

**Consolidated Statements of Cash Flows**

(Millions of yen)

	Six months ended September 30, 2016	Six months ended September 30, 2017
<b>Cash flows from operating activities</b>		
Income before income taxes and non-controlling interests	2,616	3,666
Depreciation and amortization	1,548	1,571
Increase (decrease) in provision	-342	-464
Increase (decrease) in net defined benefit liability	460	170
Interest and dividend income	-68	-72
Interest expenses	40	19
Foreign exchange losses (gains)	762	-203
Loss (gain) on sales and retirement of property, plant and equipment	4	69
Decrease (increase) in notes and accounts receivable - trade	11,123	12,820
Decrease (increase) in inventories	-1,753	-939
Increase (decrease) in notes and accounts payable - trade	-5,499	-8,642
Other, net	-549	701
Subtotal	8,342	8,696
Interest and dividend income received	70	76
Interest expenses paid	-32	-15
Income taxes paid	-2,419	-1,950
Net cash flows from operating activities	5,960	6,806
<b>Cash flows from investing activities</b>		
Proceeds from sales of investment securities	—	143
Purchase of investment securities	-64	-70
Proceeds from sales of property, plant and equipment	0	151
Purchase of property, plant and equipment	-3,923	-1,156
Purchase of intangible assets	-232	-153
Other, net	-64	147
Net cash flows from investing activities	-4,284	-938
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term loans payable	-93	-89
Purchase of treasury shares	-1	-0
Cash dividends paid	-1,541	-1,539
Repayments of lease obligations	-8	-8
Net cash flows from financing activities	-1,644	-1,638
Effect of exchange rate change on cash and cash equivalents	-871	17
Net increase (decrease) in cash and cash equivalents	-839	4,248
Cash and cash equivalents at beginning of period	27,283	28,560
Cash and cash equivalents at end of period	26,444	32,809