

Consolidated Statements of Cash Flows

Nihon Unisys, Ltd.

Years ended March 31, 2009 and 2008

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2009	2008	2009
Operating Activities:			
Income (loss) before income taxes and minority interests -----	¥(13,023)	¥10,216	\$(132,577)
Adjustments for:			
Income taxes paid-----	(3,699)	(5,143)	(37,657)
Impairment loss -----	21,586		219,750
Depreciation and amortization -----	14,722	15,170	149,873
Amortization of goodwill -----	108	8,598	1,100
Amortization of negative goodwill-----	(16)	(8)	(163)
Gain on sales of property, plant and equipment -----	(1)		(10)
Gain on sales of investment securities -----	(142)	(655)	(1,446)
Loss on valuation of investment securities -----	1,890	876	19,241
Decrease in accounts receivable-trade -----	22,417	2,390	228,209
Decrease in inventories -----	5,835	4,779	59,401
(Increase) decrease in interest and dividend receivable -----	(6)	1	(61)
Decrease in accounts payable-trade -----	(9,768)	(5,112)	(99,440)
Increase in interest payable -----	6	13	61
Decrease in allowance for retirement benefits -----	(1,554)	(95)	(15,820)
Increase in allowance for restructuring charges -----	6,161		62,720
Other-net -----	1,784	(12,438)	18,161
Total adjustments -----	59,323	8,376	603,919
Net cash provided by operating activities -----	46,300	18,592	471,342
Investing Activities:			
Proceeds from sales of property, plant and equipment -----	295	791	3,003
Payments for purchases of property, plant and equipment ----	(6,792)	(8,251)	(69,144)
Payments for purchases of software -----	(11,391)	(14,802)	(115,963)
Proceeds from sales of investment securities -----	297	1,180	3,024
Payments for purchases of investment securities -----	(432)	(1,332)	(4,398)
Payments for the purchase of newly consolidated subsidiaries, net of cash acquired -----	(2,157)	(6,677)	(21,959)
Other-net-----	(68)	(12)	(691)
Net cash used in investing activities -----	(20,248)	(29,103)	(206,128)
Financing Activities:			
Net decrease in short-term debt -----	(1,771)	(10,500)	(18,029)
Proceeds from long-term debt -----	1,825	40,150	18,579
Repayments of long-term debt -----	(8,750)	(18,825)	(89,077)
Repayments of other debt -----	(113)	(217)	(1,150)
Net decrease in commercial paper -----	(1,500)	(500)	(15,270)
Payments for purchases of treasury stock -----	(2)	(204)	(20)
Proceeds from exercise of stock option -----	41	44	417
Cash dividends -----	(1,293)	(936)	(13,163)
Cash dividends to minority interests -----	(37)	(142)	(377)
Other -----		(55)	
Net cash (used in) provided by financing activities ---	(11,600)	8,815	(118,090)
Effect of exchange rate changes on Cash and			
Cash Equivalents-----	(9)	23	(92)
Net increase (decrease) in Cash and Cash Equivalents -----	14,443	(1,673)	147,032
Cash and Cash Equivalents, Beginning of Year -----	21,603	23,226	219,923
Cash and Cash Equivalents of newly consolidated subsidiaries, Beginning of year -----		50	
Cash and Cash Equivalents, End of Year -----	¥36,046	¥21,603	\$366,955

See notes to consolidated financial statements.