

Financial Results (Non-Consolidated) for the Fiscal Year ended March 31, 2005

Date of board meeting for the fiscal year ended March 31, 2005: April 28, 2005
 Date of regular shareholders' Meeting: June 29, 2005
 Trading unit of the Company consists of 100 shares on the Tokyo Stock Exchange.
 The Company has a policy of paying interim dividends.
 Payment date of cash dividends: June 30, 2005

1. Results of the Fiscal Year ended March 31, 2005 (From April 1, 2004 to March 31, 2005)

(1) OPERATING RESULTS

Amount Unit: Millions of yen unless otherwise specified

| | Net Sales | | Operating Income | | Ordinary Income | |
|---------------------------|-----------|-------|------------------|--------|-----------------|--------|
| | | % | | % | | % |
| Year ended March 31, 2005 | 761,688 | (1.2) | 52,690 | (29.9) | 79,686 | (0.2) |
| Year ended March 31, 2004 | 771,234 | (3.0) | 75,138 | (12.2) | 79,848 | (14.6) |

| | Net Income | | Net Income Per Share of Common Stock | Net Income Per Share of Common Stock (Assuming Full Dilution) | Ratio of Net Income to Shareholders' Equity | Ratio of Ordinary Income to Total Assets | Ratio of Ordinary Income to Net Sales |
|---------------------------|------------|------|--------------------------------------|---|---|--|---------------------------------------|
| | | % | Yen | Yen | % | % | % |
| Year ended March 31, 2005 | 54,681 | 0.9 | 106.40 | - | 3.6 | 4.5 | 10.5 |
| Year ended March 31, 2004 | 54,219 | 21.9 | 105.40 | - | 3.7 | 4.7 | 10.4 |

Notes: 1. Average number of shares:

Year ended March 31, 2005: 512,874,235 Year ended March 31, 2004: 513,325,553

2. Change in accounting policies: Applicable

3. Percent: Change from the corresponding period of the previous year in Net Sales, Operating Income, Ordinary Income and Net Income.

(2) CASH DIVIDENDS

| | Cash Dividends per Share of Common Stock | | | Total Cash Dividends | Pay out Ratio | Ratio of Cash Dividends To Shareholders' Equity |
|---------------------------|--|----------|-------|----------------------|---------------|---|
| | Interim | Year end | | | | |
| | Yen | Yen | Yen | | % | % |
| Year ended March 31, 2005 | 25.00 | 12.50 | 12.50 | 12,782 | 23.5 | 0.8 |
| Year ended March 31, 2004 | 25.00 | 12.50 | 12.50 | 12,832 | 23.7 | 0.8 |

(3) FINANCIAL POSITION

| | Total Assets | Shareholders' Equity | Shareholders' Equity Ratio to Total Assets | Shareholders' Equity Per Share of Common Stock |
|----------------------|--------------|----------------------|--|--|
| | | | % | Yen |
| As of March 31, 2005 | 1,764,982 | 1,542,240 | 87.4 | 3,027.50 |
| As of March 31, 2004 | 1,740,065 | 1,513,980 | 87.0 | 2,949.48 |

Notes 1. Number of shares outstanding: As of March 31, 2005: 509,373,197 As of March 31, 2004: 513,265,305

2. Number of treasury stocks: As of March 31, 2005: 5,252,531 As of March 31, 2004: 1,360,423

2. Forecast for the Fiscal Year ending March 31, 2006 (From April 1, 2005 to March 31, 2006)

| | Net Sales | Operating Income | Ordinary Income | Net Income | Cash Dividends per Share of Common Stock | | |
|--|-----------|------------------|-----------------|------------|--|----------|-------|
| | | | | | Interim | Year end | |
| | | | | | Yen | Yen | Yen |
| For six months ending September 30, 2005 | 350,000 | 14,000 | 24,000 | 17,000 | 12.50 | - | - |
| For Year ending March 31, 2006 | 760,000 | 45,000 | 61,000 | 42,000 | - | 12.50 | 25.00 |

(Reference) Expected net income per share of common stock for the year ending March 31, 2006: ¥82.23

Note: This forecast is based on the Company's current assumptions and beliefs in light of the information currently available to it, and it involves known and unknown risks and uncertainties. The Company's actual results may differ materially from those discussed in the forward-looking statements. See the note on page 13.

BALANCE SHEETS (Non-Consolidated)

Amount Unit: Millions of yen

| | As of March 31, 2005 | | As of March 31, 2004 | | Change |
|--------------------------------------|-------------------------|-----------|-------------------------|-----------|-----------|
| ASSETS | % | | % | | |
| Current assets | | | | | |
| Cash on hand and in banks | | 129,784 | | 297,602 | (167,818) |
| Trade notes receivable | | 1,978 | | 8,171 | (6,193) |
| Trade accounts receivable | | 141,231 | | 140,955 | 276 |
| Other accounts receivable | | 18,665 | | 14,828 | 3,836 |
| Short-term loans receivable | | 76,500 | | 24,557 | 51,943 |
| Marketable securities | | 65,659 | | 33,874 | 31,784 |
| | 24.6 | 433,820 | 29.9 | 519,991 | (86,170) |
| Finished goods | | 27,215 | | 35,389 | (8,173) |
| Semi-finished goods, work in process | | 27,904 | | 28,643 | (739) |
| Raw materials | | 13,231 | | 12,486 | 744 |
| Supplies | | 6,084 | | 5,892 | 192 |
| | 4.2 | 74,436 | 4.7 | 82,412 | (7,975) |
| Deferred income taxes | | 16,648 | | 15,182 | 1,466 |
| Other current assets | | 2,069 | | 2,380 | (310) |
| Allowance for doubtful receivables | | (240) | | (250) | 10 |
| Total current assets | 29.8 | 526,735 | 35.6 | 619,715 | (92,980) |
| Fixed assets | | | | | |
| Property, plant and equipment | | | | | |
| Buildings | | 88,806 | | 89,276 | (469) |
| Structures | | 8,083 | | 8,110 | (27) |
| Machinery and equipment | | 118,570 | | 119,924 | (1,354) |
| Vehicles, furniture and fixtures | | 27,518 | | 26,457 | 1,060 |
| Land | | 25,595 | | 20,387 | 5,208 |
| Construction in progress | | 32,422 | | 12,788 | 19,633 |
| Subtotal | 17.1 | 300,996 | 15.9 | 276,946 | 24,050 |
| Intangible assets | | | | | |
| Software | | 31,988 | | 31,064 | 923 |
| Rights of utilization | | 5,208 | | 2,360 | 2,848 |
| Subtotal | 2.1 | 37,197 | 1.9 | 33,424 | 3,772 |
| Investments and other assets | | | | | |
| Investment securities | | 240,940 | | 224,104 | 16,836 |
| Investments in subsidiaries | | 615,274 | | 569,614 | 45,659 |
| Long-term loans receivable | | 35,496 | | 8,844 | 26,652 |
| Long-term prepaid expenses | | 5,881 | | 5,647 | 234 |
| Other investments | | 2,648 | | 2,018 | 630 |
| Allowance for doubtful receivables | | (190) | | (250) | 60 |
| Subtotal | 51.0 | 900,052 | 46.6 | 809,979 | 90,073 |
| Total fixed assets | 70.2 | 1,238,247 | 64.4 | 1,120,350 | 117,897 |
| Total Assets | 100.0 | 1,764,982 | 100.0 | 1,740,065 | 24,916 |

Amount Unit: Millions of yen

| | As of March 31, 2005 | | As of March 31, 2004 | | Change |
|---|-------------------------|-----------|-------------------------|-----------|----------|
| LIABILITIES | % | | % | | |
| Current liabilities | | | | | |
| Trade notes payable | | 15,198 | | 24,780 | (9,582) |
| Trade accounts payable | | 56,744 | | 58,292 | (1,547) |
| Short-term debt | | 15,712 | | - | 15,712 |
| Other accounts payable | | 34,534 | | 22,630 | 11,903 |
| Accrued income taxes | | 5,854 | | 15,658 | (9,804) |
| Accrued expenses | | 53,945 | | 52,879 | 1,066 |
| Other current liabilities | | 4,271 | | 4,459 | (188) |
| Total current liabilities | 10.5 | 186,260 | 10.3 | 178,700 | 7,559 |
| Long-term liabilities | | | | | |
| Customers' guarantee deposits | | 7,636 | | 17,787 | (10,150) |
| Deferred income taxes | | 23,787 | | 21,107 | 2,679 |
| Accrued pension and severance costs | | 4,428 | | 8,093 | (3,665) |
| Directors' retirement benefit | | 628 | | 395 | 233 |
| Total long-term liabilities | 2.1 | 36,480 | 2.7 | 47,384 | (10,903) |
| Total liabilities | 12.6 | 222,741 | 13.0 | 226,085 | (3,343) |
| SHAREHOLDERS' EQUITY | | | | | |
| Common stock | 2.3 | 40,363 | 2.3 | 40,363 | - |
| Capital surplus | | | | | |
| Additional paid-in capital | 3.3 | 59,036 | 3.4 | 58,980 | 56 |
| Retained earnings | | | | | |
| Legal reserve | 0.6 | 10,090 | 0.6 | 10,090 | - |
| Reserve for dividends | | 280 | | 280 | - |
| Reserve for retirement allowance | | 280 | | 280 | - |
| Reserve for R&D | | 285 | | 285 | - |
| Reserve for overseas investment loss | | - | | 13 | (13) |
| Reserve for accelerated depreciation | | 2,123 | | 497 | 1,626 |
| Reserve for deferred capital gain for reinvestment in property | | 3,720 | | 770 | 2,949 |
| General reserve | | 1,357,305 | | 1,320,305 | 37,000 |
| Total voluntary reserve | 77.3 | 1,363,993 | 76.0 | 1,322,431 | 41,562 |
| Unappropriated retained earnings | 3.6 | 64,169 | 3.7 | 64,048 | 121 |
| Total retained earnings | 81.5 | 1,438,254 | 80.3 | 1,396,571 | 41,683 |
| Unrealized gains on securities | 1.4 | 24,805 | 1.3 | 23,216 | 1,589 |
| Treasury stocks | | (20,219) | | (5,150) | (15,069) |
| Total shareholders' equity | 87.4 | 1,542,240 | 87.0 | 1,513,980 | 28,259 |
| Total Liabilities and Shareholders' Equity | 100.0 | 1,764,982 | 100.0 | 1,740,065 | 24,916 |

STATEMENTS OF INCOME (Non-Consolidated)

Amount Unit: Millions of yen

| | Year ended March 31, 2005 From April 1, 2004 To March 31, 2005 | | Year ended March 31, 2004 From April 1, 2003 To March 31, 2004 | | Change | |
|--|---|---------|---|---------|----------|--------|
| | | | | | Amount | % |
| Operating revenues | % | | % | | | |
| Net sales | 100.0 | 761,688 | 100.0 | 771,234 | (9,545) | (1.2) |
| Operating expenses | | | | | | |
| Cost of sales | 66.3 | 504,691 | 64.1 | 494,569 | 10,122 | 2.0 |
| Selling, general and administrative expenses | 16.0 | 122,090 | 16.3 | 124,887 | (2,797) | (2.2) |
| Research and development expenses | 10.8 | 82,216 | 9.9 | 76,638 | 5,577 | 7.3 |
| Total operating expenses | 93.1 | 708,998 | 90.3 | 696,095 | 12,902 | 1.9 |
| Operating income | 6.9 | 52,690 | 9.7 | 75,138 | (22,448) | (29.9) |
| Other income | | | | | | |
| Interest income | | 2,842 | | 2,030 | 812 | 40.0 |
| Dividend income | | 25,855 | | 9,311 | 16,543 | 177.7 |
| Miscellaneous income | | 1,456 | | 1,221 | 235 | 19.3 |
| Total other income | 4.0 | 30,153 | 1.7 | 12,563 | 17,590 | 140.0 |
| Other expenses | | | | | | |
| Interest expenses | | 234 | | 301 | (66) | (22.1) |
| Bank charges for export drafts discounted | | 466 | | 442 | 23 | 5.3 |
| Miscellaneous expenses | | 2,456 | | 7,109 | (4,653) | (65.4) |
| Total other expenses | 0.4 | 3,157 | 1.0 | 7,853 | (4,696) | (59.8) |
| Ordinary income | 10.5 | 79,686 | 10.4 | 79,848 | (161) | (0.2) |
| Extraordinary income | | | | | | |
| Gain on disposal of fixed assets | - | - | 0.8 | 6,364 | (6,364) | - |
| Extraordinary losses | | | | | | |
| Losses on disposal of fixed assets | | 5,752 | | 5,080 | 672 | 13.2 |
| Restructuring charges | | 3,025 | | - | 3,025 | - |
| Total extraordinary losses | 1.2 | 8,777 | 0.7 | 5,080 | 3,697 | 72.8 |
| Net income before income taxes | 9.3 | 70,908 | 10.5 | 81,131 | (10,222) | (12.6) |
| Current income taxes | 2.1 | 16,100 | 3.1 | 23,800 | (7,700) | (32.4) |
| Deferred income taxes | | 126 | | 3,111 | (2,984) | (95.9) |
| Net income | 7.2 | 54,681 | 7.0 | 54,219 | 461 | 0.9 |
| Retained earnings brought forward | | 15,956 | | 16,259 | (302) | |
| Interim dividends paid | | 6,414 | | 6,416 | (1) | |
| Losses from treasury stock transactions | | 53 | | 13 | 39 | |
| Unappropriated retained earnings | | 64,169 | | 64,048 | 121 | |

STATEMENT OF RETAINED EARNINGS (Non-Consolidated)
(Proposed)

Amount Unit: Millions of yen

| | Year ended March 31, 2005 (From April 1, 2004 to March 31, 2005) | | Year ended March 31, 2004 (From April 1, 2003 to March 31, 2004) | |
|---|---|-------------|---|-------------|
| | % | | % | |
| Unappropriated retained earnings | | 64,169 | | 64,048 |
| Reversal of voluntary reserve | | | | |
| Reversal of reserve for overseas investment loss | | - | | 13 |
| Reversal of reserve for accelerated depreciation | | 493 | | 111 |
| Reversal of reserve for deferred capital gain for reinvestment in property | | 118 | | 74 |
| Subtotal | | 611 | | 199 |
| Total | 100.0 | 64,781 | 100.0 | 64,248 |
| Appropriation of retained earnings | | | | |
| Dividends | 9.8 | 6,367 | 10.0 | 6,415 |
| [Dividends per share] | | [12.50 yen] | | [12.50 yen] |
| Bonuses for directors and corporate auditors | 0.2 | 112 | 0.2 | 114 |
| [for corporate auditors] | | [7] | | [6] |
| Reserve for accelerated depreciation | 2.7 | 1,780 | 2.7 | 1,737 |
| Reserve for deferred capital gain for reinvestment in property | - | - | 4.7 | 3,024 |
| General reserve | 63.3 | 41,000 | 57.6 | 37,000 |
| Total | 76.0 | 49,260 | 75.2 | 48,291 |
| Retained earnings carried forward | 24.0 | 15,521 | 24.8 | 15,956 |

DETAILS OF NET SALES (Non-Consolidated)

(1) Net sales by Product

Amount Unit: Millions of yen

| | Year ended March 31, 2005 From April 1, 2004 To March 31, 2005 | | Year ended March 31, 2004 From April 1, 2003 To March 31, 2004 | | Change | |
|-----------------------|---|---------|---|---------|----------|--------|
| | | | | | Amount | % |
| Net sales: | | | | | | |
| Imaging Solutions | 49.0% | 373,096 | 53.8% | 414,629 | (41,532) | (10.0) |
| Information Solutions | 51.0% | 388,591 | 46.2% | 356,605 | 31,986 | 9.0 |
| Total | 100.0% | 761,688 | 100.0% | 771,234 | (9,545) | (1.2) |

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 for photofinishing |
| Information Solutions | System devices for graphic arts, medical imaging, and information systems, flat panel display materials and recording media |

(2) Domestic and Export Sales

Amount Unit: Millions of yen

| | Year ended March 31, 2005 From April 1, 2004 To March 31, 2005 | | Year ended March 31, 2004 From April 1, 2003 To March 31, 2004 | | Change | |
|------------|---|---------|---|---------|---------|-------|
| | | | | | Amount | % |
| Net sales: | | | | | | |
| Domestic | 48.6% | 369,848 | 48.9% | 377,204 | (7,355) | (1.9) |
| Export | 51.4% | 391,839 | 51.1% | 394,030 | (2,190) | (0.6) |
| Total | 100.0% | 761,688 | 100.0% | 771,234 | (9,545) | (1.2) |

NOTES

Notes to the balance sheets

Amount Unit: Millions of yen

| | As of March 31, 2005 | As of March 31, 2004 | Change |
|---|-------------------------|-------------------------|------------------|
| Accumulated depreciation of tangible fixed assets | 737,634 | 726,769 | 10,865 |
| Contingent liabilities for guarantees | 30,456 | 43,534 | (13,078) |
| Amount of export bills discounted | 6,642 | 9,337 | (2,694) |
| Number of treasury stocks | 5,252,531 shares | 1,360,423 shares | 3,892,108 shares |

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Securities

Investments in subsidiaries and affiliated companies are stated at cost determined by the moving average method.

Other securities that have fair values are stated at fair value, with unrealized gains and losses excluded from earnings and included in a separate component of shareholders' equity on a net-of-tax basis. Realized gains and losses on sales of securities are based on the moving average cost of the securities sold.

Other securities that do not have fair values are stated at cost determined by the moving average method.

(2) Inventories

Finished goods, semi-finished goods, work in process, supplemental materials and supplies are stated at the lower of moving average cost or market. Silver nitrate included in semi-finished goods and work in process, and principal raw materials are stated at the lower of cost determined by the last-in, first-out method or market.

(3) Depreciation and amortization

Depreciation of property, plant and equipment is computed by the declining-balance method except that depreciation of buildings acquired on and after April 1, 1998 is computed by the straight-line method.

Intangible assets are amortized by the straight-line method.

(4) Reserves

Allowance for doubtful receivables

The allowance for doubtful receivables is provided at the amount of estimated uncollectible accounts, based on individual collectibility with respect to identified doubtful receivables and past experience of doubtful receivables.

Accrued pension and severance cost

Pension and severance costs for employees are accrued based on an estimate of the pension obligation and the plan assets at the end of the year. The allowance for officers' retirement benefits is provided on the basis of the Company's internal regulations for officers' retirement benefits at the amount which would be required to be paid if all officers retired at the balance sheet date.

Directors' retirement benefits

The allowance for directors' retirement benefits is provided on the basis of the Company's internal regulations for directors' retirement benefits at the amount that would be required to be paid if all directors retired at the balance sheet date. This allowance is established under Article 43, Implementation Regulations of the Commercial Code of Japan.

(5) Accounting for consumption tax

Transactions subject to consumption tax are recorded at amounts exclusive of consumption tax.

Change in Accounting Policies

Method for the amortization of intangible assets

Effective April 1, 2004, the Company changed its method for the amortization of intangible assets, except for software, to the straight-line method. Until the year ended March 31, 2004, the amortization of software was calculated by the straight-line method and that of other intangible assets was calculated by the declining-balance method with no residual value. This change was made to achieve a more accurate presentation of operating results of the Company in consideration of the fact that the benefits from investment in intangible assets are considered to be realized evenly over the assets' useful lives. The effect of this change was immaterial.