

Financial Results (Consolidated) for the Nine months ended December 31, 2007

(Consolidated financial statements are prepared in accordance with accounting principles generally accepted in the United States of America.)

1. Results of the Nine months ended December 31, 2007 (From April 1, 2007 to December 31, 2007)

(1) OPERATING RESULTS

Amount Unit: Millions of yen unless otherwise specified / Figures are rounded off to the nearest million yen
%: Changes from the corresponding period of the previous fiscal year

	Revenue		Operating Income		Income Before Income Taxes		Net Income	
	%		%		%		%	
Nine months ended Dec. 31, 2007	2,137,413	3.3	177,993	46.5	185,471	65.2	103,869	114.5
Nine months ended Dec. 31, 2006	2,068,518	4.2	121,459	19.5	112,270	2.2	48,425	(19.6)
(Ref.) Year ended March 31, 2007	2,782,526	-	113,062	-	103,264	-	34,446	-

	Net Income per Share of Common Stock	Diluted Net Income per Share of Common Stock
	Yen	Yen
Nine months ended Dec. 31, 2007	203.80	191.30
Nine months ended Dec. 31, 2006	94.86	89.90
(Ref.) Year ended March 31, 2007	67.46	65.04

(2) FINANCIAL POSITION

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio to Total Assets	Shareholders' Equity per Share of Common Stock
			%	Yen
As of Dec. 31, 2007	3,374,960	2,026,283	60.0	4,017.23
As of Dec. 31, 2006	3,280,958	2,029,454	61.9	3,970.58
(Ref.) As of March 31, 2007	3,319,102	1,976,508	59.5	3,867.04

(3) CASH FLOWS

	Net Cash Provided by Operating Activities	Net Cash Used in Investing Activities	Net Cash Provided by (Used in) Financing Activities	Cash and Cash Equivalents at the end of Period
				Yen
Nine months ended Dec. 31, 2007	188,208	(179,007)	(17,712)	376,808
Nine months ended Dec. 31, 2006	184,240	(232,399)	176,289	354,610
(Ref.) Year ended March 31, 2007	297,276	(298,001)	158,287	384,719

2. Cash Dividends

We do not distribute cash dividends with a record date in the third quarterly period of its fiscal year. Regarding year-end cash dividends for the current fiscal year ending March 31, 2008, the projection announced on October 30, 2007 have not been revised.

	1 st Quarter	Interim	3 rd Quarter	Year end	Year Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2007	-	12.50	-	12.50	25.00
Year ending March 31, 2008	-	17.50	-	-	
Year ending March 31, 2008 (Forecast)	-	-	-	17.50	35.00

3. Forecast for the Fiscal Year ending March 31, 2008 (From April 1, 2007 to March 31, 2008)

We have not made any changes in the last forecast released on October 30, 2007.

	Revenue		Operating Income		Income Before Income Taxes		Net Income		Net Income per Share of Common Stock
	%		%		%		%		Yen
Year ending March 31, 2008	2,850,000	2.4	210,000	85.7	210,000	103.4	120,000	248.4	234.79

4. Others

- (1) Changes in status of material subsidiaries during the nine months ended December 31, 2007 (Companies newly consolidated or removed from consolidation): Yes
Newly consolidated: 0, Removed: 1(Fuji Xerox Printing Systems Co., Ltd.)
- (2) Adoption of simplified accounting methods: None
- (3) Changes in accounting policies from the fiscal year ended March 31, 2007: Yes

Explanation of Appropriate Use of Forecast and Other Special Items

Forward-looking statements such as those relating to earnings forecasts and other projections contained in this report are management's current assumptions and beliefs based on information available at the time. Such forward-looking statements are subject to a number of risks, uncertainties and other factors. Accordingly, actual results may differ materially from those projected due to various factors.

OPERATING RESULTS

1. Analysis of Results of Operations

Regarding consolidated revenue during the nine months of the fiscal year ending March 31, 2008 (April 1, 2007 to December 31, 2007), a strong performance was recorded in Information Solutions sales due to such factors as higher medical systems sales centered on digital medical imaging related products and the expansion of manufacturing capacity for flat panel display (FPD) materials in step with growth in demand. Moreover, Document Solutions sales also grew, reflecting robust sales of color digital multifunction devices, particularly overseas. These factors and the yen's progressive depreciation against the U.S. dollar and the euro boosted consolidated revenue, to ¥2,137.4 billion, a rise of 3.3% from the same period in the previous fiscal year. Domestic consolidated revenue totaled ¥922.8 billion, down 3.9%, and overseas' consolidated revenue amounted to ¥1,214.6 billion, up 9.6%.

Operating income was negatively affected by the continued high price levels of such principal raw materials as silver as well as by a rise in depreciation expense that accompanied the adoption of revised depreciation methods beginning from the second quarter of the current fiscal year. However, these factors were more than offset by a rise in sales volume in principal business fields, the positive effect of yen depreciation, and a decrease in fixed costs resulting from the concentrated implementation of structural reform programs until the previous fiscal year. As a result, a large increase was achieved in operating income, which amounted to ¥178.0 billion, up 46.5% from the level in the same period of the previous fiscal year.

Income before income taxes increased to ¥185.5 billion, up 65.2% from the level in the same period of the previous fiscal year. Net income also rose greatly, by 114.5%, to ¥103.9 billion.

The effective currency exchange rates for the U.S. dollar and the euro against the yen during the nine months under review were ¥117 and ¥163, respectively.

(Reference) Summary of Operating Results for the Third Quarter Ended December 31, 2007

Consolidated revenue for the third quarter of the fiscal year ending March 31, 2008 (October 1, 2007 to December 31, 2007) rose to ¥729.3 billion, up 1.8% from the same period in the previous fiscal year. This rise was mainly due to growth in consolidated revenue generated by Information Solutions and Document Solutions segment. Operating income amounted to ¥69.3 billion, down 1.9% from the level in the same period of the previous fiscal year, and this decrease resulted from such factors as a rise in depreciation that accompanied the adoption of revised depreciation methods beginning from the second quarter of the current fiscal year. Income before income taxes increased ¥15.1 billion, or 27.1% year on year, to ¥70.7 billion. This increase was due to the recording of the decline in value of investment securities during the same period of the previous year. Thus, net income advanced to 59.3% above the level in the same period of the previous fiscal year, to ¥39.2 billion.

The effective currency exchange rates for the U.S. dollar and the euro against the yen during the third quarter were ¥113 and ¥164, respectively.

The following sections present an overview of sales trends and business development measures in each business segment during the nine months of the current fiscal year ended December 31, 2007.

Imaging Solutions

In Imaging Solutions segment, Fujifilm's color paper sales grew, reflecting a rise in the Company's market share and other factors, and sales of digital cameras were strong. However, because of such factors as declining demand for color films and digital minilabs, consolidated revenue in the Imaging Solutions segment amounted to ¥443.7 billion, down 7.2% from the level in the same period of the previous fiscal year.

Color paper sales increased, reflecting market share growth in principal countries, a rise in prints of photos taken by digital cameras and camera phones, and the benefits of stepped-up digital camera print business marketing promotion campaigns aimed at stimulating demand for photo books and other high-value-added print products and services. In addition, an alliance in the photographic business field has been arranged with Mitsubishi Paper Mills, Ltd., and measures are being taken to build a highly efficient and stable global manufacturing system for photographic printing paper products.

While the continued shrinkage of the color film market reduced Fujifilm's sales of color film products,

marketing promotion campaigns aimed at opportunities presented by the discontinuation of color film business by competing companies supported a rise in the Company's market share.

Regarding electronic imaging business, the digital camera market remained robust, but Fujifilm continued to face severe challenges stemming from the specifications of products launched by competing companies. Beginning in August 2007, Fujifilm launched such products as the FinePix F50fd compact digital camera with advanced Face Detection technology, the FinePix Z10fd digital camera with a new kind of rounded-edge design, the FinePix Z100fd digital camera with high-performance features in a slim body, and the FinePix S8000fd digital camera with long-zoom capabilities. These and other initiatives supported a rise in digital camera sales volume.

Photofinishing equipment products have been affected by a weakening of demand for new installations from major customers. However, on July 1, 2007, FUJIFILM Corporation and Noritsu Koki Co., Ltd., cooperatively established N&F Techno Service Co., Ltd., to unify the two companies' domestic photofinishing equipment maintenance units. Through this move and other efforts, Fujifilm is working to build a more-efficient maintenance and support system.

Information Solutions

In Information Solutions segment, higher sales of medical systems products and services centered on SYNAPSE medical-use picture archiving and communications system, and strong demand for FPD materials were principal factors boosting consolidated revenue to ¥817.0 billion, up 8.9% from the same period of the previous year.

With respect to medical systems/life sciences business, higher sales were recorded of such equipment and materials as FCR (Fuji Computed Radiography) and dry films, centered on overseas markets. Amid the steadily growing use of IT related to medical facilities, sales of SYNAPSE, medical-use picture archiving and communications system, also grew. Although the competition faced by Fujifilm's endoscope products intensified, increased sales were recorded of the Transnasal Endoscope and other distinctive items in the Company's lineup of endoscope products, particularly overseas. Fujifilm is moving ahead with the expansion of its marketing networks in Japan and overseas, and the Company intends to dynamically undertake sales promotion efforts going forward.

In graphic arts business, rising demand in the BRICs countries and Fujifilm's efforts to augment its manufacturing capacity in response to the increasing use of CTP products helped support sales growth. In April 2007, Fujifilm initiated the North American marketing of industrial-use inkjet printers that are designed to use the products of wholly owned subsidiary FUJIFILM Sericol UK Limited, including UV inks and solvent inks with outstanding weather-resistance characteristics. The Company is now expanding the scope of these printers' marketing to include the European and Asia regions.

Regarding FPD materials, Fujifilm's sales of its mainstay FUJITAC and WV Film products grew, supported by abundant demand in LCD markets. In addition, FUJIFILM Kyushu Co., Ltd., began operating its No. 2 FUJITAC manufacturing plant in August 2007, and manufacturing capacity is being increased.

In recording media, although Fujifilm recorded higher sales of its data cartridge products used for the IBM TotalStorage[®] Enterprise Tape Drive 3592 in the high-end enterprise data storage product market, continued harsh price competition in the mid-range data storage media market somewhat weakened sales of the Company's mainstay LTO Ultrium* products.

Regarding Fujifilm's office and industrial operations, in the optical devices field, amid the trend of rising pixel counts and other sophisticated needs related to camera phones, Fujifilm's lens units for camera phones were highly evaluated in the market for their compactness, lightness, high image quality, as well as autofocus and zoom capabilities, and sales of these lens unit products grew considerably.

Note: Linear Tape-Open, LTO, the LTO logo, Ultrium, and the Ultrium logo are trademarks of Hewlett-Packard, IBM, and Quantum in the United States, other countries, or both.

Document Solutions

In Document Solutions segment, strong sales of color digital multifunction devices and on-demand publishing systems in the Asia-Pacific region including China, as well as robust exports of such products to Europe and

North America were primary factors contributing to a 4.3% increase in consolidated revenue in this segment compared with the same period of the previous fiscal year, to ¥876.7 billion.

Regarding the office products business, while the overall sluggishness of the Japanese market slightly reduced the pace of sales, the Company worked to strengthen its domestic sales by adding nine new multifunction devices to its lineup. These new models included the ApeosPort-III C3300/C2200 and DocuCentre-III C3300/C2200 color multifunction devices for the office-use market, which were launched at the end of November 2007 and incorporate a newly developed LED print-head system so that they can use an LED light source to realize high-definition, high-quality images. Overseas, considerable increases in sales of color devices were recorded in the Asia-Pacific region including China, and a large rise in multifunction device export shipments to Europe and North America was achieved, reflecting such factors as strong demand in natural resource-exporting countries and newly industrialized countries as well as benefits stemming from the acquisition of marketing channels by U.S.-based Xerox Corporation.

With respect to office printer operations, growth was achieved in domestic sales of our own brand office printers centered on such products as the DocuPrint C3050, and the product lineup was expanded with the launch of the DocuPrint C2250, a color laser printer that incorporates a newly developed LED print-head system. In addition, sales of color and monochrome printers increased in the Asia-Pacific region including China.

In production services business, sales in Japan were slightly weak, but the volume of export shipments to Europe and North America rose, reflecting a strong performance of the color publishing entry-level DocuColor 5000 Digital Press. In the Asia-Pacific region including China, a large increase was recorded in the volume of sales of color entry-level product models as well as monochrome models. In October 2007, the Company strengthened its product lineup in printing markets with the launch of the world's fastest xerography-type color printer products—the 490/980 Color Continuous Feed Printing Systems—which are able to print 900 pages of color or monochrome output per minute.

In the global services business, the company sustained domestic and overseas growth in its document outsourcing business designed to help customers enhance their operational processes and execute comprehensive range of document administration work. In addition, amid rising corporate needs for strengthening internal control systems, the Company created an internal control system advisory center, and began providing internal control system project promotion support services for companies introducing Apeos PEMaster software, and took other steps to broaden the scope of service business.

2. Qualitative Information on Consolidated Financial Position

(Assets, Liabilities and Shareholders' Equity)

At the end of the third quarter period ended December 31, 2007 under review, total assets amounted to ¥3,375.0 billion, up ¥28.0 billion, or 0.8% compared with the end of the previous quarterly period (September 30, 2007). This rise reflected growth in notes and accounts receivable and inventories. Despite a decrease in accrued liabilities, total liabilities grew ¥24.4 billion, or 2.0%, to ¥1,230.6 billion, reflecting an increase in short-term debt. Shareholders' equity was up ¥2.2 billion, or 0.1%, to ¥2,026.3 billion. As a result, the current ratio decreased 2.3 percentage point, to 202.6%, the debt ratio increased 1.1 percentage point, to 60.7%, and the equity ratio decreased 0.5 percentage point to 60.0%. The Company is maintaining stability of both its asset liquidity and its capital structure.

(Cash Flows)

During the nine months period (April 1, 2007 through December 31, 2007) under review, cash provided by operating activities amounted to ¥188.2 billion up ¥4.0 billion from the end of the same period in the previous fiscal year. Although notes and accounts receivable and inventories increased, the rise in net cash flow reflected the increase in net income for the period and other factors.

Net cash used in investing activities totaled ¥179.0 billion, and this mainly reflected the use of ¥114.9 billion to purchase property, plant and equipment.

Net cash used in financing activities totaled ¥17.7 billion. This mainly reflected the use of ¥54.2 billion for cash dividends paid and net purchases of stock for treasury, although those factors were partially offset by ¥36.5 billion in cash flow due to increase in short-term debt, net and other factors.

As a result, cash and cash equivalents at the end of the third quarter period under review amounted to ¥376.8 billion, down ¥7.9 billion from the previous fiscal year-end (March 31, 2007).

(Distribution of Profits to Shareholders)

During the period from October 1 to December 31, 2007, the Company bought back 6.7 million shares at a total acquisition cost of ¥34.1 billion. In addition, the Company has distributed interim cash dividends of ¥17.50 per share. Together with year-end cash dividends, cash dividends applicable to the fiscal year under review are expected to total ¥35.00 per share, up ¥10.00 per share from the previous fiscal year. As a result, the return to shareholder ratio for the year is projected to be 43%.

3. Consolidated Performance Outlook for Full Fiscal Year

In conjunction with the forecast of the operating results for the fiscal year ending March 31, 2008, we have not made any changes in the last forecast released on October 30, 2007.

Also, we have not made any material changes in the risk information that may affect our operating results disclosed in the last annual securities report released on June 29, 2007.

4. Others

- (1) Changes in status of material subsidiaries during the nine months ended December 31, 2007 (Companies newly consolidated or removed from consolidation)
Removed: 1 (Fuji Xerox Printing Systems Co., Ltd.)
Fuji Xerox Printing Systems Co., Ltd. was unified with Fuji Xerox Co., Ltd. in order to strengthen its integrated structure of technology development, product development, manufacturing, and marketing.
- (2) Adoption of simplified accounting methods: None
- (3) Change in accounting principle from the fiscal year ended March 31, 2007: The Company applied EITF Issue No. 06-2 "Accounting for Sabbatical Leave and Other Similar Benefits Pursuant to FASB Statement No. 43" since April 1, 2007. Due to a cumulative-effect adjustment to initially apply the consensus, liabilities increased by ¥6,932 million and retained earnings decreased by ¥3,394 million as of April 1, 2007.

CONSOLIDATED BALANCE SHEETS

Amount Unit: Millions of yen

	As of December 31, 2007		As of September 30, 2007		Change	As of March 31, 2007	
ASSETS	%		%			%	
Current assets:							
Cash and cash equivalents		376,808		394,498	(17,690)		384,719
Marketable securities		52,109		48,226	3,883		48,536
Notes and accounts receivable:							
Trade and finance		612,865		597,028	15,837		597,985
Affiliated companies		32,613		31,006	1,607		23,952
Allowance for doubtful receivables		(17,590)		(17,297)	(293)		(16,345)
		627,888		610,737	17,151		605,592
Inventories		434,342		416,860	17,482		393,594
Deferred income taxes		101,520		104,008	(2,488)		100,440
Prepaid expenses and other		66,784		49,079	17,705		52,368
Total current assets	49.2	1,659,451	48.5	1,623,408	36,043	47.8	1,585,249
Investments and long-term receivables:							
Investments in and advances to affiliated companies		46,076		43,372	2,704		44,782
Investment securities		316,594		334,510	(17,916)		336,886
Long-term finance and other receivables		131,758		112,377	19,381		106,979
Allowance for doubtful receivables		(4,079)		(4,029)	(50)		(3,975)
Total investments and long-term receivables	14.5	490,349	14.5	486,230	4,119	14.6	484,672
Property, plant and equipment:							
Land		91,849		92,431	(582)		92,400
Buildings		649,058		645,453	3,605		634,045
Machinery and equipment		1,713,151		1,702,533	10,618		1,674,487
Construction in progress		60,446		53,100	7,346		44,444
		2,514,504		2,493,517	20,987		2,445,376
Less accumulated depreciation		(1,745,617)		(1,718,723)	(26,894)		(1,672,344)
Total property, plant and equipment	22.8	768,887	23.1	774,794	(5,907)	23.3	773,032
Other assets:							
Goodwill, net		259,207		258,046	1,161		257,866
Other intangible assets, net		53,362		56,714	(3,352)		59,397
Deferred income taxes		52,182		52,687	(505)		53,798
Other		91,522		95,081	(3,559)		105,088
Total other assets	13.5	456,273	13.9	462,528	(6,255)	14.3	476,149
Total assets	100.0	3,374,960	100.0	3,346,960	28,000	100.0	3,319,102

Amount Unit: Millions of yen

	As of December 31, 2007		As of September 30, 2007		Change	As of March 31, 2007	
LIABILITIES	%		%			%	
Current liabilities:							
Short-term debt	166,649		110,559		56,090	106,043	
Notes and accounts payable:							
Trade	290,108		282,173		7,935	279,470	
Construction	52,432		49,845		2,587	49,548	
Affiliated companies	4,877		5,131		(254)	4,887	
	347,417		337,149		10,268	333,905	
Accrued income taxes	50,204		53,559		(3,355)	41,034	
Accrued liabilities	183,755		215,083		(31,328)	225,848	
Other current liabilities	71,084		75,784		(4,700)	74,534	
Total current liabilities	24.3	819,109	23.6	792,134	26,975	23.5	781,364
Long-term liabilities:							
Long-term debt	245,370		245,416		(46)	267,965	
Accrued pension and severance costs	67,515		68,835		(1,320)	84,510	
Deferred income taxes	47,083		47,718		(635)	54,268	
Customers' guarantee deposits and other	51,522		52,094		(572)	42,459	
Total long-term liabilities	12.2	411,490	12.4	414,063	(2,573)	13.6	449,202
Minority interests in subsidiaries	3.5	118,078	3.5	116,673	1,405	3.4	112,028
SHAREHOLDERS' EQUITY							
Common stock, without par value:							
Authorized: 800,000,000 shares	40,363		40,363		-	40,363	
Issued: 514,625,728 shares							
Additional paid-in capital	69,101		68,872		229	68,412	
Retained earnings	1,931,697		1,892,476		39,221	1,840,168	
Accumulated other comprehensive income (loss)	32,718		35,832		(3,114)	40,950	
Treasury stock, at cost	(47,596)		(13,453)		(34,143)	(13,385)	
Total shareholders' equity	60.0	2,026,283	60.5	2,024,090	2,193	59.5	1,976,508
Total liabilities and shareholders' equity	100.0	3,374,960	100.0	3,346,960	28,000	100.0	3,319,102

Note: Details of accumulated other comprehensive income (loss)

	As of December 31, 2007	As of September 30, 2007	Change	As of March 31, 2007
Unrealized gains on securities	35,351	36,464	(1,113)	46,231
Foreign currency translation adjustments	40,953	43,278	(2,325)	39,404
Pension liability adjustments	(43,619)	(43,929)	310	(44,694)
Unrealized gains (losses) on derivatives	33	19	14	9

CONSOLIDATED STATEMENTS OF INCOME

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change		Year ended March 31, 2007 From April 1, 2006 To March 31, 2007	
					Amount	%		
Revenue:	%		%				%	
Sales	1,838,904		1,781,224		57,680	3.2	2,399,636	
Rentals	298,509		287,294		11,215	3.9	382,890	
	100.0	2,137,413	100.0	2,068,518	68,895	3.3	100.0	2,782,526
Cost of sales:								
Sales	1,140,678		1,083,351		57,327	5.3	1,478,828	
Rentals	121,171		119,225		1,946	1.6	159,509	
	59.0	1,261,849	58.1	1,202,576	59,273	4.9	58.9	1,638,337
Gross profit	41.0	875,564	41.9	865,942	9,622	1.1	41.1	1,144,189
Operating expenses:								
Selling, general and administrative	26.4	563,023	27.4	566,802	(3,779)	(0.7)	27.3	760,042
Research and development	6.3	134,548	6.5	133,079	1,469	1.1	6.4	177,004
Restructuring and other charges	-	-	2.1	44,602	(44,602)	-	3.3	94,081
	32.7	697,571	36.0	744,483	(46,912)	(6.3)	37.0	1,031,127
Operating income	8.3	177,993	5.9	121,459	56,534	46.5	4.1	113,062
Other income (expenses):								
Interest and dividend income		10,788		7,625	3,163			11,376
Interest expense		(5,623)		(4,411)	(1,212)			(6,351)
Foreign exchange gains (losses), net		(1,002)		6,246	(7,248)			6,746
Decline in value of investment securities		(380)		(22,032)	21,652			(23,946)
Other, net		3,695		3,383	312			2,377
	0.4	7,478	(0.5)	(9,189)	16,667	-	(0.4)	(9,798)
Income before income taxes	8.7	185,471	5.4	112,270	73,201	65.2	3.7	103,264
Income taxes	3.4	71,797	2.6	54,662	17,135	31.3	2.1	59,533
Income before minority interests and equity in net earnings of affiliated companies	5.3	113,674	2.8	57,608	56,066	97.3	1.6	43,731
Minority interests	(0.5)	(11,160)	(0.6)	(11,333)	173	1.5	(0.5)	(12,643)
Equity in net earnings of affiliated companies	0.1	1,355	0.1	2,150	(795)	(37.0)	0.1	3,358
Net income	4.9	103,869	2.3	48,425	55,444	114.5	1.2	34,446

CONSOLIDATED STATEMENTS OF CASH FLOWS

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007	Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006	Year ended March 31, 2007 From April 1, 2006 To March 31, 2007
Operating activities			
Net income	103,869	48,425	34,446
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	166,521	159,113	215,429
Impairment losses for long-lived assets and goodwill	-	-	12,202
Decline in value of investment securities	380	22,032	23,946
Minority interests	11,160	11,333	12,643
Equity in net earnings of affiliated companies, less dividends received	709	(800)	(1,987)
Changes in operating assets and liabilities:			
Notes and accounts receivable	(22,418)	(4,515)	(9,637)
Inventories	(38,485)	(16,850)	10,976
Notes and accounts payable - trade	12,350	8,281	12,700
Accrued income taxes and other liabilities	(43,023)	(42,541)	1,326
Other	(2,855)	(238)	(14,768)
Subtotal	84,339	135,815	262,830
Net cash provided by operating activities	188,208	184,240	297,276
Investing activities			
Purchases of property, plant and equipment	(114,902)	(121,080)	(172,572)
Purchases of software	(14,709)	(13,790)	(20,483)
Proceeds from sales and maturities of marketable and investment securities and other investments	45,481	75,634	109,116
Purchases of marketable and investment securities and other investments	(45,343)	(112,290)	(146,911)
(Increase) decrease in investments in and advances to affiliated companies and other advance	(35,041)	2,958	1,383
Acquisitions of businesses and minority interests, net of cash acquired	-	(41,642)	(45,741)
Other	(14,493)	(22,189)	(22,793)
Net cash used in investing activities	(179,007)	(232,399)	(298,001)
Financing activities			
Proceeds from long-term debt	2,602	199,938	200,568
Repayments of long-term debt	(9,867)	(24,544)	(29,725)
Increase in short-term debt, net	43,755	19,533	6,120
Cash dividends paid	(15,335)	(12,754)	(12,754)
Subsidiaries' cash dividends paid to minority interests	(4,658)	(5,220)	(5,220)
Net purchases of stock for treasury	(34,209)	(664)	(702)
Net cash provided by (used in) financing activities	(17,712)	176,289	158,287
Effect of exchange rate changes on cash and cash equivalents	600	7,882	8,559
Net increase (decrease) in cash and cash equivalents	(7,911)	136,012	166,121
Cash and cash equivalents at beginning of period	384,719	218,598	218,598
Cash and cash equivalents at end of period	376,808	354,610	384,719

DETAILS OF CONSOLIDATED REVENUE

(1) Revenue by product

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Imaging Solutions	20.8%	443,747	23.1%	478,049	(34,302)	(7.2)
Information Solutions	38.2%	816,986	36.3%	750,300	66,686	8.9
Document Solutions	41.0%	876,680	40.6%	840,169	36,511	4.3
Consolidated total	100.0%	2,137,413	100.0%	2,068,518	68,895	3.3

Note: The major products and services of each operating segment are as follows:

Imaging Solutions	Color films, digital cameras, photofinishing equipment and color paper, chemicals and services for photofinishing, etc.
Information Solutions	Equipment and materials for medical systems and life science, equipment and materials for graphic arts, flat panel display materials, recording media, optical devices, electronic materials and inkjet materials, etc.
Document Solutions	Office copy machines/multifunction devices, printers, production systems and services, paper, consumables and office services, etc.

(2) Domestic and overseas revenue

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Domestic	43.2%	922,835	46.4%	960,178	(37,343)	(3.9)
Overseas						
The Americas	20.3%	434,095	21.0%	435,427	(1,332)	(0.3)
Europe	16.1%	344,178	15.3%	315,493	28,685	9.1
Asia and others	20.4%	436,305	17.3%	357,420	78,885	22.1
Subtotal	56.8%	1,214,578	53.6%	1,108,340	106,238	9.6
Consolidated total	100.0%	2,137,413	100.0%	2,068,518	68,895	3.3

SEGMENT INFORMATION

(1) Operating segments

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Imaging Solutions:						
External customers	20.8%	443,747	23.1%	478,049	(34,302)	(7.2)
Intersegment		697		718	(21)	-
Total		444,444		478,767	(34,323)	(7.2)
Information Solutions:						
External customers	38.2%	816,986	36.3%	750,300	66,686	8.9
Intersegment		1,837		2,044	(207)	-
Total		818,823		752,344	66,479	8.8
Document Solutions:						
External customers	41.0%	876,680	40.6%	840,169	36,511	4.3
Intersegment		6,928		7,601	(673)	-
Total		883,608		847,770	35,838	4.2
Eliminations		(9,462)		(10,363)	901	-
Consolidated total	100.0%	2,137,413	100.0%	2,068,518	68,895	3.3

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Operating Income (Loss):						
Imaging Solutions	3.6%	15,959	(1.5)%	(7,352)	23,311	-
Information Solutions	12.8%	104,510	9.8%	74,059	30,451	41.1
Document Solutions	6.9%	60,698	6.5%	55,342	5,356	9.7
Total		181,167		122,049	59,118	48.4
Corporate expenses and eliminations		(3,174)		(590)	(2,584)	-
Consolidated total	8.3%	177,993	5.9%	121,459	56,534	46.5

(Ref.)

Restructuring charges included in the operating income and loss by operating segment

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change
Restructuring charges:					
Imaging Solutions		-		31,835	(31,835)
Information Solutions		-		12,767	(12,767)
Consolidated total		-		44,602	(44,602)

Note: The major products and services of each operating segment are as follows:

Imaging Solutions	Color films, digital cameras, photofinishing equipment and color paper, chemicals and services for photofinishing, etc.
Information Solutions	Equipment and materials for medical systems and life science equipment and materials for graphic arts, flat panel display materials, recording media, optical devices, electronic materials and inkjet materials, etc.
Document Solutions	Office copy machines/multifunction devices, printers, production systems and services, paper, consumables and office services, etc.

(2) Geographic information

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Japan						
External customers	56.7%	1,211,133	59.4%	1,228,617	(17,484)	(1.4)
Intersegment		407,986		350,693	57,293	-
Total		1,619,119		1,579,310	39,809	2.5
The Americas						
External customers	18.3%	391,659	18.1%	373,903	17,756	4.7
Intersegment		14,601		18,327	(3,726)	-
Total		406,260		392,230	14,030	3.6
Europe						
External customers	12.5%	267,164	12.4%	257,006	10,158	4.0
Intersegment		9,043		13,866	(4,823)	-
Total		276,207		270,872	5,335	2.0
Asia and others						
External customers	12.5%	267,457	10.1%	208,992	58,465	28.0
Intersegment		280,745		234,348	46,397	-
Total		548,202		443,340	104,862	23.7
Eliminations		(712,375)		(617,234)	(95,141)	-
Consolidated total	100.0%	2,137,413	100.0%	2,068,518	68,895	3.3

Amount Unit: Millions of yen

	Nine months ended December 31, 2007 From April 1, 2007 To Dec. 31, 2007		Nine months ended December 31, 2006 From April 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Operating Income (Loss):						
Japan	7.7%	125,280	6.8%	106,797	18,483	17.3
The Americas	0.9%	3,766	(2.5)%	(9,823)	13,589	-
Euope	3.2%	8,859	(0.5)%	(1,343)	10,202	-
Asia and others	7.8%	42,778	6.6%	29,404	13,374	45.5
Eliminations	-	(2,690)	-	(3,576)	886	-
Consolidated total	8.3%	177,993	5.9%	121,459	56,534	46.5

<Reference>

CONSOLIDATED STATEMENTS OF INCOME (The Third Quarter)

Amount Unit: Millions of yen

	Three months ended December 31, 2007 From Oct. 1, 2007 To Dec. 31, 2007		Three months ended December 31, 2006 From Oct. 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Sales		627,046		619,003	8,043	1.3
Rentals		102,293		97,479	4,814	4.9
	100.0	729,339	100.0	716,482	12,857	1.8
Cost of sales:						
Sales		388,053		369,885	18,168	4.9
Rentals		39,296		39,574	(278)	(0.7)
	58.6	427,349	57.1	409,459	17,890	4.4
Gross profit	41.4	301,990	42.9	307,023	(5,033)	(1.6)
Operating expenses:						
Selling, general and administrative	25.9	188,884	26.7	191,236	(2,352)	(1.2)
Research and development	6.0	43,775	6.0	42,487	1,288	3.0
Restructuring and other charges	-	-	0.3	2,620	(2,620)	-
	31.9	232,659	33.0	236,343	(3,684)	(1.6)
Operating income	9.5	69,331	9.9	70,680	(1,349)	(1.9)
Other income (expenses):						
Interest and dividend income		3,642		2,910	732	
Interest expense		(1,955)		(1,496)	(459)	
Foreign exchange gains (losses), net		(888)		2,667	(3,555)	
Decline in value of investment securities		(21)		(21,630)	21,609	
Other, net		595		2,509	(1,914)	
	0.2	1,373	(2.1)	(15,040)	16,413	-
Income before income taxes	9.7	70,704	7.8	55,640	15,064	27.1
Income taxes	3.9	28,558	3.9	27,461	1,097	4.0
Income before minority interests and equity in net earnings of affiliated companies	5.8	42,146	3.9	28,179	13,967	49.6
Minority interests	(0.6)	(4,116)	(0.6)	(3,955)	(161)	(4.1)
Equity in net earnings of affiliated companies	0.2	1,192	0.1	399	793	198.7
Net income	5.4	39,222	3.4	24,623	14,599	59.3

<Reference>

CONSOLIDATED STATEMENTS OF CASH FLOWS (The Third Quarter)

Amount Unit: Millions of yen

	Three months ended December 31, 2007 From Oct. 1, 2007 To Dec. 31, 2007	Three months ended December 31, 2006 From Oct. 1, 2006 To Dec. 31, 2006
Operating activities		
Net income	39,222	24,623
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	57,516	49,172
Decline in value of investment securities	21	21,630
Minority interests	4,116	3,955
Equity in net earnings of affiliated companies, less dividends received	(620)	(181)
Changes in operating assets and liabilities:		
Notes and accounts receivable	(18,039)	(22,138)
Inventories	(17,767)	(8,598)
Notes and accounts payable - trade	7,343	12,078
Accrued income taxes and other liabilities	(28,702)	(14,252)
Other	(5,916)	2,238
Subtotal	(2,048)	43,904
Net cash provided by operating activities	37,174	68,527
Investing activities		
Purchases of property, plant and equipment	(36,401)	(41,848)
Purchases of software	(3,393)	(4,384)
Proceeds from sales and maturities of marketable and investment securities and other investments	17,313	23,435
Purchases of marketable and investment securities and other investments	(5,094)	(15,377)
Increase in investments in and advances to affiliated companies and other advances	(32,923)	(2,180)
Acquisitions of businesses and minority interest, net of cash acquired	-	(9,999)
Other	(4,868)	(8,141)
Net cash used in investing activities	(65,366)	(58,494)
Financing activities		
Proceeds from long-term debt	(740)	(1,307)
Increase in short-term debt, net	55,862	14,605
Cash dividends paid	(8,946)	(6,376)
Subsidiaries' cash dividends paid to minority interests	(2,525)	(2,476)
Net purchases of stock for treasury, net	(34,142)	(64)
Net cash provided by financing activities	9,509	4,382
Effect of exchange rate changes on cash and cash equivalents	993	3,985
Net increase (decrease) in cash and cash equivalents	(17,690)	18,400
Cash and cash equivalents at beginning of the period	394,498	336,210
Cash and cash equivalents at end of the period	376,808	354,610

<Reference>

DETAILS OF CONSOLIDATED REVENUE (The Third Quarter)

(1) Revenue by product

Amount Unit: Millions of yer

	Three months ended December 31, 2007 From Oct. 1, 2007 To Dec. 31, 2007		Three months ended December 31, 2006 From Oct. 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Imaging Solutions	20.8%	151,978	23.9%	170,901	(18,923)	(11.1)
Information Solutions	37.7%	274,393	37.0%	265,113	9,280	3.5
Document Solutions	41.5%	302,968	39.1%	280,468	22,500	8.0
Consolidated total	100.0%	729,339	100.0%	716,482	12,857	1.8

Note: The major products and services of each operating segment are as follows:

- Imaging Solutions Color films, digital cameras, photofinishing equipment and color paper, chemicals and services for photofinishing, etc.
- Information Solutions Equipment and materials for medical systems and life sciences, equipment and materials for graphic arts, flat panel display materials, recording media, optical devices, electronic materials and inkjet materials, etc.
- Document Solutions Office copy machines/multifunction devices, printers, production systems and services, paper, consumables and office services, etc.

(2) Domestic and overseas revenue

Amount Unit: Millions of yer

	Three months ended December 31, 2007 From Oct. 1, 2007 To Dec. 31, 2007		Three months ended December 31, 2006 From Oct. 1, 2006 To Dec. 31, 2006		Change	
					Amount	%
Revenue:						
Domestic	42.2%	307,592	45.5%	325,737	(18,145)	(5.6)
Overseas						
The Americas	20.6%	149,929	21.2%	151,829	(1,900)	(1.3)
Europe	16.5%	120,236	15.4%	110,048	10,188	9.3
Asia and others	20.7%	151,582	17.9%	128,868	22,714	17.6
Subtotal	57.8%	421,747	54.5%	390,745	31,002	7.9
Consolidated total	100.0%	729,339	100.0%	716,482	12,857	1.8