

Beginning with the current fiscal year, the "Accounting Standards for Quarterly Financial Reporting" (ASBJ, ASBJ Statement No. 12) and the "Implementation Guidance for the Accounting Standards for Quarterly Financial Statements" (ASBJ, ASBJ Guidance No. 14) have been applied. In addition, the quarterly consolidated financial statements are prepared following the "Rules for Quarterly Consolidated Financial Statements."

(4) Notes Regarding Assumptions Related to Continuing Companies

Third quarter of the fiscal year ending March 31, 2009 (October 1, 2008, to December 31, 2008)

This item does not apply to the Group.

(5) Segment Information

[1] Business Segment

Nine-month period ended December 31, 2008 (from April 1, 2008 to December 31, 2008)

[Millions of yen]

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Elimination & corporate	Consolidation
Sales								
Outside customers	486,244	146,512	94,631	6,574	12,668	746,632	--	746,632
Intersegment sales/transfers	3,261	843	1,967	500	45,036	51,609	(51,609)	--
Total	489,506	147,356	96,599	7,075	57,705	798,242	(51,609)	746,632
Operating expenses	441,800	127,923	92,429	6,660	55,162	723,976	(40,728)	683,247
Operating income	47,705	19,432	4,170	414	2,543	74,266	(10,880)	63,385

Notes:

1. Business classification is based on similarity of product type and market. The Group's operations are classified into the five segments of Business Technologies, Optics, Medical and Graphic Imaging, Sensing, and other businesses.

2. Principal Products in Each Business Segment

Business Segment	Principal Products
Business Technologies	MFPs, printers, etc.
Optics	Optical devices, electronics materials, etc.
Medical and Graphic Imaging	Medical products, graphic imaging products, etc.
Sensing	Industrial-use and medical-use measuring instruments, etc
Other businesses	Products other than the above

3. Operating expenses not allocated but included in Elimination/corporate under review amounted to ¥23,174 million are principally R&D expenses incurred by the Company and expenses associated with head office functions.

[2] Geographical Area

Nine-month period ended December 31, 2008 (from April 1, 2008 to December 31, 2008)

[Millions of yen]

	Japan	North America	Europe	Asia excluding Japan, Others	Total	Elimination & corporation	Consolidation
Sales							
Outside customers	345,836	165,229	193,179	42,387	746,632	--	746,632
Intersegment sales/transfers	227,397	2,039	1,727	152,608	383,773	(383,773)	--
Total	573,233	167,269	194,907	194,996	1,130,406	(383,773)	746,632
Operating expenses	509,166	171,991	195,005	190,004	1,066,167	(382,920)	683,247
Operating income (loss)	64,066	-4,722	-98	4,991	64,238	(852)	63,385

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, Canada
 - (2) Europe: Germany, France, and United Kingdom
 - (3) Asia excluding Japan, Others: Australia, China, and Singapore
3. Operating expenses not allocated but included in Elimination/corporate amounted under review to ¥23,174 million are principally R&D expenses incurred by the Company and expenses associated with head office functions.

[3] Overseas Sales

Nine-month period ended December 31, 2008 (from April 1, 2008 to December 31, 2008)

[Millions of yen]

	North America	Europe	Asia excluding Japan and Other Countries	Total
Overseas sales	169,672	212,555	161,822	544,051
Consolidated sales	--	--	--	746,632
Overseas sales as a percentage of consolidated sales	22.7	28.5	21.7	72.9

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 the Company and consolidated subsidiary sales in countries or regions outside of Japan.

(6) Notes Regarding Any Major Change in the Amount of Consolidated Shareholders' Equity

[Millions of yen]

	Shareholders' Equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2008	37,519	204,140	176,684	(1,340)	417,003
Changes during the period					
Cash dividends			(9,283)		(9,283)
Net income			27,348		27,348
Changes in the scope of consolidation* ¹			96		96
Effect of application of "Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" * ²			5,210		5,210
Purchase of treasury stock				(656)	(656)
Disposal treasury stock			(115)	338	223
Total changes during the period	--	--	23,257	(318)	22,939
Balance at December 31, 2008	37,519	204,140	199,941	(1,658)	439,943

Notes:

1. The inclusion of additional subsidiaries within the scope of consolidation increased retained earnings by ¥96 million.
2. Beginning with the first quarter of the current fiscal year, the Company has applied "Practical Solution for Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements" (Practical Issues Task Force No. 18, issued by The Accounting Standards Board of Japan (ASBJ) on May 17, 2006), and the necessary revisions have been made in the consolidated financial statements. This change had the effect of increasing retained earnings by ¥5,240 million.

(7) Other Information

(Consolidated Balance Sheets)

As of December 31, 2008	As of March 31, 2008
[Millions of yen]	[Millions of yen]
Accumulated depreciation directly deducted from tangible fixed assets 413,965	Accumulated depreciation directly deducted from tangible fixed assets 413,324
<u>Inventories:</u>	<u>Inventories:</u>
Merchandise and finished goods 90,009	Merchandise and finished goods 84,286
Work in process 26,779	Work in process 23,120
Raw materials and supplies 26,425	Raw materials and supplies 25,530

(Consolidated Statements of Income)

Nine-Month Period Under Review (April 1, 2008, to December 31, 2008)	
<u>Principal SG&A expense items and values</u>	[Millions of yen]
Selling expenses	9,578
Transport and warehousing expenses	15,924
Advertising and promotion expenses	14,139
Wages and salaries	61,656
Provision for allowance for bonus	2,561
R&D expenses	62,732
Depreciation expenses	11,994
Retirement benefit expenses	4,081
Provision for allowance for doubtful accounts	832