

Consolidated Statements of Cash Flows

Years ended March 31, 2003 and 2002
Casio Computer Co., Ltd. and Subsidiaries

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2003	2002	2003
Cash flows from operating activities:			
Income (Loss) before income taxes and minority interests	¥ 9,614	¥ (34,824)	\$ 80,117
Depreciation (including software)	19,773	18,698	164,775
Amortization of goodwill	135	245	1,125
Loss (Gain) on disposal and sales of property, plant and equipment	759	(849)	6,325
Loss on devaluation and sales of investment securities	785	4,016	6,542
Gain on sales of investment securities in consolidated subsidiaries (Note 17)	—	(1,578)	—
Increase in liabilities for the employees' severance and retirement benefits	4,245	4,967	35,375
Increase in retirement benefits for directors and corporate auditors	598	—	4,983
Interest and dividends income	(835)	(1,152)	(6,958)
Interest expense	3,046	3,212	25,383
Foreign exchange loss (gain)	(431)	859	(3,592)
Equity in gains of affiliated companies	(49)	(135)	(408)
Changes in assets and liabilities:			
Decrease (Increase) in notes and accounts receivable	(7,614)	20,464	(63,450)
Decrease in inventories	164	15,216	1,367
Increase in other current assets	(11,421)	(320)	(95,175)
Increase (Decrease) in notes and accounts payable	36,363	(23,417)	303,025
Increase (Decrease) in consumption tax payable	(569)	156	(4,742)
Increase (Decrease) in other current liabilities	4,613	(1,765)	38,442
Decrease in trade notes and export drafts discounted	(725)	(1,506)	(6,042)
Payments of bonuses to directors and corporate auditors	(7)	(155)	(58)
Other	310	2,306	2,583
Total	58,754	4,438	489,617
Interest and dividends received	821	1,172	6,841
Interest paid	(3,123)	(3,126)	(26,025)
Income taxes paid	(1,321)	(3,715)	(11,008)
Net cash provided by (used in) operating activities	55,131	(1,231)	459,425
Cash flows from investing activities:			
Deposits in time deposits	(861)	(1,051)	(7,175)
Withdrawals from time deposits	875	913	7,292
Payments for purchases of marketable securities	(3,131)	—	(26,092)
Proceeds from sales of marketable securities	2,714	—	22,617
Payments for acquisitions of tangible fixed assets	(13,078)	(18,400)	(108,983)
Proceeds from sales of tangible fixed assets	1,282	3,873	10,683
Payments for acquisitions of intangible fixed assets	(4,525)	(4,750)	(37,708)
Proceeds from sales of intangible fixed assets	20	95	167
Payments for purchases of investment securities	(11,220)	(14,416)	(93,500)
Proceeds from sales and redemption of investment securities	3,696	2,679	30,800
Proceeds from sales of subsidiaries	2,470	—	20,583
Payments for long-term loans receivable	(63)	(184)	(525)
Collections from long-term loans receivable	80	119	667
Net decrease (increase) in loans receivable	128	(758)	1,066
Other	302	(479)	2,516
Net cash used in investing activities	(21,311)	(32,359)	(177,592)
Cash flows from financing activities:			
Net decrease in short-term borrowings	(22,416)	(1,239)	(186,800)
Proceeds from long-term debt	40,800	43,800	340,000
Payments for long-term debt	(3,201)	(580)	(26,675)
Proceeds from issuance of bonds	—	11,926	—
Redemption of bonds	(50,000)	—	(416,667)
Proceeds from minority shareholders	—	2,166	—
Payments for acquisitions of treasury stock for retirement	(362)	(312)	(3,017)
Payments for cash dividends	(3,387)	(3,395)	(28,225)
Other	(323)	(377)	(2,691)
Net cash provided by (used in) financing activities	(38,889)	51,989	(324,075)
Effect of exchange rate changes on cash and cash equivalents	(177)	213	(1,475)
Net increase (decrease) in cash and cash equivalents	(5,246)	18,612	(43,717)
Cash and cash equivalents at beginning of year (Note 3)	101,682	83,070	847,350
Cash and cash equivalents at end of year (Note 3)	¥ 96,436	¥101,682	\$803,633

See accompanying notes.