

(4) Notes Regarding Assumptions Related to Continuing Companies

The third quarter for fiscal year ending March/2010 (April 1, 2009, to December 31, 2009): None

(5) Segment Information

[1] Business Segment

Nine months to December 31, 2008 (From April 1, 2008 to December 31, 2008)

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Eliminations and Corporate	Consolidated
[Millions of yen]								
Sales								
External	486,244	146,512	94,631	6,574	12,668	746,632	-	746,632
Intersegment	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

Nine months to December 31, 2009 (From April 1, 2009 to December 31, 2009)

	Business Technologies	Optics	Medical and Graphic	Sensing	Other	Total	Eliminations and Corporate	Consolidated
[Millions of yen]								
Sales								
External	393,915	102,601	76,426	4,725	11,062	588,731	-	588,731
Intersegment	2,545	612	1,182	672	33,812	38,825	(38,825)	-
Total	396,461	103,213	77,609	5,398	44,875	627,557	(38,825)	588,731
Operating expenses	378,385	92,919	76,069	5,813	42,416	595,604	(28,075)	567,528
Operating income (loss)	18,075	10,294	1,540	(415)	2,458	31,953	(10,749)	21,203

Notes:

- 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.
- 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

- 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 ¥23,174 million and ¥21,916 million for the April-December terms of 2008 and 2009 respectively.

[2] Geographical Segment

Nine months to December 31, 2008 (From April 1, 2008 to December 31, 2008)

	Japan	North America	Europe	Asia and Other	Total	Eliminations and Corporation	Consolidated
[Millions of yen]							
Sales							
External	345,836	165,229	193,179	42,387	746,632	-	746,632
Intersegment	227,397	2,039	1,727	152,608	383,773	(383,773)	-
Total	573,223	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

Nine months to December 31, 2009 (From April 1, 2009 to December 31, 2009)

	Japan	North America	Europe	Asia and Other	Total	Eliminations and Corporation	Consolidated
[Millions of yen]							
Sales							
External	271,102	127,670	152,923	37,034	588,731	-	588,731
Intersegment	164,479	1,541	1,047	116,972	284,040	(284,040)	-
Total	435,581	129,212	153,970	154,007	872,772	(284,040)	588,731
Operating expenses	409,607	130,339	149,284	145,998	835,230	(267,701)	567,528
Operating income (loss)	25,973	(1,127)	4,686	8,008	37,541	(16,338)	21,203

Notes:

1. Countries and territories are classified based on geographical proximity.
2. 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
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 ¥23,174 million and ¥21,916 million for the April-December terms of 2008 and 2009 respectively.

[3] Overseas Sales

Nine months to December 31, 2008 (From April 1, 2008 to December 31, 2008)

	[Millions of yen]			
	North America	Europe	Asia and Other	Total
Overseas sales	169,672	212,555	161,832	544,051
Consolidated sales	-	-	-	746,632
Overseas sales as a percentage of consolidated sales	22.7%	28.5%	21.7%	72.9%

Nine months to December 31, 2009 (From April 1, 2009 to December 31, 2009)

	[Millions of yen]			
	North America	Europe	Asia and Other	Total
Overseas sales	128,993	169,751	123,166	421,911
Consolidated sales	-	-	-	588,731
Overseas sales as a percentage of consolidated sales	21.9%	28.9%	20.9%	71.7%

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

Nine months to December 31, 2008 (From April 1, 2008 to December 31, 2008)

	[Millions of yen]				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total
Balance at March 31, 2008	37,519	204,140	176,684	(1,340)	417,003
Dividends paid from retained earnings			(9,283)		(9,283)
Net income			27,348		27,348
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				(656)	(656)
Disposal of treasury stock			(115)	338	223
Total changes during the term	-	-	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 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.

Nine months to December 31, 2009 (From April 1, 2009 to December 31, 2009)

Major changes in shareholders' equity: None