



TOSOH CORPORATION

Consolidated Statements of Cash Flows

Tosoh Corporation and Consolidated Subsidiaries

Millions of yen

	FY2008 (April 1, 2008, to March 31, 2009)	FY2007 (April 1, 2007, to March 31, 2008)
Cash Flows from Operating Activities:		
Income (Loss) Before Income Taxes and Minority Interests	(24,836)	47,253
Adjustments to Reconcile Income Before Income Taxes and Minority Interests to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	60,907	43,622
Impairment Loss on Fixed Assets	480	441
Decrease in Retirement and Severance Benefits	(3,080)	(5,186)
Interest and Dividend Income	(1,387)	(1,333)
Interest Expense	6,825	6,151
Foreign Exchange (Gains) Losses, Net	(143)	620
Equity in Losses of Affiliates	975	469
(Gain) on Sales of Investment Securities	(483)	(405)
Loss on Valuation of Investment Securities	2,844	—
Gain on Disposal of Sales of Fixed Assets	(400)	(274)
Loss on Disposal of Fixed Assets	1,231	1,610
(Increase) in Trade Receivables	(37,941)	9,008
(Increase) Decrease in Inventories	8,532	(15,616)
Increase (Decrease) in Trade Payables	(45,307)	3,955
Other, Net	1,506	1,227
Subtotal	45,606	91,545
Interest and Dividends Received	2,357	2,257
Interest Paid	(6,609)	(5,988)
Income Taxes Paid	(14,299)	(25,648)
Net Cash Provided by Operating Activities	27,055	62,166
Cash Flows from Investing Activities:		
Payments for Purchases of Fixed Assets	(56,089)	(66,153)
Proceeds from Sales of Fixed Assets	990	771
Payments for Purchases of Investment Securities	(3,829)	(2,522)
Proceeds from Sales or Redemption of Investment Securities	4,924	1,648
Payments for Purchases of Shares of Subsidiaries	(9,868)	—
Proceeds from Sales of Shares of Subsidiaries in Connection with Changes in Scope of Consolidation	501	61
Payments for Extension of Long-term Loans	(4,277)	(4,368)
Proceeds from Collection of Long-term Loans	3,477	3,906
Other, Net	(687)	175
Net Cash Used in Investing Activities	(64,858)	(66,481)
Cash Flows from Financing Activities:		
Net Increase in Short-term Borrowings	35,139	55
Proceeds from Long-term Borrowings	96,644	59,301
Repayments of Long-term Borrowings	(38,480)	(42,904)
Payments for Redemption of Bonds	(20,000)	(5,000)
Cash Dividends Paid	(5,531)	(6,094)
Other, Net	(136)	(46)
Net Cash Provided by Financing Activities	67,634	5,311
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(1,206)	(619)
Net Increase in Cash and Cash Equivalents	28,625	376
Cash and Cash Equivalents at Beginning of Year	27,287	26,911
Cash and Cash Equivalents at End of Year	55,912	27,287