

5. SEGMENT INFORMATION

(1) Information by Business Segment

Interim period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)

[Millions of yen]

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales								
Outside customers	346,901	83,315	80,616	4,945	9,179	524,958	-	524,958
Intersegment sales/transfers	2,883	529	1,739	371	27,513	33,037	[33,037]	-
Total	349,785	83,844	82,355	5,317	36,693	557,996	[33,037]	524,958
Operating expenses	305,069	70,784	78,349	4,518	35,087	493,809	[25,910]	467,899
Operating income	44,716	13,059	4,005	798	1,606	64,186	[7,127]	57,059

Notes:

- Business classification is based on similarity of product type and market. Konica Minolta's operations are classified into the segments of Business Technologies, Optics, Medical and Graphic, Sensing, and other businesses.
- Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 15,366 million.
- Change in Presentation of Business Segments: The Company previously presented the Photo Imaging business as a separate operating segment; however, following the decision to exit from this business, which we announced on January 19, 2006, and the completion of this termination, the importance of this segment has declined, and, beginning with the interim period under review, it has been eliminated from the presentation of business segments. As a result of this accounting change, operating expenses for other businesses were ¥195 million higher, and operating income in the same category was lower by an equal amount.
- Change in Method for Calculation of Depreciation of Tangible Fixed Assets: Beginning with the interim period under review, the Company and its domestic consolidated subsidiaries have changed their methods for the calculation of depreciation for tangible fixed assets purchased on or after April 1, 2007, in accordance with revisions in Japan's Corporation Tax Law. In addition, for assets purchased on or before March 31, 2007, which have been depreciated to the permissible limit, the remaining value of the assets on the Company's books will be depreciated in equal amounts over the five-year period beginning with the year following the completion of depreciation to the permissible limit. As a result of these accounting changes, operating expenses were higher for each business segment as follows: for the Business Technologies business, ¥567 million; Optics business, ¥372 million; Medical and Graphic Imaging business, ¥229 million; Sensing business, ¥7 million; other businesses, ¥61 million, and Corporate, ¥88 million. Operating incomes for these businesses were lower by the respective amounts.

Interim period ended September 30, 2006 (from April 1, 2006 to September 30, 2006)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	309,539	67,675	29,901	76,046	4,538	6,250	493,950	-	493,950
Intersegment sales/transfers	1,767	769	8,913	8,441	501	31,377	51,772	[51,772]	-
Total	311,307	68,444	38,814	84,487	5,039	37,628	545,722	[51,772]	493,950
Operating expenses	277,210	57,779	39,501	79,317	4,328	31,893	490,031	[42,341]	447,690
Operating income (loss)	34,097	10,664	(686)	5,170	710	5,734	55,691	[9,430]	46,260

Notes:

- 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 Imaging, Sensing, and other businesses.
- Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 9,585 million.

Fiscal year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)

[Millions of yen]

	Business Technologies	Optics	Photo Imaging	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales									
Outside customers	658,693	138,960	47,752	158,705	10,003	13,516	1,027,630	-	1,027,630
Intersegment sales/transfers	3,955	1,396	9,700	12,249	859	58,313	86,476	[86,476]	-
Total	662,648	140,356	57,453	170,955	10,863	71,830	1,114,106	[86,476]	1,027,630
Operating expenses	582,666	119,355	58,278	162,074	9,213	60,164	991,753	[68,129]	923,624
Operating income (loss)	79,982	21,000	(825)	8,880	1,649	11,665	122,353	[18,346]	104,006

Notes:

1. Business classification is based on similarity of product type and market. our operations are classified into the segments of Business Technologies, Optics, Photo Imaging, Medical and Graphic, Sensing, and other businesses.
2. Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 119,391 million.

(2) Information by Geographical Area

Interim Period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	229,357	122,784	139,489	33,326	524,958	-	524,958
Intersegment sales/transfers	179,838	491	372	105,771	286,474	[286,474]	-
Total	409,196	123,275	139,861	139,098	811,432	[286,474]	524,958
Operating expenses	343,665	120,976	135,505	136,257	736,404	[268,504]	467,899
Operating income	65,531	2,299	4,356	2,841	75,028	[17,969]	57,059

Notes:

1. Countries and territories are classified based on geographical proximity.
2. Principal country markets in the above areas, excluding Japan, are as follows:
 - (1) North America: United States and Canada
 - (2) Europe: Germany, France, and United Kingdom
 - (3) Asia excluding Japan, Others: Australia, China, and Singapore
3. Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 15,366 million.
4. Change in Method for Calculation of Depreciation of Tangible Fixed Assets: Beginning with the interim period under review, the Company and its domestic consolidated subsidiaries have changed their methods for the calculation of the depreciation for tangible fixed assets purchased on or after April 1, 2007, in accordance with revisions in Japan's Corporation Tax Law. In addition, for assets purchased on or before March 31, 2007, which have been depreciated to the permissible limit, the remaining value of the assets on the Company's books will be depreciated in equal amounts over the five-year period beginning with the year following the completion of depreciation to the permissible limit. As a result of these accounting changes, operating expenses in Japan and corporate were ¥1,238 million and ¥88 million respectively higher than they would have been under the previous accounting method, and operating incomes were lower by the respective amounts.

Interim period ended September 30, 2006 (from April 1, 2006, to September 30, 2006)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	224,238	120,284	118,740	30,686	493,950	-	493,950
Intersegment sales/transfers	136,133	1,566	492	86,794	224,985	[224,985]	-
Total	360,371	121,850	119,232	117,481	718,936	[224,985]	493,950
Operating expenses	307,113	119,413	116,219	117,245	659,991	[212,301]	447,690
Operating income	53,258	2,436	3,013	235	58,944	[12,684]	46,260

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, and Canada
 - Europe: Germany, France, and United Kingdom
 - Asia excluding Japan, Others: Australia, China, and Singapore
- Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 9,585 million.

Fiscal year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	460,196	246,786	263,702	56,945	1,027,630	-	1,027,630
Intersegment sales/transfers	292,774	2,247	969	183,885	479,877	[479,877]	-
Total	752,970	249,033	264,672	240,830	1,507,507	[479,877]	1,027,630
Operating expenses	639,740	244,932	254,632	239,016	1,378,321	[454,697]	923,624
Operating income	113,230	4,100	10,040	1,814	129,186	[25,179]	104,006

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
- Operating expenses not able to be properly allocated that are included in Elimination & corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. This amount was ¥ 19,391 million.

(3) Overseas Sales

Interim Period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)

[Millions of yen]

	North America	Europe	Asia excluding Japan and Other Countries	Total
Overseas sales	128,857	144,318	113,783	386,959
Consolidated sales	-	-	-	524,958
Overseas sales as a percentage of consolidated sales	24.5%	27.5%	21.7%	73.7%

Interim Period ended September 30, 2006 (from April 1, 2006 to September 30, 2006)

[Millions of yen]

	North America	Europe	Asia excluding Japan and Other Countries	Total
Overseas sales	125,692	129,989	103,715	359,396
Consolidated sales	-	-	-	493,950
Overseas sales as a percentage of consolidated sales	25.4%	26.3%	21.0%	72.8%

Fiscal year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)

[Millions of yen]

	North America	Europe	Asia excluding Japan and Other Countries	Total
Overseas sales	257,160	279,324	204,023	741,109
Consolidated sales	-	-	-	1,027,630
Overseas sales as a percentage of consolidated sales	25.0%	27.2%	19.9%	72.1%

Notes:

1. Countries and territories are classified based on geographical proximity.
2. Principal country markets in the above areas, excluding Japan, are as follows:
 - (1) North America: United States and Canada
 - (2) Europe: Germany, France, and United Kingdom
 - (3) Asia excluding Japan, Others: Australia, China, and Singapore
3. Overseas sales are those sales that are made by the Company or its consolidated subsidiaries in a country or region outside of Japan.

6. LEASE TRANSACTIONS

Notation has been omitted due to disclosure through EDINET.

7. MARKETABLE SECURITIES

(1) Other marketable securities with market values

[Millions of yen]

	As of September 30, 2007			As of September 30, 2006			As of March 31, 2007		
	Acquisition cost	Total amount on interim consolidated balance sheets	Difference	Acquisition cost	Total amount on interim consolidated balance sheets	Difference	Acquisition cost	Total amount on interim consolidated balance sheets	Difference
Stocks	17,744	27,931	10,186	16,040	29,361	13,321	17,335	29,893	12,557
Bonds	23	23	-	28	32	3	24	24	-
Other	1	1	-	112	112	-	214	214	-
Total	17,770	27,957	10,186	16,182	29,507	13,325	17,575	30,132	12,557

(2) Details of principal marketable securities that are not assessed at market value and interim and full year consolidated balance sheet total amounts

[Millions of yen]

	As of September 30, 2007	As of September 30, 2006	As of March 31, 2007
	Interim consolidated balance sheet total amount	Interim consolidated balance sheet total amount	Consolidated balance sheet total amount
Other marketable securities			
Unlisted stocks (does not include shares traded over-the-counter)	697	429	378
Foreign investment fund	-	-	909

8. DERIVATIVES

Notation has been omitted due to disclosure through EDINET.

9. PRODUCTION AND ORDERS

(1) Production Results

[Millions of yen]

Business Segments	Six months ended September 30, 2007	Six months ended September 30, 2006	Fiscal year ended March 31, 2007
Business Technologies	203,438	176,955	341,443
Optics	81,252	62,270	134,303
Medical and Graphic	46,306	45,930	98,763
Sensing	3,935	3,956	7,746
Photo Imaging	-	20,173	20,894
Other	1,848	1,228	3,376
Total	336,781	310,514	606,527

Notes: 1. Amounts are based on manufacturers' sales prices.
2. The above amounts do not include consumption and other taxes.

(2) Orders

Konica Minolta does not conduct order production.

10. PER SHARE INFORMATION

[Yen]

	Six months ended September 30, 2007	Six months ended September 30, 2006	Fiscal year ended March 31, 2007
Net assets per share	756.20	595.25	692.39
Interim net income per share	70.93	42.40	136.67
Interim net income per share assuming full dilution	66.97	42.39	134.00

Note: Basis for this calculation

1. Net assets per share

	Six months ended September 30, 2007	Six months ended September 30, 2006	Fiscal year ended March 31, 2007
[A] Total amount of net assets as presented in the interim consolidated balance sheets [¥ million]	402,891	318,335	368,624
[B] Amount of net assets applicable to common shares [¥ million]	401,291	315,951	367,467
Principal items accounting for the difference between [A] and [B] [¥ million]			
Rights to purchase new shares	184	15	108
Minority interests portion	1,415	2,368	1,048
Number of common shares issued [1,000 shares]	531,664	531,664	531,664
Common shares held as treasury stock [1,000 shares]	996	875	939
Number of common shares used in calculation of net assets per common share [1,000 shares]	530,667	530,789	530,725

2. Interim net income per share and net income per share assuming full dilution

	Six months ended September 30, 2007	Six months ended September 30, 2006	Fiscal year ended March 31, 2007
Interim net income [¥ million]	37,644	22,508	72,542
Amount not applicable to holders of common shares [¥ million]	-	-	-
Net income applicable to holders of common shares [¥ million]	37,644	22,508	72,542
Average number of common shares outstanding during the period [1,000 shares]	530,696	530,812	530,778
Principal items accounting for the adjustment in the amount of net income used for calculation of net income assuming full dilution [¥ million] Interest received (after deduction of applicable taxes)	-36	-	-24
Adjustment in the amount of net income [¥ million]	-36	-	-24
Principal items accounting for the adjustment in the number of common shares used for calculation of increase in common shares assuming full dilution [1,000 shares] Convertible bonds Rights to purchase new shares	30,578 308	- 210	10,137 253
Increase in common shares [1,000 shares]	30,887	210	10,390