

Report of Independent Certified Public Accountants

KONICA CORPORATION AND CONSOLIDATED SUBSIDIARIES

Coopers
& Lybrand

**Chuo
Audit
Corporation**

certified public accountants

Head office:
Kasumigaseki Building
32nd Floor
3-2-5 Kasumigaseki
Chiyoda-ku
Tokyo 100-6088

telephone:(03)3581-6281

To: The Board of Directors of
KONICA CORPORATION

We have audited the accompanying consolidated balance sheets of KONICA CORPORATION and its subsidiaries as of March 31, 1999 and 1998, and the related consolidated statements of income, retained earnings, and cash flows for the years then ended, all expressed in Japanese Yen. Our audits were made in accordance with auditing standards, procedures and practices generally accepted and applied in Japan and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the consolidated financial statements referred to above present fairly the consolidated financial position of KONICA CORPORATION and its subsidiaries as of March 31, 1999 and 1998, and the consolidated results of their operations and their cash flows for the years then ended in conformity with accounting principles and practices generally accepted in Japan (see Note 1 (a)) applied on a consistent basis.

The amounts expressed in U.S. Dollars, provided solely for the convenience of the reader, have been translated on the basis set forth in Note 2 to the accompanying consolidated financial statements.

Chuo Audit Corporation

Tokyo, Japan
June 29, 1999

Chuo Audit Corporation is a member of Coopers & Lybrand International, a limited liability association incorporated in Switzerland.