

## Consolidated Statement of Cash Flow

Items	Interim period ended 30.Sep.06 (April 1, 2006 - September 30, 2006) Value [¥ million]	Interim period ended 30.Sep.07 (April 1, 2007 - September 30, 2007) 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	2,859	3,027	5,586
Depreciation	614	626	1,274
Increase (Decrease) in allowance for doubtful accounts	(224)	42	333
Increase (Decrease) in reserve for retirement benefits	37	30	63
Increase (Decrease) in reserve for directors' and corporate auditors' retirement benefits	-	18	1,091
Interest and dividend income	(64)	(123)	(163)
Interest expense	1	1	2
Loss on sale of fixed assets	1	0	2
Loss on disposal of fixed assets	140	3	157
Decrease (Increase) in notes and accounts receivable	816	4,619	(2,036)
(Increase) Decrease in inventories	(561)	(526)	(267)
(Decrease) Increase in notes and accounts payable	(899)	(1,440)	368
Others	39	231	66
Subtotal	2,761	6,511	6,479
Interest and dividends received	61	127	139
Interest paid	(1)	(1)	(2)
Income taxes and others paid	(1,756)	(1,918)	(2,968)
Cash flow from operating activities	1,065	4,719	3,646
<b>Cash Flow from Investing Activities</b>			
Expense for time deposits	(1,082)	(1,701)	(1,873)
Proceeds from withdrawing time deposits	61	1,050	228
Expense for acquiring securities	-	(1,985)	-
Expense for acquiring property, plant and equipment	(146)	(208)	(268)
Expense for acquiring intangible fixed assets	(288)	(114)	(481)
Expense for acquiring investment securities	(11,067)	(8,019)	(18,469)
Proceeds from selling investment securities	1,002	2,515	4,023
Proceeds from redemption of investment securities	3,000	8,000	7,000
Others	414	(74)	500
Cash flow from investing activities	(8,106)	(538)	(9,340)
<b>Cash Flow from Financing Activities</b>			
Repayments of long-term loans payable	(8)	(9)	(19)
Expense for acquiring treasury stock	(1)	(1)	(3)
Dividends paid	(1,503)	(1,504)	(3,007)
Cash flow from financing activities	(1,513)	(1,516)	(3,030)
Conversion Difference on Cash and Cash Equivalents	1	6	5
Increase (Decrease) in Cash and Cash Equivalents	(8,552)	2,671	(8,718)
Balance of Cash and Cash Equivalents at Beginning of Year	21,201	12,482	21,201
Balance of Cash and Cash Equivalents at End of Year	12,648	15,154	12,482