

Consolidated Statements of Cash Flows

Toyota Industries Corporation

For the years ended March 31, 2004, 2003 and 2002

	Millions of yen			Thousands of U.S. dollars (Note 1)
	2004	2003	2002	2004
Cash flows from operating activities:				
Income before income taxes	¥ 57,741	¥ 43,670	¥ 47,866	\$ 546,325
Adjustments to reconcile income before income taxes to net cash provided by operating activities:				
Depreciation and amortization	65,352	59,154	55,174	618,337
Increase in allowance for doubtful accounts	46	220	251	435
Interest and dividends income	(19,173)	(17,874)	(16,343)	(181,408)
Interest expenses	9,756	10,522	10,844	92,308
Equity in net (earnings) loss of affiliates	(1,842)	4,634	928	(17,428)
(Increase) decrease in receivables	(11,051)	(7,406)	8,081	(104,561)
Decrease (increase) in inventories	751	1,253	(1,371)	7,106
Increase (decrease) in payables	2,631	5,431	(3,403)	24,893
Others, net	9,741	20,416	(174)	92,165
Subtotal	113,952	120,020	101,853	1,078,172
Interest and dividends income received	18,900	17,983	16,372	178,825
Interest expenses paid	(9,845)	(10,945)	(10,907)	(93,150)
Income taxes paid	(30,601)	(23,875)	(26,240)	(289,535)
Net cash provided by operating activities	92,406	103,183	81,078	874,312
Cash flows from investing activities:				
Payments for purchases of marketable securities	(101)	(1,664)	(5,884)	(956)
Proceeds from sales of marketable securities	3,874	8,447	4,213	36,654
Payments for purchases of property, plant and equipment	(78,268)	(86,703)	(73,606)	(740,543)
Proceeds from sales of property, plant and equipment	3,201	749	2,617	30,287
Payments for purchases of investment securities	(14,301)	(21,896)	(21,121)	(135,311)
Proceeds from sales of investment securities	2,615	9,792	4,033	24,742
Payments for acquisition of subsidiaries' stock resulting in change in scope of consolidation	1,216	944	(705)	11,506
Payments for loans made	(4,978)	(1,664)	(3,139)	(47,100)
Proceeds from collections of loans	5,448	2,931	2,575	51,547
Payments for acquisition of business	(961)	–	(23,719)	(9,093)
Others, net	(10,413)	(6,057)	8,025	(98,524)
Net cash used in investing activities	(92,668)	(95,121)	(106,711)	(876,791)
Cash flows from financing activities:				
(Decrease) increase in short-term loans	(10,959)	5,886	1,062	(103,690)
Proceeds from issuance of commercial paper	110,000	–	–	1,040,780
Redemption of commercial paper	(95,000)	–	–	(898,855)
Proceeds from long-term bank loans	4,522	21,797	8,048	42,785
Repayments of long-term bank loans	(8,530)	(9,808)	(2,755)	(80,708)
Proceeds from issuances of bonds	–	79,690	–	–
Repayments of bonds	(31,677)	–	–	(299,716)
Payments to convertible bond redemption funds	(56,670)	–	–	(536,191)
Proceeds from convertible bond redemption funds	56,670	–	–	536,191
Payments for repurchase of treasury stock	(17,094)	(35,195)	(1,389)	(161,737)
Cash dividends paid	(7,414)	(6,244)	(5,634)	(70,149)
Cash dividends paid for minority shareholders	(252)	(195)	(614)	(2,384)
Others, net	389	1,845	2,507	3,681
Net cash (used in) provided by financing activities	(56,015)	57,776	1,225	(529,993)
Translation adjustments of cash and cash equivalents	323	(29)	231	3,056
Net (decrease) increase in cash and cash equivalents	(55,954)	65,809	(24,177)	(529,416)
Cash and cash equivalents at beginning of year	136,929	71,120	95,297	1,295,572
Net decrease in cash and cash equivalents due to change in subsidiaries' year-ends	(3,763)	–	–	(35,604)
Cash and cash equivalents at end of year	¥ 77,212	¥136,929	¥ 71,120	\$ 730,552

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