

Consolidated Statement of Cash Flows

Year Ended March 31, 2018

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2018	2017	2018
OPERATING ACTIVITIES:			
Profit before income taxes	¥ 33,123	¥ 33,038	\$ 311,779
Adjustments for:			
Income taxes—paid	(12,866)	(32,138)	(121,105)
Depreciation and amortization	46,435	46,126	437,078
Loss on sales and disposal of property, plant and equipment—net	1,042	66	9,806
Loss on impairment of long-lived assets	3,241	1,284	30,507
Gain on sales of marketable and investment securities	(1,639)	(600)	(15,428)
Loss on valuation of investment securities	1	1	9
Loss on valuation of investment in unconsolidated subsidiaries and affiliates	55	209	514
Share of loss of entities accounted for using equity method	1,355	799	12,758
Changes in assets and liabilities:			
Increase in notes and accounts receivable	(18,774)	(15,594)	(176,717)
Decrease in inventories	227	20	2,141
(Decrease) increase in notes and accounts payable	(478)	7,454	(4,498)
(Decrease) increase in provision for special wage payments	(15,129)	15,129	(142,407)
Increase in liability for employees' retirement benefits	2,232	1,898	21,012
Other—net	12,903	15,633	121,450
Total adjustments	18,605	40,287	175,120
Net cash provided by operating activities	51,728	73,325	486,899
INVESTING ACTIVITIES:			
Proceeds from sale of property, plant and equipment	6,632	1,874	62,421
Purchases of property, plant and equipment	(36,671)	(43,987)	(345,175)
Proceeds from sales of marketable and investment securities	2,672	1,600	25,151
Purchases of marketable and investment securities	(790)	(1,714)	(7,435)
Increase in investments in and advances to unconsolidated subsidiaries and affiliates	(4,137)	(22,507)	(38,940)
Collection of loans	997	1,017	9,390
Payment of loans	(1,197)	(975)	(11,265)
Other	(8,680)	(9,308)	(81,705)
Net cash used in investing activities	(41,174)	(74,000)	(387,558)
FINANCING ACTIVITIES:			
Proceeds from (repayments of) short-term debt—net	10,683	(5,802)	100,552
Proceeds from long-term debt	4,000	43,720	37,651
Repayments of long-term debt	(40,876)	(35,499)	(384,752)
Dividends paid	(10,733)	(11,209)	(101,023)
Purchase of treasury stock—net	(4)	(10,005)	(39)
Other		17	
Net cash used in financing activities	(36,930)	(18,778)	(347,611)
FOREIGN CURRENCY TRANSLATION ADJUSTMENTS ON CASH AND CASH EQUIVALENTS	313	(883)	2,947
NET DECREASE IN CASH AND CASH EQUIVALENTS	(26,063)	(20,336)	(245,323)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	228,926	249,262	2,154,805
CASH AND CASH EQUIVALENTS, END OF YEAR (Note 2.d)	¥202,863	¥228,926	\$1,909,482

See notes to consolidated financial statements.