

4. " NON CONSOLIDATED STATEMENTS OF CASH FLOWS "

(Unit : Thousands of Yen)

	Previous Accounting Period (From April 1, 2009 To March 31, 2010)	Current Accounting Period (From April 1, 2010 To March 31, 2011)
Net cash provided by (used in) operating activities		
Income before income taxes	902,971	1,058,366
Depreciation and amortization	1,891,685	1,551,044
Increase (decrease) in provision for retirement benefits	263,354	163,575
Increase (decrease) in allowance for doubtful accounts	50,784	2,693
Increase (decrease) in provision for product warranties	(53,800)	(2,000)
Increase (decrease) in provision for bonuses	(220,000)	(30,000)
Interest and dividends income	(260,019)	(213,250)
Interest expenses	9,154	2,838
Exchange losses (gains)	410	—
Loss on valuation of securities	123,000	405,584
Gain on sales of securities	—	(1,239)
Gain on sales of noncurrent assets	(1,714)	(41,064)
Loss on sales and retirement of noncurrent assets	739,790	40,918
Expenses of dismantling and removal for building	—	10,000
Decrease (increase) in notes and accounts receivable-trade	2,539,833	(552,405)
Decrease (increase) in inventories	5,775,202	1,373,930
Increase (decrease) in notes and accounts payable-trade	(4,049,410)	1,409,235
Increase (decrease) in accrued consumption taxes	443,740	(552,702)
Other, net	(887,313)	(84,932)
Subtotal	7,267,672	4,540,591
Interest and dividends income received	259,759	213,938
Interest expenses paid	(9,154)	(2,838)
Income taxes paid	(1,179,247)	(91,931)
Net cash provided by (used in) operating activities	6,339,030	4,659,759
Net cash provided by (used in) investing activities		
Payments into time deposits	(300,000)	—
Proceeds from sales of short-term investment securities	500,000	—
Purchase of noncurrent assets	(509,646)	(490,467)
Proceeds from sales of noncurrent assets	2,304	59,837
Purchase of investment securities	(6,516)	(22,536)
Proceeds from sales of investment securities	300,000	9,246
Purchase of stocks of subsidiaries and affiliates	(677,320)	—
Payments of additional capital to subsidiaries and affiliates	(40,000)	(200,000)
Payments of loans receivable from subsidiaries and affiliates	(50,000)	(160,000)
Collection of loans receivable from subsidiaries and affiliates	15,000	50,000
Decrease (increase) in short-term loans receivable	351,000	(233,000)
Other, net	449,881	(8,953)
Net cash provided by (used in) investing activities	34,702	(995,873)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(4,800,000)	—
Purchase of treasury stock	(5,830)	(9,993)
Cash dividends paid	(844,719)	(683,692)
Repayments of lease obligations	(5,847)	(6,664)
Net cash provided by (used in) financing activities	(5,656,397)	(700,350)

HISAKA WORKS, LTD.

(Unit : Thousands of Yen)

	Previous Accounting Period (From April 1, 2009 To March 31, 2010)	Current Accounting Period (From April 1, 2010 To March 31, 2011)
Effect of exchange rate change on cash and cash equivalents	(410)	—
Net increase (decrease) in cash and cash equivalents	716,924	2,963,535
Cash and cash equivalents at beginning of period	930,510	1,647,435
Cash and cash equivalents at end of period	1,647,435	4,610,970