

Consolidated Statements of Cash Flows

Yen (millions)

	Fiscal 2017 Six Months ended September 30, 2016	Fiscal 2016 Six Months ended September 30, 2015
<u>Cash flows from operating activities</u>		
Net income	128,472	123,850
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation and amortization	129,343	136,658
Net (gain) loss on sale of investments	(174)	(1,129)
(Increase) decrease in trade receivables	(58,377)	26,126
(Increase) decrease in inventories	(63,627)	(86,615)
Increase (decrease) in trade payables	14,630	8,449
Increase (decrease) in retirement and severance benefits	(21,917)	(23,104)
Other	(98,961)	(57,434)
Net cash provided by operating activities	29,389	126,801
<u>Cash flows from investing activities</u>		
Proceeds from disposals of investments and advances	9,909	4,137
Increase in investments and advances	(4,037)	(23,181)
Capital expenditures	(135,960)	(119,764)
Proceeds from disposals of property, plant and equipment	7,833	12,383
(Increase) decrease in time deposits	146	15,470
Other	(134,324)	(38,967)
Net cash used in investing activities	(256,433)	(149,922)
<u>Cash flows from financing activities</u>		
Increase (decrease) in short-term debt	6,218	13,305
Increase (decrease) in long-term debt	354,168	(45,817)
Dividends paid to Panasonic Corporation shareholders	(34,815)	(23,113)
Dividends paid to noncontrolling interests	(9,794)	(12,234)
(Increase) decrease in treasury stock	(16)	(72)
Other	15,783	(4,601)
Net cash provided by (used in) financing activities	331,544	(72,532)
Effect of exchange rate changes on cash and cash equivalents	(96,752)	(28,705)
Net increase (decrease) in cash and cash equivalents	7,748	(124,358)
Cash and cash equivalents at beginning of period	1,014,264	1,280,408
Cash and cash equivalents at end of period	1,022,012	1,156,050