in inventories	(37,694)	(77,296)	- 39,602
Increase in payables	18,355	12,442	- 5,913
Other, net	(56,423)	(29,722)	+ 26,701
Net cash provided by operating activities	25,294	51,209	+ 25,915
<u>Cash Flows from Investing Activities:</u>			
Acquisitions of plant and equipment	(55,310)	(81,792)	- 26,482
Other, net	39,404	46,757	+ 7,353
Net cash used in investing activities	(15,906)	(35,035)	- 19,129
<u>Cash Flows from Financing Activities:</u>			
Increase in short-term borrowings, net	7,132	33,564	+ 26,432
Proceeds from long-term debt	3,000	3,082	+ 82
Repayments of long-term debt	(11,010)	(54,506)	- 43,496
Dividends paid	(11,354)	(13,803)	- 2,449
Other, net	(164)	(301)	- 137
Net cash used in financing activities	(12,396)	(31,964)	- 19,568
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(291)	1,103	+ 1,394
Net Decrease in Cash and Cash Equivalents	(3,299)	(14,687)	- 11,388
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	162	+ 153
Cash and Cash Equivalents at End of Period	298,759	316,200	+ 17,441