

Tosoh Corporation
Consolidated Statements of Cash Flow

JPY millions

	FY 2002	FY 2001
Cash Flow from Operating Activities:		
Income Before Income Taxes	11,734	2,834
Adjustments to Reconcile Income Before Income Taxes to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	25,767	25,927
Interest and Dividend Income	(402)	(439)
Interest Expense	5,542	6,725
Equity in Earnings	697	(919)
Write-down of Financial Securities	3,533	4,246
Gain on Sales of Property, Plant, and Equipment	(681)	11
Decrease (Increase) in Trade Receivables	(3,126)	31,601
Decrease in Inventories	4,696	3,129
Increase (Decrease) in Trade Payables	7,112	(16,944)
Other, Net	(2,398)	(913)
Subtotal	52,475	55,260
Interest and Dividends Received	774	1,012
Interest Paid	(5,718)	(6,961)
Income Taxes Paid	(2,660)	(9,917)
Net Cash Provided by Operating Activities	44,871	39,393
Cash Flow from Investing Activities:		
Payments for Purchases of Property, Plant and Equipment	(13,216)	(16,475)
Proceeds from Sales of Property, Plant and Equipment	5,278	2,084
Proceeds from (Payments for) Purchases of Financial Securities	(6,932)	1,159
Proceeds from Sales of Financial Securities	2,203	2,221
Other, Net	(1,887)	648
Net Cash Used in Investing Activities	(14,554)	(10,360)
Cash Flow from Financing Activities:		
Net Increase in Short-term Debt	(4,615)	(1,432)
Proceeds from Long-term Debt	13,045	54,780
Repayments of Long-term Debt	(40,208)	(69,672)
Cash Dividends Paid	(3,281)	(3,489)
Proceeds from Issuance of Bonds	5,000	7,000
Expenditures on the Redemption of Bonds	(5,052)	(8,184)
Other, Net	(154)	(62)
Net Cash Used in Financing Activities	(35,266)	(21,059)
Effect of Exchange Rate on Cash and Cash Equivalents	41	373
Increased (Decrease) in Cash and Cash Equivalents	(4,908)	8,347
Cash and Cash Equivalents at Beginning of Period	25,881	17,534
Increase in Cash and Cash Equivalents due to Changes in Consolidated Subsidiaries	126	-
Cash and Cash Equivalents at End of Period	21,100	25,881