

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

Nine months ended December 31, 2006 (from April 1, 2006 to December 31, 2006)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	473,969	101,213	40,975	112,067	6,865	9,505	744,596	—	744,596
Intersegment sales/transfers	2,763	1,092	9,535	11,029	698	44,086	69,204	(69,204)	—
Total	476,732	102,305	50,511	123,096	7,564	53,591	813,801	(69,204)	744,596
Operating expenses	422,173	87,385	51,963	115,966	6,570	46,012	730,071	(55,820)	674,250
Operating income (loss)	54,558	14,920	(1,451)	7,129	993	7,579	83,730	(13,384)	70,345

Nine months ended December 31, 2005 (from April 1, 2005 to December 31, 2005)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	440,373	81,038	156,149	103,639	3,988	7,826	793,016	—	793,016
Intersegment sales/transfers	2,336	1,449	8,815	22,139	1,686	43,369	79,797	(79,797)	—
Total	442,710	82,488	164,964	125,779	5,674	51,195	872,813	(79,797)	793,016
Operating expenses	396,924	69,458	164,173	116,242	4,539	44,227	795,567	(68,596)	726,970
Operating income	45,785	13,029	791	9,536	1,135	6,968	77,246	(11,200)	66,045

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 ¥14,023 million compared to ¥13,185 million 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.