

(3) Statements of Cash Flows

Item	Term	The 9-month-period of FY2015	
		(April 1, 2013 - December 31, 2013)	(April 1, 2014 - December 31, 2014)
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)
Cash flows from operating activities:			
Net income	17,169	36,875	304,752
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	61,752	59,773	493,992
Changes in assets and liabilities:			
Decrease (increase) in trade receivables	(11,278)	(10,338)	(85,438)
Decrease (increase) in inventories	622	(9,014)	(74,496)
Increase (decrease) in trade payables	5,652	1,536	12,694
Increase (decrease) in accrued expenses	602	974	8,050
Decrease (increase) in other assets and liabilities, net	8,800	(2,230)	(18,430)
Other-net	2,158	11,740	97,025
Net cash provided by operating activities	85,477	89,316	738,149
Cash flows from investing activities:			
Capital expenditures	(47,940)	(70,604)	(583,504)
Proceeds from sale and maturity of short-term investments	15,053	11,347	93,777
Payment for purchase of short-term investments	(16,241)	(19,230)	(158,926)
Payment for purchase of securities	(960)	(230)	(1,901)
Disbursement for loans made by TDK	(999)	(23,706)	(195,917)
Proceeds from sales of tangible and intangible assets	4,238	6,945	57,397
Other-net	3,757	2,402	19,851
Net cash used in investing activities	(43,092)	(93,076)	(769,223)
Cash flows from financing activities:			
Proceeds from long-term debt	33,619	26,711	220,752
Repayment of long-term debt	(3,605)	(1,761)	(14,554)
Increase (decrease) in short-term debt, net	(27,687)	(12,709)	(105,033)
Dividends paid	(7,533)	(10,053)	(83,083)
Acquisition of noncontrolling interests	(13,981)	(24,608)	(203,372)
Other-net	(196)	2,706	22,364
Net cash used in financing activities	(19,383)	(19,714)	(162,926)
Effect of exchange rate changes on cash and cash equivalents	27,592	36,241	299,512
Net increase in cash and cash equivalents	50,594	12,767	105,512
Cash and cash equivalents at beginning of period	213,687	250,848	2,073,124
Cash and cash equivalents at end of period	264,281	263,615	2,178,636

Notes:

1. U.S.\$1=Yen 121, for convenience only.
2. The cash flows attributable to the discontinued operations are not presented separately from the cash flows attributable to the continuing operations in the statements of cash flows.