

**Consolidated Statements of Cash Flows**

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
<b>Net cash provided by (used in) operating activities</b>		
Income before income taxes	9,807	10,230
Depreciation and amortization	2,218	2,459
Increase (decrease) in provision	-1,535	-1,699
Increase (decrease) in net defined benefit liability	—	-48
Interest and dividends income	-122	-130
Interest expenses	30	31
Foreign exchange losses (gains)	-673	-695
Loss (gain) on sales and retirement of property, plant and equipment	9	-3
Decrease (increase) in notes and accounts receivable-trade	5,708	9,063
Decrease (increase) in inventories	-3,175	-2,875
Increase (decrease) in notes and accounts payable-trade	-2,776	-1,672
Loss (gain) on transfer of business	—	-190
Other, net	972	1,099
Subtotal	10,463	15,568
Interest and dividends income received	123	127
Interest expenses paid	-32	-38
Income taxes paid	-6,684	-7,311
Net cash provided by (used in) operating activities	3,870	8,346
<b>Net cash provided by (used in) investing activities</b>		
Proceeds from sales of investment securities	107	—
Purchase of investment securities	-18	-336
Proceeds from sales of property, plant and equipment	38	14
Purchase of property, plant and equipment	-1,834	-1,822
Purchase of intangible assets	-485	-1,002
Proceeds from transfer of business	—	248
Other, net	38	-217
Net cash provided by (used in) investing activities	-2,153	-3,116
<b>Net cash provided by (used in) financing activities</b>		
Net increase (decrease) in short-term loans payable	-816	481
Repayment of long-term loans payable	-0	-0
Cash dividends paid	-2,620	-3,298
Repayments of lease obligations	-25	-12
Cash dividends paid to minority shareholders	-5	—
Other, net	-2	-2
Net cash provided by (used in) financing activities	-3,469	-2,832
Effect of exchange rate change on cash and cash equivalents	531	760
Net increase (decrease) in cash and cash equivalents	-1,221	3,158
Cash and cash equivalents at beginning of term	26,683	28,808
Cash and cash equivalents at end of term	25,461	31,967