

11. Full Year Consolidated Statements of Cash Flows

	Yen (millions)		Change (Million Yen)	U.S. Dollars
	FY 2003	FY 2002		(millions) FY 2003
1. Cash flows from operating activities:				
Income (Loss) before income taxes and minority interests	Y 157,018	Y (147,606)	+304,624	\$1,481
Depreciation and amortization	292,949	343,285	-50,336	2,764
Accrual (Reversal) of provisions	13,388	(7,534)	+20,922	126
Equity in earnings of affiliates, net	862	(570)	+1,432	8
Disposal of property, plant and equipment	30,714	53,855	-23,141	290
(Increase) Decrease in receivables, trade	(101,803)	63,246	-165,049	(960)
(Increase) Decrease in inventories	42,637	39,538	+3,099	402
Increase (Decrease) in payables, trade	158,327	(60,500)	+218,827	1,493
Deduction of gain on transfer of substitutional portion of employees' pension plan	(146,532)	-	-146,532	(1,382)
Other, net*	(143,515)	(165,917)	+22,402	(1,354)
Net cash provided by (used in) operating activities	<u>304,045</u>	<u>117,797</u>	<u>+186,248</u>	<u>2,868</u>
2. Cash flows from investing activities:				
Purchase of property, plant and equipment	(141,596)	(163,503)	+21,907	(1,336)
(Purchases of) Proceeds from Sales of Investment Securities	221,905	64,024	+157,881	2,093
Other, net	(12,920)	35,064	-47,984	(121)
Net cash provided by (used in) investing activities	<u>67,389</u>	<u>(64,415)</u>	<u>+131,804</u>	<u>636</u>
1+2 [Free Cash Flow]	<u>371,434</u>	<u>53,382</u>	<u>+318,052</u>	<u>3,504</u>
3. Cash flows from financing activities:				
Increase (Decrease) in bonds, notes, short-term borrowings and long-term debt	(217,467)	30,669	-248,136	(2,051)
Dividends paid	-	(5,005)	+5,005	-
Other, net	(22,435)	(92,901)	+70,466	(212)
Net cash provided by (used in) financing activities	<u>(239,902)</u>	<u>(67,237)</u>	<u>-172,665</u>	<u>(2,263)</u>
4. Effect of exchange rate changes on cash and cash equivalents	<u>(3,199)</u>	<u>(3,230)</u>	<u>+31</u>	<u>(30)</u>
5. Net increase (decrease) in cash and cash equivalents	<u>128,333</u>	<u>(17,085)</u>	<u>+145,418</u>	<u>1,211</u>
6. Cash and cash equivalents at beginning of period	<u>282,333</u>	<u>299,418</u>	<u>-17,085</u>	<u>2,664</u>
7. Cash and cash equivalents of newly consolidated subsidiaries	<u>3,160</u>	<u>-</u>	<u>+3,160</u>	<u>29</u>
8. Cash and cash equivalents at end of period	<u>Y 413,826</u>	<u>Y 282,333</u>	<u>+131,493</u>	<u>\$3,904</u>

Note: * "Other, net" in cash flows from operating activities refers mainly to the reclassification of a 134,624 million yen gain on sale of marketable securities included in income before income taxes and minority interests to cash flows from investing activities.