

## Consolidated Statements of Cash Flows

For the years ended March 31, 2020 and 2019

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2020	2019	2020
<b>Net Cash Provided by Operating Activities:</b>			
Profit before income taxes .....	¥9,377	¥7,174	\$86,162
Adjustments for:			
Depreciation .....	3,758	3,739	34,532
Impairment loss on tangible fixed assets .....	-	69	-
(Decrease) in allowance for doubtful accounts .....	(193)	(11)	(1,775)
Increase / (Decrease) in allowance for loss related to Anti-Monopoly Act .....	(5,162)	381	(47,435)
(Decrease) in net defined benefit liability .....	(85)	(38)	(779)
Interest and dividends income .....	(310)	(229)	(2,847)
Interest expenses .....	103	110	944
(Gain) on sale of investment securities .....	(8)	-	(77)
(Gain) on sale of shares of subsidiaries .....	-	(6)	-
Loss on valuation of investment securities .....	95	-	876
Compensation for transfer .....	-	(4)	-
Net (gain) on sale of tangible fixed assets .....	(79)	(46)	(730)
Loss on disposal of fixed assets .....	131	103	1,204
Loss on disposal of leased assets .....	56	60	512
Acquisition of leased assets .....	(421)	(493)	(3,873)
Decrease / (Increase) in notes and accounts receivable – trade .....	4,928	(5,450)	45,284
Decrease / (Increase) in costs of uncompleted construction contracts .....	134	(64)	1,227
Decrease / (Increase) in other inventories .....	185	(44)	1,697
Increase / (Decrease) in accounts payable-trade .....	(4,971)	125	(45,673)
(Decrease) in advances received on uncompleted construction contracts .....	(288)	(80)	(2,650)
Increase / (Decrease) in accounts payable – other .....	182	(231)	1,675
Others .....	15	1,368	134
Subtotal .....	7,445	6,433	67,532
Interest and dividends received .....	310	229	2,848
Interest paid .....	(107)	(110)	(982)
Proceeds from compensation for transfer .....	-	49	-
Income taxes paid .....	(2,726)	(2,207)	(25,045)
Net cash provided by operating activities .....	4,922	4,394	44,353
<b>Net Cash Provided by Investing Activities:</b>			
Acquisition of tangible fixed assets .....	(4,915)	(4,356)	(45,156)
Proceeds from sale of tangible fixed assets .....	103	162	943
Proceeds from sale of shares of subsidiaries .....	-	(92)	-
Proceeds from sale of investment securities .....	39	-	355
Proceeds from liquidation of subsidiaries .....	-	-	-
Others .....	(398)	(333)	(3,657)
Net cash used in investing activities .....	(5,171)	(4,619)	(47,515)
<b>Net Cash Provided by Financing Activities:</b>			
Proceeds from long-term loans payable .....	1,000	-	9,189
Repayment of long-term loans payable .....	(1,000)	-	(9,189)
Purchase of treasury stock .....	(2)	(2)	(19)
Dividends paid .....	(1,758)	(1,319)	(16,154)
Others .....	(1)	0	(4)
Net cash used in financing activities .....	(1,761)	(1,321)	(16,177)
<b>Effect of Exchange Rate Changes on Cash and Cash Equivalents</b> .....	1	(24)	4
<b>(Decrease) / Increase in Cash and Cash Equivalents</b> ....	(2,009)	(1,570)	(19,335)
<b>Cash and Cash Equivalents at Beginning of Year</b> .....	37,062	38,632	340,546

<b>Cash and Cash Equivalents at End of Year (Note 9) .....</b>	<b><u>¥35,053</u></b>	<b><u>¥37,062</u></b>	<b><u>\$321,211</u></b>
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See accompanying notes to consolidated financial statements.