

## Consolidated Statements of Cash Flows

(Millions of yen)

	Three months ended June 30, 2007	Year ended March 31, 2007
<b>Cash flows from operating activities:</b>		
Income before income taxes and minority interests	1,007	41,383
Depreciation (including software)	8,246	31,613
Decrease (Increase) in notes and accounts receivable	34,261	(21,208)
Increase in inventories	(9,448)	(7,652)
Increase (Decrease) in notes and accounts payable	(21,466)	10,076
Income taxes paid	(8,983)	(14,208)
Other	(10,177)	(4,055)
<b>Net cash provided by (used in) operating activities</b>	<b>(6,560)</b>	<b>35,949</b>
<b>Cash flows from investing activities:</b>		
Payments for acquisitions of tangible fixed assets	(5,228)	(16,865)
Payments for acquisitions of intangible fixed assets	(5,804)	(17,942)
Net proceeds from (payments for) purchases, sales and redemption of investment securities	2,714	(4,322)
Other	177	1,450
<b>Net cash used in investing activities</b>	<b>(8,141)</b>	<b>(37,679)</b>
<b>Cash flows from financing activities:</b>		
Net decrease in borrowings	(1,220)	(16,462)
Payments for cash dividends	(6,346)	(5,319)
Other	(26)	(6,932)
<b>Net cash used in financing activities</b>	<b>(7,592)</b>	<b>(28,713)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>2,013</b>	<b>2,450</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(20,280)</b>	<b>(27,993)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>97,239</b>	<b>125,232</b>
<b>Cash and cash equivalents at end of period</b>	<b>76,959</b>	<b>97,239</b>

Note: Quarterly consolidated statements of cash flows for the same period of the previous fiscal year are not shown, because the disclosure of quarterly consolidated statements of cash flows began in fiscal 2008.