

## Quarterly consolidated statements of cash flows

(Millions of yen)

	Nine months ended December 31, 2004	Nine months ended December 31, 2003	Year ended March 31, 2004
<b>I Cash flows from operating activities:</b>			
Income before income taxes	15,008	13,042	13,774
Depreciation and amortization	3,443	3,388	4,521
Loss on impairment of fixed assets	823	-	376
Increase/decrease in allowance for retirement benefits	357	127	43
Interest and dividends income	183	184	239
Interest expenses	136	279	365
Increase/decrease in trade receivables	4,055	3,153	315
Increase/decrease in inventories	1,163	1,697	1,342
Increase/decrease in trade accounts payable	8	1,042	440
Other, net	1,993	2,418	666
Subtotal	14,709	11,480	18,761
Interest and dividends income received	187	152	232
Interest expenses paid	118	266	328
Insurance received	198	-	3,003
Income taxes paid	11,153	593	453
Income taxes refunded	-	1,962	1,980
<b>Net cash provided by operating activities</b>	<b>3,822</b>	<b>12,735</b>	<b>23,196</b>
<b>II Cash flows from investing activities:</b>			
Increase in fixed deposits	1,183	402	622
Decrease in fixed deposits	1,453	607	915
Payments for acquisition of marketable securities	3,999	6,399	6,399
Proceeds from sale of marketable securities	999	7,199	10,604
Payments for acquisition of fixed assets	4,401	1,850	3,225
Proceeds from sale of fixed assets	1,358	3,145	3,770
Payments for investments in securities	3,232	8	510
Proceeds from investments in securities	1,155	787	1,073
Other, net	7	1,333	359
<b>Net cash provided by investing activities</b>	<b>7,842</b>	<b>4,412</b>	<b>5,246</b>
<b>III Cash flows from financing activities:</b>			
Increase in long-term debt	-	10,000	10,000
Repayment of long-term debt	299	299	416
Repayment of Convertible bonds	-	19,945	19,945
Purchases of treasury stock	2,582	3	3
Cash dividends paid	4,305	1,689	1,758
Other, net	49	0	-
<b>Net cash provided by financing activities</b>	<b>7,137</b>	<b>11,935</b>	<b>12,122</b>
Effect of exchange rate changes on cash and cash equivalents	18	213	49
<b>Net increase/decrease in cash and cash equivalents</b>	<b>11,138</b>	<b>4,998</b>	<b>16,369</b>
Cash and cash equivalents, beginning of year	41,422	25,053	25,053
<b>Cash and cash equivalents, end of year</b>	<b>30,284</b>	<b>30,051</b>	<b>41,422</b>