

Consolidated Statements of Cash Flows

Orient Corporation and Subsidiaries

For the years ended March 31, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2016	2015	2016
Cash Flows from Operating Activities:			
Profit before income taxes	¥ 29,362	¥ 20,090	\$ 260,555
Depreciation	7,334	10,762	65,081
Decrease in allowance for credit losses	(5,833)	(11,105)	(51,761)
(Decrease) increase in accrued bonuses	(8)	132	(70)
Decrease in defined benefit liabilities	(1,097)	(1,359)	(9,734)
Increase in allowance for losses on interest refunds	2,999	219	26,612
Interest and dividend income	(143)	(278)	(1,268)
Interest expenses	9,391	12,099	83,334
Increase in trade receivables	(110,648)	(114,500)	(981,879)
(Increase) decrease in inventories	(262)	205	(2,324)
Increase in trade payables	72,501	139,911	643,366
Decrease in unearned finance income	(2,689)	(842)	(23,861)
Increase in other assets	(43,737)	(23,496)	(388,117)
Increase (decrease) in other liabilities	11,135	(10,339)	98,810
Other, net	(578)	(109)	(5,129)
Subtotal	(32,276)	21,389	(286,414)
Interest and dividend received	377	476	3,345
Interest paid	(9,065)	(12,326)	(80,441)
Income taxes paid	(1,314)	(1,250)	(11,660)
Net cash (used in) provided by operating activities	(42,279)	8,288	(375,179)
Cash Flows from Investing Activities:			
Decrease in time deposits	—	16,914	—
Purchase of property and equipment and intangible assets	(20,797)	(17,156)	(184,550)
Purchase of investment securities	(286)	(11)	(2,537)
Proceeds from sale of investment securities	72	999	638
Other, net	(1,423)	(1,393)	(12,627)
Net cash used in investing activities	(22,434)	(648)	(199,077)
Cash Flows from Financing Activities:			
Net decrease in short-term bank loans	(15,740)	(29,648)	(139,675)
Net increase in commercial papers	27,500	10,300	244,032
Proceeds from long-term bank loans	392,284	301,303	3,481,089
Repayment of long-term debt	(338,084)	(306,515)	(3,000,124)
Proceeds from issuance of bonds	49,725	29,819	441,254
Repayment of finance lease obligations	(4,283)	(4,861)	(38,006)
Proceeds from sale and leaseback transactions	420	777	3,727
Other, net	(35)	(49)	(310)
Net cash provided by financing activities	111,787	1,125	991,986
Effect of exchange rate changes on cash and cash equivalents	(263)	86	(2,333)
Change in cash and cash equivalents	46,808	8,852	415,369
Cash and cash equivalents at beginning of year	131,983	123,131	1,171,204
Cash and cash equivalents at end of year (Note 20)	¥178,792	¥131,983	\$1,586,582

The accompanying notes are an integral part of these statements.