

# Consolidated Statements of Cash Flows

Toyoda Automatic Loom Works, Ltd. and its consolidated subsidiaries  
For the years ended March 31, 2000, 1999 and 1998

	Millions of yen			Thousands of U.S. dollars (Note 1)
	2000	1999	1998	2000
<b>Cash Flows from Operating Activities:</b>				
Income before income taxes	¥ 27,162	¥ 23,172	¥ 33,202	\$ 255,884
Adjustments to reconcile income before income taxes to net cash provided by operating activities:				
Depreciation and amortization of intangibles	42,752	34,380	27,958	402,746
Amortization of consolidation difference	(70)	120	150	(662)
Provision for retirement and severance benefits, net of payments	(1,408)	(507)	861	(13,265)
Equity in earnings of affiliates	5,036	3,763	(267)	47,439
Income and loss from sales or disposal of property, plant and equipment	3,277	2,094	2,115	30,875
Write-downs of securities	897	1,505	1,471	8,452
Income and loss from sales of securities (including investment securities)	(5,801)	(752)	62	(54,645)
Interest and dividend income	(7,765)	(8,560)	(8,277)	(73,147)
Interest expenses	2,532	2,042	2,330	23,852
(Increase) decrease in receivables	(8,427)	11,896	8,377	(79,392)
(Increase) in inventories	(1,998)	(888)	(2,634)	(18,827)
Increase (decrease) in payables	16,980	(13,730)	970	159,961
Increase (decrease) in accrued expenses	2,409	(881)	549	22,694
Bonuses to directors and corporate auditors paid (including amount transferred to minority interests)	(196)	(222)	(191)	(1,843)
Other, net	(1,083)	771	(5,424)	(10,199)
Sub Total	74,297	54,203	61,252	699,923
Interest and dividend income received	7,779	8,575	8,326	73,283
Interest expenses paid	(2,532)	(2,042)	(2,330)	(23,852)
Income taxes paid	(11,486)	(16,598)	(16,291)	(108,208)
<b>Net Cash Provided by Operating Activities</b>	<b>68,058</b>	<b>44,138</b>	<b>50,957</b>	<b>641,146</b>
<b>Cash Flows from Investing Activities:</b>				
Payments for purchases of securities	(3,506)	(6)	(9,505)	(33,032)
Proceeds from sales of securities	7,608	10,060	5,157	71,671
Payments for purchases of property, plant and equipment	(52,082)	(77,707)	(32,474)	(490,643)
Proceeds from sales of property, plant and equipment	1,147	838	615	10,808
Payments for purchases of investment securities	(16,101)	(26,762)	(10,708)	(151,679)
Proceeds from sales of investment securities	26	146	66	242
Payments for loans made	(10,503)	(5,980)	(5,141)	(98,943)
Proceeds from collections of loans	3,958	4,507	6,075	37,289
Payments for acquisition of business	(1,498)	–	–	(14,118)
Other, net	3,764	(1,323)	19,013	35,463
<b>Net Cash Used in Investing Activities</b>	<b>(67,187)</b>	<b>(96,227)</b>	<b>(26,902)</b>	<b>(632,942)</b>
<b>Cash Flows from Financing Activities:</b>				
Proceeds from issuances of bonds	29,849	40,091	29,835	281,195
Repayments of bonds	–	(300)	(24,010)	–
Increase (decrease) in short-term bank loans	1,934	(1,438)	678	18,218
Proceeds from long-term bank loans	1,633	2,272	970	15,385
Repayments of long-term bank loans	(1,031)	(2,272)	(5,625)	(9,719)
Cash dividends paid (including amount transferred to minority interests)	(4,863)	(4,757)	(4,704)	(45,810)
Retirements of shares	–	(9,225)	(9,999)	–
Other, net	(22)	(3)	(63)	(206)
<b>Net Cash Provided by (Used in) Financing Activities</b>	<b>27,500</b>	<b>24,368</b>	<b>(12,918)</b>	<b>259,063</b>
Translation Difference in Cash and Cash Equivalents	(1,807)	(301)	114	(17,019)
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>26,564</b>	<b>(28,022)</b>	<b>11,251</b>	<b>250,248</b>
Cash and Cash Equivalents at Beginning of Year	49,955	74,303	62,322	470,609
Increase in Cash and Cash Equivalents Due to Additions of Newly Consolidated Subsidiaries	813	3,674	730	7,663
<b>Cash and Cash Equivalents at End of Year</b>	<b>¥ 77,332</b>	<b>¥ 49,955</b>	<b>¥ 74,303</b>	<b>\$ 728,520</b>

Notes: 1. See Note 2(c) of the Notes to Consolidated Financial Statements for the scope of Cash and cash equivalents.

2. See Note 4(c) of the Notes to Consolidated Financial Statements for the standards used to prepare the Statements of Cash Flows.

The accompanying notes are integral parts of these statements.