

(3) Consolidated statements of cash flows

(Unit: Millions of yen)

	Previous 6 months From April 1, 2013 to September 30, 2013	Current 6 months From April 1, 2014 to September 30, 2014
Cash flows from operating activities		
Net income before income taxes	7,801	4,530
Depreciation and amortization	2,100	1,557
Amortization of goodwill	68	67
Decrease in allowance for doubtful accounts	(8)	(3)
Decrease in accrued bonuses	(35)	(146)
Interest and dividend income	(51)	(54)
Interest expense	59	42
Exchange gain, net	(246)	(46)
Loss on sales and/or disposal of fixed assets	78	10
Loss on restructuring	310	—
Decrease (increase) in accounts receivable, trade	(8,163)	9,918
(Increase) decrease in inventories	966	(870)
(Increase) decrease in work-in-progress for game software	4,368	(5,084)
Decrease in accounts payable, trade	(372)	(7,784)
Decrease in other current liabilities	(77)	(718)
Other	(2,185)	(4,651)
Sub total	4,612	(3,235)
Interest and dividends received	46	73
Interest paid	(55)	(42)
Income taxes paid	(1,800)	(571)
Net cash (used in) provided by operating activities	2,802	(3,776)
Cash flows from investing activities		
Payments into time deposits	(3,452)	—
Payment for acquisitions of tangible fixed assets	(1,055)	(1,639)
Proceeds from sales of tangible fixed assets	-	205
Payment for acquisitions of intangible fixed assets	(238)	(183)
Other	36	(18)
Net cash used in investing activities	(4,710)	(1,635)
Cash flows from financing activities		
Net increase in short-term borrowings	100	3,000
Proceeds from long-term borrowing	—	1,002
Repayments of long-term borrowings	(142)	(33)
Payment for repurchase of treasury stock	(2,284)	(2)
Dividend paid	(1,438)	(1,407)
Other	(187)	(180)
Net cash provided by (used in) financing activities	(3,952)	2,377
Effect of exchange rate changes on cash and cash equivalents	1,323	809
Net decrease in cash and cash equivalents	(4,536)	(2,224)
Cash and cash equivalents at beginning of year	31,522	26,118
Cash and cash equivalents at end of quarter	26,985	23,893