

## Consolidated Statement of Cash Flow

Items	Year ended 31.Mar.06 (April 1, 2005- March 31, 2006) Value [¥ million]	Year ended 31.Mar.07 (April 1, 2006- March 31, 2007) Value [¥ million]
<b>Cash Flow from Operating Activities</b>		
Net income before income taxes	6,462	5,586
Depreciation	1,305	1,274
Impairment loss	709	6
Increase (Decrease) in allowance for doubtful accounts	(37)	333
Increase (Decrease) in reserve for retirement benefits	60	63
Increase (Decrease) in reserve for directors' and corporate auditors' retirement benefits	-	1,091
Interest and dividend income	(70)	(163)
Interest expense	2	2
Loss on sale or disposal of fixed assets	113	159
(Increase) Decrease in notes and accounts receivable	(1,309)	(2,036)
(Increase) Decrease in inventories	151	(267)
Increase (Decrease) in notes and accounts payable	361	368
Others	482	59
Subtotal	8,232	6,479
Interest and dividends received	70	139
Interest paid	(2)	(2)
Income taxes and others paid	(2,833)	(2,968)
Cash flow from operating activities	5,466	3,646
<b>Cash Flow from Investing Activities</b>		
Expense for time deposits	(2,076)	(1,873)
Proceeds from withdrawing time deposits	4,391	228
Proceeds from redemption of debt securities	2,999	-
Expense for acquiring property, plant and equipment	(1,278)	(268)
Expense for acquiring intangible fixed assets	(214)	(481)
Expense for acquiring investment securities	(10,074)	(18,469)
Proceeds from selling investment securities	111	4,023
Proceeds from redemption of investment securities	8,000	7,000
Expense for acquiring of newly consolidated subsidiary's stock	(1,530)	-
Others	(558)	500
Cash flow from investing activities	(230)	(9,340)
<b>Cash Flow from Financing Activities</b>		
Repayments of long-term loans payable	(10)	(19)
Expense for acquiring treasury stock	(5)	(3)
Dividends paid	(3,210)	(3,007)
Cash flow from financing activities	(3,226)	(3,030)
Conversion Difference on Cash and Cash Equivalents	1	5
(Decrease) Increase in Cash and Cash Equivalents	2,010	(8,718)
Balance of Cash and Cash Equivalents at Beginning of Year	19,190	21,201
Balance of Cash and Cash Equivalents at End of Year	21,201	12,482