

Consolidated Statements of Cash Flows

MARUI GROUP CO., LTD. and Its Consolidated Subsidiaries
For the fiscal years ended March 31, 2018 and 2019

		Millions of yen	Thousands of U.S. dollars (Note 1)
	2018	2019	2019
Cash flows from operating activities:			
Income before income taxes	¥ 31,888	¥ 37,433	\$ 340,300
Depreciation and amortization	10,274	9,911	90,100
Impairment loss	1,184	4	36
Increase (decrease) in provision for point card certificates	2,264	2,736	24,872
Increase (decrease) in provision for allowance for doubtful accounts	2,491	1,975	17,954
Increase (decrease) in provision for loss on interest repayment	(5,406)	(1,123)	(10,209)
Increase (decrease) in provision for bonuses	269	(424)	(3,854)
Interest and dividend income	(399)	(269)	(2,445)
Interest expenses	1,492	1,465	13,318
Loss (gain) on retirement of property and equipment	780	304	2,763
Loss (gain) on sale of property and equipment	(1,121)	(1,754)	(15,945)
Loss (gain) on sale of investment securities	904	249	2,263
Loss (gain) on valuation of investment securities	30	476	4,327
Decrease (increase) in notes and accounts receivable-trade	(2,166)	868	7,890
Decrease (increase) in accounts receivable-installment	(53,838)	(26,150)	(237,727)
Decrease (increase) in operating loans	(5,442)	8,537	77,609
Decrease (increase) in inventories	2,193	2,098	19,072
Increase (decrease) in accounts payable-trade	(3,489)	(2,129)	(19,354)
Other, net	10,792	4,735	43,045
Subtotal	(7,297)	38,944	354,036
Interest and dividend income received	365	237	2,154
Interest expenses paid	(1,518)	(1,460)	(13,272)
Income taxes paid	(10,880)	(11,344)	(103,127)
Income taxes refund	0	18	163
Net cash provided by (used in) operating activities	(19,329)	26,396	239,963
Cash flows from investing activities:			
Purchase of property and equipment	(9,607)	(8,788)	(79,890)
Proceeds from sale of property and equipment	1,328	2,702	24,563
Purchase of investment securities	(1,793)	(2,765)	(25,136)
Proceeds from sale of investment securities	8,562	113	1,027
Payments for leasehold and other deposits	(161)	(324)	(2,945)
Proceeds from collection of leasehold and other deposits	1,134	2,159	19,627
Other, net	1,285	(529)	(4,809)
Net cash provided by (used in) investing activities	747	(7,432)	(67,563)
Cash flows from financing activities:			
Net increase (decrease) in short-term loans payable	3,503	(14,698)	(133,618)
Net increase (decrease) in commercial paper	(5,000)	—	—
Proceeds from long-term loans payable	62,500	37,000	336,363
Repayments of long-term loans payable	(10,000)	(31,000)	(281,818)
Proceeds from issuance of bonds	19,897	19,899	180,900
Redemption of bonds	(20,000)	(10,000)	(90,909)
Purchase of treasury stock	(15,016)	(7,009)	(63,718)
Cash dividends paid (Note 21)	(7,953)	(9,452)	(85,927)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(2,263)	(20,572)
Other, net	(158)	(156)	(1,418)
Net cash provided by (used in) financing activities	27,773	(17,680)	(160,727)
Net increase (decrease) in cash and cash equivalents	9,191	1,283	11,663
Cash and cash equivalents at beginning of period	36,245	45,437	413,063
Cash and cash equivalents at end of period (Note 22)	¥ 45,437	¥ 46,720	\$ 424,727

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