

Consolidated Statements of Cash Flows

For the years ended March 31, 2008 and 2007

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2008	2007	2008
Cash Flows from Operating Activities:			
Profit before income taxes and minority interests	¥2,455	¥704	\$24,500
Adjustments for:			
Depreciation	4,642	4,648	46,327
Impairment loss on fixed assets	265	565	2,645
(Decrease) / increase in allowance for doubtful accounts	(186)	1,346	(1,853)
Decrease in reserve for retirement benefits to employees	(240)	(269)	(2,393)
Decrease in reserve for retirement benefits to directors and corporate auditors	-	(152)	-
Interest and dividends income	(185)	(112)	(1,849)
Interest expenses	382	332	3,814
Loss on sale of investments in securities	-	82	-
Net loss / (gain) on sale of tangible fixed assets	16	(260)	162
Loss on disposal of tangible fixed assets	283	86	2,826
Loss on disposal of leased assets	547	497	5,463
Acquisition of leased assets	(2,570)	(2,072)	(25,650)
Decrease / (increase) in notes and accounts receivable-trade	4,531	(4,259)	45,222
Increase in cost of uncompleted construction contracts ..	(208)	(472)	(2,080)
Decrease in other inventories	17	736	166
(Decrease) / increase in accounts payable-trade	(1,390)	1,492	(13,870)
(Decrease) / increase in advances received on uncompleted construction contracts	(521)	1,619	(5,204)
Increase in accounts payable – other	1,136	1,092	11,342
Others	(1,987)	(173)	(19,832)
Sub total	6,987	5,430	69,736
Interest and dividends received	185	113	1,843
Interest paid	(377)	(344)	(3,766)
Income taxes paid	(513)	(319)	(5,116)
Net cash provided by operating activities	6,282	4,880	62,697
Cash Flows from Investing Activities:			
Acquisition of tangible fixed assets	(4,416)	(2,669)	(44,074)
Proceeds from sale of tangible fixed assets	170	436	1,701
Acquisition of intangible assets	(24)	(59)	(239)
Net decrease in short-term loans receivable	192	42	1,913
Payment of long-term loans	(98)	(381)	(982)
Proceeds from collection of long-term loans receivable ..	-	60	-
Others	1,405	(236)	14,027
Net cash used in investing activities	(2,771)	(2,807)	(27,654)
Cash Flows from Financing Activities:			
Net decrease in short-term borrowings	(50)	(4,600)	(499)
Proceeds from long-term borrowings	3,800	9,500	37,924
Repayment of long-term borrowings	(3,901)	(4,354)	(38,932)
Purchase of treasury stock	(5)	(7)	(49)
Dividends paid	(285)	(475)	(2,844)
Others	(0)	(1)	(6)
Net cash provided by (used in) financing activities	(441)	63	(4,406)
Effect of Exchange Rate Changes on Cash and Cash Equivalents			
Equivalents	(13)	16	(125)
Increase in Cash and Cash Equivalents	3,057	2,152	30,512
Cash and Cash Equivalents at Beginning of Year	17,773	15,621	177,370
Cash and Cash Equivalents at End of Year (Note 7)	¥20,830	¥17,773	\$207,882

See accompanying notes to consolidated financial statements.