

## 10. First-Half Consolidated Statements of Cash Flows

	Yen (millions)		Change (Million Yen)
	1H FY2006 (4/1/06~9/30/06)	1H FY2005 (4/1/05~9/30/05)	
<b>1. Cash flows from operating activities:</b>			
Income (loss) before income taxes and minority interests	Y 37,677	29,834	+7,843
Depreciation and amortization	125,260	112,594	+12,666
Increase (decrease) in provisions	(12,925)	(12,940)	+15
Equity in earnings of affiliates, net	1,638	4,812	-3,174
Disposal of property, plant and equipment	6,085	9,934	-3,849
(Increase) decrease in receivables, trade	110,057	193,543	-83,486
(Increase) decrease in inventories	(55,119)	(39,052)	-16,067
Increase (decrease) in payables, trade	(16,717)	(114,655)	+97,938
Other, net	(11,873)	(41,031)	+29,158
Net cash provided by (used in) operating activities	<u>184,083</u>	<u>143,039</u>	<u>+41,044</u>
<b>2. Cash flows from investing activities:</b>			
Purchase of property, plant and equipment	(127,161)	(127,704)	+543
(Increase) decrease in investments and long-term loans	3,345	(24,837)	+28,182
Other, net	4,785	48,348	-43,563
Net cash provided by (used in) investing activities	<u>(119,031)</u>	<u>(104,193)</u>	<u>-14,838</u>
<b>1+2 [ Free Cash Flow ]</b>	<u>65,052</u>	<u>38,846</u>	<u>+26,206</u>
<b>3. Cash flows from financing activities:</b>			
Increase (decrease) in bonds, notes, short-term borrowings and long-term debt	(47,565)	4,992	-52,557
Dividends paid	(8,579)	(6,204)	-2,375
Other, net	(17,396)	(13,967)	-3,429
Net cash provided by (used in) financing activities	<u>(73,540)</u>	<u>(15,179)</u>	<u>-58,361</u>
<b>4. Effect of exchange rate changes on cash and cash equivalents</b>	<u>2,489</u>	<u>536</u>	<u>+1,953</u>
<b>5. Net increase (decrease) in cash and cash equivalents</b>	<u>(5,999)</u>	<u>24,203</u>	<u>-30,202</u>
<b>6. Cash and cash equivalents at beginning of period</b>	<u>420,894</u>	<u>454,516</u>	<u>-33,622</u>
<b>7. Cash and cash equivalents of newly consolidated subsidiaries</b>	<u>658</u>	<u>-</u>	<u>+658</u>
<b>8. Cash and cash equivalents at end of period</b>	Y <u>415,553</u>	<u>478,719</u>	<u>-63,166</u>