

(4) Consolidated statements of cash flows

(Unit: Millions of yen)

	Previous fiscal year from April 1, 2010 to March 31, 2011	Current fiscal year from April 1, 2011 to March 31, 2012
Cash flows from operating activities		
Net income before income taxes	10,807	11,425
Depreciation and amortization	3,315	3,123
Impairment loss	149	80
Amortization of goodwill	239	112
Increase (decrease) in allowance for doubtful accounts	(56)	9
Decrease (increase) in accrued bonuses	1,180	(362)
Decrease (increase) in allowance for sales returns	40	(12)
Increase (decrease) in accrued retirement benefits for employees	(4)	126
Interest and dividend income	(142)	(95)
Interest expense	143	115
Exchange loss, net	1,039	424
Loss on sales and/or disposal of fixed assets	95	321
Gain on sales of investment in securities	(45)	(8)
Loss on revaluation of investments in securities	259	—
Loss on adjustment for changes of accounting standard for asset retirement obligations	204	—
Loss on restructuring	1,453	—
Loss on disaster	105	—
Increase in accounts receivable, trade	(5,531)	(5,550)
Increase (decrease) in inventories	409	(1,450)
Increase (decrease) in work-in-progress for game software	3,246	(11,899)
Increase in accounts payable, trade	2,264	1,720
Increase (decrease) in other current assets	57	(309)
Increase in other current liabilities	3,186	202
Other	913	(1,419)
Sub total	23,331	(3,447)
Interest and dividends received	141	86
Interest paid	(144)	(115)
Payment for settlement of litigation	(161)	—
Income taxes paid	(774)	(4,195)
Net cash used in (provided by) operating activities	22,392	(7,672)
Cash flows from investing activities		
Purchase of time deposits with original maturities of over 3 months	—	(2,465)
Payment for acquisitions of tangible fixed assets	(1,734)	(2,153)
Proceeds from sales of tangible fixed assets	1	434
Payment for acquisitions of intangible fixed assets	(429)	(527)
Payment for purchase of investments in securities	(12)	(12)
Proceeds from sales of investments in securities	290	47
Collection of loans receivable	1	0
Purchase of investment in subsidiaries	(482)	—
Payment for other investing activities	(166)	(379)
Proceeds from other investing activities	485	260
Net cash used in investing activities	(2,046)	(4,794)
Cash flows from financing activities		
Repayments of short-term borrowings	(12,500)	6,760
Proceeds from long-term borrowings	3,000	3,000
Repayments of long-term borrowings	(711)	(3,711)
Repayments of lease obligations	(640)	(418)
Payment for repurchase of treasury stock	(2)	(2,703)
Proceeds from sales of treasury stock	0	0
Dividends paid by parent company	(2,064)	(2,339)
Net cash used in financing activities	(12,919)	587
Effect of exchange rate changes on cash and cash equivalents	(2,230)	(845)
Net decrease (increase) in cash and cash equivalents	5,196	(12,724)
Cash and cash equivalents at beginning of year	29,815	35,011
Cash and cash equivalents at end of year	35,011	22,287