

Consolidated Statement of Cash Flows

Year Ended March 31, 2020

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2020	2019	2020
OPERATING ACTIVITIES:			
Profit before income taxes	¥ 44,581	¥ 52,258	\$ 409,641
Adjustments for:			
Income taxes—paid	(30,034)	(13,745)	(275,972)
Depreciation and amortization	55,105	51,359	506,338
(Gain) loss on sales and disposal of property, plant and equipment—net	(7,528)	300	(69,174)
Loss on impairment of long-lived assets	991	2,087	9,100
Gain on sales of marketable and investment securities	(1,300)	(37)	(11,942)
Loss on valuation of investment securities	140	39	1,285
Loss on valuation of investment in unconsolidated subsidiaries and affiliates	2,207	1,357	20,282
Share of loss of entities accounted for using equity method	4,169	4,873	38,304
Compensation for delay damages received		1,776	
Changes in assets and liabilities:			
Decrease in notes and accounts receivable	4,478	3,223	41,151
Increase in inventories	(702)	(296)	(6,452)
(Decrease) increase in notes and accounts payable	(11,768)	3,773	(108,127)
Increase in liability for employees' retirement benefits	1,864	1,936	17,128
Other—net	12,231	9,191	112,382
Total adjustments	29,853	65,836	274,303
Net cash provided by operating activities	74,434	118,094	683,944
INVESTING ACTIVITIES:			
Proceeds from sale of property, plant and equipment	13,161	4,233	120,928
Purchases of property, plant and equipment	(54,853)	(48,058)	(504,022)
Proceeds from sales of marketable and investment securities	1,978	72	18,175
Purchases of marketable and investment securities	(585)	(290)	(5,371)
Increase in investments in and advances to unconsolidated subsidiaries and affiliates	(1,663)	(1,770)	(15,281)
Collection of loans	722	1,178	6,639
Payment of loans	(661)	(1,322)	(6,076)
Other	(8,043)	(8,915)	(73,908)
Net cash used in investing activities	(49,944)	(54,872)	(458,916)
FINANCING ACTIVITIES:			
Proceeds from (repayments of) short-term debt—net	45,634	(16,165)	419,311
Repayments of long-term debt	(40,800)	(43,600)	(374,897)
Dividends paid	(11,512)	(11,178)	(105,775)
Purchase of treasury stock—net	(15,691)	(4)	(144,178)
Net cash used in financing activities	(22,369)	(70,947)	(205,539)
FOREIGN CURRENCY TRANSLATION ADJUSTMENTS ON CASH AND CASH EQUIVALENTS	(109)	(487)	(1,002)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,012	(8,212)	18,487
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	194,651	202,863	1,788,575
CASH AND CASH EQUIVALENTS, END OF YEAR (Note 2.e)	¥196,663	¥194,651	\$1,807,062
NON-CASH INVESTING AND FINANCING ACTIVITIES:			
Newly recorded assets related to finance lease transactions	¥ —	¥ 18,131	\$ —
Newly recorded liabilities related to finance lease transactions		19,768	

* The amounts of newly recorded assets and liabilities related to finance lease transactions for the fiscal year ended March 31, 2020, are omitted due to immateriality. See notes to consolidated financial statements.