

Consolidated Statements of Cash Flows

Hitachi, Ltd. and Subsidiaries
Years ended March 31, 2016 and 2015

Millions of yen

	2015	2016
Cash flows from operating activities		
Net income	¥ 343,418	¥ 294,753
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	481,021	507,790
Change in trade receivables	(201,423)	(53,092)
Change in inventories	(116,328)	44,342
Change in trade payables	(18,041)	(1,602)
Other	(36,822)	20,035
Net cash provided by (used in) operating activities	451,825	812,226
Cash flows from investing activities		
Purchase of property, plant and equipment	(358,141)	(369,494)
Purchase of intangible assets	(128,808)	(116,438)
Purchase of leased assets	(444,223)	(539,420)
Proceeds from sale of property, plant, equipment, and intangible assets	32,528	22,632
Proceeds from sale of leased assets	27,122	23,834
Collection of lease receivables	302,899	326,497
Proceeds from sale (purchase) of investments in securities and other financial assets (including investments in subsidiaries and investments accounted for using the equity method), net	(31,226)	(58,756)
Other	(12,696)	(19,654)
Net cash provided by (used in) investing activities	(612,545)	(730,799)
Free cash flows	(160,720)	81,427
Cash flows from financing activities		
Change in interest-bearing debt	343,050	110,821
Dividends paid to stockholders	(55,443)	(57,907)
Dividends paid to non-controlling interests	(32,143)	(41,671)
Other	(22,258)	(37,710)
Net cash provided by (used in) financing activities	233,206	(26,467)
Effect of exchange rate changes on cash and cash equivalents	68,560	(57,348)
Change in cash and cash equivalents	141,046	(2,388)
Cash and cash equivalents at beginning of year	560,657	701,703
Cash and cash equivalents at end of year	¥ 701,703	¥ 699,315