

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

|  |   | Yen<br>(Millions)              |                                |                         | (For reference)             |
|--|---|--------------------------------|--------------------------------|-------------------------|-----------------------------|
|  |   | 1H FY 2007<br>(4/1/07~9/30/07) | 1H FY 2006<br>(4/1/06~9/30/06) | Change<br>(Million Yen) | FY 2006<br>(4/1/06~3/31/07) |
| <b>1. Cash flows from operating activities:</b>                                  |   |                                |                                |                         |                             |
| Income (Loss) before income taxes<br>and minority interests                      | Y | 18,209                         | 37,677                         | -19,468                 | 214,495                     |
| Depreciation and amortization  |   | 134,630                        | 125,260                        | +9,370                  | 278,784                     |
| Impairment loss  |   | 289                            | -                              | +289                    | 9,991                       |
| Increase (decrease) in provisions  |   | (11,056)                       | (12,925)                       | +1,869                  | (20,686)                    |
| Equity in earnings of affiliates, net  |   | (2,363)                        | 1,638                          | -4,001                  | (6,996)                     |
| Disposal of non-current assets   |   | 8,701                          | 6,085                          | +2,616                  | 27,879                      |
| (Gain) Loss on sales of marketable securities                                    |   | (11,606)                       | -                              | -11,606                 | (75,062)                    |
| Revaluation loss on inventories  |   | 25,045                         | -                              | +25,045                 | -                           |
| (Increase) decrease in receivables, trade  |   | 111,946                        | 110,057                        | +1,889                  | (116,659)                   |
| (Increase) decrease in inventories   |   | (45,578)                       | (55,119)                       | +9,541                  | (7,445)                     |
| Increase (decrease) in payables, trade   |   | (50,483)                       | (16,717)                       | -33,766                 | 49,263                      |
| Other, net   |   | (25,686)                       | (11,873)                       | -13,813                 | 55,201                      |
| <b>Net cash provided by<br/>operating activities</b>                             |   | <b>152,048</b>                 | <b>184,083</b>                 | <b>-32,035</b>          | <b>408,765</b>              |
| <b>2. Cash flows from investing activities:</b>                                  |   |                                |                                |                         |                             |
| Purchase of property, plant and equipment  |   | (144,957)                      | (127,161)                      | -17,796                 | (258,631)                   |
| (Increase) decrease in investments   |   | 31,599                         | 3,345                          | +28,254                 | 94,308                      |
| Other, net   |   | (18,603)                       | 4,785                          | -23,388                 | 13,240                      |
| <b>Net cash used in<br/>investing activities</b>                                 |   | <b>(131,961)</b>               | <b>(119,031)</b>               | <b>-12,930</b>          | <b>(151,083)</b>            |
| <b>1+2 [ Free Cash Flow ]</b>  |   | <b>20,087</b>                  | <b>65,052</b>                  | <b>-44,965</b>          | <b>257,682</b>              |
| <b>3. Cash flows from financing activities:</b>                                  |   |                                |                                |                         |                             |
| Increase (decrease) in bonds, notes,<br>short-term borrowings and long-term debt |   | 371,244                        | (47,565)                       | +418,809                | (186,778)                   |
| Dividends paid   |   | (8,338)                        | (8,579)                        | +241                    | (16,572)                    |
| Other, net   |   | (47,672)                       | (17,396)                       | -30,276                 | (31,603)                    |
| <b>Net cash provided by (used in)<br/>financing activities</b>                   |   | <b>315,234</b>                 | <b>(73,540)</b>                | <b>+388,774</b>         | <b>(234,953)</b>            |
| <b>4. Effect of exchange rate changes<br/>on cash and cash equivalents</b>       |   | <b>1,712</b>                   | <b>2,489</b>                   | <b>-777</b>             | <b>4,424</b>                |
| <b>5. Net increase (decrease) in cash<br/>and cash equivalents</b>               |   | <b>337,033</b>                 | <b>(5,999)</b>                 | <b>+343,032</b>         | <b>27,153</b>               |
| <b>6. Cash and cash equivalents<br/>at beginning of period</b>                   |   | <b>448,705</b>                 | <b>420,894</b>                 | <b>+27,811</b>          | <b>420,894</b>              |
| <b>7. Cash and cash equivalents<br/>of newly consolidated subsidiaries</b>       |   | <b>-</b>                       | <b>658</b>                     | <b>-658</b>             | <b>658</b>                  |
| <b>8. Cash and cash equivalents<br/>at end of period</b>                         | Y | <b>785,738</b>                 | <b>415,553</b>                 | <b>+370,185</b>         | <b>448,705</b>              |