

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2017	Fiscal year ended March 31, 2018
Net cash provided by (used in) operating activities		
Income before income taxes	30,215	31,841
Depreciation and amortization	13,773	14,133
Impairment loss	45	73
Amortization of goodwill	1,076	1,627
Increase (decrease) in allowance for doubtful accounts	(20)	17
Increase (decrease) in net defined benefit liability	658	(329)
Increase (decrease) in provision for bonuses	184	210
Increase (decrease) in provision for directors' bonuses	(36)	17
Interest and dividends income	(763)	(790)
Interest expenses	1,005	987
Equity in (earnings) losses of affiliates	(1,420)	(1,292)
Loss (gain) on sales of noncurrent assets	(22)	9
Loss on retirement of noncurrent assets	162	198
Loss (gain) on sales of investment securities	(62)	(87)
Loss (gain) on valuation of investment securities	12	1
Loss (gain) on valuation of derivatives	9	20
Decrease (increase) in notes and accounts receivable—trade	(878)	(2,175)
Decrease (increase) in inventories	844	(323)
Increase (decrease) in notes and accounts payable—trade	(2,300)	5,033
Decrease (increase) in net defined benefit asset	402	438
Decrease (increase) in assets and liabilities for Transportation Security Services	18,157	(13,630)
Other	4,135	1,014
Subtotal	65,181	36,996
Interest and dividends income received	984	1,056
Interest expenses paid	(1,005)	(989)
Income taxes paid	(10,617)	(11,591)
Income taxes refund	19	23
Net cash provided by (used in) operating activities	54,561	25,496

(Millions of yen)

	Fiscal year ended March 31, 2017	Fiscal year ended March 31, 2018
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits	(741)	947
Purchase of property, plant and equipment	(11,006)	(11,776)
Proceeds from sales of property, plant and equipment	165	22
Purchase of investment securities	(2,899)	(1,987)
Proceeds from sales of investment securities	2,106	1,544
Payments for transfer of business	—	(43)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(6,424)	(5,973)
Purchase of shares of subsidiaries and associates	—	(108)
Decrease (increase) in short-term loans receivable	183	25
Payments of long-term loans receivable	(90)	(45)
Collection of long-term loans receivable	110	76
Other	(3,459)	(1,807)
Net cash provided by (used in) investing activities	(22,055)	(19,125)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(5,989)	196
Proceeds from long-term loans payable	491	586
Repayment of long-term loans payable	(3,826)	(3,456)
Redemption of bonds	(104)	(54)
Purchase of treasury stock	(1)	(1)
Repayments of lease obligations	(4,265)	(4,420)
Cash dividends paid	(5,780)	(5,780)
Cash dividends paid to attributable to non-controlling interests	(474)	(500)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(632)	—
Net cash provided by (used in) financing activities	(20,582)	(13,429)
Effect of exchange rate change on cash and cash equivalents	(4)	(7)
Net increase (decrease) in cash and cash equivalents	11,919	(7,064)
Cash and cash equivalents at beginning of period	35,630	47,549
Cash and cash equivalents at end of period	47,549	40,484