

Solution:

The section is prepared in the following table:

STATEMENT OF CASH FLOW (Amount in billions of ¥)	
Name: Sumitomo Metal Industries, Ltd. For: Fiscal 2010	
Particulars	Amount
CASH PROVIDED (USED) BY OPERATING ACTIVITY	
Net Income	(36)
Adjustment of net income to reconcile with net cash flow of operations:	
Income not affecting cash:	
Depreciation & amortization	127
Other non-cash expense (revenue), net	53
Changes in assets & liabilities:	
Decrease in Receivables	37
Increase in Inventories	(14)
Increase in Payables	18
Other, net	17
Net Cash Provided (used) by Operating Activity	202