

## Consolidated Interim Statements of Cash Flows

Six months ended September 30, 2005 and 2004 (unaudited)

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2005	2004	2005
<i>Cash flows from operating activities</i>			
Income before income taxes	¥ 66,774	¥ 34,907	\$ 589,928
Depreciation	39,246	40,583	346,727
Interest and dividend income	(2,124)	(1,555)	(18,765)
Interest expense	10,639	12,316	93,992
Gain on sale of securities	-	(2,676)	-
Equity in income of unconsolidated subsidiaries and affiliates	(5,038)	(4,182)	(44,509)
Loss on separation of real estate business	14,101	-	124,578
Casualty loss	3,271	-	28,898
Loss on impairment of fixed assets	-	9,075	-
Effect of applying new accounting standard for retirement benefits	-	6,368	-
Amortization of prior service credits of pension plans	-	(3,488)	-
Loss on disposal of plant and equipment	1,433	2,472	12,660
Decrease in trade receivables from customers	13,890	22,490	122,714
Increase in inventories	(39,585)	(15,996)	(349,721)
Increase in trade payables to customers	28,857	16,704	254,943
Other	270	(2,030)	2,386
Subtotal	<u>131,734</u>	<u>114,988</u>	<u>1,163,831</u>
Cash received for interest and dividends	3,810	2,314	33,660
Cash paid for interest	(10,988)	(12,812)	(97,076)
Cash paid for income taxes	(19,631)	(4,014)	(173,434)
Net cash provided by operating activities	<u>104,925</u>	<u>100,476</u>	<u>926,981</u>
<i>Cash flows from investing activities</i>			
Purchase of plant, equipment and other assets	(34,415)	(23,374)	(304,046)
Proceeds from sale of plant, equipment and other assets	478	2,225	4,223
Purchase of investments in securities	(5,780)	(1,969)	(51,064)
Proceeds from sale of investments in securities	1,456	3,568	12,863
Decrease (increase) in short-term loans receivable	39	16	345
Long-term loans receivable	(417)	(193)	(3,684)
Proceeds from collection of long-term loans	107	661	945
Other	(87)	(133)	(769)
Net cash used in investing activities	<u>(38,619)</u>	<u>(19,199)</u>	<u>(341,187)</u>
<i>Cash flows from financing activities</i>			
Decrease in short-term borrowings	(5,949)	(39,694)	(52,558)
Proceeds from commercial paper	17,000	10,000	150,190
Proceeds from issuance of long-term debt	2,290	16,970	20,232
Repayment of long-term debt	(46,523)	(52,588)	(411,017)
Proceeds from issuance of bonds	10,000	10,000	88,347
Repayment of bonds	(25,378)	(19,720)	(224,207)
Cash dividends	(8,841)	(4,405)	(78,108)
Other	(8,327)	(5,755)	(73,567)
Net cash used in financing activities	<u>(65,728)</u>	<u>(85,192)</u>	<u>(580,688)</u>
<i>Effect of exchange rate changes on cash and cash equivalents</i>			
	<u>969</u>	<u>56</u>	<u>8,561</u>
<i>Increase (decrease) in cash and cash equivalents</i>	<u>1,547</u>	<u>(3,859)</u>	<u>13,667</u>
<i>Cash and cash equivalents at the beginning of the six months</i>	<u>80,592</u>	<u>68,503</u>	<u>712,007</u>
<i>Cash and cash equivalents of newly consolidated subsidiaries</i>	<u>1,578</u>	<u>912</u>	<u>13,941</u>
<i>Cash and cash equivalents at the end of the six months</i>	<u>¥ 83,717</u>	<u>¥ 65,556</u>	<u>\$ 739,615</u>

See accompanying notes.