

Consolidated Statements of Cash Flows

Yen (millions)

	Fiscal 2016 Nine Months ended December 31, 2015	Fiscal 2015 Nine Months ended December 31, 2014
<u>Cash flows from operating activities</u>		
Net income	178,313	155,663
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	205,166	209,748
Net (gain) loss on sale of investments	(1,600)	(7,420)
(Increase) decrease in trade receivables	29,704	45,802
(Increase) decrease in inventories	(86,198)	(60,441)
Increase (decrease) in trade payables	(9,434)	22,581
Increase (decrease) in retirement and severance benefits	(37,527)	(28,694)
Other	(55,786)	31,769
Net cash provided by operating activities	222,638	369,008
<u>Cash flows from investing activities</u>		
Proceeds from disposals of investments and advances	6,015	41,390
Increase in investments and advances	(29,180)	(6,363)
Capital expenditures	(173,863)	(156,049)
Proceeds from disposals of property, plant and equipment	18,115	25,796
(Increase) decrease in time deposits	18,470	(8,631)
Other	(46,870)	(3,780)
Net cash used in investing activities	(207,313)	(107,637)
<u>Cash flows from financing activities</u>		
Increase (decrease) in short-term debt	8,570	(23,595)
Increase (decrease) in long-term debt	(48,365)	(41,378)
Dividends paid to Panasonic Corporation shareholders	(46,322)	(36,984)
Dividends paid to noncontrolling interests	(14,774)	(17,784)
(Increase) decrease in treasury stock	(99)	(79)
Other	(4,292)	(2,978)
Net cash used in financing activities	(105,282)	(122,798)
Effect of exchange rate changes on cash and cash equivalents	(32,517)	84,564
Net increase (decrease) in cash and cash equivalents	(122,474)	223,137
Cash and cash equivalents at beginning of period	1,280,408	592,467
Cash and cash equivalents at end of period	1,157,934	815,604