

Consolidated Balance Sheets

KONICA CORPORATION AND CONSOLIDATED SUBSIDIARIES
March 31, 1999 and 1998

	Millions of yen		Thousands of U.S. dollars (Note 2)
	1999	1998	1999
ASSETS			
Current Assets:			
Cash and cash equivalents.....	¥ 40,053	¥ 42,815	\$ 328,303
Marketable securities (Note 3)	28,939	36,661	237,205
Trade receivables (Note 4):			
Notes.....	27,069	31,225	221,877
Accounts.....	125,257	130,175	1,026,697
Less: Allowance for doubtful receivables	(7,599)	(6,705)	(62,287)
Inventories:			
Finished goods	76,929	86,648	630,566
Work in process and raw materials	42,899	53,436	351,631
Deferred income taxes (Note 7)	5,688	7,788	46,623
Other current assets	10,005	10,813	82,008
Total current assets	349,240	392,856	2,862,623
Investments and Other Assets:			
Investment securities (Note 3)	15,180	15,147	124,426
Investments in and loans to unconsolidated subsidiaries and affiliates (Note 4)	3,647	8,798	29,894
Long-term loans.....	3,346	3,111	27,426
Deferred income taxes (Note 7)	21,036	—	172,426
Other assets.....	28,249	36,346	231,549
	71,458	63,402	585,721
Property, Plant and Equipment, at Cost (Note 6):			
Land.....	20,579	19,887	168,680
Buildings and structures	109,834	103,386	900,279
Machinery and equipment	290,258	285,123	2,379,164
Construction in progress	5,003	10,642	41,008
	425,674	419,038	3,489,131
Less: Accumulated depreciation	(264,140)	(259,165)	(2,165,082)
	161,534	159,873	1,324,049
Costs in Excess of Net Assets Acquired	—	72	—
Adjustments on Foreign Currency Statement Translation	6,969	12,860	57,123
	¥589,201	¥629,063	\$4,829,516

The accompanying Notes to Consolidated Financial Statements are an integral part of these statements.

	Millions of yen		Thousands of U.S. dollars (Note 2)
	1999	1998	1999
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current Liabilities:			
Short-term loans (Note 5)	¥122,212	¥131,023	\$1,001,738
Current portion of long-term debt (Note 6)	26,901	24,260	220,500
Trade payables (Note 4):			
Notes	38,861	48,269	318,533
Accounts	57,273	89,361	469,451
Accrued expenses	23,276	21,518	190,787
Accrued income taxes (Note 7)	1,831	5,623	15,008
Other current liabilities	11,009	4,183	90,237
Total current liabilities	281,363	324,237	2,306,254
Long-Term Liabilities:			
Long-term debt (Note 6)	98,769	79,009	809,582
Reserve for employees' retirement allowances	27,459	25,250	225,074
Other long-term liabilities	3,738	5,507	30,639
	129,966	109,766	1,065,295
Minority Interests	19,130	27,915	156,803
 Commitments and Contingent Liabilities (Note 9)			
 Shareholders' Equity (Note 8):			
Common stock, par value ¥50 per share:			
Authorized—800,000,000 shares			
Issued and outstanding—357,655,368 shares	37,519	37,519	307,533
Additional paid-in capital	79,343	79,343	650,352
Retained earnings	41,881	50,284	343,287
Less: Treasury common stock	(1)	(1)	(8)
	158,742	167,145	1,301,164
	¥589,201	¥629,063	\$4,829,516