

(4) Notes Regarding Assumptions Related to Continuing Companies

The second quarter for fiscal year ending March/2010 (April 1, 2009, to September 30, 2009): None

(5) Segment Information

[1] Business Segment

Six months to September 30, 2008 (From April 1, 2008 to September 30, 2008)

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Eliminations and Corporate	Consolidated
Sales								
External	343,782	109,440	66,234	4,926	8,588	532,971	-	532,971
Intersegment	2,267	539	1,052	323	31,144	35,327	(35,327)	-
Total	346,050	109,979	67,286	5,249	39,732	568,298	(35,327)	532,971
Operating expenses	313,730	91,071	64,429	4,734	38,088	512,000	(27,699)	484,300
Operating income	32,319	18,962	2,856	514	1,643	56,298	(7,627)	48,670

Six months to September 30, 2009 (From April 1, 2009 to September 30, 2009)

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Eliminations and Corporate	Consolidated
Sales								
External	259,940	70,474	52,928	3,043	6,954	393,341	-	393,341
Intersegment	1,600	349	928	450	22,458	25,787	(25,787)	-
Total	261,540	70,823	53,857	3,493	29,412	419,128	(25,787)	393,341
Operating expenses	253,651	64,704	52,063	3,870	28,123	402,412	(18,230)	384,181
Operating income (loss)	7,889	6,119	1,793	(376)	1,289	16,716	(7,556)	9,159

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 business segments

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 able to be properly allocated that are included in Eliminations and Corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. Such expenses amounted to ¥15,889 million and ¥14,942 million for the April-September terms of 2008 and 2009 respectively.

[2] Geographical Segment

Six months to September 30, 2008 (From April 1, 2008 to September 30, 2008)

	Japan	North America	Europe	Asia and Other	Total	Eliminations and Corporation	Consolidated
[Millions of yen]							
Sales							
External	248,410	116,049	138,248	30,262	532,971	-	532,971
Intersegment	158,389	1,465	1,267	106,259	267,382	(267,382)	-
Total	406,800	117,514	139,516	136,522	800,353	(247,382)	532,971
Operating expenses	350,251	119,462	139,473	133,283	742,470	(258,170)	484,300
Operating income (loss)	56,548	(1,947)	43	3,238	57,883	(9,212)	48,670

Six months to September 30, 2009 (From April 1, 2009 to September 30, 2009)

	Japan	North America	Europe	Asia and Other	Total	Eliminations and Corporation	Consolidated
[Millions of yen]							
Sales							
External	183,649	86,558	99,057	24,075	393,341	-	393,341
Intersegment	99,954	1,044	546	74,752	176,298	(176,298)	-
Total	283,603	87,603	99,604	98,827	569,639	(176,298)	393,341
Operating expenses	271,025	89,713	96,593	93,950	551,281	(167,099)	384,181
Operating income (loss)	12,578	(2,109)	3,011	4,877	18,358	(9,199)	9,159

Notes:

- Countries and territories are classified based on geographical proximity.
- Major countries or areas other than Japan are as follows:
 - North America U.S.A. and Canada
 - Europe Germany, France and U.K.
 - Asia and Other Australia, China and Singapore
- Operating expenses not able to be properly allocated that are included in Eliminations and Corporate are principally R&D expenses incurred by the Company and expenses associated with head office functions. Such expenses amounted to ¥15,889 million and ¥14,942 million for the April-September terms of 2008 and 2009 respectively.

[3] Overseas Sales

Six months to September 30, 2008 (From April 1, 2008 to September 30, 2008)

	North America	Europe	Asia and Other	Total
Overseas sales	119,636	152,120	119,786	391,542
Consolidated sales	-	-	-	532,971
Overseas sales as a percentage of consolidated sales	22.5%	28.5 %	22.5 %	73.5 %

Six months to September 30, 2009 (From April 1, 2009 to September 30, 2009)

	North America	Europe	Asia and Other	Total
Overseas sales	86,319	109,548	82,357	278,225
Consolidated sales	-	-	-	393,341
Overseas sales as a percentage of consolidated sales	21.9 %	27.9 %	20.9 %	70.7 %

Notes:

1. Countries and territories are classified based on geographical proximity.

2. Major countries or areas are as follows:

North America U.S.A. and Canada

Europe Germany, France and U.K.

Asia and Other 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 Shareholders' Equity

Six months to September 30, 2008 (From April 1, 2008 to September 30, 2008)

	[Millions of yen]				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balance at April 1, 2008	37,519	204,140	176,684	(1,340)	417,003
Dividends paid from retained earnings			(3,979)		(3,979)
Net income			29,279		29,279
Change in the scope of consolidation *1			96		96
Effect of changes in accounting policies applied to overseas subsidiaries *2			5,210		5,210
Purchase of treasury stock				(471)	(471)
Disposal of treasury stock			(1)	93	93
Total changes during the quarter	-	-	30,606	(377)	30,228
Balance at June 30, 2008	37,519	204,140	207,290	(1,718)	447,231

Notes:

1. The inclusion of additional subsidiaries within the scope of consolidation increased retained earnings by ¥96 million.
2. Beginning with the 1Q March/2009, 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 ¥5,210 million.

Six months to September 30, 2009 (From April 1, 2009 to September 30, 2009)

Major changes in shareholders' equity: None