

## CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

Konica Minolta Holdings, Inc. and Consolidated Subsidiaries  
For the fiscal years ended March 31, 2006 and 2005

	Millions of yen						
	Shares of issued common stock	Common stock	Additional paid-in capital	Retained earnings	Unrealized gains on securities	Foreign currency translation adjustments	Treasury stock
<b>Balance at March 31, 2004</b>	531,664,337	¥37,519	¥226,065	¥ 77,254	¥ 4,886	¥(9,721)	¥(576)
Gain on disposal of treasury stock			4				
Net income				7,524			
Increase due to subsidiaries newly consolidated and affiliates newly accounted for under the equity method				55			
Decrease due to subsidiaries excluded from consolidation				(9)			
Cash dividends				(5,310)			
Bonuses to directors and statutory auditors				(22)			
Net unrealized gains on securities					(106)		
Foreign currency translation adjustments						2,382	
Purchase of treasury stock							(215)
<b>Balance at March 31, 2005</b>	531,664,337	¥37,519	¥226,069	¥ 79,491	¥ 4,780	¥(7,339)	¥(791)
Net loss				(54,305)			
Increase due to subsidiaries newly consolidated				200			
Cash dividends				(2,654)			
Bonuses to directors and statutory auditors				(32)			
Effect of adoption of new accounting standards for retirement benefits by subsidiaries in the United Kingdom				(2,611)			
Net unrealized gains on securities					5,399		
Foreign currency translation adjustments						8,215	
Purchase of treasury stock							(123)
<b>Balance at March 31, 2006</b>	<b>531,664,337</b>	<b>¥37,519</b>	<b>¥226,069</b>	<b>¥ 20,088</b>	<b>¥10,180</b>	<b>¥ 875</b>	<b>¥(915)</b>

	Thousands of U.S. dollars (Note 3)						
	Shares of issued common stock	Common stock	Additional paid-in capital	Retained earnings	Unrealized gains on securities	Foreign currency translation adjustments	Treasury stock
<b>Balance at March 31, 2005</b>	531,664,337	\$319,392	\$1,924,483	\$ 676,692	\$40,691	\$(62,476)	\$(6,734)
Net loss				(462,288)			
Increase due to subsidiaries newly consolidated				1,703			
Cash dividends				(22,593)			
Bonuses to directors and statutory auditors				(272)			
Effect of adoption of new accounting standards for retirement benefits by subsidiaries in the United Kingdom				(22,227)			
Net unrealized gains on securities					45,961		
Foreign currency translation adjustments						69,933	
Purchase of treasury stock							(1,047)
<b>Balance at March 31, 2006</b>	<b>531,664,337</b>	<b>\$319,392</b>	<b>\$1,924,483</b>	<b>\$ 171,005</b>	<b>\$86,660</b>	<b>\$ 7,449</b>	<b>\$(7,789)</b>

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