



**Consolidated Statements of Cash Flow**

JPY millions

	FY2007	FY2006
<b>Cash Flow from Operating Activities:</b>		
Income Before Income Taxes	47,253	55,481
Adjustments to Reconcile Income Before Income Taxes to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	43,622	35,373
Impairment Loss on Fixed Assets	441	366
Decrease in Retirement and Severance Benefits	(5,186)	(4,158)
Interest and Dividend Income	(1,333)	(1,237)
Interest Expense	6,151	4,970
Equity in Losses of Affiliates	469	553
Net Gain on Sales of Investment Securities	(405)	(290)
Loss on Disposal of Property, Plant and Equipment	1,610	1,372
(Increase) Decrease in Trade Receivables	9,008	(35,269)
Increase in Inventories	(15,616)	(12,485)
Increase in Trade Payables	3,955	20,713
Other	1,573	5,217
<b>Subtotal</b>	<b>91,545</b>	<b>70,606</b>
Interest and Dividends Received	2,257	2,028
Interest Paid	(5,988)	(4,767)
Income Taxes Paid	(25,648)	(16,739)
<b>Net Cash Provided by Operating Activities</b>	<b>62,166</b>	<b>51,127</b>
<b>Cash Flows from Investing Activities:</b>		
Payments for Purchases of Property, Plant Equipment	(66,153)	(79,428)
Purchases of Investment Securities	(2,522)	(7,636)
Proceeds from Sales of Investment Securities	1,648	1,993
Proceeds from Purchases of Newly Consolidated Subsidiaries	-	3,566
Payments for Advances of Long-term Loans Receivable	(4,368)	(4,834)
Proceeds from Collections of Long-term Loans Receivable	3,906	3,253
Other	1,008	(2,146)
<b>Net Cash Used in Investing Activities</b>	<b>(66,481)</b>	<b>(85,231)</b>
<b>Cash Flows from Financing Activities:</b>		
Net Increase (Decrease) in Short-term Debt	55	13,157
Proceeds from Long-term Debt	59,301	74,701
Repayments of Long-term Debt	(47,904)	(46,634)
Cash Dividends Paid	(6,094)	(4,578)
Contribution from Minority Shareholders	100	4,833
Other	(146)	868
<b>Net Cash Used in Financing Activities</b>	<b>5,311</b>	<b>42,348</b>
Effect of Exchange Rate on Cash and Cash Equivalents	(619)	130
Net Increase (Decrease) in Cash and Cash Equivalents	376	8,375
Cash and Cash Equivalents at Beginning of Year	26,911	18,408
Increase in Cash and Cash Equivalents Resulting from Changes in Number of Consolidated Subsidiaries	-	126
Cash and Cash Equivalents at End of Year	27,287	26,911