

Consolidated Statements of Cash Flows

Hitachi, Ltd. and Subsidiaries
Years ended March 31, 2015 and 2014

	Millions of yen	
	2014	2015
Cash flows from operating activities:		
Net income	¥ 525,003	¥ 343,418
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	455,343	481,021
Impairment losses	43,116	42,109
Income taxes	146,543	121,467
Share of profits of investments accounted for using the equity method	(10,892)	(46,589)
Financial income and expenses	(11,939)	7,897
Net (gain) loss on business reorganization and others	(198,032)	55,016
Losses on sale of property, plant and equipment	4,597	16,355
Increase in trade receivables	(400,550)	(201,423)
Increase in inventories	(42,265)	(116,328)
Increase in other assets	(80,315)	(19,724)
Increase (decrease) in trade payables	33,739	(18,041)
Decrease in retirement and severance benefits	(66,086)	(65,602)
Increase in other liabilities	84,150	7,608
Other	(56,702)	4,278
Subtotal	425,710	611,462
Interest received	14,580	13,423
Dividends received	13,972	14,525
Interest paid	(27,517)	(28,225)
Income taxes paid	(119,968)	(159,360)
Net cash provided by operating activities	306,777	451,825
Cash flows from investing activities:		
Purchase of property, plant and equipment	(391,598)	(358,141)
Purchase of intangible assets	(119,386)	(128,808)
Purchase of leased assets	(432,871)	(444,223)
Proceeds from sale of property, plant and equipment, and intangible assets	40,840	32,528
Proceeds from sale of leased assets	35,634	27,122
Collection of lease receivables	259,697	302,899
Purchase of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	(95,509)	(152,842)
Proceeds from sale of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method)	129,677	121,616
Other	23,337	(12,696)
Net cash used in investing activities	(550,179)	(612,545)

	Millions of yen	
	2014	2015
Cash flows from financing activities:		
Increase (decrease) in short-term debt, net	(66,270)	136,973
Proceeds from long-term debt	777,069	835,140
Payments on long-term debt	(378,741)	(629,063)
Proceeds from payments from non-controlling interests	5,602	3,171
Dividends paid to Hitachi, Ltd. stockholders	(48,194)	(55,443)
Dividends paid to non-controlling interests	(25,882)	(32,143)
Acquisition of common stock for treasury	(4,431)	(421)
Proceeds from sales of treasury stock	16	28
Purchase of shares of consolidated subsidiaries from non-controlling interests	(29,450)	(25,232)
Proceeds from partial sales of shares of consolidated subsidiaries to non-controlling interests	–	427
Other	(879)	(231)
Net cash provided by financing activities	228,840	233,206
Effect of exchange rate changes on cash and cash equivalents	51,862	68,560
Net increase in cash and cash equivalents	37,300	141,046
Cash and cash equivalents at beginning of year	523,357	560,657
Cash and cash equivalents at end of year	¥ 560,657	¥ 701,703