

# Consolidated Statements of Cash Flows

Chubu Electric Power Company, Incorporated and Subsidiaries for the years ended March 31, 2017 and 2016

	Millions of yen		Thousands of U.S. dollars (Note 1)
	March 31, 2017	March 31, 2016	March 31, 2017
<b>Cash Flows from Operating Activities :</b>			
Income before income taxes	¥152,157	¥254,204	\$1,356,244
Adjustments for:			
Depreciation	255,692	257,063	2,279,098
Decommissioning costs of nuclear power units	4,685	6,199	41,760
Loss on retirement of non-current assets	11,326	12,280	100,954
Decrease in provision for net defined benefit liability and asset	(28,895)	(11,850)	(257,554)
Decrease in provision for reprocessing of irradiated nuclear fuel	(8,507)	(14,825)	(75,827)
Increase in provision for preparation of reprocessing of irradiated nuclear fuel	333	641	2,968
Decrease in provision for loss in conjunction with discontinued operations of nuclear power plants	(1,276)	(10,812)	(11,374)
(Decrease) increase in reserve for fluctuation in water levels	(381)	12,218	(3,396)
Interest and dividend income	(3,338)	(6,359)	(29,753)
Interest expenses	28,724	37,752	256,030
Gain on change in equity	(30,292)	–	(270,006)
Decrease in reserve fund for reprocessing of irradiated nuclear fuel	12,986	15,009	115,750
Payments of contribution for accrued reprocessing of irradiated nuclear fuel	(17,084)	–	(152,277)
Decrease (increase) in notes and accounts receivable - trade	(1,141)	13,697	(10,170)
Decrease in inventories	5,664	50,529	50,486
Decrease in notes and accounts payable - trade	(25,748)	(36,840)	(229,504)
Other, net	54,438	27,390	485,230
<b>Subtotal</b>	<b>409,343</b>	<b>606,296</b>	<b>3,648,659</b>
Interest and dividend income received	6,596	10,572	58,793
Interest expenses paid	(29,488)	(39,153)	(262,840)
Income taxes paid	(51,387)	(15,304)	(458,036)
<b>Cash flows from operating activities</b>	<b>335,064</b>	<b>562,411</b>	<b>2,986,576</b>
<b>Cash Flows from Investing Activities:</b>			
Purchase of non-current assets	(322,308)	(283,648)	(2,872,876)
Payments of investment and loans receivable	(64,413)	(71,632)	(574,142)
Collection of investment and loans receivable	10,679	39,769	95,187
Purchase of shares of subsidiaries resulting in change in scope of consolidation	–	(4,059)	–
Other, net	15,810	11,575	140,921
<b>Cash flows from investing activities</b>	<b>(360,232)</b>	<b>(307,995)</b>	<b>(3,210,910)</b>
<b>Cash Flows from Financing Activities:</b>			
Proceeds from issuance of bonds	209,275	59,795	1,865,363
Redemption of bonds	(124,500)	(172,050)	(1,109,725)
Proceeds from long-term loans payable	198,400	89,281	1,768,429
Repayments of long-term loans payable	(241,917)	(275,982)	(2,156,315)
Increase in short-term loans payable	386,077	375,470	3,441,278
Decrease in short-term loans payable	(378,770)	(370,167)	(3,376,148)
Purchase of treasury shares	(126)	(146)	(1,123)
Cash dividends paid	(22,685)	(15,147)	(202,202)
Dividends paid to non-controlling interests	(673)	(543)	(5,999)
Other, net	(4,011)	(2,631)	(35,752)
<b>Cash flows from financing activities</b>	<b>21,070</b>	<b>(312,120)</b>	<b>187,806</b>
Effect of exchange rate change on cash and cash equivalents	14	(917)	125
<b>Net decrease in cash and cash equivalents</b>	<b>(4,084)</b>	<b>(58,621)</b>	<b>(36,403)</b>
<b>Cash and cash equivalents at beginning of this period</b>	<b>324,391</b>	<b>390,088</b>	<b>2,891,443</b>
Decrease in cash and cash equivalents resulting from change of scope of consolidation	(26,353)	(7,076)	(234,896)
<b>Cash and cash equivalents at end of this period (Note 4)</b>	<b>¥293,954</b>	<b>¥324,391</b>	<b>\$2,620,144</b>

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