

(3) Summary of statements of cash flows

(Unit: Millions of yen)

	Previous 9 months from April 1, 2009 to December 31, 2009	Current 9 months from April 1, 2010 to December 31, 2010
Cash flows from operating activities		
Net income before income taxes	491	10,855
Depreciation and amortization	2,447	2,335
Impairment loss	166	-
Amortization of goodwill	183	164
Decrease in allowance for doubtful accounts	(152)	(22)
Interest and dividend income	(273)	(126)
Interest expense	124	116
Exchange loss, net	113	1,456
Loss on sales and/or disposal of fixed assets	74	16
Gain on sales of investments in securities	-	(2)
Loss on revaluation of investments in securities	-	257
Loss on adjustment for changes of accounting standard for asset retirement obligations	-	204
Loss on restructuring	4,092	-
Increase (decrease) in accounts receivable, trade	23,310	(9,983)
Decrease in inventories	299	170
Decrease (increase) in work-in-progress for game software	(5,288)	1,875
Increase (decrease) in accounts payable, trade	(5,840)	1,548
Increase (decrease) in other current liabilities	(1,563)	2,135
Other	(943)	194
Sub total	<u>17,241</u>	<u>11,196</u>
Interest and dividends received	273	126
Interest paid	(124)	(115)
Payment of legal settlement	-	(161)
Income taxes paid	(2,546)	(570)
Net cash provided by operating activities	<u>14,845</u>	<u>10,474</u>
Cash flows from investing activities		
Payment for acquisitions of tangible fixed assets	(1,213)	(1,311)
Proceeds from sales of tangible fixed assets	0	1
Payment for acquisitions of intangible fixed assets	(250)	(476)
Payment for purchase of shares in a subsidiary	-	(488)
Other	351	365
Net cash used in investing activities	<u>(1,111)</u>	<u>(1,909)</u>
Cash flows from financing activities		
Repayments of short-term borrowings	(5,055)	(8,500)
Proceeds from long-term borrowings	-	3,000
Repayments of long-term borrowings	(463)	(463)
Payment for repurchase of treasury stock	(2,704)	(1)
Proceeds from sales of treasury stock	0	0
Dividends paid	(1,832)	(2,067)
Other	(367)	(464)
Net cash used in financing activities	<u>(10,423)</u>	<u>(8,496)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(643)</u>	<u>(3,055)</u>
Net decrease (increase) in cash and cash equivalents	<u>2,666</u>	<u>(2,986)</u>
Cash and cash equivalents at beginning of year	<u>28,611</u>	<u>29,815</u>
Cash and cash equivalents at end of year	<u>31,278</u>	<u>26,828</u>