

# Consolidated Statements of Cash Flows (Unaudited)

Nichirei Corporation and Consolidated Subsidiaries  
For the years ended March 31, 2016 and 2017

	Millions of yen		Thousands of U.S. dollars (Note 1)	
	2016	2017	2016	2017
<b>Cash flows from operating activities:</b>				
Profit before income taxes	¥ 20,600	¥ 27,818	\$ 247,934	
Depreciation and amortization	16,455	16,057	143,114	
Impairment loss on fixed assets	73	236	2,107	
Increase/(decrease) in allowance for doubtful accounts	87	(7)	(67)	
Interest and dividend income	(664)	(716)	(6,387)	
Interest expense	1,053	954	8,506	
Equity in earnings of affiliates	(131)	(278)	(2,479)	
Gain on sales of property, plant and equipment	(14)	(404)	(3,604)	
Loss on disposal of property, plant and equipment	638	798	7,116	
Loss on discontinued operation	280	-	-	
Gain on sales of investment securities	(183)	-	-	
Gain on change in equity	-	(52)	(464)	
Increase in notes and accounts receivable-trade	(2,133)	(425)	(3,792)	
Increase in inventories	(1,122)	(251)	(2,237)	
Increase/(decrease) in notes and accounts payable	1,661	(1,346)	(11,999)	
Other, net	5,439	5,729	51,061	
Subtotal	42,040	48,112	428,809	
Interest and dividends received	752	844	7,524	
Interest paid	(1,067)	(955)	(8,512)	
Income taxes paid	(4,693)	(7,173)	(63,934)	
Net cash provided by operating activities	¥ 37,032	¥ 40,828	\$ 363,886	
<b>Cash flows from investing activities:</b>				
Purchase of property, plant and equipment	¥ (12,530)	¥ (8,963)	\$ (79,888)	
Proceeds from sales of property, plant and equipment	59	508	4,535	
Purchase of intangible assets	(867)	(1,058)	(9,432)	
Purchase of investment securities	(311)	(529)	(4,717)	
Proceeds from sales of investment securities	293	2	20	
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	-	104	928	
Other, net	(1,139)	(1,509)	(13,455)	
Net cash used in investing activities	¥ (14,496)	¥ (11,445)	\$ (102,007)	
<b>Cash flows from financing activities:</b>				
Increase/(decrease) in short-term bank loans	¥ (8,368)	¥ 26	\$ 235	
Decrease in commercial paper	(5,000)	-	-	
Proceeds from long-term debt	5,000	1,562	13,922	
Repayment of long-term debt	(3,097)	(6,163)	(54,931)	
Proceeds from issuance of bonds	-	9,946	88,651	
Redemption of bonds	-	(10,000)	(89,126)	
Repayments of lease obligations	(3,959)	(3,863)	(34,435)	
Purchase of treasury stock	(1,049)	(9,093)	(81,045)	
Dividends paid	(3,138)	(3,353)	(29,887)	
Cash dividends paid to non-controlling interests of consolidated subsidiaries	(607)	(945)	(8,422)	
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(130)	-	-	
Other, net	0	0	2	
Net cash used in financing activities	¥ (20,351)	¥ (21,883)	\$ (195,037)	
Effect of exchange rate changes on cash and cash equivalents	(847)	(156)	(1,391)	
Net increase in cash and cash equivalents	1,336	7,343	65,449	
Cash and cash equivalents at the beginning of the year	11,833	13,169	117,374	
Cash and cash equivalents at the end of the year	¥ 13,169	¥ 20,512	\$ 182,823	

The accompanying notes are integral parts of these statements.