

Consolidated Statements of Cash Flows

TOKAI RIKA Co., Ltd. and Consolidated Subsidiaries
Years ended March 31, 2009 and 2008

Millions of Yen

	Year ended March 31, 2009	Year ended March 31, 2008	Increase (Decrease)
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income taxes and minority interests	902	32,639	(31,737)
Depreciation	18,842	17,824	1,018
Amortization of goodwill	80	8	72
Increase (Decrease) in allowance for doubtful accounts	(44)	3	(47)
Increase (Decrease) in accrued bonuses	(1,155)	848	(2,003)
Increase (Decrease) in reserve for product warranties	2,240	(591)	2,831
Increase (Decrease) in liability for retirement benefits	(748)	(553)	(195)
Increase in retirement allowances for directors and corporate auditors	(87)	34	(121)
Interest and dividend income	(941)	(829)	(112)
Interest expenses	388	557	(169)
Foreign exchange gain	1,860	(325)	2,185
Equity in earnings of associated companies	(125)	(451)	326
Loss on sales and dispositions of tangible fixed assets	319	289	30
Gain on sales of investments securities	118	(286)	404
Impairment loss	-	1,925	(1,925)
Increase in notes and accounts receivables	31,216	(410)	31,626
Increase in inventories	1,248	401	847
Increase in notes and accounts payable	(24,651)	(1,016)	(23,635)
Increase in consumption taxes payable	(379)	2	(381)
Others, net	(1,311)	2,524	(3,835)
Sub - Total	27,773	52,594	(24,821)
Interest and dividend income received	975	922	53
Interest expenses paid	(394)	(562)	168
Income taxes paid	(8,288)	(8,992)	704
Net cash provided by operating activities	20,066	43,961	(23,895)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sales of marketable securities	2,000	14,400	(12,400)
Purchases of tangible fixed assets	(20,748)	(20,700)	(48)
Proceeds from sales of tangible fixed assets	236	205	31
Purchases of investment securities	(5,299)	(24,515)	19,216
Proceeds from sales of investment securities	43	384	(341)
Purchases of affiliated companies	(256)	(22)	(234)
Payment for purchase of affiliated companies, net of cash acquired	-	(318)	318
Disbursement for originating loans	(299)	(176)	(123)
Proceeds from collections of loans	232	216	16
Others, net	(1,162)	(1,256)	94
Net cash used in investing activities	(25,253)	(31,784)	6,531
CASH FLOWS FROM FINANCING ACTIVITIES			
Increase (Decrease) in short-term borrowings, net	(43)	(1,297)	1,254
Increase (Decrease) in long-term borrowings, net	900	-	900
Dividends paid	(4,424)	(3,866)	(558)
Dividends paid to minority shareholders	(698)	(570)	(128)
Purchases of treasury stock	(4)	(13)	9
Others, net	551	658	(107)
Net cash provided by (used in) financing activities	(3,720)	(5,089)	1,369
EFFECT OF FOREIGN CURRENCY TRANSLATION	(1,667)	(1,562)	(105)
ADJUSTMENTS ON CASH AND CASH EQUIVALENTS			
NET (DECREASE)INCREASE IN CASH AND CASH EQUIVALENTS	(10,574)	5,525	(16,099)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	35,419	29,894	5,525
CASH AND CASH EQUIVALENTS OF NEWLY CONSOLIDATED SUBSIDIARIES	80	-	80
CASH AND CASH EQUIVALENTS OF INCREASED BY MERGER	94	-	94
CASH AND CASH EQUIVALENTS OF SUBSIDIARIES EXCLUDED FROM CONSOLIDATION	(12)	-	(12)
CASH AND CASH EQUIVALENTS, END OF PERIOD	25,008	35,419	(10,411)