

CONSOLIDATED STATEMENTS OF CASH FLOWS

Fujitsu Limited and Consolidated Subsidiaries

Years ended March 31	Notes	Yen (millions)		U.S. Dollars (thousands) (Note 2)
		2012	2013	2013
Cash flows from operating activities (A):				
Income (loss) before income taxes and minority interests		¥ 66,717	¥ (45,113)	\$ (479,926)
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash provided by operating activities:				
Depreciation and amortization		194,449	178,391	1,897,777
Impairment loss		3,241	62,551	665,436
Amortization of goodwill		15,099	14,231	151,394
Increase (decrease) in provisions		(11,666)	41,771	444,372
Financial income and expenses, net		3,080	2,772	29,489
Equity in earnings of affiliates, net		(3,060)	(6,705)	(71,330)
Loss on disposal of non-current assets		5,274	3,400	36,170
(Increase) decrease in receivables, trade		(33,914)	34,184	363,660
(Increase) decrease in inventories		4,647	17,207	183,053
Increase (decrease) in payables, trade		20,826	(71,609)	(761,798)
Other, net	9	15,798	(137,905)	(1,467,074)
Cash generated from operations		280,491	93,175	991,223
Interest and dividends received		6,770	4,934	52,489
Interest paid		(12,588)	(7,193)	(76,521)
Income taxes paid		(34,663)	(19,906)	(211,766)
Net cash provided by operating activities		240,010	71,010	755,426
Cash flows from investing activities (B):				
Purchases of property, plant and equipment		(137,786)	(111,531)	(1,186,500)
Proceeds from sales of property, plant and equipment		6,135	5,767	61,351
Purchases of intangible assets		(57,542)	(64,448)	(685,617)
Proceeds from transfer of business	9	—	10,980	116,809
Proceeds from acquisition of subsidiaries' stock resulting in change in scope of consolidation		45	—	—
Other, net		(1,682)	(2,249)	(23,926)
Net cash used in investing activities		(190,830)	(161,481)	(1,717,883)
A+B *		49,180	(90,471)	(962,457)
Cash flows from financing activities:				
Increase (decrease) in short-term borrowings		(3,522)	148,007	1,574,543
Proceeds from long-term debt		96,118	79,808	849,021
Repayment of long-term debt		(181,435)	(87,583)	(931,734)
Dividends paid		(22,666)	(23,104)	(245,787)
Other, net		(27,461)	(16,744)	(178,128)
Net cash provided by (used in) financing activities		(138,966)	100,384	1,067,915
Effect of exchange rate changes on cash and cash equivalents		(6,209)	7,409	78,819
Net increase (decrease) in cash and cash equivalents		(95,995)	17,322	184,277
Cash and cash equivalents at beginning of year		358,593	266,698	2,837,213
Cash and cash equivalents of newly consolidated subsidiaries		4,100	528	5,617
Cash and cash equivalents at end of year	9	¥ 266,698	¥ 284,548	\$ 3,027,106
Non-cash investing and financing activities:				
Acquisition of assets under finance leases		¥ 17,674	¥ 12,032	\$ 128,000

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.

* This is referred to as "free cash flow" in Management's Discussion and Analysis of Operations.