

Consolidated Interim Statements of Cash Flows

Six months ended September 30, 2004 and 2003 (unaudited)

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2004	2003	2004
<i>Cash flows from operating activities</i>			
Income before income taxes	¥ 34,907	¥ 17,177	\$ 314,336
Depreciation	40,583	39,229	365,448
Interest and dividend income	(1,555)	(1,185)	(14,003)
Interest expense	12,316	13,333	110,905
Gain on sale of securities	(2,676)	(5,520)	(24,097)
Equity in income of unconsolidated subsidiaries and affiliates	(4,182)	(3,479)	(37,659)
Loss on impairment for fixed assets	9,075	-	81,720
Effect of applying new accounting standard for retirement benefits	6,368	6,368	57,344
Amortization of prior service credits of pension plans	(3,488)	(3,488)	(31,409)
Loss on sale or disposal of plant and equipment	2,472	2,636	22,260
Decrease in trade receivables from customers	22,490	19,090	202,521
Increase in inventories	(15,996)	(12,075)	(144,043)
Increase(Decrease) in trade payables to customers	16,704	(12,750)	150,419
Other	(2,030)	(10,244)	(18,280)
Subtotal	114,988	49,092	1,035,462
Cash received for interest and dividends	2,314	2,152	20,837
Cash paid for interest	(12,812)	(13,190)	(115,371)
Cash paid for income taxes	(4,014)	(4,317)	(36,146)
Net cash provided by operating activities	100,476	33,737	904,782
<i>Cash flows from investing activities</i>			
Purchase of plant, equipment and other assets	(23,374)	(23,172)	(210,482)
Proceeds from sale of plant, equipment and other assets	2,225	6,689	20,036
Purchase of investments in securities	(1,969)	(5,014)	(17,731)
Proceeds from sale of investments in securities	3,568	9,010	32,130
Decrease (increase) in short-term loans receivable	16	(503)	144
Long-term loans receivable	(193)	(569)	(1,738)
Proceeds from collection of long-term loans	661	806	5,952
Net proceeds from sale of a former consolidated subsidiary	-	2,227	-
Other	(133)	707	(1,198)
Net cash used in investing activities	(19,199)	(9,819)	(172,886)
<i>Cash flows from financing activities</i>			
Decrease in short-term borrowings	(39,694)	(272)	(357,443)
Proceeds from commercial paper	10,000	-	90,050
Proceeds from issuance of long-term debt	16,970	15,939	152,814
Repayment of long-term debt	(52,588)	(79,217)	(473,552)
Proceeds from issuance of bonds	10,000	53,808	90,050
Repayment of bonds	(19,720)	(3,886)	(177,578)
Cash dividends	(4,405)	-	(39,667)
Other	(5,755)	(5,423)	(51,824)
Net cash used in financing activities	(85,192)	(19,051)	(767,150)
<i>Effect of exchange rate changes on cash and cash equivalents</i>			
	56	994	504
<i>Increase (decrease) in cash and cash equivalents</i>			
	(3,859)	5,861	(34,750)
<i>Cash and cash equivalents at the beginning of the six months</i>			
	68,503	81,809	616,866
<i>Cash and cash equivalents of newly consolidated subsidiaries</i>			
	912	696	8,213
<i>Cash and cash equivalents at the end of the six months</i>			
	¥ 65,556	¥ 88,366	\$ 590,329

See accompanying notes.