

4. Items Pertaining to the Compilation of Overview of Quarterly Results

(1) Use of simplified accounting procedures

(Corporate income tax reporting standards)

Corporate income tax and other taxes are calculated using simplified methods, including the use of expected annual tax rate based on the legal income tax rate.

(2) Discrepancies between methods recognized in the most recent consolidated fiscal accounting year and accounting procedures for the quarter under review: None

5. Segment Information

(1) Information by Business Segment

Three months ended June 30, 2006 (from April 1, 2006 to June 30, 2006)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	150,796	32,134	17,092	36,440	1,922	2,885	241,272	—	241,272
Intersegment sales/transfers	908	258	3,823	4,305	276	14,973	24,545	(24,545)	—
Total	151,705	32,392	20,915	40,745	2,199	17,858	265,818	(24,545)	241,272
Operating expenses	135,608	27,174	21,206	38,024	2,037	15,283	239,334	(20,302)	219,031
Operating income (loss)	16,097	5,218	(290)	2,721	161	2,575	26,483	(4,243)	22,240

Three months ended June 30, 2005 (from April 1, 2005 to June 30, 2005)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	137,198	24,715	48,220	30,744	1,243	1,899	244,023	—	244,023
Intersegment sales/transfers	585	430	2,643	7,876	538	13,769	25,844	(25,844)	—
Total	137,784	25,146	50,863	38,621	1,782	15,669	269,867	(25,844)	244,023
Operating expenses	123,459	21,507	51,598	36,726	1,440	13,567	248,295	(22,456)	225,839
Operating income (loss)	14,324	3,638	(729)	1,895	342	2,101	21,571	(3,388)	18,183

Notes:

1. Business classification is based on similarity of product type and market. Konica Minolta's operations are classified into the segments of Business Technologies, Optics, Photo Imaging, Medical and Graphic, Sensing, and other businesses.
2. In the quarter under review, operating expenses not allocated but included in Elimination/corporate amounted to ¥4,654 million compared to ¥4,304 in the same period of the previous fiscal year, and are principally R&D expenses incurred by the parent company and expenses associated with Head Office functions.

(2) Information by Geographical Area

Three months ended June 30, 2006 (from April 1, 2006 to June 30, 2006)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	108,426	59,722	59,018	14,105	241,272	—	241,272
Intersegment sales/transfers	68,933	725	298	43,449	113,407	(113,407)	—
Total	177,359	60,447	59,317	57,554	354,680	(113,407)	241,272
Operating expenses	151,145	59,099	58,166	57,257	325,667	(106,636)	219,031
Operating income	26,214	1,348	1,151	297	29,012	(6,771)	22,240

Three months ended June 30, 2005 (from April 1, 2005 to June 30, 2005)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	107,493	60,612	62,955	12,961	244,023	—	244,023
Intersegment sales/transfers	70,181	1,937	348	37,364	109,831	(109,831)	—
Total	177,674	62,549	63,304	50,325	353,854	(109,831)	244,023
Operating expenses	158,059	61,807	63,137	50,307	333,312	(107,473)	225,839
Operating income	19,614	742	166	18	20,541	(2,357)	18,183

Notes:

- Countries and territories are classified based on geographical proximity.
- Principal country markets in the above areas, excluding Japan, are as follows:
 - North America: United States, Canada
 - Europe: Germany, France, and United Kingdom
 - Asia excluding Japan, Others: Australia, China, and Singapore
- In the quarter under review, operating expenses not allocated but included in Elimination/corporate amounted to ¥4,654 million compared to ¥4,304 in the same period of the previous fiscal year, and are principally R&D expenses incurred by the parent company and expenses associated with Head Office functions.