

CONSOLIDATED STATEMENTS OF CASH FLOWS

Years ended March 31, 2013 and 2012

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2013	2012	2013
Cash flows from operating activities:			
Income before income taxes and minority interests	¥ 30,320	¥ 29,979	\$ 321,662
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities:			
Depreciation and amortization	50,424	55,411	534,951
Loss on impairment of fixed assets	11,403	1,190	120,969
Amortization of goodwill	809	1,569	8,578
Interest and dividend income	(1,078)	(1,068)	(11,434)
Interest expense	10,003	11,113	106,125
(Decrease) increase in employees' retirement benefits	(1,474)	(4,611)	(15,636)
Loss (gain) on sale of property and equipment, net	(3,002)	(533)	(31,849)
Construction costs allotted to and received from others	(52,372)	(269)	(555,617)
Draw-downs from special reserve for expansion of railway transport facilities	(4,700)	(4,700)	(49,862)
Loss on deduction of carrying amounts of property and equipment	52,347	1,079	555,347
Loss on valuation of inventories	1,519	230	16,116
Decrease (increase) in trade receivables	(591)	(923)	(6,271)
(Increase) decrease in inventories	1,840	337	19,523
(Decrease) increase in accounts payables	1,331	319	14,120
Other	15	4,379	158
Subtotal	96,794	93,502	1,026,880
Interest and dividends received	1,217	1,210	12,913
Interest paid	(10,122)	(11,132)	(107,384)
Income taxes paid	(16,406)	(5,681)	(174,049)
Net cash provided by operating activities	71,483	77,899	758,360
Cash flows from investing activities:			
Acquisition of property and equipment	(57,592)	(88,119)	(610,994)
Proceeds from sales of property and equipment	4,357	1,995	46,226
Proceeds from long-term advances received	8,348	5,834	88,561
Advances received	9,863	8,641	104,634
Other	275	1,422	2,923
Net cash used in investing activities	(34,749)	(70,227)	(368,650)
Cash flows from financing activities:			
Net increase (decrease) in short-term loans	(4,677)	(8,620)	(49,613)
Proceeds from long-term debt	84,135	89,487	892,582
Repayments of long-term debt	(111,282)	(74,886)	(1,180,584)
Cash dividends paid	(5,418)	(4,696)	(57,484)
Acquisition of treasury stock	(154)	(84)	(1,635)
Other	(375)	(841)	(3,977)
Net cash provided by (used in) financing activities	(37,771)	360	(400,711)
Effect of exchange rate changes on cash and cash equivalents	0	0	0
Net (decrease) increase in cash and cash equivalents	(1,037)	8,032	(11,001)
Cash and cash equivalents at beginning of the year	30,898	22,866	327,793
Cash and cash equivalents at end of the year (Note 20)	¥ 29,861	¥ 30,898	\$ 316,792

See accompanying Notes to Consolidated Financial Statements.