

#### (4)Consolidated Statements of Cash Flows

(Thousands of yen)

|  | Fiscal year ended<br>March 31, 2017 | Fiscal year ended<br>March 31, 2018 |
|--|-------------------------------------|-------------------------------------|
| Cash flows from operating activities                                 |                                     |                                     |
| Profit before income taxes   | 2,786,273                           | 2,772,649                           |
| Depreciation   | 1,079,243                           | 1,153,925                           |
| Increase (decrease) in allowance for doubtful accounts               | △5,740                              | △4,964                              |
| Increase (decrease) in provision for product warranties              | △76,905                             | 25,211                              |
| Increase (decrease) in provision for bonuses                         | 21,945                              | 88,167                              |
| Decrease (increase) in net defined benefit asset                     | △77,916                             | 40,662                              |
| Increase (decrease) in net defined benefit liability                 | 7,237                               | 8,050                               |
| Interest and dividend income   | △251,768                            | △261,828                            |
| Interest expenses  | 183                                 | 125                                 |
| Foreign exchange losses (gains)                                      | 161,655                             | △32,635                             |
| Share of loss (profit) of entities accounted for using equity method | △4,246                              | △11,397                             |
| Loss (gain) on sales of securities                                   | △1,418,918                          | —                                   |
| Loss (gain) on redemption of investment securities                   | —                                   | △727,000                            |
| Loss (gain) on sales and retirement of non-current assets            | △2,391                              | 12,831                              |
| Disaster related expenses  | 10,000                              | —                                   |
| Reversal of allowance for doubtful accounts                          | —                                   | △95,286                             |
| Decrease (increase) in notes and accounts receivable - trade         | 1,139,442                           | △921,660                            |
| Decrease (increase) in inventories                                   | 352,491                             | △1,149,400                          |
| Increase (decrease) in notes and accounts payable - trade            | △1,246,900                          | 1,011,503                           |
| Increase (decrease) in advances received                             | △81,985                             | 117,512                             |
| Increase (decrease) in accrued consumption taxes                     | 10,397                              | △105,952                            |
| Decrease (increase) in accounts receivable - other                   | 66,074                              | 17,501                              |
| Other, net   | △45,672                             | 44,791                              |
| Subtotal   | 2,422,498                           | 1,982,805                           |
| Interest and dividend income received                                | 254,010                             | 264,883                             |
| Interest expenses paid   | △183                                | △125                                |
| Special dividend to employees paid                                   | △177,666                            | —                                   |
| Disaster related expenses paid                                       | △10,000                             | —                                   |
| Income taxes (paid) refund   | △2,988,616                          | 714,079                             |
| Net cash provided by (used in) operating activities                  | △499,957                            | 2,961,642                           |

(Thousands of yen)

|   | Fiscal year ended<br>March 31, 2017 | Fiscal year ended<br>March 31, 2018 |
|---|-------------------------------------|-------------------------------------|
| Cash flows from investing activities  |                                     |                                     |
| Payments into time deposits   | △108,440                            | △108,441                            |
| Proceeds from withdrawal of time deposits   | 107,838                             | 107,840                             |
| Payments into long-term time deposits   | △1,000,000                          | △1,000,000                          |
| Proceeds from long-term time deposits   | —                                   | 400,000                             |
| Purchase of non-current assets  | △974,687                            | △538,338                            |
| Proceeds from sales of non-current assets   | 4,207                               | 1,245                               |
| Purchase of investment securities   | △149,844                            | △402,202                            |
| Proceeds from sales of investment securities  | 2,502,788                           | 2,000,000                           |
| Purchase of shares of subsidiaries and associates   | △354,665                            | —                                   |
| Purchase of purchase of Investments in capital of subsidiaries and associates resulting in change in scope of consolidation | —                                   | △49,890                             |
| Decrease (increase) in short-term loans receivable  | 766,000                             | —                                   |
| Collection of long-term loans receivable  | 360                                 | 97,735                              |
| Purchase of insurance funds   | △4,588                              | △4,864                              |
| Proceeds from cancellation of insurance funds   | 28,905                              | 1,401                               |
| Other, net  | △126,952                            | 971                                 |
| Net cash provided by (used in) investing activities   | 690,920                             | 505,456                             |
| Cash flows from financing activities  |                                     |                                     |
| Repayments of lease obligations   | △6,479                              | △834                                |
| Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation         | △15,510                             | △1,666                              |
| Purchase of treasury shares   | △56                                 | △358                                |
| Cash dividends paid   | △743,986                            | △596,496                            |
| Net cash provided by (used in) financing activities   | △766,032                            | △599,356                            |
| Effect of exchange rate change on cash and cash equivalents   | △42,388                             | 13,126                              |
| Net increase (decrease) in cash and cash equivalents  | △617,457                            | 2,880,868                           |
| Cash and cash equivalents at beginning of period  | 12,075,211                          | 11,457,753                          |
| Cash and cash equivalents at end of period  | 11,457,753                          | 14,338,622                          |