

## Consolidated Statements of Cash Flows

(In millions of yen)

|   | Six months ended<br>Sept. 30, 2009 | Six months ended<br>Sept. 30, 2008 | Change     |
|---|------------------------------------|------------------------------------|------------|
| <b>Operating activities:</b>  |                                    |                                    |            |
| Net income  | 22,610                             | 40,325                             |            |
| Depreciation and amortization                                       | 14,223                             | 15,060                             |            |
| Valuation loss on other investments                                 | 43                                 | 708                                |            |
| Deferred income taxes   | 417                                | 4,730                              |            |
| Decrease (increase) in notes and accounts receivable                | 37,243                             | (119,419)                          |            |
| Decrease (increase) in inventories                                  | 20,771                             | (10,708)                           |            |
| Decrease in interest in sold receivable                             | -                                  | 69,502                             |            |
| Increase in other current assets                                    | (2,174)                            | (11,850)                           |            |
| Decrease in trade notes and accounts payable                        | (52,932)                           | (1,514)                            |            |
| Increase in income taxes payable                                    | 3,027                              | 2,070                              |            |
| Increase (decrease) in other current liabilities                    | (4,717)                            | 10,358                             |            |
| Increase (decrease) in accrued retirement and pension costs         | 112                                | (4,692)                            |            |
| Other   | 3,263                              | (2,628)                            |            |
| Net cash provided by (used in) operating activities                 | 41,886                             | (8,058)                            | 49,944     |
| <b>Investing activities:</b>  |                                    |                                    |            |
| Purchases of fixed assets   | (11,003)                           | (15,975)                           |            |
| Proceeds from sales of property, plant, and equipment               | 1,068                              | 641                                |            |
| Proceeds from sales and redemption of investments                   | 5,763                              | 46                                 |            |
| Increase in finance receivables                                     | (82,188)                           | (102,807)                          |            |
| Collection of finance receivables                                   | 67,578                             | 75,803                             |            |
| Other   | (1,827)                            | (547)                              |            |
| Net cash used in investing activities                               | (20,609)                           | (42,839)                           | 22,230     |
| <b>Financing activities:</b>  |                                    |                                    |            |
| Proceeds from issuance of long-term debt                            | 46,354                             | 63,068                             |            |
| Repayments of long-term debt  | (25,126)                           | (36,864)                           |            |
| Net increase (decrease) in short-term borrowings                    | (10,970)                           | 33,197                             |            |
| Cash dividends  | (8,907)                            | (10,248)                           |            |
| Purchases of treasury stock   | (24)                               | (2,614)                            |            |
| Other   | 716                                | (719)                              |            |
| Net cash provided by financing activities                           | 2,043                              | 45,820                             | ( 43,777 ) |
| <b>Effect of exchange rate changes on cash and cash equivalents</b> | 1,535                              | (1,679)                            | 3,214      |
| <b>Net increase (decrease) in cash and cash equivalents</b>         | 24,855                             | (6,756)                            |            |
| <b>Cash and cash equivalents at beginning of period</b>             | 69,505                             | 88,784                             |            |
| <b>Cash and cash equivalents at end of period</b>                   | 94,360                             | 82,028                             | 12,332     |