

**Consolidated Statements of Cash Flows**

(Millions of yen)

	Nine months ended December 31, 2010	Nine months ended December 31, 2011
<b>Net cash provided by (used in) operating activities</b>		
Income before income taxes	5,676	6,320
Depreciation and amortization	1,944	2,041
Increase (decrease) in provision	-954	-317
Interest and dividends income	-91	-103
Interest expenses	11	15
Foreign exchange losses (gains)	64	43
Loss (gain) on sales and retirement of property, plant and equipment	8	7
Decrease (increase) in notes and accounts receivable-trade	3,275	3,540
Decrease (increase) in inventories	-1,195	-1,337
Increase (decrease) in notes and accounts payable-trade	-484	-1,078
Other, net	-481	-497
<b>Subtotal</b>	<b>7,773</b>	<b>8,633</b>
Interest and dividends income received	92	96
Interest expenses paid	-29	-14
Income taxes paid	-4,316	-4,445
<b>Net cash provided by (used in) operating activities</b>	<b>3,520</b>	<b>4,271</b>
<b>Net cash provided by (used in) investing activities</b>		
Proceeds from sales of investment securities	23	38
Purchase of investment securities	-37	-32
Proceeds from sales of property, plant and equipment	4	1
Purchase of property, plant and equipment	-1,449	-1,264
Purchase of intangible assets	-558	-349
Other, net	-39	-107
<b>Net cash provided by (used in) investing activities</b>	<b>-2,057</b>	<b>-1,714</b>
<b>Net cash provided by (used in) financing activities</b>		
Net increase (decrease) in short-term loans payable	0	-728
Repayment of long-term loans payable	-3	-6
Proceeds from long-term loans payable	—	3
Cash dividends paid	-1,713	-2,012
Repayments of lease obligations	-26	-40
Other, net	-1	-0
<b>Net cash provided by (used in) financing activities</b>	<b>-1,744</b>	<b>-2,784</b>
Effect of exchange rate change on cash and cash equivalents	29	35
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>-251</b>	<b>-192</b>
Cash and cash equivalents at beginning of term	16,331	18,808
<b>Cash and cash equivalents at end of term</b>	<b>16,079</b>	<b>18,616</b>