

Consolidated Balance Sheets

Konica Corporation and Consolidated Subsidiaries
March 31, 2003 and 2002

Assets	Millions of yen		Thousands of U.S. dollars (Note 3)
	2003	2002	2003
Current Assets:			
Cash and cash equivalents (Note 4)	¥ 51,876	¥ 47,659	\$ 431,581
Notes and accounts receivable—trade	129,212	137,224	1,074,975
Less: Allowance for doubtful accounts	(6,746)	(7,819)	56,123
Inventories	98,848	102,348	822,363
Deferred tax assets (Note 7)	22,759	12,963	189,343
Other accounts receivable	9,942	9,513	82,712
Other current assets	5,925	7,713	49,293
Total current assets	311,818	309,602	2,594,160
Property, Plant and Equipment:			
Land	18,672	19,335	155,341
Buildings and structures	113,202	112,104	941,780
Machinery and equipment	291,916	296,518	2,428,586
Construction in progress	5,579	20,691	46,414
Total property, plant and equipment	429,369	448,649	3,572,121
Less: Accumulated depreciation	(281,329)	(292,587)	(2,340,507)
Property, plant and equipment, net	148,040	156,061	1,231,614
Investments and Other Assets:			
Investment securities (Note 5)	14,201	13,469	118,145
Long-term loans	1,103	2,291	9,176
Deferred tax assets (Note 7)	14,343	18,826	119,326
Intangible assets	10,646	10,884	88,569
Long-term prepaid expenses	5,268	5,604	43,827
Other investments	12,498	13,053	103,977
Other assets	336	34	2,795
Less: Allowance for doubtful accounts	(2,300)	(2,469)	(19,135)
Total investments and other assets	56,097	61,696	466,697
Total assets	¥515,956	¥ 527,360	\$4,292,479

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.

Liabilities and Shareholders' Equity	Millions of yen		Thousands of U.S. dollars (Note 3)
	2003	2002	2003
Current Liabilities:			
Short-term debt (Note 6)	¥ 90,592	¥111,741	\$ 753,677
Current portion of long-term debt (Note 6)	10,175	17,894	84,651
Notes and accounts payable—trade	71,425	68,256	594,218
Accrued expenses	37,315	34,945	310,441
Accrued income taxes (Note 7)	9,913	6,539	82,471
Other current liabilities	24,608	28,426	204,725
Total current liabilities	244,033	267,805	2,030,225
Long-Term Liabilities:			
Long-term debt (Note 6)	51,318	46,472	426,938
Accrued retirement benefits	24,303	35,078	202,188
Other long-term liabilities	13,056	6,036	108,619
Total long-term liabilities	88,679	87,587	737,762
Minority Interests	2,224	741	18,502
Shareholders' Equity (Note 9):			
Common stock, par value ¥50 per share:			
Authorized—800,000,000 shares			
Issued and outstanding—357,655,368 shares	37,519	37,519	312,138
Additional paid-in capital	79,342	79,342	660,083
Retained earnings	69,052	56,251	574,476
Unrealized gains on securities	825	891	6,864
Foreign currency translation adjustments	(5,309)	(2,659)	44,168
Less: Treasury common stock	(410)	(119)	3,411
Total shareholders' equity	181,019	171,226	1,505,982
Commitments and Contingent Liabilities (Note 10)			
Total liabilities and shareholders' equity	¥515,956	¥527,360	\$4,292,479