

QUARTERLY REPORT

Half year ended September 30, 2014

(Results for the Period from April 1, 2014 to September 30, 2014)

Performance Outline (Consolidated)

(1) Half year ended September 30, 2013, 2014 (Actual result) and Year ending March 31, 2015 (Forecast)

(Billions of yen)

	Half year ended	Half year ended	Change	Year ending	Change
	September 30, 2013	September 30, 2014		March 31, 2015	
	Results	Results		Forecast	
Domestic sales	421.0	414.9	-1.4%	892.0	-1.5%
Overseas sales	618.2	657.8	6.4%	1,368.0	6.0%
Sales	1,039.2	1,072.7	3.2%	2,260.0	2.9%
Gross profit	420.0	446.4	6.3%	936.0	7.2%
Operating profit	51.9	55.8	7.6%	140.0	16.3%
Profit before income tax expenses	50.1	55.5	10.8%	135.0	14.3%
Profit attributable to owners of the parent	28.0	33.9	21.0%	80.0	9.9%
Exchange rate (Yen/US\$)	98.90	103.05	4.15	101.53	1.24
Exchange rate (Yen/EURO)	130.10	138.94	8.84	139.47	5.00
Earnings per share attributable to owners of the parent-basic (yen).	38.75	46.87	8.12	110.35	9.91
Earnings per share attributable to owners of the parent-diluted (yen).	-	-	-	-	-
Cash flows from operating activities	38.2	19.1	-19.0	-	-
Cash flows from investing activities	-49.0	-62.4	-13.4	-	-
Cash flows from financing activities	16.7	33.0	16.3	-	-
Cash and cash equivalents at end of period	125.2	133.5	8.3	-	-
Capital expenditures	35.5	38.6	3.1	86.0	13.0
Depreciation	30.5	35.7	5.2	74.0	10.6
R&D expenditures	57.6	58.1	0.5	121.0	4.7
	March 31, 2014	September 30, 2014	Change		
Total assets	2,596.6	2,632.5	35.9		
Equity attributable to owners of the parent	1,029.4	1,064.4	34.9		
Interest-bearing debt	724.1	773.6	49.5		
Equity attributable to owners of the parent ratio (%)	39.6	40.4	0.8		
Equity per share attributable to owners of the parent (yen)	1,420.04	1,468.34	48.30		

(2) Three months ended September 30, 2013 and 2014

(Billions of yen)

	Three months ended	Three months ended	Change
	September 30, 2013	September 30, 2014	
	Results	Results	
Domestic sales	214.8	209.4	-2.5%
Overseas sales	309.7	336.8	8.8%
Sales	524.5	546.3	4.2%
Gross profit	208.7	227.1	8.8%
Operating profit	29.6	28.6	-3.4%
Profit before income tax expenses	29.3	29.7	1.4%
Profit attributable to owners of the parent	16.3	18.8	15.3%
Exchange rate (Yen/US\$)	99.01	103.95	4.94
Exchange rate (Yen/EURO)	131.15	137.77	6.62
Earnings per share attributable to owners of the parent-basic (yen).	22.60	26.07	3.47
Earnings per share attributable to owners of the parent-diluted (yen).	-	-	-
Capital expenditures	18.8	20.4	1.5
Depreciation	16.0	18.3	2.2
R&D expenditures	29.5	30.2	0.6

Ricoh Company, Ltd.

* Above forecasted results are based on information available to the Company as at to date which are likely subject to risks and uncertainties that may cause the actual results to differ materially from the forecasted results.

Ricoh Company, Ltd. and Consolidated Subsidiaries

Financial Highlights for the Half Year Ended September 30, 2014

[Prepared on the basis of International Financial Reporting Standards]

1. Results for the Period from April 1, 2014 to September 30, 2014

(1) Operating Results

	(Millions of yen)	
	Half year ended September 30, 2013	Half year ended September 30, 2014
Sales	1,039,245	1,072,788
(% change from the previous corresponding period)	-	3.2
Operating profit	51,933	55,868
(% change from the previous corresponding period)	-	7.6
Profit before income tax expenses	50,157	55,589
(% change from the previous corresponding period)	-	10.8
Profit for the period	30,900	36,842
(% change from the previous corresponding period)	-	19.2
Profit attributable to owners of the parent	28,092	33,979
(% change from the previous corresponding period)	-	21.0
Comprehensive income	64,023	49,915
(% change from the previous corresponding period)	-	-22.0
Earnings per share attributable to owners of the parent-basic (yen)	38.75	46.87
Earnings per share attributable to owners of the parent-diluted (yen)	-	-

Notes: Earnings per share attributable to owners of the parent (basic and diluted) are based on Profit attributable to owners of the parent.

(2) Financial Position

	(Millions of yen)	
	March 31, 2014	September 30, 2014
Total assets	2,596,618	2,632,587
Total equity	1,094,396	1,131,976
Equity attributable to owners of the parent	1,029,413	1,064,410
Equity attributable to owners of the parent ratio (%)	39.6	40.4

2. Dividend Information

	Year ended March 31, 2014 (Actual)	Year ending March 31, 2015 (Forecast)
Cash dividends, applicable to the year (yen)	33.00	34.00
Interim (yen)	16.50	17.00
Year-end (yen)	16.50	17.00

Notes: Revision of expected dividends during this period: No

3. Forecast of Operating Results from April 1, 2014 to March 31, 2015

	(Millions of yen)
	Year ending March 31, 2015
Sales	2,260,000
(% change from the previous corresponding period)	2.9
Operating profit	140,000
(% change from the previous corresponding period)	16.3
Profit before income tax expenses	135,000
(% change from the previous corresponding period)	14.3
Profit attributable to owners of the parent	80,000
(% change from the previous corresponding period)	9.9
Earnings per share attributable to owners of the parent-basic (yen)	110.35

Notes: Revision of forecast of consolidated operating results during this period: No

4. Others

- (1) Changes in significant subsidiaries: No
- (2) Changes in accounting policies and accounting estimate
 - (i) Changes in accounting policies required by IFRS: Yes
 - (ii) Other changes: No
 - (iii) Changes in accounting estimate: No

* For details see "4.Others" on page 5.
- (3) Number of common stock outstanding (including treasury stock):
As of September 30, 2014 : 744,912,078 shares ; As of March 31, 2014 : 744,912,078 shares
- (4) Number of treasury stock:
As of September 30, 2014 : 20,004,128 shares ; As of March 31, 2014 : 19,995,714 shares
- (5) Average number of common stock:
Half year ended September 30, 2014 : 724,911,814 shares ; Half year ended September 30, 2013 : 725,015,632 shares

Qualitative Information on Consolidated Financial Results for the Period under Review

1. Qualitative Information on Consolidated Business Results

*** Overview of the First Half of Fiscal 2014 (April 1 – September 30, 2014)**

Ricoh's consolidated sales for the first half increased by 3.2% to ¥1,072.7 billion compared to the previous corresponding period, due mainly by the increase in sales in both the Imaging & Solutions and the Industrial Products segment. During this period, the average exchange rates of the Japanese yen against the U.S. dollar and the euro were ¥103.05 (down ¥4.15 from previous year) and ¥138.94 (down ¥8.84 from previous year) respectively. Consolidated sales would have increased by 0.3% compared to the previous corresponding period when excluding the impact of such foreign currency exchange fluctuation.

The Japanese economy, due to the economic and monetary policies implemented by the government and the Bank of Japan, continued to maintain its gradual recovery with improvement in corporate profits achieved through the sustained depreciation of the yen and high stock prices.

Under such market conditions, sales in the Industrial Products increased along with increase in sales of color MFP models, but the decline in demand for personal computers affected overall sales, resulting in the sales decrease in the Imaging & Solutions segment. As a result, the sales in the domestic market decreased by 1.4% compared to the previous corresponding period.

As for the overseas market, the U.S. economy continued its trend of recovery with the improvement in the job market and growth in corporate earnings, but the outlook of the overall global economy remains uncertain with the prolonged European debt problem and the slowdown in growth in the emerging markets. Even under such market conditions, the weakening trend of the yen during the first half has contributed to the overall increase in Ricoh's overseas sales.

As for overseas sales by region, sales in the Americas increased by 6.5% (an increase of 2.2% excluding foreign currency exchange fluctuation), sales in Europe, Middle East and Africa increased by 5.3% (a decrease of 1.4% excluding foreign currency exchange fluctuation) and sales in Other region, which includes China, South East Asia and Oceania, increased by 9.1% (an increase of 6.2%, excluding foreign currency exchange fluctuation).

As a result, sales in the overseas market increased by 6.4% compared to the previous corresponding period. Excluding effects of foreign currency fluctuations, sales in overseas would have increased by 1.4% compared to the previous corresponding period.

Gross profit increased by 6.3% to ¥446.4 billion, due to increase in sales and the weakening of the yen.

Although group-wide activities to streamline costs have contributed in controlling selling, general and administrative expenses, these expenses have increased by 6.1% to ¥390.5 billion, due to the weakening of the yen and acquisitions.

As a result, operating profit increased by 7.6% to ¥55.8 billion compared to the previous corresponding period.

Finance income increased compared to the previous corresponding period, mainly due to foreign exchange gains.

Profit before income tax expenses increased by 10.8% to ¥55.5 billion compared to the previous corresponding period.

As a result, profit attributable to owners of the parent increased by 21.0% to ¥33.9 billion.

Although profit increased compared to the previous corresponding period, comprehensive income decreased to ¥49.9 billion due to decrease in cumulative translation adjustments.

*** Review by Business Segment**

Imaging & Solutions (Sales up 3.4% to ¥955.0 billion)

Office Imaging (Sales up 2.0% to ¥722.0 billion)

Sales in this category increased by 2.0% to ¥722.0 billion, due to the depreciation of the yen and the increase in sales in both the domestic and overseas market of color MFP models introduced in the previous year.

Production Printing (Sales up 7.2% to ¥88.9 billion)

Sales in this category increased by 7.2% to ¥88.9 billion. The increase was achieved through increase in sales of color cut sheet printers introduced during the previous fiscal year, along with the increase in sales of related parts & supplies and services in both the domestic and overseas market.

Network System Solutions (Sales up 8.2% to ¥144.1 billion)

Sales in this category increased by 8.2% to ¥144.1 billion. Although the decline in demand for personal computers affected the overall sales in the domestic market, the acquisition of mindSHIFT Technologies in U.S. and the increase in sales in the Indian market offset this decline, resulting in an overall sales increase in this category.

As a result of the above, sales in the Imaging & Solutions segment increased by 3.4% to ¥955.0 billion. Even though strong sales were achieved through the sustained depreciation of the yen, operating profit decreased by 4.4% to ¥81.6 billion due to the increase in operating expenses.

Industrial Products (Sales up 5.8% to ¥57.0 billion)

Sales in the Industrial Products segment increased by 5.8% to ¥57.0 billion due to increase in sales in the Thermal business. However, the increase in operating expenses in relation to prior investments has affected the overall performance. As a result, operating profit in the Industrial Product segment decreased by 8.6% to ¥2.5 billion.

Other (Sales down 1.1% to ¥60.6 billion)

Sales in the Other segment decreased by 1.1% to ¥60.6 billion. Even though sales decreased in the digital camera business, the cost reduction activities implemented in the digital camera business have contributed to the overall increase in profit in this segment. As a result, operating profit in the Other segment increased to ¥0.1 billion (Operating loss in the previous corresponding period was ¥0.5 billion).

2. Analysis of Consolidated Financial Position

***Assets, Liabilities and Equity**

Total assets increased by ¥35.9 billion to ¥2,632.5 billion, mainly due to depreciation of the yen, increase in inventories and other financial assets.

Total liabilities decreased by ¥1.6 billion to ¥1,500.6 billion, mainly due to decrease in trade and other payables caused by decrease in purchases which is in line with the shortfall in demand during this half year.

Total equity increased by ¥37.5 billion to ¥1,131.9 billion, mainly due to increase in profit for the period compared to the previous corresponding period.

***Cash Flows (Half year ended September 30, 2014)**

Even though profit for the period increased compared to the previous corresponding period, net cash provided by operating activities decreased by ¥19.0 billion to ¥19.1 billion, mainly due to decrease in trade and other payables.

Net cash used in investing activities increased by ¥13.4 billion to ¥62.4 billion, mainly due to decrease in proceeds from sales of available-for-sale securities.

As a result, the amount of negative free cash flow, which is the sum of net cash provided by operating activities and net cash used in investing activities, increased by ¥32.5 billion to a negative free cash flow of ¥43.3 billion.

Net cash provided by financing activities increased by ¥16.3 billion to ¥33.0 billion, mainly due to the increase in proceeds from long term debt.

As a result, the balance of cash and cash equivalent at the end of the period decreased by ¥6.4 billion to ¥133.5 billion.

3. Qualitative Information on Forecasted Consolidated Financial Results

Since the first half business results and other changes in the business environment such as exchange rate fluctuations were within the scope of our assumption, no changes have been made to the forecast of sales, gross profit, operating profit and profit before income tax expenses announced in July.

Ricoh will maintain the assumed exchange rates set forth in July of ¥100.00 against the U.S. dollar and of ¥140.00 against the euro in and after the third quarter, and has incorporated the actual exchange rates during the first half in the annual exchange rates assumption.

Our performance forecast for fiscal year ending March 31, 2015 is as follows:

Exchange Rate Assumptions for the full year ending March 31, 2015

US\$ 1 = ¥101.53 (¥100.29 in previous fiscal year)

EURO 1 = ¥139.47 (¥134.47 in previous fiscal year)

(Billions of yen)			
	Year ended March 31, 2014 (A)	Year ending March 31, 2015 (Forecast) (B)	Change (B-A)/A
Domestic sales	905.1	892.0	-1.5%
Overseas sales	1,290.5	1,368.0	6.0%
Sales	2,195.6	2,260.0	2.9%
Gross profit	873.2	936.0	7.2%
Operating profit	120.3	140.0	16.3%
Profit before income tax expenses	118.0	135.0	14.3%
Profit attributable to owners of the parent	72.8	80.0	9.9%

* Above forecasted results are based on information available to the Company as at to date which are likely subject to risks and uncertainties that may cause the actual results to differ materially from the forecasted results.

4. Others

(1) Changes in significant subsidiaries
Not applicable

(2) Changes in accounting policies

Ricoh did not change the significant accounting policies from the previous fiscal year, with the exception of the following.

The adoption of the following IFRSs has no material impact on Ricoh's condensed consolidated financial statements.

Some of the comparative information on Ricoh's condensed consolidated financial statements has been adjusted retrospectively to apply the change in accounting policy.

IFRSs	Title	Summaries of new IFRSs/amendments
IAS 32	Financial Instruments: Presentation	Presentation of offsets of financial assets and financial liabilities
IAS 36	Impairment of Assets	Disclosure of recoverable amounts for non-financial assets
IAS 39	Financial Instruments: Effectiveness testing	Continuing hedge accounting after derivative novations
IFRIC 21	Levies	Recognition of liabilities related to levies
IFRS 10	Consolidated Financial Statements	Regulations of control as single basis for consolidation
IFRS 12	Disclosure of Interests in Other Entities	Disclosure requirements for forms of interests in other entities, including subsidiaries, joint control arrangements, associates and unconsolidated structured entities

5. Condensed Consolidated Financial Statements

(1) Condensed Consolidated Statement of Financial Position

Assets

	(Millions of yen)		
	March 31, 2014	September 30, 2014	Change
Current Assets			
Cash and cash equivalents	140,047	133,590	-6,457
Time deposits	4,057	4,313	256
Trade and other receivables	544,725	533,567	-11,158
Other financial assets	249,682	253,852	4,170
Inventories	194,171	211,814	17,643
Other current assets	34,317	39,460	5,143
Total Current Assets	1,166,999	1,176,596	9,597
Non-current assets			
Property, plant and equipment	270,702	276,266	5,564
Goodwill and intangible assets	399,354	414,223	14,869
Other financial assets	560,892	572,871	11,979
Investments accounted for using the equity method	1,074	1,050	-24
Other investments	50,724	48,998	-1,726
Other non-current assets	40,420	44,421	4,001
Deferred tax assets	106,453	98,162	-8,291
Total Non-current Assets	1,429,619	1,455,991	26,372
Total Assets	2,596,618	2,632,587	35,969

Liabilities and Equity

	(Millions of yen)		
	March 31, 2014	September 30, 2014	Change
Current Liabilities			
Bonds and borrowings	271,768	298,138	26,370
Trade and other payables	281,957	245,725	-36,232
Other financial liabilities	18,140	21,387	3,247
Income tax payables	14,435	11,698	-2,737
Other current liabilities	249,391	243,592	-5,799
Total Current Liabilities	835,691	820,540	-15,151
Non-current Liabilities			
Bonds and borrowings	452,396	475,548	23,152
Other financial liabilities	1,014	1,351	337
Accrued pension and retirement benefits	124,554	115,694	-8,860
Other non-current liabilities	74,614	78,810	4,196
Deferred tax liabilities	13,953	8,668	-5,285
Total Non-current Liabilities	666,531	680,071	13,540
Total Liabilities	1,502,222	1,500,611	-1,611
Equity			
Common stock	135,364	135,364	-
Additional paid-in capital	186,083	186,083	-
Treasury stock	-37,278	-37,287	-9
Other components of equity	119,904	132,893	12,989
Retained earnings	625,340	647,357	22,017
Equity attributable to owners of the parent	1,029,413	1,064,410	34,997
Non-controlling interests	64,983	67,566	2,583
Total Equity	1,094,396	1,131,976	37,580
Total Liabilities and Equity	2,596,618	2,632,587	35,969

(2) Condensed Consolidated Statement of Profit or Loss and Condensed Consolidated Statement of Comprehensive Income

Condensed Consolidated Statement of Profit or Loss

Half year ended September 30, 2013 and 2014

	(Millions of yen)			
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%
Sales	1,039,245	1,072,788	33,543	3.2
Cost of sales	619,183	626,332	7,149	1.2
Percentage of sales (%)	59.6	58.4		
Gross profit	420,062	446,456	26,394	6.3
Percentage of sales (%)	40.4	41.6		
Selling, general and administrative expenses	368,129	390,588	22,459	6.1
Percentage of sales (%)	35.4	36.4		
Operating profit	51,933	55,868	3,935	7.6
Percentage of sales (%)	5.0	5.2		
Finance income	3,862	3,477	-385	-10.0
Percentage of sales (%)	0.4	0.3		
Finance costs	5,603	3,724	-1,879	-33.5
Percentage of sales (%)	0.5	0.3		
Share of loss of investments accounted for using the equity method	-35	-32	3	-
Percentage of sales (%)	-0.0	-0.0		
Profit before income tax expenses	50,157	55,589	5,432	10.8
Percentage of sales (%)	4.8	5.2		
Income tax expenses	19,257	18,747	-510	-2.6
Percentage of sales (%)	1.8	1.8		
Profit for the period	30,900	36,842	5,942	19.2
Percentage of sales (%)	3.0	3.4		
Profit attributable to:				
Owners of the parent	28,092	33,979	5,887	21.0
Percentage of sales (%)	2.7	3.1		
Non-controlling interests	2,808	2,863	55	2.0
Percentage of sales (%)	0.3	0.3		

	Half year ended September 30, 2013	Half year ended September 30, 2014	Change
Earnings per share attributable to owners of the parent-basic (yen)	38.75	46.87	8.12
Earnings per share attributable to owners of the parent-diluted (yen)	-	-	-

Three months ended September 30, 2013 and 2014

	(Millions of yen)			
	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%
Sales	524,548	546,350	21,802	4.2
Cost of sales	315,765	319,209	3,444	1.1
Percentage of sales (%)	60.2	58.4		
Gross profit	208,783	227,141	18,358	8.8
Percentage of sales (%)	39.8	41.6		
Selling, general and administrative expenses	179,089	198,442	19,353	10.8
Percentage of sales (%)	34.1	36.3		
Operating profit	29,694	28,699	-995	-3.4
Percentage of sales (%)	5.7	5.3		
Finance income	3,202	2,692	-510	-15.9
Percentage of sales (%)	0.6	0.5		
Finance costs	3,513	1,614	-1,899	-54.1
Percentage of sales (%)	0.7	0.3		
Share of profit (loss) of investments accounted for using the equity method	-18	1	19	-
Percentage of sales (%)	-0.0	0.0		
Profit before income tax expenses	29,365	29,778	413	1.4
Percentage of sales (%)	5.6	5.5		
Income tax expenses	11,539	9,415	-2,124	-18.4
Percentage of sales (%)	2.2	1.8		
Profit for the period	17,826	20,363	2,537	14.2
Percentage of sales (%)	3.4	3.7		
Profit attributable to:				
Owners of the parent	16,387	18,898	2,511	15.3
Percentage of sales (%)	3.1	3.4		
Non-controlling interests	1,439	1,465	26	1.8
Percentage of sales (%)	0.3	0.3		

	Three months ended September 30, 2013	Three months ended September 30, 2014	Change
Earnings per share attributable to owners of the parent-basic (yen)	22.60	26.07	3.47
Earnings per share attributable to owners of the parent-diluted (yen)	-	-	-

Condensed Consolidated Statement of Comprehensive Income

Half year ended September 30, 2013 and 2014

	(Millions of yen)		
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change
Profit for the period	30,900	36,842	5,942
Other comprehensive income (loss):			
Components that will not be reclassified subsequently to profit or loss:			
Remeasurement of defined benefit plan	3,300	-	-3,300
Total components that will not be reclassified subsequently to profit or loss	3,300	-	-3,300
Components that will be reclassified subsequently to profit or loss:			
Net gain (loss) on fair value of available-for-sale financial assets	2,769	-1,213	-3,982
Net gain on fair value of cash flow hedges	505	656	151
Exchange differences on translation of foreign operations	26,549	13,630	-12,919
Total components that will be reclassified subsequently to profit or loss	29,823	13,073	-16,750
Total other comprehensive income	33,123	13,073	-20,050
Comprehensive income	64,023	49,915	-14,108
Comprehensive income attributable to:			
Owners of the parent	61,374	46,968	-14,406
Non-controlling interests	2,649	2,947	298

Three months ended September 30, 2013 and 2014

	(Millions of yen)		
	Three months ended September 30, 2013	Three months ended September 30, 2014	Change
Profit for the period	17,826	20,363	2,537
Other comprehensive income (loss):			
Components that will not be reclassified subsequently to profit or loss:			
Remeasurement of defined benefit plan	3,300	-	-3,300
Total components that will not be reclassified subsequently to profit or loss	3,300	-	-3,300
Components that will be reclassified subsequently to profit or loss:			
Net gain (loss) on fair value of available-for-sale financial assets	812	-933	-1,745
Net gain on fair value of cash flow hedges	106	913	807
Exchange differences on translation of foreign operations	6,594	23,019	16,425
Total components that will be reclassified subsequently to profit or loss	7,512	22,999	15,487
Total other comprehensive income	10,812	22,999	12,187
Comprehensive income	28,638	43,362	14,724
Comprehensive income attributable to:			
Owners of the parent	27,207	41,566	14,359
Non-controlling interests	1,431	1,796	365

Consolidated Sales by Product Category

Half year ended September 30, 2013 and 2014

(Millions of yen)				
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%
<Imaging & Solutions>				
Office Imaging	707,853	722,003	14,150	2.0
Percentage of sales (%)	68.1	67.3		
Production Printing	82,943	88,914	5,971	7.2
Percentage of sales (%)	8.0	8.3		
Network System Solutions	133,236	144,181	10,945	8.2
Percentage of sales (%)	12.8	13.4		
Imaging & Solutions Total	924,032	955,098	31,066	3.4
Percentage of sales (%)	88.9	89.0		
<Industrial Products>				
Industrial Products	53,926	57,074	3,148	5.8
Percentage of sales (%)	5.2	5.3		
<Other>				
Other	61,287	60,616	-671	-1.1
Percentage of sales (%)	5.9	5.7		
Grand Total	1,039,245	1,072,788	33,543	3.2
Percentage of sales (%)	100.0	100.0		

Three months ended September 30, 2013 and 2014

(Millions of yen)				
	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%
<Imaging & Solutions>				
Office Imaging	344,624	362,288	17,664	5.1
Percentage of sales (%)	65.7	66.3		
Production Printing	43,617	46,924	3,307	7.6
Percentage of sales (%)	8.3	8.6		
Network System Solutions	75,203	75,418	215	0.3
Percentage of sales (%)	14.4	13.8		
Imaging & Solutions Total	463,444	484,630	21,186	4.6
Percentage of sales (%)	88.4	88.7		
<Industrial Products>				
Industrial Products	28,406	29,677	1,271	4.5
Percentage of sales (%)	5.4	5.4		
<Other>				
Other	32,698	32,043	-655	-2.0
Percentage of sales (%)	6.2	5.9		
Grand Total	524,548	546,350	21,802	4.2
Percentage of sales (%)	100.0	100.0		

*Each category includes the following product line:

Office Imaging	MFPs (multifunctional printers), copiers, laser printers, digital duplicators, facsimile, scanners, related parts & supplies, services, support and software
Production Printing	Cut sheet printer, continuous feed printer, related parts & supplies, services, support and software
Network System Solutions	Personal computers, servers, network equipment, related services, support and software
Industrial Products	Thermal media, optical equipment, electronic components and semiconductor devices
Other	Digital cameras

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Production Printing to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

Consolidated Sales by Geographic Area

Half year ended September 30, 2013 and 2014

	(Millions of yen)			
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%
<Domestic>	421,005	414,903	-6,102	-1.4
Percentage of sales (%)	40.5	38.7		
<Overseas>	618,240	657,885	39,645	6.4
Percentage of sales (%)	59.5	61.3		
The Americas	285,569	304,233	18,664	6.5
Percentage of sales (%)	27.5	28.4		
Europe, Middle East and Africa	241,701	254,447	12,746	5.3
Percentage of sales (%)	23.3	23.7		
Other	90,970	99,205	8,235	9.1
Percentage of sales (%)	8.7	9.2		
Grand Total	1,039,245	1,072,788	33,543	3.2
Percentage of sales (%)	100.0	100.0		

Three months ended September 30, 2013 and 2014

	(Millions of yen)			
	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%
<Domestic>	214,825	209,476	-5,349	-2.5
Percentage of sales (%)	41.0	38.3		
<Overseas>	309,723	336,874	27,151	8.8
Percentage of sales (%)	59.0	61.7		
The Americas	142,436	156,909	14,473	10.2
Percentage of sales (%)	27.2	28.7		
Europe, Middle East and Africa	119,533	126,352	6,819	5.7
Percentage of sales (%)	22.8	23.1		
Other	47,754	53,613	5,859	12.3
Percentage of sales (%)	9.0	9.9		
Grand Total	524,548	546,350	21,802	4.2
Percentage of sales (%)	100.0	100.0		

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Production Printing to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

(3) Condensed Consolidated Statement of Changes in Equity

(Millions of Yen)

	Common Stock	Additional paid-in capital	Treasury stock	Other components of equity		
				Remeasurement of defined benefit plan	Net gain on fair value of available-for-sale financial assets	Net gain(loss) on fair value of cash flow hedges
Balance as of April 1, 2013	135,364	186,083	-37,146	-	9,989	-861
Profit for the period						
Other comprehensive income (loss)				3,393	2,713	416
Comprehensive income:	-	-	-	3,393	2,713	416
Net change in treasury stock			-53			
Dividends declared and approved to owners						
Transfer from other components of equity to retained earnings				-3,393		
Total transactions with owners	-	-	-53	-3,393	-	-
Balance as of September 30, 2013	135,364	186,083	-37,199	-	12,702	-445

	Other components of equity		Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Total other components of equity				
Balance as of April 1, 2013	49,486	58,614	570,790	913,705	60,297	974,002
Profit for the period			28,092	28,092	2,808	30,900
Other comprehensive income (loss)	26,760	33,282		33,282	-159	33,123
Comprehensive income:	26,760	33,282	28,092	61,374	2,649	64,023
Net change in treasury stock				-53		-53
Dividends declared and approved to owners			-11,963	-11,963	-346	-12,309
Transfer from other components of equity to retained earnings		-3,393	3,393	-		-
Total transactions with owners	-	-3,393	-8,570	-12,016	-346	-12,362
Balance as of September 30, 2013	76,246	88,503	590,312	963,063	62,600	1,025,663

(Millions of Yen)

	Common Stock	Additional paid-in capital	Treasury stock	Other components of equity		
				Remeasurement of defined benefit plan	Net gain on fair value of available-for-sale financial assets	Net gain(loss) on fair value of cash flow hedges
Balance as of April 1, 2014	135,364	186,083	-37,278	-	11,848	-221
Profit for the period						
Other comprehensive income (loss)					-1,240	417
Comprehensive income:	-	-	-	-	-1,240	417
Net change in treasury stock			-9			
Dividends declared and approved to owners						
Transfer from other components of equity to retained earnings						
Total transactions with owners	-	-	-9	-	-	-
Balance as of September 30, 2014	135,364	186,083	-37,287	-	10,608	196

	Other components of equity		Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	Total equity
	Exchange differences on translation of foreign operations	Total other components of equity				
Balance as of April 1, 2014	108,277	119,904	625,340	1,029,413	64,983	1,094,396
Profit for the period			33,979	33,979	2,863	36,842
Other comprehensive income (loss)	13,812	12,989		12,989	84	13,073
Comprehensive income:	13,812	12,989	33,979	46,968	2,947	49,915
Net change in treasury stock			-1	-10		-10
Dividends declared and approved to owners			-11,961	-11,961	-364	-12,325
Transfer from other components of equity to retained earnings				-		-
Total transactions with owners	-	-	-11,962	-11,971	-364	-12,335
Balance as of September 30, 2014	122,089	132,893	647,357	1,064,410	67,566	1,131,976

(4) Condensed Consolidated Statement of Cash Flows

(Millions of yen)

	Half year ended September 30, 2013	Half year ended September 30, 2014
I. Cash Flows from Operating Activities:		
Profit for the period	30,900	36,842
Adjustments to reconcile profit for the period to net cash provided by operating activities—		
Depreciation and amortization	52,362	53,951
Share of loss of investments accounted for using the equity method	35	32
Finance income and costs	1,741	247
Income tax expenses	19,257	18,747
Decrease in trade and other receivables	6,629	15,809
Increase in inventories	-6,778	-11,604
Increase in lease receivables	-22,202	-13,181
Decrease in trade and other payables	-17,716	-39,254
Decrease in accrued pension and retirement benefits	-11,919	-10,115
Other, net	1,177	-15,086
Interest and dividends received	1,130	1,347
Interest paid	-3,876	-3,333
Income taxes paid	-12,524	-15,284
Net cash provided by operating activities	38,216	19,118
II. Cash Flows from Investing Activities:		
Proceeds from sales of property, plant and equipment	55	316
Expenditures for property, plant and equipment	-35,545	-38,655
Expenditures for intangible assets	-17,903	-17,132
Payments for purchases of available-for-sale securities	-36	-87
Proceeds from sales of available-for-sale securities	7,031	158
Decrease (increase) in time deposits	-126	76
Purchase of business, net of cash acquired	-566	-4,535
Other, net	-1,943	-2,600
Net cash used in investing activities	-49,033	-62,459
III. Cash Flows from Financing Activities:		
Net proceeds (repayments) of short-term debt	-7,240	10,479
Proceeds from long-term debt	73,135	105,743
Repayments of long-term debt	-54,954	-55,801
Proceeds from issuance of bonds	20,000	20,000
Repayments of bonds	-1,818	-35,000
Dividends paid	-11,963	-11,961
Payments for purchase of treasury stock	-52	-11
Other, net	-346	-364
Net cash provided by financing activities	16,762	33,085
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	2,262	3,799
V. Net Increase (decrease) in Cash and Cash Equivalents	8,207	-6,457
VI. Cash and Cash Equivalents at Beginning of Year	117,051	140,047
VII. Cash and Cash Equivalents at End of Period	125,258	133,590

(5) Notes on premise going concern

Not applicable

(6) Segment Information

(a) Operating Segment Information

Half year ended September 30, 2013 and 2014

	(Millions of yen)			
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%
Imaging & Solutions:				
Sales:				
Unaffiliated customers	924,032	955,098	31,066	3.4
Intersegment	-	-	-	
Total	924,032	955,098	31,066	3.4
Operating expenses	838,657	873,484	34,827	4.2
Operating profit	85,375	81,614	-3,761	-4.4
Operating profit on sales in Imaging & Solutions (%)	9.2	8.5		
Industrial Products:				
Sales:				
Unaffiliated customers	53,926	57,074	3,148	5.8
Intersegment	2,031	1,853	-178	-8.8
Total	55,957	58,927	2,970	5.3
Operating expenses	53,203	56,410	3,207	6.0
Operating profit	2,754	2,517	-237	-8.6
Operating profit on sales in Industrial Products (%)	4.9	4.3		
Other:				
Sales:				
Unaffiliated customers	61,287	60,616	-671	-1.1
Intersegment	-	-	-	
Total	61,287	60,616	-671	-1.1
Operating expenses	61,803	60,448	-1,355	-2.2
Operating profit (loss)	-516	168	684	-
Operating profit (loss) on sales in Other (%)	-0.8	0.3		
Corporate and Eliminations:				
Sales:				
Intersegment	-2,031	-1,853	178	
Total	-2,031	-1,853	178	-
Operating expenses:				
Intersegment	-2,031	-1,853	178	
Corporate	35,680	28,431	-7,249	
Total	33,649	26,578	-7,071	-
Operating loss	-35,680	-28,431	7,249	-
Consolidated:				
Sales:				
Unaffiliated customers	1,039,245	1,072,788	33,543	3.2
Intersegment	-	-	-	
Total	1,039,245	1,072,788	33,543	3.2
Operating expenses	987,312	1,016,920	29,608	3.0
Operating profit	51,933	55,868	3,935	7.6
Operating profit on consolidated sales (%)	5.0	5.2		

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Imaging & Solutions to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

Three months ended September 30, 2013 and 2014

(Millions of yen)

	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%
Imaging & Solutions:				
Sales:				
Unaffiliated customers	463,444	484,630	21,186	4.6
Intersegment	-	-	-	-
Total	463,444	484,630	21,186	4.6
Operating expenses	416,311	442,713	26,402	6.3
Operating profit	47,133	41,917	-5,216	-11.1
Operating profit on sales in Imaging & Solutions (%)	10.2	8.6		
Industrial Products:				
Sales:				
Unaffiliated customers	28,406	29,677	1,271	4.5
Intersegment	1,062	941	-121	-11.4
Total	29,468	30,618	1,150	3.9
Operating expenses	27,788	29,753	1,965	7.1
Operating profit	1,680	865	-815	-48.5
Operating profit on sales in Industrial Products (%)	5.7	2.8		
Other:				
Sales:				
Unaffiliated customers	32,698	32,043	-655	-2.0
Intersegment	-	-	-	-
Total	32,698	32,043	-655	-2.0
Operating expenses	32,576	30,731	-1,845	-5.7
Operating profit	122	1,312	1,190	975.4
Operating profit on sales in Other (%)	0.4	4.1		
Corporate and Eliminations:				
Sales:				
Intersegment	-1,062	-941	121	-
Total	-1,062	-941	121	-
Operating expenses:				
Intersegment	-1,062	-941	121	-
Corporate	19,241	15,395	-3,846	-
Total	18,179	14,454	-3,725	-
Operating loss	-19,241	-15,395	3,846	-
Consolidated:				
Sales:				
Unaffiliated customers	524,548	546,350	21,802	4.2
Intersegment	-	-	-	-
Total	524,548	546,350	21,802	4.2
Operating expenses	494,854	517,651	22,797	4.6
Operating profit	29,694	28,699	-995	-3.4
Operating profit on consolidated sales (%)	5.7	5.3		

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Imaging & Solutions to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

(b) Geographic Segment Information

Half year ended September 30, 2013 and 2014

	(Millions of yen)			
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%
Japan:				
Sales:				
Unaffiliated customers	436,235	430,595	-5,640	-1.3
Intersegment	219,722	224,482	4,760	2.2
Total	655,957	655,077	-880	-0.1
Operating expenses	621,876	625,092	3,216	0.5
Operating profit	34,081	29,985	-4,096	-12.0
Operating profit on sales in Japan (%)	5.2	4.6		
The Americas:				
Sales:				
Unaffiliated customers	285,264	304,414	19,150	6.7
Intersegment	4,052	4,189	137	3.4
Total	289,316	308,603	19,287	6.7
Operating expenses	282,567	299,372	16,805	5.9
Operating profit	6,749	9,231	2,482	36.8
Operating profit on sales in the Americas (%)	2.3	3.0		
Europe, Middle East and Africa:				
Sales:				
Unaffiliated customers	238,972	252,579	13,607	5.7
Intersegment	398	543	145	36.4
Total	239,370	253,122	13,752	5.7
Operating expenses	231,561	243,243	11,682	5.0
Operating profit	7,809	9,879	2,070	26.5
Operating profit on sales in Europe, Middle East and Africa (%)	3.3	3.9		
Other:				
Sales:				
Unaffiliated customers	78,774	85,200	6,426	8.2
Intersegment	112,021	122,004	9,983	8.9
Total	190,795	207,204	16,409	8.6
Operating expenses	182,298	197,877	15,579	8.5
Operating profit	8,497	9,327	830	9.8
Operating profit on sales in Other (%)	4.5	4.5		
Corporate and Eliminations:				
Sales:				
Intersegment	-336,193	-351,218	-15,025	
Total	-336,193	-351,218	-15,025	-
Operating expenses	-330,990	-348,664	-17,674	-
Operating loss	-5,203	-2,554	2,649	-
Consolidated:				
Sales:				
Unaffiliated customers	1,039,245	1,072,788	33,543	3.2
Intersegment	-	-	-	
Total	1,039,245	1,072,788	33,543	3.2
Operating expenses	987,312	1,016,920	29,608	3.0
Operating profit	51,933	55,868	3,935	7.6
Operating profit on consolidated sales (%)	5.0	5.2		

Three months ended September 30, 2013 and 2014

(Millions of yen)

	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%
Japan:				
Sales:				
Unaffiliated customers	223,347	218,366	-4,981	-2.2
Intersegment	111,321	115,890	4,569	4.1
Total	334,668	334,256	-412	-0.1
Operating expenses	318,616	319,949	1,333	0.4
Operating profit	16,052	14,307	-1,745	-10.9
Operating profit on sales in Japan (%)	4.8	4.3		
The Americas:				
Sales:				
Unaffiliated customers	142,130	157,139	15,009	10.6
Intersegment	2,273	2,506	233	10.3
Total	144,403	159,645	15,242	10.6
Operating expenses	139,731	155,248	15,517	11.1
Operating profit	4,672	4,397	-275	-5.9
Operating profit on sales in the Americas (%)	3.2	2.8		
Europe, Middle East and Africa:				
Sales:				
Unaffiliated customers	118,250	125,369	7,119	6.0
Intersegment	221	315	94	42.5
Total	118,471	125,684	7,213	6.1
Operating expenses	112,863	120,408	7,545	6.7
Operating profit	5,608	5,276	-332	-5.9
Operating profit on sales in Europe, Middle East and Africa (%)	4.7	4.2		
Other:				
Sales:				
Unaffiliated customers	40,821	45,476	4,655	11.4
Intersegment	59,183	64,914	5,731	9.7
Total	100,004	110,390	10,386	10.4
Operating expenses	94,739	104,312	9,573	10.1
Operating profit	5,265	6,078	813	15.4
Operating profit on sales in Other (%)	5.3	5.5		
Corporate and Eliminations:				
Sales:				
Intersegment	-172,998	-183,625	-10,627	-
Total	-172,998	-183,625	-10,627	-
Operating expenses	-171,095	-182,266	-11,171	-
Operating loss	-1,903	-1,359	544	-
Consolidated:				
Sales:				
Unaffiliated customers	524,548	546,350	21,802	4.2
Intersegment	-	-	-	-
Total	524,548	546,350	21,802	4.2
Operating expenses	494,854	517,651	22,797	4.6
Operating profit	29,694	28,699	-995	-3.4
Operating profit on consolidated sales (%)	5.7	5.3		

-APPENDIX-

1. Consolidated Sales by Product Category

Half year ended September 30, 2013 and 2014

	(Millions of yen)					
	Half year ended September 30, 2013	Half year ended September 30, 2014	Change	%	Change excluding exchange impact	%
<Imaging & Solutions>						
Office Imaging	707,853	722,003	14,150	2.0	-9,840	-1.4
Percentage of sales (%)	68.1	67.3				
Domestic	228,400	223,299	-5,101	-2.2	-5,101	-2.2
Overseas	479,453	498,704	19,251	4.0	-4,739	-1.0
Production Printing	82,943	88,914	5,971	7.2	2,507	3.0
Percentage of sales (%)	8.0	8.3				
Domestic	15,034	15,170	136	0.9	136	0.9
Overseas	67,909	73,744	5,835	8.6	2,371	3.5
Network System Solutions	133,236	144,181	10,945	8.2	9,199	6.9
Percentage of sales (%)	12.8	13.4				
Domestic	107,447	105,912	-1,535	-1.4	-1,535	-1.4
Overseas	25,789	38,269	12,480	48.4	10,734	41.6
Imaging & Solutions Total	924,032	955,098	31,066	3.4	1,866	0.2
Percentage of sales (%)	88.9	89.0				
Domestic	350,881	344,381	-6,500	-1.9	-6,500	-1.9
Overseas	573,151	610,717	37,566	6.6	8,366	1.5
The Americas	273,948	292,143	18,195	6.6	6,417	2.3
Europe, Middle East and Africa	230,084	241,512	11,428	5.0	-3,920	-1.7
Other	69,119	77,062	7,943	11.5	5,869	8.5
<Industrial Products>						
Industrial Products	53,926	57,074	3,148	5.8	1,752	3.2
Percentage of sales (%)	5.2	5.3				
Domestic	18,070	18,483	413	2.3	413	2.3
Overseas	35,856	38,591	2,735	7.6	1,339	3.7
The Americas	9,271	10,051	780	8.4	376	4.1
Europe, Middle East and Africa	8,194	9,593	1,399	17.1	891	10.9
Other	18,391	18,947	556	3.0	72	0.4
<Other>						
Other	61,287	60,616	-671	-1.1	-991	-1.6
Percentage of sales (%)	5.9	5.7				
Domestic	52,054	52,039	-15	-0.0	-15	-0.0
Overseas	9,233	8,577	-656	-7.1	-976	-10.6
The Americas	2,350	2,039	-311	-13.2	-380	-16.2
Europe, Middle East and Africa	3,423	3,342	-81	-2.4	-294	-8.6
Other	3,460	3,196	-264	-7.6	-302	-8.7
Grand Total	1,039,245	1,072,788	33,543	3.2	2,627	0.3
Percentage of sales (%)	100.0	100.0				
Domestic	421,005	414,903	-6,102	-1.4	-6,102	-1.4
Percentage of sales (%)	40.5	38.7				
Overseas	618,240	657,885	39,645	6.4	8,729	1.4
Percentage of sales (%)	59.5	61.3				
The Americas	285,569	304,233	18,664	6.5	6,413	2.2
Percentage of sales (%)	27.5	28.4				
Europe, Middle East and Africa	241,701	254,447	12,746	5.3	-3,323	-1.4
Percentage of sales (%)	23.3	23.7				
Other	90,970	99,205	8,235	9.1	5,639	6.2
Percentage of sales (%)	8.7	9.2				

*Each category includes the following product line:

Office Imaging	MFPs (multifunctional printers), copiers, laser printers, digital duplicators, facsimile, scanners, related parts & supplies, services, support and software
Production Printing	Cut sheet printer, continuous feed printer, related parts & supplies, services, support and software
Network System Solutions	Personal computers, servers, network equipment, related services, support and software
Industrial Products	Thermal media, optical equipment, electronic components and semiconductor devices
Other	Digital cameras

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Production Printing to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

Three months ended September 30, 2013 and 2014

(Millions of yen)

	Three months ended September 30, 2013	Three months ended September 30, 2014	Change	%	Change excluding exchange impact	%
<Imaging & Solutions>						
Office Imaging	344,624	362,288	17,664	5.1	5,515	1.6
Percentage of sales (%)	65.7	66.3				
Domestic	108,436	109,854	1,418	1.3	1,418	1.3
Overseas	236,188	252,434	16,246	6.9	4,097	1.7
Production Printing	43,617	46,924	3,307	7.6	1,435	3.3
Percentage of sales (%)	8.3	8.6				
Domestic	7,890	7,863	-27	-0.3	-27	-0.3
Overseas	35,727	39,061	3,334	9.3	1,462	4.1
Network System Solutions	75,203	75,418	215	0.3	-757	-1.0
Percentage of sales (%)	14.4	13.8				
Domestic	61,116	54,877	-6,239	-10.2	-6,239	-10.2
Overseas	14,087	20,541	6,454	45.8	5,482	38.9
Imaging & Solutions Total	463,444	484,630	21,186	4.6	6,193	1.3
Percentage of sales (%)	88.4	88.7				
Domestic	177,442	172,594	-4,848	-2.7	-4,848	-2.7
Overseas	286,002	312,036	26,034	9.1	11,041	3.9
The Americas	136,546	150,690	14,144	10.4	7,019	5.1
Europe, Middle East and Africa	113,848	119,741	5,893	5.2	173	0.2
Other	35,608	41,605	5,997	16.8	3,849	10.8
<Industrial Products>						
Industrial Products	28,406	29,677	1,271	4.5	502	1.8
Percentage of sales (%)	5.4	5.4				
Domestic	9,417	9,318	-99	-1.1	-99	-1.1
Overseas	18,989	20,359	1,370	7.2	601	3.2
The Americas	4,732	5,259	527	11.1	280	5.9
Europe, Middle East and Africa	4,080	4,894	814	20.0	618	15.1
Other	10,177	10,206	29	0.3	-297	-2.9
<Other>						
Other	32,698	32,043	-655	-2.0	-816	-2.5
Percentage of sales (%)	6.2	5.9				
Domestic	27,966	27,564	-402	-1.4	-402	-1.4
Overseas	4,732	4,479	-253	-5.3	-414	-8.7
The Americas	1,158	960	-198	-17.1	-246	-21.2
Europe, Middle East and Africa	1,605	1,717	112	7.0	28	1.7
Other	1,969	1,802	-167	-8.5	-196	-10.0
Grand Total	524,548	546,350	21,802	4.2	5,879	1.1
Percentage of sales (%)	100.0	100.0				
Domestic	214,825	209,476	-5,349	-2.5	-5,349	-2.5
Percentage of sales (%)	41.0	38.3				
Overseas	309,723	336,874	27,151	8.8	11,228	3.6
Percentage of sales (%)	59.0	61.7				
The Americas	142,436	156,909	14,473	10.2	7,053	5.0
Percentage of sales (%)	27.2	28.7				
Europe, Middle East and Africa	119,533	126,352	6,819	5.7	819	0.7
Percentage of sales (%)	22.8	23.1				
Other	47,754	53,613	5,859	12.3	3,356	7.0
Percentage of sales (%)	9.0	9.9				

*Each category includes the following product line:

Office Imaging	MFPs (multifunctional printers), copiers, laser printers, digital duplicators, facsimile, scanners, related parts & supplies, services, support and software
Production Printing	Cut sheet printer, continuous feed printer, related parts & supplies, services, support and software
Network System Solutions	Personal computers, servers, network equipment, related services, support and software
Industrial Products	Thermal media, optical equipment, electronic components and semiconductor devices
Other	Digital cameras

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Production Printing to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.

2. Forecast of Consolidated Performance

(Billions of yen)

	Half year ended Sept. 30, 2014		Half year ending March 31, 2015		Year ending March 31, 2015	
	Results	Change %	Forecast	Change %	Forecast	Change %
Sales	1,072.7	3.2	1,187.3	2.7	2,260.0	2.9
Gross profit	446.4	6.3	489.6	8.0	936.0	7.2
Operating profit	55.8	7.6	84.2	23.0	140.0	16.3
Profit before income tax expenses	55.5	10.8	79.5	16.9	135.0	14.3
Profit attributable to owners of the parent	33.9	21.0	46.1	2.9	80.0	9.9
Earnings per share attributable to owners of the parent- basic (yen)	46.87	-	63.48	-	110.35	-
Earnings per share attributable to owners of the parent- diluted (yen)	-	-	-	-	-	-
Capital expenditures	38.6		47.4		86.0	
Depreciation	35.7		38.3		74.0	
R&D expenditures	58.1		62.9		121.0	
Exchange rate (Yen/US\$)	103.05		100.00		101.53	
Exchange rate (Yen/EURO)	138.94		140.00		139.47	

3. Forecast of Consolidated Sales by Product Category

(Billions of yen)

	Year ended March 31, 2014		Half year ending March 31, 2015		Year ending March 31, 2015		
	Results	Forecast	Forecast (Note)	Forecast	Change %	Forecast (Note)	Change %
<Imaging & Solutions>							
Office Imaging	1,476.7	794.1	797.8	1,516.1	2.7	1,495.8	1.3
Domestic	484.7	266.5	266.5	489.7	1.0	489.7	1.0
Overseas	992.0	527.6	531.3	1,026.3	3.4	1,006.0	1.4
Production Printing	180.0	106.0	106.8	194.9	8.2	192.2	6.8
Domestic	32.2	18.3	18.3	33.4	3.9	33.4	3.9
Overseas	147.8	87.7	88.5	161.4	9.2	158.7	7.4
Network System Solutions	308.0	164.3	164.5	308.4	0.2	306.9	-0.3
Domestic	250.1	119.4	119.4	225.3	-9.9	225.3	-9.9
Overseas	57.8	44.9	45.1	83.1	43.9	81.6	41.2
Imaging & Solutions Total	1,964.8	1,064.4	1,069.1	2,019.4	2.8	1,994.9	1.5
Domestic	767.1	404.2	404.2	748.5	-2.4	748.5	-2.4
Overseas	1,197.7	660.2	664.9	1,270.9	6.1	1,246.4	4.1
The Americas	565.0	301.0	306.3	593.1	5.0	586.6	3.8
Europe, Middle East and Africa	494.4	276.7	274.8	518.2	4.8	500.9	1.3
Other	138.2	82.5	83.8	159.5	15.4	158.7	14.8
<Industrial Products>							
Industrial Products	110.0	59.6	59.9	116.6	6.1	115.5	5.1
Domestic	36.0	19.2	19.2	37.6	4.7	37.6	4.7
Overseas	73.9	40.4	40.7	78.9	6.7	77.8	5.3
The Americas	19.1	11.2	11.3	21.2	11.0	20.9	9.4
Europe, Middle East and Africa	16.9	9.6	9.5	19.1	13.3	18.5	9.8
Other	37.9	19.6	19.9	38.5	1.7	38.3	1.2
<Other>							
Other	120.8	63.3	63.2	123.9	2.6	123.4	2.2
Domestic	102.0	53.7	53.7	105.7	3.6	105.7	3.6
Overseas	18.7	9.6	9.5	18.1	-3.0	17.7	-5.2
The Americas	4.9	2.7	2.7	4.7	-4.9	4.6	-6.3
Europe, Middle East and Africa	7.7	4.3	4.2	7.6	-0.8	7.3	-4.9
Other	6.0	2.6	2.6	5.7	-4.3	5.7	-4.9
Grand Total	2,195.6	1,187.3	1,192.2	2,260.0	2.9	2,234.0	1.7
Domestic	905.1	477.1	477.1	892.0	-1.5	892.0	-1.5
Overseas	1,290.5	710.2	715.1	1,368.0	6.0	1,342.0	4.0
The Americas	589.1	314.9	320.3	619.1	5.1	612.2	3.9
Europe, Middle East and Africa	519.1	290.6	288.5	545.0	5.0	526.8	1.5
Other	182.2	104.7	106.3	203.9	11.9	202.9	11.3

(Note) Excluding foreign exchange impact

* The compilation method has been changed from this fiscal year such as reclassification of certain products from Production Printing to Industrial Products. Prior year comparative figures have been also reclassified to conform to the current year's presentation.