

(3) Consolidated statements of cash flows

(Unit: Millions of yen)

	Previous 9 months From April 1, 2015 to December 31, 2015	Current 9 months From April 1, 2016 to December 31, 2016
Cash flows from operating activities		
Net income before income taxes	10,496	4,096
Depreciation and amortization	4,037	4,400
Impairment loss	106	—
Increase (decrease) in allowance for doubtful accounts	(34)	33
Decrease in accrued bonuses	(844)	(1,168)
Interest and dividend income	(86)	(47)
Interest expense	89	106
Exchange gain, net	(4)	(7)
Loss on sales and/or disposal of fixed assets	37	50
Increase in accounts receivable, trade	(5,326)	(6,637)
Increase in inventories	(1,348)	(461)
Increase in work-in-progress for game software	(7,130)	(4,927)
Increase in online contents in progress	(2,178)	(530)
Increase in accounts payable, trade	705	4,478
(Decrease) increase in other current liabilities	1,133	(117)
Other	(1,441)	493
Sub total	(1,788)	(236)
Interest and dividends received	89	47
Interest paid	(74)	(88)
Income taxes paid	(925)	(6,533)
Net cash used in operating activities	(2,698)	(6,810)
Cash flows from investing activities		
Payment for acquisitions of tangible fixed assets	(2,697)	(1,584)
Proceeds from sales of tangible fixed assets	4	5
Payment for acquisitions of intangible fixed assets	(161)	(100)
Other	156	(36)
Net cash used in investing activities	(2,697)	(1,716)
Cash flows from financing activities		
Increase in short-term borrowings	4,000	8,500
Repayments of long-term borrowings	(152)	(765)
Payment for repurchase of treasury stock	(4)	(3,302)
Dividends paid	(2,251)	(2,796)
Other	(371)	(398)
Net cash provided by financing activities	1,219	1,236
Effect of exchange rate changes on cash and cash equivalents	114	(225)
Net decrease in cash and cash equivalents	(4,061)	(7,515)
Cash and cash equivalents at beginning of year	27,998	28,429
Cash and cash equivalents at end of year	23,936	20,913