

SHARP CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

For the year ended March 31, 2002

Millions of Yen

	Year ended March 31, 2002	Year ended March 31, 2001	Increase (Decrease)
<u>Cash Flows from Operating Activities:</u>			
Income before income taxes and minority interests	19,863	70,724	50,861
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities -			
Depreciation and amortization of properties and intangibles	121,172	138,330	17,158
Interest and dividend income	(7,291)	(10,099)	2,808
Interest expense	9,626	12,048	2,422
Exchange loss	4,204	5,620	1,416
Loss on sales and disposal of plant and equipment	6,790	5,393	1,397
(Increase) decrease in notes and accounts receivable	52,297	(29,253)	81,550
(Increase) decrease in inventories	(3,616)	6,019	9,635
Increase (decrease) in payable	(26,285)	22,863	49,148
Other, net	1,838	14,394	12,556
Total	178,598	236,039	57,441
Interest and dividend received	7,875	9,711	1,836
Interest paid	(10,586)	(12,513)	1,927
Income taxes paid	(36,819)	(49,681)	12,862
Net cash provided by operating activities	139,068	183,556	44,488
<u>Cash Flows from Investing Activities:</u>			
Purchase of time deposits	(307,893)	(275,129)	32,764
Proceeds from redemption of time deposits	313,021	313,303	282
Purchase of short-term investments	(4,651)	-	4,651
Proceeds from sales of short-term investments	34,166	50,243	16,077
Acquisitions of plant and equipment	(194,291)	(133,086)	61,205
Proceeds from sales of plant and equipment	2,747	3,679	932
Purchase of investments in securities and investments in nonconsolidated subsidiaries and affiliates	(54,402)	(19,672)	34,730
Proceeds from sales of investments in securities and nonconsolidated subsidiaries and affiliates	23,996	8,753	15,243
Loans made	(12,756)	(2,704)	10,052
Proceeds from collection of loans	13,720	1,660	12,060
Other, net	22,249	(17,601)	39,850
Net cash used in investing activities	(164,094)	(70,554)	93,540
<u>Cash Flows from Financing Activities:</u>			
Decrease in short-term borrowings, net	(446)	(24,469)	24,023
Increase (decrease) in commercial papers, net	65,143	(29,941)	95,084
Proceeds from issuance of long-term debt	18,650	21,986	3,336
Repayments of long-term debt	(13,971)	(29,337)	15,366
Issuance of bonds	17,938	10,437	7,501
Redemption of bonds	(16,042)	(5,437)	10,605
Payment for repurchase of treasury stocks	(22,214)	(393)	21,821
Dividends paid	(15,701)	(13,510)	2,191
Other, net	(1,218)	(789)	429
Net cash used in financing activities	32,139	(71,453)	103,592
Effect of Exchange Rate Changes on Cash and Cash Equivalents	2,618	2,014	604
Net (decrease) increase in cash and cash equivalents	9,731	43,563	33,832
Cash and Cash equivalents at Beginning of Year	221,673	177,783	43,890
Net Increase in Cash and Cash equivalents attributable to acquisition	-	327	327
Cash and Cash equivalents at End of Year	231,404	221,673	9,731