

Consolidated Statements of Cash Flows

TOSHIBA MACHINE CO., LTD. AND CONSOLIDATED SUBSIDIARIES
years ended March 31, 2002 and 2001

	Millions of yen		Thousands of U.S. dollars
	2002	2001	2002
Operating Activities:			
Income (loss) before income taxes and minority interests	¥(2,010)	¥2,123	\$(15,085)
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash provided by operating activities:			
Depreciation and amortization	2,289	2,610	17,178
Allowance for doubtful receivables	(20)	(163)	(150)
Provision for severance indemnities, less payments	(188)	876	(1,411)
Devaluation of marketable securities	57	104	428
Loss on sales and disposal of property, plant and equipment	599	289	4,495
Gain on sales of offset rotary presses business	(1,500)	-	(11,257)
Changes in operating assets and liabilities:			
Notes and accounts receivables, trade	14,654	(14,718)	109,974
Inventories	596	(1,931)	4,473
Notes and accounts payables, trade	(10,771)	8,421	(80,833)
Advances received	(161)	301	(1,208)
Accrued expenses	(1,399)	1,277	(10,499)
Income taxes paid	(563)	(606)	(4,225)
Others	(287)	(604)	(2,154)
Net cash provided by (used in) operating activities	1,296	(2,021)	9,726
Investing Activities:			
Purchase of property, plant and equipment	(2,142)	(1,555)	(16,075)
Sale of property, plant and equipment	334	1,103	2,507
Increase in short-term loan receivables, net	(6)	70	(45)
Payment of long-term loan receivables	(18)	(32)	(135)
Repayment of long-term loan receivables	155	350	1,163
Gain on sales of offset rotary presses business	1,500	-	11,257
Others	(55)	367	(413)
Net cash used in (provided by) investment activities	(232)	303	(1,741)
Financing Activities:			
Decrease in short-term bank loans	(7,617)	(318)	(57,163)
Proceeds from long-term debt	800	482	6,004
Repayment of long-term debt	(3,374)	(3,544)	(25,321)
Net cash used in financing activities	(10,191)	(3,380)	(76,480)
Effect of exchange rate change on cash and cash equivalents	144	421	1,081
Net cash decreased during the year	(8,983)	(4,677)	(67,415)
Cash and cash equivalent at the beginning of year	40,594	45,272	304,646
Cash and cash equivalent at the end of year (Note 14)	¥31,611	¥40,595	\$237,231

See accompanying notes to financial statements.