

**Nonconsolidated Financial Results
for the Interim Fiscal Period Ended September 30, 2002**

English Translation of "KESSAN TANSHIN"
(November 8, 2002)

Konica Corporation

Company Name: Konica Corporation
Local Securities Code Number: 4902
(URL: <http://www.konica.co.jp>)
President and CEO: Fumio Iwai
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Tel: (03) 3349-5251
Stock Exchange Listings: Tokyo, Osaka, Nagoya (First Sections)
Head Office: 26-2 Nishi-Shinjuku 1-chome, Shinjuku-ku, Tokyo 163-0512, Japan
Board of Directors Meeting for Interim Period: November 8, 2002
Interim Dividends to Be Paid Starting: December 10, 2002
Provision for Interim Dividends: Yes
Stock Unit System: Yes (Number of shares per unit = 1,000 shares)

1. NONCONSOLIDATED FINANCIAL RESULTS FOR INTERIM PERIOD (APRIL 1, 2002, TO SEPTEMBER 30, 2002)

(1) Operating Results

(Million yen)

| | Net sales | | Operating income | | Recurring profit | |
|---|-----------|-------|------------------|-------|------------------|------|
| Interim period ended September 30, 2002 | 180,165 | 7.1% | 12,241 | 26.6% | 9,051 | 4.2% |
| Interim period ended September 30, 2001 | 168,222 | (2.0) | 9,671 | 4.6 | 8,682 | 18.4 |
| Fiscal year ended March 31, 2002 | 339,003 | | 16,327 | | 18,702 | |

| | Net income (Million yen) | | Net income per share (Yen) |
|---|-----------------------------|--------|----------------------------------|
| Interim period ended September 30, 2002 | 4,379 | (0.1)% | 12.25 |
| Interim period ended September 30, 2001 | 4,386 | 505.8 | 12.26 |
| Fiscal year ended March 31, 2002 | (29,928) | | (83.69) |

Notes: 1. Average number of shares outstanding during the period:

Interim period ended September 30, 2002: 357,467,299

Interim period ended September 30, 2001: 357,655,368

Fiscal year ended March 31, 2002: 357,613,676

2. Changes in accounting methods: None

3. Percentages in net sales, operating income, and recurring profit columns indicate changes from the previous fiscal year.

(2) Dividends

| | Interim dividend per share (Yen) | Annual dividend per share (Yen) |
|---|-------------------------------------|------------------------------------|
| Interim period ended September 30, 2002 | 5.00 | — |
| Interim period ended September 30, 2001 | 5.00 | — |
| Fiscal year ended March 31, 2002 | — | 10.00 |

Note: The breakdown of the dividend for the interim period ended September 30, 2002, was as follows:

Commemorative dividend: ¥0.00, special dividend or extraordinary dividend: ¥0.00

(3) Financial Position

| | Assets (Million yen) | Shareholders' equity (Million yen) | Shareholders' equity ratio (%) | Shareholders' equity per share (Yen) |
|--|-------------------------|---------------------------------------|-----------------------------------|---|
| Interim period ended September 30, 2002 | 371,167 | 165,983 | 44.7 | 464.36 |
| Interim period ended September 30, 2001 | 400,493 | 198,850 | 49.7 | 555.98 |
| Fiscal year ended March 31, 2002 | 358,038 | 163,082 | 45.5 | 456.18 |

Notes: Number of shares outstanding at the end of the period (nonconsolidated):

Interim period ended September 30, 2002: 357,655,368

Interim period ended September 30, 2001: 357,655,368

Fiscal year ended March 31, 2002: 357,655,368

Number of treasury stock at the end of the period (nonconsolidated):

Interim period ended September 30, 2002: 210,294

Interim period ended September 30, 2001: 1,779

Fiscal year ended March 31, 2002: 159,947

2. NONCONSOLIDATED RESULTS FORECAST FOR FISCAL 2003 (APRIL 1, 2002, TO MARCH 31, 2003)

| Net sales (Million yen) | Recurring profit (Million yen) | Net income (Million yen) | Annual dividend per share (Yen) | |
|----------------------------|-----------------------------------|-----------------------------|------------------------------------|-------|
| | | | End of fiscal year | |
| 360,000 | 16,000 | 9,000 | 5.00 | 10.00 |

(Estimated net income per share: ¥25.18)

Note: The projections above are based on assumptions, forecasts, and plans current at the time of their announcement, and they include potential risks and uncertainties. Actual performance and results may greatly differ from the projections above due to various important factors.

1. NONCONSOLIDATED FINANCIAL STATEMENTS

(1) Statements of Income and Retained Earnings

(Million yen)

| | April 1, 2002— September 30, 2002 | | April 1, 2001— September 30, 2001 | | Fiscal 2002 April 1, 2001— March 31, 2002 | |
|--|--------------------------------------|------------|--------------------------------------|------------|---|------------|
| | Amount | % of total | Amount | % of total | Amount | % of total |
| Sales | 180,165 | 100.0 | 168,222 | 100.0 | 339,003 | 100.0 |
| Cost of sales | 109,421 | 60.7 | 103,094 | 61.3 | 207,777 | 61.3 |
| Gross profit | 70,743 | 39.3 | 65,127 | 38.7 | 131,226 | 38.7 |
| Selling, general and administrative expenses | 58,502 | 32.5 | 55,456 | 33.9 | 114,898 | 33.9 |
| Operating income | 12,241 | 6.8 | 9,671 | 5.7 | 16,327 | 4.8 |
| Non-operating income | (3,215) | 1.8 | (3,382) | 2.0 | (8,403) | 2.5 |
| Interest and dividend income | 538 | | 587 | | 830 | |
| Other | 2,677 | | 2,795 | | 7,573 | |
| Non-operating expenses | (6,405) | 3.6 | (4,370) | 2.5 | (6,028) | 1.8 |
| Interest expense | 704 | | 894 | | 1,579 | |
| Other | 5,701 | | 3,475 | | 4,449 | |
| Recurring profit | 9,051 | 5.0 | 8,682 | 5.2 | 18,702 | 5.5 |
| Extraordinary profit | (29) | 0.0 | (1) | 0.0 | (2) | 0.0 |
| Gain on sales of fixed assets | 29 | | 1 | | 2 | |
| Extraordinary losses | (2,264) | 1.2 | (1,349) | 0.8 | (46,855) | 13.8 |
| Loss on disposal and sale of fixed assets | 954 | | 532 | | 1,080 | |
| Write-down on investment securities | 478 | | 816 | | 1,542 | |
| Valuation loss on stocks on associated companies | 831 | | — | | 41,274 | |
| Loss on liquidation of subsidiaries and affiliated companies | — | | — | | 2,957 | |
| Income before income taxes and minority interests | 6,815 | 3.8 | 7,335 | 4.4 | (28,150) | (8.3) |
| Income taxes | 4,803 | | 5,566 | | 4,461 | |
| Deferred income taxes | (2,367) | | (2,617) | | (2,683) | |
| Net income | 4,379 | 2.4 | 4,386 | 2.6 | (29,928) | (8.8) |
| Retained earnings at beginning of the period | 3,954 | | 3,563 | | 3,563 | |
| Interim dividend payment | | | | | 1,788 | |
| Unappropriated earnings at the fiscal year-end | 8,334 | | 7,949 | | (28,153) | |

(2)Balance Sheets

(Million yen)

| | April 1, 2002— September 30, 2002 | | April 1, 2001— September 30, 2001 | | Fiscal 2002 April 1, 2001— March 31, 2002 | |
|---------------------------------|--------------------------------------|--------------|--------------------------------------|--------------|---|--------------|
| | Amount | % of total | Amount | % of total | Amount | % of total |
| Current assets | (193,462) | (52.1) | (191,633) | 47.8 | (181,185) | (50.6) |
| Cash and deposits | 17,912 | | 17,387 | | 11,643 | |
| Trade notes receivable | 10,243 | | 11,231 | | 9,714 | |
| Accounts receivable | 89,845 | | 85,570 | | 87,493 | |
| Marketable securities | — | | 1,081 | | 300 | |
| Treasury stock | — | | 1 | | — | |
| Manufactured and finished goods | 21,180 | | 25,284 | | 22,821 | |
| Raw materials | 10,697 | | 10,026 | | 10,774 | |
| Unfinished goods | 15,686 | | 16,279 | | 15,730 | |
| Supplies | 2,686 | | 2,772 | | 2,531 | |
| Prepaid expenses | 2,886 | | 2,930 | | 1,783 | |
| Deferred tax assets | 7,252 | | 6,488 | | 6,810 | |
| Other receivables | 10,505 | | 10,541 | | 8,260 | |
| Other current assets | 4,668 | | 2,401 | | 3,567 | |
| Allowance for doubtful accounts | (103) | | (362) | | (246) | |
| Fixed assets | (177,704) | (47.9) | (208,859) | (52.2) | (176,853) | (49.4) |
| <i>Tangible fixed assets</i> | (86,706) | 23.4 | (80,709) | 20.2 | (88,470) | 24.7 |
| Buildings | 28,049 | | 24,832 | | 24,755 | |
| Structures | 2,688 | | 2,040 | | 2,111 | |
| Machinery and Equipments | 39,386 | | 28,608 | | 28,347 | |
| Vehicles | 161 | | 116 | | 125 | |
| Equipment | 3,445 | | 3,386 | | 3,342 | |
| Land | 10,435 | | 10,535 | | 10,487 | |
| Construction in progress | 2,539 | | 11,188 | | 19,302 | |
| <i>Intangible fixed assets</i> | (5,616) | 1.5 | (4,387) | 1.1 | (4,947) | 1.4 |
| Software | 4,326 | | 3,850 | | 3,891 | |
| Other intangible assets | 1,290 | | 537 | | 1,055 | |
| <i>Investments and others</i> | (85,381) | 23.0 | (123,762) | 30.9 | (83,435) | 23.3 |
| Investment securities | 10,907 | | 11,135 | | 10,961 | |
| Shares in affiliates | 52,837 | | 92,620 | | 52,308 | |
| Loans to affiliates | 6,114 | | 5,431 | | 5,957 | |
| Long-term loans | 2,657 | | 1,340 | | 1,697 | |
| Long-term prepaid expenses | 1,265 | | 922 | | 788 | |
| Deferred tax assets | 8,825 | | 7,738 | | 7,152 | |
| Other investments | 5,089 | | 10,666 | | 7,234 | |
| Allowance for doubtful accounts | (2,316) | | (6,094) | | (2,664) | |
| Total assets | 371,167 | 100.0 | 400,493 | 100.0 | 358,038 | 100.0 |

(Million yen)

| | April 1, 2002— September 30, 2002 | | April 1, 2001— September 30, 2001 | | Fiscal 2002 April 1, 2001— March 31, 2002 | |
|---|--------------------------------------|------------|--------------------------------------|------------|---|------------|
| | Amount | % of total | Amount | % of total | Amount | % of total |
| Current liabilities | (126,907) | 34.2 | (134,246) | (33.5) | (130,395) | (36.4) |
| Trade notes payable | 13,848 | | 13,727 | | 11,657 | |
| Accounts payable | 36,640 | | 45,222 | | 39,848 | |
| Short-term loans | 19,000 | | 13,760 | | 16,000 | |
| Long-term loans due within one year | 3,014 | | 3,518 | | 1,017 | |
| Bonds due within one year | 10,000 | | 15,000 | | 15,000 | |
| Other payables | 6,147 | | 6,686 | | 10,875 | |
| Accrued expenses | 26,888 | | 27,826 | | 26,039 | |
| Accrued income taxes | 4,968 | | 5,545 | | 4,354 | |
| Advances received | 552 | | 559 | | 686 | |
| Allowance for product warranties | 1,099 | | 1,195 | | 1,111 | |
| Reserve for loss on liquidation of subsidiaries | 3,500 | | — | | 3,500 | |
| Reserve for costs of restructuring | — | | 988 | | — | |
| Other current liabilities | 1,248 | | 216 | | 304 | |
| Long-term liabilities | (78,276) | (21.1) | (67,396) | (16.8) | (64,559) | (18.1) |
| Bonds | 32,000 | | 40,000 | | 32,000 | |
| Long-term loans | 22,098 | | 4,642 | | 9,127 | |
| Long-term guarantee deposits received | 270 | | 241 | | 269 | |
| Reserve for retirement benefits and pension plans | 23,887 | | 22,513 | | 23,152 | |
| Other long-term liabilities | 19 | | — | | 10 | |
| Total liabilities | 205,183 | (55.3) | 201,642 | (50.3) | 194,955 | (54.5) |
| Capital stock | — | — | 37,519 | 9.4 | 37,519 | 10.5 |
| Capital reserve | — | — | 79,342 | 19.8 | 79,342 | 22.1 |
| Legal reserves | — | — | 7,760 | 1.9 | 7,760 | 2.2 |
| Retained earnings | (—) | (—) | (73,838) | (18.4) | (37,735) | (10.5) |
| Special reserve for redemptions | — | — | 195 | — | — | — |
| Deduction entry surplus reserve | — | — | 5,727 | — | 5,727 | — |
| Other surplus reserve | — | — | 59,964 | — | 59,964 | — |
| Unappropriated earnings for interim period (including net income) | — | — | 7,949 | — | (28,153) | — |
| | (—) | — | (4,386) | — | (29,928) | — |
| Other appraisal losses on securities | — | — | 390 | 0.1 | 844 | 0.2 |
| Treasury stock, at cost | — | — | — | — | (119) | (0.0) |
| Capital stock | 37,519 | 10.1 | — | — | — | — |
| Capital surplus | (79,342) | (21.4) | (—) | (—) | (—) | (—) |
| Capital reserve | 79,342 | — | — | — | — | — |
| Retained earnings | (48,087) | (12.9) | (—) | (—) | (—) | (—) |
| Legal reserves | 7,760 | — | — | — | — | — |
| Unappropriated reserve | 31,992 | — | — | — | — | — |
| Unappropriated earnings for interim period (including net income) | 8,334 | — | — | — | — | — |
| | (4,379) | — | (—) | — | (—) | — |
| Other appraisal losses on securities | 1,192 | 0.3 | — | — | — | — |
| Treasury stock, at cost | (159) | (0.0) | — | — | — | — |
| Total shareholders' equity | 165,983 | (44.7) | 198,850 | (49.7) | 163,082 | (45.5) |
| Total liabilities and shareholders' equity | 371,167 | 100.0 | 400,493 | 100.0 | 358,038 | 100.0 |

Notes:

| | April 1, 2002— September 30, 2002 | April 1, 2001— September 30, 2001 | Fiscal 2002 April 1, 2001— March 31, 2002 |
|--|--|--------------------------------------|---|
| 1. Accumulated depreciation on tangible fixed assets (Million yen) | 183,361 | 179,860 | 183,334 |
| 2. Balance of guaranteed obligations (including guarantee) (Million yen) | 34,344 (22,902) | 54,209 (35,226) | 41,073 (29,500) |