

Consolidated Statements of Cash Flows

Toyota Industries Corporation
For the six months ended September 30, 2003 and 2002 (unaudited)

	Millions of yen		Thousands of U.S. dollars (Note 1)
	For the six months ended September 30	2002	For the six months ended September 30
	2003		2003
Cash flows from operating activities:			
Income before income taxes	¥ 28,938	¥ 25,370	\$ 260,117
Adjustments to reconcile income before income taxes to net cash provided by operating activities:			
Depreciation and amortization	30,562	26,847	274,715
(Decrease) increase in allowance for doubtful accounts	(33)	37	(297)
Interest and dividends income	(9,777)	(9,091)	(87,883)
Interest expenses	4,970	5,263	44,674
Equity in net (earnings) loss of affiliates	(247)	1,791	(2,220)
Increase in receivables	(3,988)	(9,596)	(35,847)
Decrease in inventories	1,258	2,266	11,308
Decrease in payables	(4,360)	(803)	(39,191)
Others, net	(2,104)	8,520	(18,913)
Subtotal	45,219	50,604	406,463
Interest and dividends income received	9,433	9,519	84,791
Interest expenses paid	(5,082)	(5,857)	(45,681)
Income taxes paid	(17,227)	(11,910)	(154,849)
Net cash provided by operating activities	32,343	42,356	290,724
Cash flows from investing activities:			
Payments for purchases of marketable securities	(44)	(1,662)	(396)
Proceeds from sales of marketable securities	2,703	3,038	24,297
Payments for purchases of property, plant and equipment	(29,752)	(43,927)	(267,434)
Proceeds from sales of property, plant and equipment	1,749	452	15,721
Payments for purchases of investment securities	(10,075)	(11,335)	(90,562)
Proceeds from sales of investment securities	2,199	9,748	19,766
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation	2,294	1,133	20,620
Payments for loans made	(2,526)	(1,489)	(22,706)
Proceeds from collections of loans	2,702	2,412	24,288
Payments for acquisition of business	(944)	–	(8,485)
Other, net	(4,724)	(1,216)	(42,462)
Net cash used in investing activities	(36,418)	(42,846)	(327,353)
Cash flows from financing activities:			
Increase (decrease) in short-term loans	9,658	(796)	86,813
Proceeds from issuance of commercial paper	30,000	–	269,663
Proceeds from long-term loans	1,335	21,421	12,000
Repayments of long-term loans	(5,726)	(8,337)	(51,470)
Repayments of bonds	(31,677)	–	(284,737)
Payments to convertible bond redemption funds	(56,670)	–	(509,393)
Payments for purchase of treasury stocks	(12)	(1,855)	(108)
Cash dividends paid	(3,510)	(3,127)	(31,551)
Cash dividends paid for minority shareholders	(253)	(194)	(2,274)
Other, net	74	566	666
Net cash (used in) provided by financing activities	(56,781)	7,678	(510,391)
Translation adjustments of cash and cash equivalents	577	(1,022)	5,187
Net (decrease) increase in cash and cash equivalents	(60,279)	6,166	(541,833)
Cash and cash equivalents at beginning of period	136,929	71,120	1,230,822
Net decrease in cash and cash equivalents due to change in subsidiaries' year-ends	(3,764)	–	(33,834)
Cash and cash equivalents at end of period	¥ 72,886	¥ 77,286	\$ 655,155

The accompanying notes are an integral part of these financial statements.