


FUJI PHOTO FILM CO., LTD.

Shigetaka Komori
President, Representative Director

URL: <http://home.fujifilm.com/>

Financial Results (Consolidated) for Six months ended September 30, 2002

Date of Board Meeting for the first half of fiscal year ended March 31, 2003: October 31, 2002

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

1. Results of Six months ended September 30, 2002 (From April 1, 2002 to September 30, 2002)

(1) FINANCIAL RESULTS

Amount Unit: Millions of yen unless otherwise specified

	Revenue		Operating Income		Income before Income Taxes	
		%		%		%
Six months ended Sept. 30, 2002	1,249,435	6.6	95,892	7.7	77,908	(13.1)
Six months ended Sept. 30, 2001	1,171,631	72.3	89,049	16.7	89,664	(29.1)
Year ended March 31, 2002	2,401,144		168,682		159,549	

	Net Income		Net Income Per Share of Common Stock	Net Income Per Share of Common Stock (Assuming Full Dilution)
		%	Yen	Yen
Six months ended Sept. 30, 2002	33,610	(27.6)	65.33	-
Six months ended Sept. 30, 2001	46,414	(39.3)	90.19	-
Year ended March 31, 2002	81,331		158.05	-

Notes 1. Equity in net earnings of affiliated companies (including unconsolidated subsidiaries)

Six months ended Sep. 30, 2002: ¥554 million Six months ended Sep. 30, 2001: ¥1,934 million Year ended March 31, 2002: ¥3,232 million

2. Average number of shares:

Six months ended Sept. 30, 2002: 514,437,040 Six months ended Sept. 30, 2001: 514,606,472 Year ended March 31, 2002: 514,583,432

3. Change in Accounting Policies: N/A

4. Percent: Change against corresponding period of the previous year on Revenue, Operating Income, Income before Income Taxes, Net Income.

(2) FINANCIAL POSITION

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio to Total Assets	Shareholders' Equity per Share of Common Stock
			%	Yen
As of Sept. 30, 2002	2,922,611	1,692,806	57.9	3,291.28
As of Sept. 30, 2001	2,829,967	1,656,125	58.5	3,218.15
As of March 31, 2002	2,946,362	1,698,063	57.6	3,300.45

Note: Number of shares outstanding:

As of Sept. 30, 2002: 514,329,908 As of Sept. 30, 2001: 514,619,472 As of March 31, 2002: 514,495,085

(3) CASH FLOWS

	Net Cash provided by Operating activities	Net Cash used in Investing activities	Net Cash used in Financing activities	Cash and Cash Equivalents at end of period
Six months ended Sept. 30, 2002	169,219	(83,899)	(33,278)	424,947
Six months ended Sept. 30, 2001	97,866	(111,807)	(25,779)	427,369
Year ended March 31, 2002	248,185	(294,748)	(45,874)	381,901

(4) SCOPE OF CONSOLIDATION AND EQUITY METHOD

- Consolidated subsidiaries: 177 subsidiaries
- Unconsolidated subsidiaries: 51 subsidiaries (equity method is applied to all subsidiaries)
- 20 percent to 50 percent owned companies: 60 companies (equity method is applied to all companies)

(5) CHANGE IN SCOPE OF CONSOLIDATION AND EQUITY METHOD

- Consolidation: Increase 10, Decrease 6 Equity Method: Increase 4, Decrease 14

2. Forecast for the Fiscal Year ending March 31, 2003 (From April 1, 2002 to March 31, 2003)

	Revenue	Operating Income	Income before Income Taxes	Net Income
For Year ending March 31, 2003	2,560,000	165,000	140,000	65,000

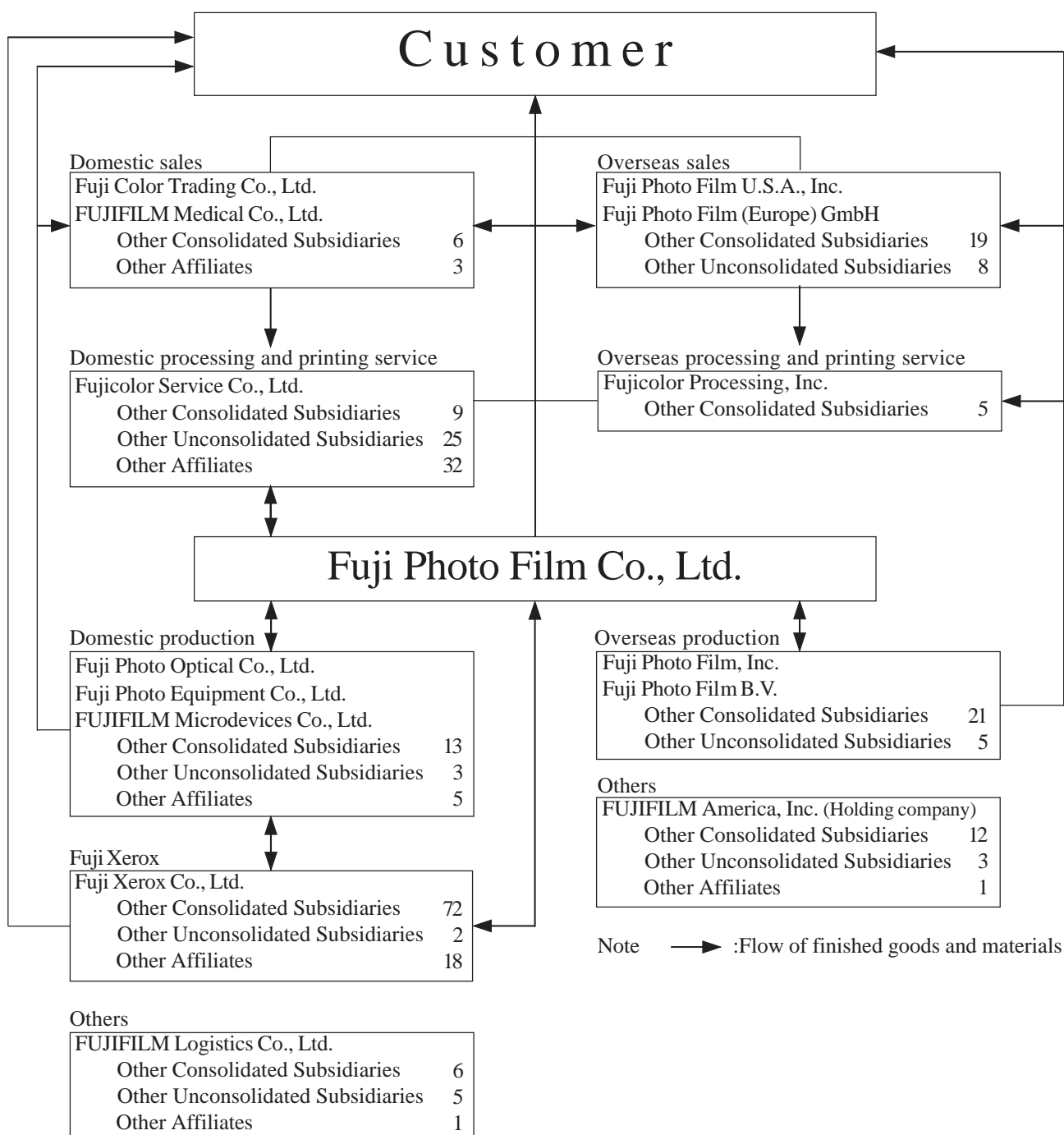
(Reference) Expected Net Income per Share of Common Stock for Year ending March 31, 2003: ¥126.38

Note: These forecast are based on the Company's current assumptions and beliefs in light of the information currently available to it, and involve known and unknown risks and uncertainties. The Company's actual results may differ materially from those discussed in the forward-looking statements. See note on page 6.

1. THE FUJIFILM GROUP

The Fujifilm Group comprises Fuji Photo Film Co., Ltd., 228 subsidiaries and 60 affiliated companies that perform R&D, manufacturing, marketing, and service activities in the Group’s core business of segments of Imaging Solutions, Information Solutions, and Document Solutions. The Fujifilm Group main companies in each segment are outlined as follows:

	Description	Main companies
Imaging Solutions	Color film, conventional cameras, digital camera, lab equipment, color paper, chemicals and services for photofinishing, etc.	Fuji Photo Film Co., Ltd., Fuji Photo Optical Co., Ltd., FUJIFILM Microdevices Co., Ltd., Fuji Color Trading Co., Ltd., Fujicolor Service Co., Ltd., Fuji Photo Film, Inc., Fuji Photo Film B.V., Fuji Photo Film U.S.A., Inc., Fuji Photo Film (Europe) GmbH, Fujicolor Processing, Inc. etc.
Information Solutions	Systems devices for graphic arts, medical imaging, and information systems, liquid crystal display materials, recording media, etc.	Fuji Photo Film Co., Ltd., Fuji Photo Equipment Co., Ltd., FUJIFILM Medical Co., Ltd., FUJIFILM ARCH Co., Ltd., Fuji Photo Film U.S.A., Inc., Fuji Photo Film (Europe) GmbH, etc.
Document Solutions	Office copiers, printers, facsimiles, consumables, etc. for document services	Fuji Xerox Co., Ltd., Fuji Xerox Office Supply Co., Ltd., Suzuka Fuji Xerox Co., Ltd., Fuji Xerox Asia Pacific Pte Ltd., etc.



2. MANAGEMENT POLICIES

(1) Basic Policies and Essential Tasks

FUJIFILM will constantly strive to develop superior technologies and to continue to cultivate an imaging and information culture. As a global company fully trusted by both customers and society itself, we aim to make innovative use of the most advanced technologies to create beautiful images and wide-ranging information and provide the imaging, information, and document solutions that will best meet the increasingly sophisticated needs of the world community. The tasks outlined below are part of a Companywide effort to implement our medium- and long-term management strategies.

We will maximize the use of our proprietary technologies and aggressively introduce unique new products, systems, services, and solutions to establish a leading position in all arenas of the imaging, information, and document businesses.

We will build a strong, future-oriented network for R&D, production, sales, and services while pursuing our business activities with a global perspective in close harmony with the host countries in which we operate, such as China.

We will further improve our consolidated operations with the aim of strengthening competitiveness and achieving growth across the entire Fujifilm Group, including Fuji Xerox Co., Ltd., and other domestic and overseas subsidiaries and affiliated companies, as a single unit and with an emphasis on cash flow.

We will continually reform our corporate structure, so as to respond more rapidly to the spread of IT and Internet use from a global perspective, and intensify efforts to reduce all costs in our drive to build a strong corporate organization.

We will fulfill our responsibilities to society by strengthening and upgrading our measures for corporate ethics and environmental and product safety concerns.

(2) Basic Policy Regarding Distribution of Profits

Our basic policy regarding the distribution of profits is to provide stable dividends for our shareholders as well as to maintain sufficient internal reserves to strengthen the management foundation, permitting it to support an aggressive expansion of business activities while being prepared for sudden changes in the business environment.

(3) Upgrading Corporate Governance

The Board of Directors has been designated as “the body for determining management policies and strategies as well as for supervising the execution of business affairs.” Operating executives are responsible for conducting business activities in line with the basic policies determined by the Board of Directors.

The Company will make management strategies more transparent and conduct its business more speedily as it reforms management practices to reflect corporate governance initiatives.

(4) Policy Regarding Reducing the Basic Trading Unit of Shares

Currently, one trading unit for Fujifilm’s stock on the Tokyo Stock Exchange consists of 1,000 shares. The Tokyo Stock Exchange has requested that some listed companies with high stock prices reduce the number of shares making up a trading unit to encourage participation in the market by individual investors. While we appreciate that reduced-quantity trading units can increase liquidity and attract new investors, it is the Company’s basic policy that the issue should be assessed in a prudent manner in accordance with market trends, demand, and other factors. As we believe that Fujifilm’s stock presently enjoys a reasonable level of liquidity, the related additional costs of smaller trading unit investment would not be justified at this time.

3. OPERATING RESULTS AND FINANCIAL POSITION

(1) Overview of the Period and Distribution of Profits

During the six-month period ended September 30, 2002, there were indications that the Japanese economy had bottomed out, but economic conditions remained severe due to sluggish consumer spending and private-sector capital investment. Overseas, although the U.S. economy was relatively stable, concern over future prospects remained high. In Europe, there were signs of a recovery in the euro area during the first half of the period, but flooding in Central and Eastern Europe resulted in weaker-than-expected performances in some regions. In Asia, the Chinese economy remained stable, while other countries exhibited a mild recovery.

Against this background, Fujifilm aggressively worked to offer its customers total solutions using digital and networking technologies in the imaging, information, and document businesses. As part of our efforts to strengthen and expand our operating domain, we launched new digital cameras capable of producing sharp, high-quality images and expanded sales of digital minilabs, which provide a full range of digital imaging services. In addition, we ran a promotional campaign to increase demand for prints from digital cameras and integrated existing systems for manufacturing and marketing our conventional camera business. We also strengthened our capacity to manufacture materials for liquid crystal displays (LCDs), began supplying important charge-coupled devices (CCDs) for mobile phone/camera hybrids, expanded sales of digital color multifunction machines incorporating new technologies in our document business, and developed new Graded-Index Plastic Optical Fiber to facilitate high-speed communications.

During the period under review, Fujifilm recorded steady sales of digital minilabs, digital cameras, and other digital products, and the yen was weaker against the U.S. dollar and the euro than it had been during the corresponding previous period. As a result, consolidated revenue amounted to ¥1,249.4 billion, a 6.6% increase compared with the previous period. Domestic revenue totaled ¥657.7 billion, a 1.0% decrease, and overseas revenue was ¥591.7 billion, a 16.6% increase. Operating income was ¥95.8 billion, a 7.7% increase, while income before income taxes declined 13.1%, to ¥77.9 billion, and net income amounted to ¥33.6 billion, a 27.6% decrease. There were several reasons for the substantial decline in net income and income before income taxes, including the rapid rise of the yen against the U.S. dollar during the first quarter, which resulted in a difference in settlement exchange rates for receivable denominated in foreign currencies, and the fact that we had recorded a temporary gain on the exchange of marketable securities during the previous period (¥9.0 billion before taxes and ¥5.2 billion after taxes).

Imaging Solutions

Consolidated revenue in this segment rose 5.9%, to ¥420.2 billion. At the 2002 FIFA World Cup™, the first World Cup ever held in Asia, Fujifilm contributed to the organization of major events as an official sponsor. Recognizing that the World Cup would provide customers with more opportunities to take photographs, Fujifilm worked hard to increase sales of color film, one-time use recyclable cameras, and other products through an extensive advertising campaign centered on Japan, South Korea, Central America, and South America. In digital cameras, having already won praise for its new FinePix F401, which delivers high-quality, high-resolution pictures via the third-generation Super CCD sensor, Fujifilm began employing its ultracompact xD-Picture Cards in a wider range of products. In conjunction with efforts to expand sales of our Frontier digital minilab series, we ran a major promotional campaign in Japan encouraging customers to make prints from digital cameras and via the Internet. Furthermore, in September 2002, Fujifilm acquired an equity stake in JUS-Photo Co., Ltd., as part of a tender offer bid. In the future, we will work together with JUS-Photo to further the digitization of our photography business.

Information Solutions

Consolidated revenue in this segment rose 13.6%, to ¥360.7 billion. In graphic arts system products, we increased sales by including Enovation Graphic Systems, Inc., a U.S. retailer, within the scope of consolidation. In medical imaging products, sales of the FCR XG-1 compact digital X-ray diagnostic system increased substantially in Europe and the United States, while remaining steady in Japan. In industrial materials, by increasing our capacity to produce Wide View film for use in LCDs, we were able to record a significant sales increase. In recording media, we redoubled our efforts to sell LTO Ultrium 1 high-density, high-capacity data cartridges and launched our next generation of Super DLT tape I data cartridges.

Notes: 1. LTO and Ultrium are U.S. trademarks of Hewlett-Packard, IBM, and Seagate.

2. Super DLT tape is a trademark of Quantum Corporation.

Document Solutions

Consolidated revenue in this segment rose 2.4%, to ¥468.5 billion. In the document service business, domestic sales of our digital, multifunction DocuCentre Color 400CP/320CP with superior cost performance remained steady, reflecting the use of our Emulsion Aggregation (EA) toner, which improves image quality and productivity while reducing environmental impact. Furthermore, we launched the series in the Asia-Pacific region and began exporting it to Xerox Corporation and its subsidiaries in the United States and Europe, thus contributing to a substantial increase in sales of color copying machines. As a result, sales increased compared with the corresponding previous period.

Capital Investment

As part of its capital investment during the period, Fujifilm aggressively expanded its capacity to produce materials for use in LCDs. At present, we are building a fourth manufacturing plant at our Odawara Factory, located in Kanagawa Prefecture. Moreover, in light of the strong demand for Wide View film due to the proliferation of LCD TVs and the increasing popularity of notebook computers and larger LCD monitors, we have decided to build a fifth manufacturing plant on the premises of our Yoshida-Kita Factory in Shizuoka Prefecture. Furthermore, to reinforce the R&D of functional materials for use in electronic displays, we are building an R&D facility at our Ashigara Factory, located in Kanagawa Prefecture.

During the period, Fujifilm succeeded in developing low cost, easy to manipulate, large-diameter Graded Index Plastic Optical Fiber enabling high-speed communications. It is hoped that these cables will have a wide range of applications in the home networks of the coming broadband era and in various data transmissions for industrial use.

Interim cash dividends per share amounted to ¥12.50.

(2) Financial Position

Net cash provided by operating activities totaled ¥169.2 billion; net cash used in investing activities amounted to ¥83.8 billion; and net cash used in financing activities was ¥33.2 billion. As a result, total cash and cash equivalents at the end of period totaled ¥424.9 billion, an increase of ¥43.0 billion compared with the corresponding previous period.

(3) Outlook for the Full Fiscal Year and Distribution of Profits

With harsh conditions persisting in our operating environment, we are sustaining a Groupwide effort to complete the essential tasks outlined above, while striving to reinforce our operating base. Although it is unclear what impact changes in the economy may have on our performance, we expect to record consolidated revenue of ¥2,560.0 billion and consolidated net income of ¥65.0 billion (assuming exchange rates of ¥121 to U.S.\$1 and ¥117 to euro 1).

Planned year-end cash dividends for the end of the period are ¥12.50, and ¥25.00 for the entire fiscal year.

4. ENVIRONMENTAL POLICIES

On the basis of our corporate philosophy that environmental protection is one of the foundations of our business activities, the Company will continue to pursue earnestly an environmental policy that rests on three pillars:

- Constantly giving due consideration to the natural environment
- Ensuring safety with regard to chemicals
- Improving environmental performance (preventing the wasteful use of resources)

During the period, we began implementing the Fujifilm Group Green Policy, our medium-term environmental policy. In the name of sustainable development of the world, humanity, and enterprises, the worldwide Fujifilm Group will focus on customer satisfaction by maintaining high “environmental quality” in its corporate culture, products, and services.

Specifically, having acquired ISO 14001 certification at 82 Group companies and plants in Japan and abroad, the entire Group continues to offer environmental solutions to our customers through the provision of environmentally friendly products. Moreover, Fujifilm is carrying out green procurement activities for materials, parts, and packaging. To further strengthen our management of chemical substances in an environmentally safe way, we are also practicing risk management based on a comprehensive database for chemical substances and environmental safety and reinforcing environmental management structures at each Group company at home and abroad.

To increase environmental efficiency, we have set zero emission targets (100% recycling of all waste generated by business activities) at all Group member companies.

To encourage recycling throughout society, Fujifilm will take further environment-friendly measures, such as the use of manufacturing methods that consume fewer resources and minimize wastage and the adoption of environment-friendly design in all products.

5. CONSOLIDATED BALANCE SHEETS

Amount Unit: Millions of yen

	As of September 30, 2002		As of March 31, 2002		Change	As of September 30, 2001	
ASSETS	%		%			%	
Current assets:							
Cash and cash equivalents		424,947		381,901	43,046		427,369
Marketable securities		14,980		16,369	(1,389)		8,334
Notes and accounts receivable:							
Trade and finance		493,570		508,962	(15,392)		460,292
Affiliated companies		32,737		39,489	(6,752)		40,344
Allowance for doubtful receivables		(17,604)		(17,952)	348		(13,431)
		508,703		530,499	(21,796)		487,205
Inventories		344,604		358,503	(13,899)		364,329
Deferred income taxes		69,575		70,778	(1,203)		59,554
Prepaid expenses and other		28,024		31,196	(3,172)		29,196
Total current assets	47.6	1,390,833	47.2	1,389,246	1,587	48.6	1,375,987
Investments and long-term receivables:							
Investments in and advances to affiliated companies		41,989		40,080	1,909		35,506
Investment securities		290,693		306,256	(15,563)		264,171
Long-term finance and other receivables		99,185		99,778	(593)		107,316
Allowance for doubtful receivables		(3,111)		(3,158)	47		(1,695)
Total investments and long-term receivables	14.7	428,756	15.0	442,956	(14,200)	14.3	405,298
Property, plant and equipment:							
Land		72,685		73,714	(1,029)		71,197
Buildings		522,263		522,760	(497)		499,703
Machinery and equipment		1,533,701		1,522,562	11,139		1,446,450
Construction in progress		33,361		33,315	46		37,811
		2,162,010		2,152,351	9,659		2,055,161
Less-accumulated depreciation		(1,451,388)		(1,425,474)	(25,914)		(1,353,307)
Total property, plant and equipment	24.3	710,622	24.7	726,877	(16,255)	24.8	701,854
Other assets:							
Goodwill, net		194,763		191,294	3,469		185,215
Other intangible assets, net		51,251		57,423	(6,172)		57,162
Deferred income taxes		71,051		66,260	4,791		37,673
Other		75,335		72,306	3,029		66,778
Total other assets	13.4	392,400	13.1	387,283	5,117	12.3	346,828
Total Assets	100.0	2,922,611	100.0	2,946,362	(23,751)	100.0	2,829,967

	As of September 30, 2002		As of March 31, 2002		Change	As of September 30, 2001	
LIABILITIES	%		%			%	
Current liabilities:							
Short-term debt	172,218		187,254		(15,036)	172,529	
Notes and accounts payable:							
Trade	246,298		236,016		10,282	238,595	
Construction	34,218		36,209		(1,991)	44,509	
Affiliated companies	10,360		10,235		125	9,945	
	290,876		282,460		8,416	293,049	
Accrued income taxes	36,097		32,064		4,033	36,862	
Accrued liabilities	156,634		166,391		(9,757)	147,415	
Other current liabilities	49,721		52,628		(2,907)	52,290	
Total current liabilities	24.2	705,546	24.5	720,797	(15,251)	24.8	702,145
Long-term liabilities:							
Long-term debt	125,827		137,446		(11,619)	142,412	
Accrued pension and severance costs	193,879		190,155		3,724	131,583	
Deferred income taxes	22,752		18,282		4,470	14,086	
Customers' guarantee deposits and other	49,909		51,153		(1,244)	58,809	
Total long-term liabilities	13.4	392,367	13.5	397,036	(4,669)	12.3	346,890
Minority interests in subsidiaries	4.5	131,892	4.4	130,466	1,426	4.4	124,807
SHAREHOLDERS' EQUITY							
Common stock:	40,363		40,363		0	40,363	
Authorized: 800,000,000 shares							
Issued: 514,625,728 shares							
Additional paid-in capital	68,135		68,135		0	68,135	
Retained earnings	1,644,669		1,618,270		26,399	1,589,784	
Accumulated other comprehensive losses	(59,130)		(28,133)		(30,997)	(42,130)	
Treasury stock	(1,231)		(572)		(659)	(27)	
Total shareholders' equity	57.9	1,692,806	57.6	1,698,063	(5,257)	58.5	1,656,125
Total Liabilities and Shareholders' Equity	100.0	2,922,611	100.0	2,946,362	(23,751)	100.0	2,829,967

Note: Details of Accumulated other comprehensive losses

	As of September 30, 2002	As of March 31, 2002	Change	As of September 30, 2001
Unrealized holding gains on securities	3,220	2,083	1,137	2,596
Foreign currency translation adjustments	(4,518)	27,623	(32,141)	(19,680)
Minimum pension liability adjustments	(57,851)	(57,851)	0	(24,624)
Unrealized gains on derivatives	19	12	7	(422)

6. CONSOLIDATED STATEMENTS OF INCOME

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change		Year ended March 31, 2002 From April 1, 2001 To March 31, 2002	
					Amount	%		
	%		%				%	
Revenue:								
Sales	1,075,453		995,274		80,179	8.1	2,053,481	
Rentals	173,982		176,357		(2,375)	(1.3)	347,663	
	100.0	1,249,435	100.0	1,171,631	77,804	6.6	100.0	2,401,144
Cost of sales:								
Sales	667,699		607,871		59,828	9.8	1,268,521	
Rentals	68,271		66,472		1,799	2.7	132,690	
	58.9	735,970	57.6	674,343	61,627	9.1	58.4	1,401,211
Gross profit	41.1	513,465	42.4	497,288	16,177	3.3	41.6	999,933
Operating expenses:								
Selling, general and administrative	27.0	337,750	28.5	334,296	3,454	1.0	28.5	684,370
Research and development	6.4	79,823	6.3	73,943	5,880	8.0	6.1	146,881
	33.4	417,573	34.8	408,239	9,334	2.3	34.6	831,251
Operating income	7.7	95,892	7.6	89,049	6,843	7.7	7.0	168,682
Other income (expenses):								
Interest and dividend income	5,141		6,172		(1,031)		11,950	
Interest expense	(4,525)		(6,421)		1,896		(11,649)	
Exchange gains (losses), net	(9,960)		(309)		(9,651)		8,131	
Gain on the exchange of securities	-		9,018		(9,018)		9,018	
Other, net	(8,640)		(7,845)		(795)		(26,583)	
	(1.5)	(17,984)	0.1	615	(18,599)		(0.4)	(9,133)
Income before income taxes	6.2	77,908	7.7	89,664	(11,756)	(13.1)	6.6	159,549
Income taxes	3.0	38,135	3.5	39,919	(1,784)	(4.5)	2.9	70,853
Income before minority interest in income of consolidated subsidiaries and equity in net earnings of affiliated companies	3.2	39,773	4.2	49,745	(9,972)	(20.0)	3.7	88,696
Minority interest in income of consolidated subsidiaries	(0.5)	(6,717)	(0.4)	(5,265)	(1,452)	(27.6)	(0.4)	(10,597)
Equity in net earnings of affiliated companies	0.0	554	0.2	1,934	(1,380)	(71.4)	0.1	3,232
Net income	2.7	33,610	4.0	46,414	(12,804)	(27.6)	3.4	81,331

7. CONSOLIDATED STATEMENTS OF CASH FLOWS

Amount Unit: Millions of yen

	Six months ended Sept. 30, 2002 From April 1, 2002 To Sept. 30, 2002	Six months ended Sept. 30, 2001 From April 1, 2001 To Sept. 30, 2001	Year ended March 31, 2002 From April 1, 2001 To March 31, 2002
Operating activities			
Net income	33,610	46,414	81,331
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	85,430	93,192	189,146
Deferred income taxes	(1,344)	(384)	(8,446)
Minority interest in income of consolidated subsidiaries	6,717	5,265	10,597
Equity in net earnings of affiliated companies, less dividends	(451)	373	(2,637)
Changes in operating assets and liabilities:			
Notes and accounts receivable	4,841	18,134	5,630
Inventories	17,233	(7,607)	24,087
Notes and accounts payable - trade	5,705	(44,588)	(45,316)
Accrued income taxes	3,442	(14,608)	(20,502)
Other	14,036	1,675	14,295
Subtotal	135,609	51,452	166,854
Net cash provided by operating activities	169,219	97,866	248,185
Investing activities			
Payments for purchases of property, plant and equipment	(66,148)	(73,093)	(158,815)
Proceeds from sales and maturities of marketable and investment securities	14,083	25,265	34,234
Payments for purchases of marketable and investment securities	(278)	(53,362)	(116,104)
(Increase)Decrease in investments in and advances to affiliated companies	(5,357)	147	(314)
Payments for acquisitions of businesses, net of cash acquired	(14,634)	-	(26,750)
Other	(11,565)	(10,764)	(26,999)
Net cash used in investing activities	(83,899)	(111,807)	(294,748)
Financing activities			
Proceeds from long-term debt	6,154	72,329	82,383
Repayments of long-term debt	(12,798)	(14,972)	(36,199)
Decrease in short-term debt	(16,913)	(76,795)	(78,024)
Cash dividends paid	(6,431)	(5,789)	(12,222)
Cash dividends paid to minority interests	(2,668)	(681)	(1,396)
Sales of treasury stocks and repurchase of common stocks, net	(622)	129	(416)
Net cash used in financing activities	(33,278)	(25,779)	(45,874)
Effect of exchange rate changes on cash and cash equivalents	(4,685)	823	8,072
Net increase (decrease) in cash and cash equivalents	47,357	(38,897)	(84,365)
Cash and cash equivalents at beginning of period	381,901	466,266	466,266
Effect of change of fiscal year of certain overseas subsidiaries on cash and cash equivalents	(4,311)	-	-
Cash and cash equivalents at end of period	424,947	427,369	381,901

8. CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**Year ended March 31, 2002 and Six months ended September 30, 2002**

Amount Unit: Millions of yen

	Common stock	Additional paid-in capital	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock	Total shareholders' equity
Balance at March 31, 2001	40,363	68,135	1,549,803	(33,289)	(156)	1,624,856
Comprehensive income:						
Net income	-	-	81,331	-	-	81,331
Net decrease in unrealized gains on securities	-	-	-	(12,649)	-	(12,649)
Foreign currency translation adjustments	-	-	-	51,020	-	51,020
Minimum pension liability adjustments	-	-	-	(33,227)	-	(33,227)
Change in net unrealized gains on derivatives	-	-	-	12	-	12
Net comprehensive income						86,487
Repurchase of common stocks	-	-	-	-	(2,123)	(2,123)
Sales of treasury stocks	-	-	-	-	1,707	1,707
Cash dividends	-	-	(12,864)	-	-	(12,864)
Balance at March 31, 2002	40,363	68,135	1,618,270	(28,133)	(572)	1,698,063
Comprehensive income:						
Net income	-	-	33,610	-	-	33,610
Net increase in unrealized gains on securities	-	-	-	1,137	-	1,137
Foreign currency translation adjustments	-	-	-	(29,385)	-	(29,385)
Minimum pension liability adjustments	-	-	-	-	-	-
Change in net unrealized gains on derivatives	-	-	-	7	-	7
Net comprehensive income						5,369
Repurchase of common stocks	-	-	-	-	(659)	(659)
Sales of treasury stocks	-	-	-	-	-	-
Cash dividends	-	-	(6,429)	-	-	(6,429)
Decrease due to change of fiscal year of certain overseas subsidiaries	-	-	(782)	(2,756)	-	(3,538)
Balance at September 30, 2002	40,363	68,135	1,644,669	(59,130)	(1,231)	1,692,806

Note: During the current fiscal period, certain overseas subsidiaries that previously reported on fiscal year ended February 28 changed their fiscal year end to March 31 in order to conform to the Company's fiscal year end. The net loss of ¥782 million and net changes in other comprehensive income (loss) of ¥2,756 million for the month ended March 31, 2002 were debited directly to retained earnings and accumulated other comprehensive income (loss), respectively.

Six months ended September 30, 2001

Amount Unit: Millions of yen

	Common stock	Additional paid-in capital	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock	Total shareholders' equity
Balance at March 31, 2001	40,363	68,135	1,549,803	(33,289)	(156)	1,624,856
Comprehensive income:						
Net income	-	-	46,414	-	-	46,414
Net decrease in unrealized gains on securities	-	-	-	(12,136)	-	(12,136)
Foreign currency translation adjustments	-	-	-	3,717	-	3,717
Change in net unrealized losses on derivatives	-	-	-	(422)	-	(422)
Net comprehensive income						37,573
Repurchase of common stocks	-	-	-	-	(1,578)	(1,578)
Sales of treasury stocks	-	-	-	-	1,707	1,707
Cash dividends	-	-	(6,433)	-	-	(6,433)
Balance at September 30, 2001	40,363	68,135	1,589,784	(42,130)	(27)	1,656,125

9. DETAILS OF CONSOLIDATED REVENUE**(1) Revenue by product**

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Imaging Solutions	33.6%	420,261	33.9%	396,732	23,529	5.9
Information Solutions	28.9%	360,703	27.1%	317,508	43,195	13.6
Document Solutions	37.5%	468,471	39.0%	457,391	11,080	2.4
Consolidated total	100.0%	1,249,435	100.0%	1,171,631	77,804	6.6

Note: Major products and services of each business segments are as follows:

Imaging Solutions	Color film, conventional cameras, digital cameras, lab equipment and color paper, chemicals and services for photofinishing
Information Solutions	Equipment and consumables for graphic arts, medical imaging, and information systems, liquid crystal display materials and recording media
Document Solutions	Office copiers, printers, facsimiles and consumables for document services

(2) Domestic and overseas revenue

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Domestic	52.6%	657,723	56.7%	664,163	(6,440)	(1.0)
Overseas						
Americas	23.4%	292,731	21.5%	251,380	41,351	16.4
Europe	13.1%	163,575	11.9%	139,307	24,268	17.4
Asia and others	10.9%	135,406	9.9%	116,781	18,625	15.9
Subtotal	47.4%	591,712	43.3%	507,468	84,244	16.6
Consolidated total	100.0%	1,249,435	100.0%	1,171,631	77,804	6.6

10. SEGMENT INFORMATION**(1) Operating segments**

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Imaging Solutions:						
External customers	33.6%	420,261	33.9%	396,732	23,529	5.9
Intersegment		178		322	(144)	-
Total		420,439		397,054	23,385	5.9
Information Solutions:						
External customers	28.9%	360,703	27.1%	317,508	43,195	13.6
Intersegment		2,169		1,999	170	-
Total		362,872		319,507	43,365	13.6
Document Solutions:						
External customers	37.5%	468,471	39.0%	457,391	11,080	2.4
Intersegment		5,660		5,834	(174)	-
Total		474,131		463,225	10,906	2.4
Eliminations		(8,007)		(8,155)	148	-
Consolidated total	100.0%	1,249,435	100.0%	1,171,631	77,804	6.6

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Operating Income:						
Imaging Solutions	6.5%	27,132	7.8%	30,773	(3,641)	(11.8)
Information Solutions	11.4%	41,464	12.1%	38,747	2,717	7.0
Document Solutions	5.8%	27,305	4.2%	19,368	7,937	41.0
Total		95,901		88,888	7,013	7.9
Eliminations		(9)		161	(170)	-
Consolidated total	7.7%	95,892	7.6%	89,049	6,843	7.7

Note: Major products and services of each business segments are as follows:

Imaging Solutions	Color film, conventional cameras, digital cameras, lab equipment and color paper, chemicals and services for photofinishing
Information Solutions	Equipment and consumables for graphic arts, medical imaging, and information systems, liquid crystal display materials and recording media
Document Solutions	Office copiers, printers, facsimiles and consumables for document services

(2) Geographic information

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Japan						
External customers	62.6%	782,582	67.5%	790,852	(8,270)	(1.0)
Intersegment		146,375		133,064	13,311	-
Total		928,957		923,916	5,041	0.5
Americas						
External customers	20.5%	256,702	18.2%	213,460	43,242	20.3
Intersegment		3,929		3,158	771	-
Total		260,631		216,618	44,013	20.3
Europe						
External customers	10.7%	133,459	9.9%	116,043	17,416	15.0
Intersegment		4,310		6,656	(2,346)	-
Total		137,769		122,699	15,070	12.3
Asia and others						
External customers	6.2%	76,692	4.4%	51,276	25,416	49.6
Intersegment		46,095		27,624	18,471	-
Total		122,787		78,900	43,887	55.6
Eliminations		(200,709)		(170,502)	(30,207)	-
Consolidated total	100.0%	1,249,435	100.0%	1,171,631	77,804	6.6

Amount Unit: Millions of yen

	Six months ended September 30, 2002 From April 1, 2002 To Sept. 30, 2002		Six months ended September 30, 2001 From April 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Operating Income:						
Japan	7.5%	69,411	7.5%	69,352	59	0.1
Americas	5.0%	12,982	5.8%	12,587	395	3.1
Europe	5.6%	7,708	1.6%	2,020	5,688	281.6
Asia and others	4.9%	5,996	4.2%	3,287	2,709	82.4
Eliminations	-	(205)	-	1,803	(2,008)	-
Consolidated total	7.7%	95,892	7.6%	89,049	6,843	7.7

11. MARKETABLE SECURITIES AND DERIVATIVE CONTRACTS**(1) Fair Value on Marketable Securities**

Amount Unit: Millions of yen

	As of September 30, 2002				As of September 30, 2001			
	Cost	Gross unrealized gains	Gross unrealized losses	Estimated fair value	Cost	Gross unrealized gains	Gross unrealized losses	Estimated fair value
Marketable securities:								
Corporate debt securities	15,340	3	363	14,980	8,354	1	21	8,334
Total marketable securities	15,340	3	363	14,980	8,354	1	21	8,334
Investment securities:								
Government securities	2,706	50	0	2,756	183	29	-	212
Corporate debt securities	198,579	40	3,411	195,208	179,786	935	3,094	177,627
Equity securities	37,355	24,339	5,590	56,104	42,639	22,736	6,403	58,972
Total investment securities	238,640	24,429	9,001	254,068	222,608	23,700	9,497	236,811
Total	253,980	24,432	9,364	269,048	230,962	23,701	9,518	245,145

Note: This statement is prepared in accordance with accounting principles generally accepted in the United States of America. All debt and equity securities held by Fuji Photo Film Co., Ltd. and subsidiaries are classified as available-for-sale securities.

(2) Derivative Financial Instruments

The Company and certain of its subsidiaries utilize derivative financial instruments for the purpose of hedging their exposure to fluctuations in foreign currency exchange rates and interest rates. The Company has policies and procedures for risk management and the approval, reporting and monitoring of derivative financial instruments. The Company's policies prohibit holding or issuing derivative financial instruments for trading purposes.

Under SFAS No.133 “Accounting for Derivative Instruments and Hedging Activities” as amended, the Company and its consolidated subsidiaries recognize all derivatives as assets or liabilities on the balance sheets at fair value. Derivatives that are designated and qualified as a hedge, depending on the nature of the hedge, changes in the fair value of derivatives are either offset against the change in fair value of assets, liabilities or firm commitments through earnings or recognized in accumulated other comprehensive income (loss) until the hedged item is recognized earnings. The ineffective portion of a derivative's change in fair value is recognized in earnings. Derivatives that are not designated or qualified as hedges are adjusted to fair value through income.

12. OTHER NOTE**(1) Reclassifications**

Certain reclassification of the consolidated financial statements as of and for the six months ended September 30, 2001 and the yearended March 31, 2002 have been made to conform with the presentation in the current period.

<Reference>

CONSOLIDATED STATEMENTS OF INCOME (The Second Quarter)

Amount Unit: Millions of yen

	Three months ended September 30, 2002 From July 1, 2002 To Sept. 30, 2002		Three months ended September 30, 2001 From July 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:	%		%			
Sales		550,505		500,053	50,452	10.1
Rentals		84,844		85,715	(871)	(1.0)
	100.0	635,349	100.0	585,768	49,581	8.5
Cost of sales:						
Sales		347,048		306,711	40,337	13.2
Rentals		33,857		32,856	1,001	3.0
	60.0	380,905	58.0	339,567	41,338	12.2
Gross profit	40.0	254,444	42.0	246,201	8,243	3.3
Operating expenses:						
Selling, general and administrative	26.3	167,170	29.2	171,135	(3,965)	(2.3)
Research and development	6.5	41,432	6.5	38,206	3,226	8.4
	32.8	208,602	35.7	209,341	(739)	(0.4)
Operating income	7.2	45,842	6.3	36,860	8,982	24.4
Other income (expenses):						
Interest and dividend income		2,233		2,643	(410)	
Interest expense		(2,208)		(3,134)	926	
Exchange gains (losses), net		(991)		174	(1,165)	
Other, net		(6,940)		(7,165)	225	
	(1.2)	(7,906)	(1.3)	(7,482)	(424)	(5.7)
Income before income taxes	6.0	37,936	5.0	29,378	8,558	29.1
Income taxes	2.7	17,100	2.2	12,854	4,246	33.0
Income before minority interests and equity in net earnings of affiliated companies	3.3	20,836	2.8	16,524	4,312	26.1
Minority interest in income of consolidated subsidiaries	(0.6)	(3,453)	(0.2)	(1,458)	(1,995)	(136.8)
Equity in net earnings of affiliated companies	0.1	717	0.2	1,450	(733)	(50.6)
Net income	2.8	18,100	2.8	16,516	1,584	9.6

<Reference>

DETAILS OF CONSOLIDATED REVENUE (The Second Quarter)**(1) Revenue by product**

Amount Unit: Millions of yen

	Three months ended September 30, 2002 From July 1, 2002 To Sept. 30, 2002		Three months ended September 30, 2001 From July 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Imaging Solutions	33.4%	211,927	35.2%	206,155	5,772	2.8
Information Solutions	28.9%	183,770	28.3%	165,543	18,227	11.0
Document Solutions	37.7%	239,652	36.5%	214,070	25,582	12.0
Consolidated total	100.0%	635,349	100.0%	585,768	49,581	8.5

Note: Major products and services of each business segments are as follows:

Imaging Solutions	Color film, conventional cameras, digital cameras, lab equipment and color paper, chemicals and services for photofinishing
Information Solutions	Equipment and consumables for graphic arts, medical imaging, and information systems, liquid crystal display materials and recording media
Document Solutions	Office copiers, printers, facsimiles and consumables for document services

(2) Domestic and overseas revenue

Amount Unit: Millions of yen

	Three months ended September 30, 2002 From July 1, 2002 To Sept. 30, 2002		Three months ended September 30, 2001 From July 1, 2001 To Sept. 30, 2001		Change	
					Amount	%
Revenue:						
Domestic	53.2%	337,691	56.2%	328,945	8,746	2.7
Overseas						
Americas	22.3%	141,434	21.7%	127,318	14,116	11.1
Europe	13.5%	85,991	12.0%	70,068	15,923	22.7
Asia and others	11.0%	70,233	10.1%	59,437	10,796	18.2
Subtotal	46.8%	297,658	43.8%	256,823	40,835	15.9
Consolidated total	100.0%	635,349	100.0%	585,768	49,581	8.5