

Consolidated Statements of Cash Flows

TOYODA GOSEI CO., LTD. and Its Consolidated Subsidiaries
For the years ended March 31, 2005, and 2004

	2005	2004	Thousands of U.S. dollars (Note 1) 2005
		Millions of yen	
Cash Flows from Operating Activities:			
Income before income taxes and minority interests	¥17,309	¥21,854	\$161,178
Adjustments:			
Depreciation and amortization	28,518	26,062	265,560
(Decrease) increase in allowance for doubtful accounts	41	(0)	384
Increase in allowance for employees' retirement benefits	3,408	1,612	31,735
Increase in allowance for retirement and severance benefits for directors and corporate auditors	361	1,093	3,368
Loss on sales and disposals of property, plant and equipment, net	802	608	7,466
Interest and dividend income	(552)	(366)	(5,142)
Interest expense	990	969	9,217
Equity in (earnings) of affiliates	(163)	(101)	(1,517)
(Increase) in trade notes and accounts receivables	(1,837)	(5,919)	(17,109)
(Increase) decrease in inventories	1,020	(4,632)	9,496
Increase in trade notes and accounts payable	7,070	9,476	65,834
Other, net	(4,893)	3,903	(45,564)
Subtotal	52,074	54,559	484,906
Proceeds from interest and dividend income	536	351	4,992
Payment of interest expense	(933)	(969)	(8,693)
Payment of income taxes	(11,353)	(11,575)	(105,716)
Net cash provided by operating activities	40,324	42,366	375,489
Cash Flows from Investing Activities:			
Payment for investment securities	(8,087)	(2,802)	(75,306)
Proceeds from investment securities	13	10	120
Purchases of property, plant and equipment	(41,949)	(41,227)	(390,623)
Proceeds from sales of property, plant and equipment	1,233	724	11,484
Proceeds from long-term loan	113	34	1,061
Other, net	(14)	2	(135)
Net cash (used in) investing activities	(48,691)	(43,259)	(453,399)
Cash Flows from Financing Activities:			
Increase in short-term borrowings	5,504	6,179	51,260
Proceeds from long term debt	1,298	100	12,087
Repayment of long-term debt	(2,126)	(998)	(19,800)
Contributions from minority shareholders	407	2,501	3,788
Proceeds from disposal of treasury stock	175	242	1,631
Purchases of treasury stock	(903)	(1,110)	(8,412)
Cash dividends paid	(2,559)	(1,977)	(23,825)
Other, net	-	(45)	-
Net cash provided by financing activities	1,796	4,892	16,729
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(42)	(1,525)	(394)
Net Increase (Decrease) in Cash and Cash Equivalents	(6,613)	2,474	(61,575)
Cash and Cash Equivalents at Beginning of Year	35,996	30,891	335,189
Increase Due to Addition of Consolidated Subsidiaries	-	2,631	-
Cash and Cash Equivalents at End of Year	¥29,383	¥35,996	\$273,614

See accompanying notes to consolidated financial statements