

# Consolidated Statements of Cash Flows

Toshiba Machine Co., Ltd. and Consolidated Subsidiaries  
Years ended March 31, 2001 and 2000

	Millions of yen		Thousands of U.S. dollars
	2001	2000	2001
<b>Operating Activities:</b>			
Income (loss) before income taxes and minority interests	¥2,123	¥(8,779)	\$17,135
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash provided by operating activities:			
Depreciation and amortization	2,610	3,313	21,065
Allowance for doubtful receivables	(163)	(52)	(1,316)
Provision for severance indemnities, less payments	876	(1,572)	7,070
Devaluation of marketable securities	104	499	839
Exchange loss	—	137	—
Gain and loss on sales and disposal of property, plant and equipment	289	(2,263)	2,333
Changes in operating assets and liabilities:			
Trade notes and accounts receivables	(14,718)	14,290	(118,789)
Inventories	(1,931)	4,263	(15,585)
Trade notes and accounts payables	8,421	(3,242)	67,966
Advances received	301	(560)	2,429
Accrued expenses	1,277	(912)	10,307
Income taxes paid	(606)	(369)	(4,891)
Others	(604)	(34)	(4,875)
Net cash provided by (used in) operating activities	(2,021)	4,719	(16,312)
<b>Investing Activities:</b>			
Purchase of property, plant and equipment	(1,555)	(2,580)	(12,550)
Sale of property, plant and equipment	1,103	2,635	8,902
Increase in short-term loan receivables, net	70	(94)	565
Payment of long-term loan receivables	(32)	(364)	(258)
Repayment of long-term loan receivables	350	383	2,825
Others	367	(276)	2,962
Net cash provided by investment activities	303	(296)	2,446
<b>Financing Activities:</b>			
Decrease in short-term bank loans	(318)	(1,493)	(2,566)
Proceeds from long-term debt	482	6,540	3,890
Repayment of long-term debt	(3,544)	(168)	(28,604)
Issue of bond	—	2,000	—
Dividends paid for minority interest	—	(7)	—
Net cash provided by (used in) financing activities	(3,380)	6,872	(27,280)
Effect of exchange rate change on cash and cash equivalents	421	(317)	3,398
Net cash increased (decreased) during the year	(4,677)	10,978	(37,748)
Cash and cash equivalent at the beginning of year	45,272	33,754	365,391
Increase in cash and cash equivalents due to change in consolidated consolidation of subsidiaries	—	540	—
<b>Cash and cash equivalent at the end of year</b>	<b>¥40,595</b>	<b>¥45,272</b>	<b>\$327,643</b>

See accompanying notes to financial statements.