

Consolidated Statements of Cash Flows

Yen (millions)

	Fiscal 2016 Six Months ended September 30, 2015	Fiscal 2015 Six Months ended September 30, 2014
<u>Cash flows from operating activities</u>		
Net income	123,850	90,129
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	136,658	137,156
Net (gain) loss on sale of investments	(1,129)	(1,441)
(Increase) decrease in trade receivables	26,126	22,581
(Increase) decrease in inventories	(86,615)	(69,461)
Increase (decrease) in trade payables	8,449	35,905
Increase (decrease) in retirement and severance benefits	(23,104)	(19,470)
Other	(57,434)	(28,099)
Net cash provided by operating activities	126,801	167,300
<u>Cash flows from investing activities</u>		
Proceeds from disposals of investments and advances	4,137	12,649
Increase in investments and advances	(23,181)	(4,316)
Capital expenditures	(119,764)	(102,219)
Proceeds from disposals of property, plant and equipment	12,383	14,780
(Increase) decrease in time deposits	15,470	(1,653)
Other	(38,967)	734
Net cash used in investing activities	(149,922)	(80,025)
<u>Cash flows from financing activities</u>		
Increase (decrease) in short-term debt	13,305	(4,831)
Increase (decrease) in long-term debt	(45,817)	(37,232)
Dividends paid to Panasonic Corporation shareholders	(23,113)	(18,492)
Dividends paid to noncontrolling interests	(12,234)	(16,094)
(Increase) decrease in treasury stock	(72)	(43)
Other	(4,601)	(1,480)
Net cash used in financing activities	(72,532)	(78,172)
Effect of exchange rate changes on cash and cash equivalents	(28,705)	32,985
Net increase (decrease) in cash and cash equivalents	(124,358)	42,088
Cash and cash equivalents at beginning of period	1,280,408	592,467
Cash and cash equivalents at end of period	1,156,050	634,555