

(3) Consolidated statements of cash flows

(Unit: Millions of yen)

	Previous 3 months From April 1, 2013 to June 30, 2013	Current 3 months From April 1, 2014 to June 30, 2014
Cash flows from operating activities		
Net income before income taxes	1,112	1,221
Depreciation and amortization	970	724
Amortization of goodwill	33	33
Decrease in allowance for doubtful accounts	(7)	(3)
Decrease in accrued bonuses	(611)	(750)
Interest and dividend income	(27)	(32)
Interest expense	28	19
Exchange loss (gain), net	(259)	37
Loss on sales and/or disposal of fixed assets	38	2
Decrease in notes and accounts receivable, trade	4,667	9,529
(Increase) decrease in inventories	260	(642)
(Increase) decrease in work-in-progress for game software	560	(2,716)
Decrease in notes and accounts payable, trade	(2,504)	(7,402)
Other	(2,497)	(2,453)
Sub total	1,766	(2,433)
Interest and dividends received	29	55
Interest paid	(29)	(20)
Income taxes paid	(1,836)	(587)
Net cash used in operating activities	(70)	(2,985)
Cash flows from investing activities		
Payments into time deposits	(3,473)	—
Payment for acquisitions of tangible fixed assets	(488)	(377)
Proceeds from sales of tangible fixed assets	—	205
Payment for acquisitions of intangible fixed assets	(222)	(145)
Other	23	(93)
Net cash used in investing activities	(4,160)	(412)
Cash flows from financing activities		
Net increase in short-term borrowings	—	3,900
Proceeds from long-term borrowing	—	292
Repayments of long-term borrowings	(1)	(16)
Payment for repurchase of treasury stock	(2,282)	(0)
Dividend paid	(1,440)	(1,406)
Other	(97)	(91)
Net cash provided by (used in) financing activities	(3,820)	2,676
Effect of exchange rate changes on cash and cash equivalents	1,330	(356)
Net decrease in cash and cash equivalents	(6,720)	(1,077)
Cash and cash equivalents at beginning of year	31,522	26,118
Cash and cash equivalents at end of quarter	24,801	25,040