

(4) Consolidated statements of cash flows

(Unit: Millions of yen)

	Previous fiscal year from April 1, 2016 to March 31, 2017	Current fiscal year from April 1, 2017 to March 31, 2018
Cash flows from operating activities		
Net income before income taxes	12,489	15,149
Depreciation and amortization	5,980	4,706
Decrease in allowance for doubtful accounts	(1)	(36)
Increase in accrued bonuses	186	604
Increase in liabilities for retirement benefits for employees	204	253
Interest and dividend income	(61)	(71)
Interest expense	141	103
Exchange losses, net	18	134
Loss on sales and/or disposal of fixed assets	99	104
Decrease (increase) in accounts receivable - trade	(10,393)	7,059
Decrease in inventories	158	1,588
Decrease (increase) in work in progress for game software	(2,266)	4,069
(Decrease) increase in notes and accounts payable - trade	2,280	(3,690)
Other	956	6,320
Subtotal	9,792	36,296
Interest and dividends received	62	73
Interest paid	(140)	(101)
Income taxes paid	(6,513)	(1,546)
Net cash provided by operating activities	3,200	34,721
Cash flows from investing activities		
Payments into time deposits	(200)	—
Payments for acquisition of tangible fixed assets	(3,074)	(2,767)
Proceeds from sales of tangible fixed assets	5	0
Payments for acquisition of intangible assets	(253)	(150)
Payments for purchase of investments in securities	(13)	(13)
Payments for other investing activities	(222)	(259)
Proceeds from other investing activities	131	343
Net cash used in investing activities	(3,628)	(2,847)
Cash flows from financing activities		
Net (decrease) increase in short-term borrowings	5,000	(5,000)
Repayments of long-term borrowings	(1,497)	(1,323)
Repayments of lease obligations	(535)	(509)
Payments for repurchase of treasury stock	(3,302)	(5)
Dividends paid by parent company	(2,794)	(2,738)
Net cash used in financing activities	(3,130)	(9,577)
Effect of exchange rate changes on cash and cash equivalents	(533)	(96)
Net increase (decrease) in cash and cash equivalents	(4,091)	22,201
Cash and cash equivalents at beginning of year	28,429	24,337
Cash and cash equivalents at end of year	24,337	46,539