

CONSOLIDATED STATEMENTS OF CASH FLOWS



	Millions of yen	Thousands of U.S. dollars
	Six months ended September 30, 2008	Six months ended September 30, 2008
OPERATING ACTIVITIES:		
Income before income taxes and minority interests	Y 16,356	\$ 163,565
Adjustments for:		
Depreciation and amortization	10,980	109,803
Amortization of goodwill	350	3,508
Provision for (Reversal of) allowance for doubtful accounts	313	3,140
Provision for (Reversal of) retirement benefits	(26)	(268)
Provision for (Reversal of) product warranty	(806)	(8,065)
Provision for (Reversal of) copyright fees	2,084	20,849
Interest and dividend income	(1,709)	(17,094)
Interest expenses	222	2,221
Foreign exchange loss (gain)	2,685	26,859
Equity in loss (earnings) of affiliates	(91)	(920)
Loss (Gain) on sales of property, plant and equipment, net	75	754
Valuation loss (gain) on investment securities	58	587
Decrease (Increase) in trade notes and accounts receivable	610	6,100
Decrease (Increase) in inventories	(10,344)	(103,450)
Increase (Decrease) in trade notes and accounts payable	7,282	72,821
Increase (Decrease) in accrued expenses	(1,093)	(10,937)
Other, net	(3,178)	(31,781)
Cash generated from operations	23,769	237,691
Interest and dividend received	1,709	17,094
Interest paid	(222)	(2,221)
Income taxes paid	(6,004)	(60,048)
Net cash provided by operating activities	Y 19,251	\$ 192,515
INVESTING ACTIVITIES:		
Proceeds from sales of marketable securities	299	2,999
Disbursement for purchases of property, plant and equipment	(11,374)	(113,746)
Proceeds from sales of property, plant and equipment	528	5,287
Disbursement for purchases of intangible assets	(3,190)	(31,903)
Proceeds from sales of intangible assets	1	12
Disbursement for purchases of investment securities	(1,032)	(10,326)
Proceeds from sales of investment securities	747	7,471
Disbursement for purchases of affiliates' shares	(96)	(966)
Disbursement for transfer of business	(1,202)	(12,021)
Proceeds from collection of long-term loans	55	552
Other, net	(80)	(809)
Net cash used in investing activities	Y (15,345)	\$ (153,451)
FINANCING ACTIVITIES:		
Increase (Decrease) in short-term borrowings, net	(1,363)	(13,632)
Disbursement for repayment of long-term debt	(44)	(440)
Decrease (Increase) in treasury stock, net	(10,007)	(100,080)
Cash dividends paid including minority interests portion	(3,038)	(30,387)
Net cash used in financing activities	Y (14,453)	\$ (144,539)
Effect of foreign currency exchange rate changes on cash and cash equivalents	(3,729)	(37,291)
Net increase (decrease) in cash and cash equivalents	(14,276)	(142,766)
Cash and cash equivalents at beginning of period	83,218	832,188
Cash and cash equivalents at end of period	Y 68,942	\$ 689,422

Notes:

- 1) The financial statements have been prepared in accordance with accounting principles generally accepted in Japan.
- 2) Amounts less than 1 million yen have been rounded down.
- 3) Yen amounts for the six months ended September 30, 2008 have been translated into U.S. dollars for convenience only, at a uniform rate of US\$1=100.00 yen, in the accompanying consolidated financial statements.