August 6, 2015

Fiscal Year ending March 31, 2016
First Quarter Consolidated Financial Results
[IFRS]
April 1, 2015 – June 30, 2015

Konica Minolta, Inc.

Stock exchange listings:	Tokyo (First Sections)
Local securities code number:	4902
URL:	http://konicaminolta.com
Listed company name:	Konica Minolta, Inc.
Representative:	Shoei Yamana, President and CEO, Representative Executive Officer
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Telephone number:	(81) 3-6250-2100
Scheduled date for submission of securities report:	August 12, 2015
Scheduled date for dividends payment:	-
Availability of supplementary information:	Yes
Organization of financial results briefing:	Yes (for institutional investors)

(Units of less than 1 million yen have been omitted.)

1. Overview of the 1Q performance (From April 1, 2015 to June 30, 2015)

(1) Business performance

Percentage figures represent the change from the same period of the previous year.

[Millions of yen]

	Revenue		Operating profit		Profit before tax		Profit for the period	
Three months ended June 30, 2015	248,643	9.7%	10,022	(30.3)%	10,395	(28.2)%	6,570	(29.7)%
Three months ended June 30, 2014	226,634	—	14,384	—	14,471	—	9,344	—

[Millions of yen]

	Profit attributable to owners of the company		Total comprehensive income	
Three months ended June 30, 2015	6,592	(29.6)%	15,707	173.7%
Three months ended June 30, 2014	9,365	—	5,739	—

	Basic earnings per share attributable to owners of the company	Diluted earnings per share attributable to owners of the company
Three months ended June 30, 2015	13.19 yen	13.15 yen
Three months ended June 30, 2014	18.34 yen	18.29 yen

(Note) Basic earnings per share attributable to owners of the company and diluted earnings per share attributable to owners of the company are calculated based on the profit attributable to owners of the company.

(2) Financial position

[Millions of yen]

	Total assets	Total equity	Equity attributable to owners of the company	Equity ratio attributable to owners of the company
As of June 30, 2015	974,734	533,326	532,527	54.6 %
As of March 31, 2015	994,256	529,504	528,432	53.1 %

2. Dividends per share

[yen]

	1Q	2Q	3Q	Year-end	Total annual
Fiscal Year ended Mar 2015	-	10.00	-	10.00	20.00
Fiscal Year ending Mar 2016	-				
Fiscal Year ending Mar 2016 (forecast)		15.00	-	15.00	30.00

Note: Change to the latest dividend forecast announced: None

3. Consolidated results forecast for fiscal year ending March 31, 2016
(From April 1, 2015 to March 31, 2016)

Percentage figures for the full year represent the change from the previous fiscal year.

[Millions of yen]

	Revenue	%	Operating profit	%	Profit attributable to owners of the company	%	Basic earnings per share attributable to owners of the company
Full year	1,100,000	9.7	77,000	17.1	50,000	22.1	100.71 yen

Note: Change to the latest consolidated results forecast announced: None

At the Board of Directors meeting held on May 13, 2015, the Company approved the item related to the acquisition of its own shares based on Article 156 of the Company Law, which is applicable in accordance with Article 165, Paragraph 3 of the same law. As a result, basic earnings per share attributable to owners of the company in the consolidated results forecasts for the year ending March 31, 2016 has been stated after factoring in the impact of the Company's acquisition of its own shares.

■ Notes

(1) Changes in status of material subsidiaries during the quarter under review (Changes to specified subsidiaries accompanying the additional consolidation or removal from consolidation of companies): None

(2) Changes in accounting policy, or changes in accounting estimates
a. Changes in accounting policies required by IFRS: Yes
b. Changes in accounting policy other than "a.": None
c. Changes in accounting estimates: None
Note: For more detailed information, please see "Changes in accounting policy" in section 2. SUMMARY INFORMATION (NOTES) on page 7.

(3) Number of shares (common stock)

a. Issued shares at period-end (including treasury shares)

As of June 30, 2015:	502,664,337 shares
As of March 31, 2015:	511,664,337 shares

b. Treasury shares at period-end

As of June 30, 2015:	5,187,749 shares
As of March 31, 2015:	9,801,071 shares

c. Average number of outstanding shares during the period

Three months ended June 30, 2015:	499,947,567 shares
Three months ended June 30, 2014:	510,557,337 shares

■ Presentation of Present Status of Quarterly Review Procedures

This "First Quarter Consolidated Financial Results" is not subject to quarterly review procedures in accordance with the Financial Instruments and Exchange Law and, as of the date of publication of these quarterly consolidated financial results, the quarterly review procedures for the Condensed Consolidated Financial Statements are currently in progress.

■ Explanation of Appropriate Use of Performance Projections and Other Special Items

(Note on forward-looking statements)
This document contains projections of performance and other projections that were made based on information currently available and certain assumptions judged to be reasonable. The Konica Minolta Group makes no warranty as to the achievability of the projections. There is a possibility that diverse factors may cause actual performance, etc. to differ materially from the projections. Please see "(3) Qualitative Information on the Consolidated Results Forecast" in section 1. CONSOLIDATED OPERATING RESULTS on page 6 for more information on points to be remembered in connection with assumptions for projections and the use of projections.

(How to obtain supplementary information and information on a financial results briefing)
Konica Minolta, Inc. will hold a financial results briefing for institutional investors on Thursday, August 6, 2015. Descriptions at the briefing and presentation slides to be used at the briefing will be posted on the website of the Group immediately after the briefing.

Supplementary Information

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1. ANALYSIS of BUSINESS PERFORMANCE and FINANCIAL POSITION

(1) Qualitative Information on the Consolidated Business Performance

a. Overview of Performance

[Billions of yen]

	Three months ended June 30, 2015	Three months ended June 30, 2014	Increase (Decrease)	
Revenue	248.6	226.6	22.0	9.7%
Gross profit	119.7	112.8	6.8	6.1%
Operating profit	10.0	14.3	(4.3)	-30.3%
Profit before tax	10.3	14.4	(4.0)	-28.2%
Profit attributable to owners of the company	6.5	9.3	(2.7)	-29.6%
Basis of calculating basic quarterly earnings per share [yen]	13.19	18.34	(5.15)	-28.1%
Capital expenditure	7.8	14.1	(6.3)	-44.7%
Depreciation and amortization expenses	12.5	11.2	1.2	11.5%
Research and development expenses	19.2	18.1	1.1	6.1%
Free cash flow	(21.1)	(6.5)	(14.6)	—
Number of employees (consolidated) [persons]	42,321	41,317	1,004	2.4%
Foreign exchange rates [yen]				
US dollar	121.36	102.16	19.20	18.8%
euro	134.16	140.07	(5.91)	-4.2%

In the first quarter of this fiscal year (hereafter, “this quarter”), consolidated net sales of the Konica Minolta Group (“the Group”) amounted to ¥248.6 billion, an increase of 9.7% year on year. Higher revenue in the Business Technologies Business and Healthcare Business compensated for lower revenue in the Industrial Business, while the effect of the weak yen against the dollar also contributed to sales growth.

Operating profit totaled ¥10 billion, down 30.3% year on year. Although higher sales for mainstay products in the Business Technologies Business and Healthcare Business resulted in higher profit, gross profit fell along with lower sales in the Industrial Business and, as a result, profit declined. The effect of the stronger yen against the euro in the first half of this quarter also pushed down profit.

The ¥4.3 billion decline in operating profit reflects ¥3.5 billion in special factors, namely ¥2.0 billion in one-off expenses for structural reforms carried out in this quarter, and ¥1.5 billion in gains on sales of assets posted in the first quarter of the previous fiscal year.

Profit before tax totaled ¥10.3 billion, down 28.2% year on year, as a result of improvements in net financial income.

As a result, Profit attributable to owners of the company was down 29.6% year on year to ¥6.5 billion.

<Structural reforms carried out in this quarter>

In line with its Medium Term Business Plan, TRANSFORM 2016, Konica Minolta Inc. (“the Company”) worked to establish a more strong corporate structure, to improve its earning power as a manufacturing company and to bolster its human resources. In particular, the Company views reducing selling, general and administrative expenses company-wide as an urgent management issue, and has set up special early retirement program for general employees and managers at the Company as part of this effort. Accordingly, ¥2.0 billion in special extra retirement payments was posted in this quarter.

The Company and group companies both in Japan and overseas will continue to take the necessary actions to build a strong corporate structure.

b. Overview by Segment

[Billions of yen]

	Three months ended June 30, 2015	Three months ended June 30, 2014	Increase (Decrease)	
Business Technologies Business				
Net revenue - external	201.7	179.7	22.0	12.3%
Operating profit	13.2	12.9	0.3	2.6%
Healthcare Business				
Net revenue - external	17.8	16.0	1.8	11.2%
Operating profit	0.1	0.0	0.0	53.1%
Industrial Business				
Net revenue - external	28.1	30.0	(1.8)	-6.3%
Operating profit	5.8	7.8	(2.0)	-25.6%

i. Business Technologies Business

In the office services field, A3 color MFPs (multi-functional peripherals) sustained their momentum in this quarter, with sales volume increasing in all regions relative to the previous fiscal year. Sales volume increased for monochrome MFPs in Europe and China and in the OEM business over the previous year. Hybrid-type sales that combine MFPs with IT services achieved further success, mainly in Europe and the United States. With the aim of strengthening this sales system even more, the Group acquired SymQuest Group, Inc. (headquartered in Vermont), a dealer with a strong track record in hybrid-type sales in the United States.

In the commercial and industrial printing field, for the mainstay production print field, there was a significant increase in sales, primarily in Europe and the United States, of the “bizhub PRESS C1100,” a top-of–the-line digital color printing system launched last summer. This helped shift the sales mix towards high-end models. In addition, with the aim of expanding its business substantially in India, where growth has stood out among emerging countries, the Group acquired the production print business of Monotech Systems Limited, a major dealer headquartered in Chennai. The sales sites of the newly acquired business will be integrated with the Group’s existing direct sales network, enabling the provision of high-customer-satisfaction service and support direct from manufacturer to customers throughout India. Sales of MPM (Marketing Print Management) services, which support the optimization of printing material costs and the improvement of business processes in a company’s marketing department, increased significantly, partly due to the addition of Ergo Asia Pty Limited (headquartered in Australia) as a consolidated subsidiary in the second quarter of the previous fiscal year. In the industrial inkjet business, sales of inkjet printheads and other components for large-format printers were strong.

As a result, revenue of the Business Technologies Business to external customers stood at ¥201.7 billion, up 12.3% year on year, and operating profit was ¥13.2 billion, up 2.6% year on year. Profitability came under pressure from higher selling, general and administrative expenses resulting from efforts to reinforce sales, as well as negative effects from the stronger yen relative to the euro. These and other factors were offset by cost reductions and by the impact of increased sales volume, resulting in higher sales and profit.

ii. Healthcare Business

In this quarter, results recovered in Japan after a slump in the first quarter of the previous fiscal year following the consumption tax rate hike, and were steady in the United States and India, where the sales system has been reinforced.

In the mainstay digital X-ray diagnostic imaging systems, sales of Computed Radiography (CR) and diagnostic ultrasound systems significantly increased in Japan, while sales of cassette-type Digital Radiography (DR) expanded overseas. In film products, sales in China were lackluster, and sales volume fell below levels of the same quarter of the previous fiscal year in Japan and overseas. At the same time, in light of the steady shift from analog to digital taking place in emerging countries, the Group signed an agreement to purchase Sawae Tecnologia Ltda. (headquartered in Minas Gerais, Brazil), an X-ray system equipment manufacturer that has been expanding throughout Brazil. By leveraging Sawae’s sales network, the Group will accelerate sales growth for the Group’s digital products in Brazil, where demand is expected to expand significantly.

As a result of these factors, revenue of the Healthcare Business to external customers amounted to ¥17.8 billion, an increase of 11.2% year on year. Operating profit was ¥126 million, up 53.1% from the ¥82 million recorded in the same period of the previous fiscal year.

iii. Industrial Business

In the performance materials field, the sales volume of VA-TAC films for increasing viewing angle for large LCD TVs and other TAC films was in line with the previous fiscal year, but sales of TAC film for notebook PCs decreased after robust demand in the first half of 2014. As a result, the sales volume for TAC films overall declined over the previous fiscal year.

In the field of optical systems for industrial use, sales of measuring instruments and lenses for industrial and professional use were strong. Sales of lenses to the compact digital camera market, which continues to shrink, and sales of lens units for mobile phones, a business that is in the process of being downsized by the Company, both fell below the levels of the previous fiscal year. In the measuring instruments business, one of the Group’s designated growth areas, the Group signed an agreement to acquire Radiant Vision Systems, LLC (headquartered in Washington), a sophisticated US company in this sector, with the aim of expanding further into the visual surface inspection market in such areas as display measurement.

As a result, revenue of the Industrial Business to external customers stood at ¥28.1 billion, down 6.3% year on year, and operating profit was ¥5.8 billion, down 25.6% year on year.

(2) Qualitative Information on the Consolidated Financial Position

a. Analysis of Financial Position

		June 30, 2015	March 31, 2015	Increase (Decrease)
Total assets	[Billions of yen]	974.7	994.2	(19.5)
Total equity	[Billions of yen]	533.3	529.5	3.8
Equity attributable to owners of the company	[Billions of yen]	532.5	528.4	4.0
Equity ratio attributable to owners of the company	[%]	54.6	53.1	1.5

Total assets at the end of the first quarter of the consolidated fiscal year under review were down ¥19.5 billion (2.0%) from the previous fiscal year-end, to ¥974.7 billion. Total current assets decreased ¥32.0 billion (5.6%) to ¥538.5 billion (55.3% to total assets) and total non-current assets increased ¥12.5 billion (3.0%) to ¥436.1 billion (44.7% to total assets).

With respect to current assets, cash and cash equivalents decreased ¥37.8 billion from the previous fiscal year-end to ¥139.6 billion, and trade and other receivables decreased ¥3.7 billion to ¥249.1 billion, while inventories increased ¥7.8 billion to ¥128.6 billion.

With respect to non-current assets, property, plant and equipment increased ¥1.5 billion from the previous fiscal year-end to ¥183.1 billion despite overall ongoing depreciation, due primarily to capital investments in the Business Technologies Business. Goodwill and intangible assets increased ¥8.8 billion to ¥134.9 billion mainly due to acquisition. Other financial assets totaled ¥43.9 billion at the end of the first quarter, mainly due to an increase in investment securities of ¥1.4 billion attributable to the positive turnaround in the stock market.

Total liabilities at the end of the first quarter were ¥ 441.4 billion, a decrease of ¥23.3 billion (5.0%) from the previous fiscal year-end. Total current liabilities decreased ¥25.3 billion (9.0%) from the previous fiscal year-end to ¥256.5 billion, and total non-current liabilities increased ¥1.9 billion (1.1%) to ¥184.8 billion.

With respect to current liabilities, trade and other payables decreased ¥12.0 billion to ¥165.5 billion, bonds and borrowings decreased ¥5.7 billion to ¥47.5 billion, and income tax payables decreased ¥3.1 billion to ¥4.3 billion at the end of the first quarter. In addition, other current liabilities totaled ¥32.9 billion, due to a decrease in short-term employee benefits of ¥7.5 billion.

Non-current liabilities at the end of the first quarter totaled ¥63.1 billion as a result of an increase in retirement benefit liabilities of ¥1.1 billion.

Total equity at the end of the first quarter amounted to ¥533.3 billion, an increase of ¥3.8 billion (0.7%) from the previous fiscal year-end. Retained earnings decreased ¥9.5 billion from the previous fiscal year-end to ¥241.8 billion. This was the result of profit for the period of ¥6.5 billion and a decrease in retained earnings due to cash dividends of ¥5.0 billion and cancellation of the treasury shares of ¥11.0 billion.

Treasury shares decreased ¥4.3 billion from the previous fiscal year-end to negative ¥6.4 billion as a result of acquisition of the Company's own shares of ¥6.8 billion and cancellation of the treasury shares of ¥11.0 billion based on the resolutions at the Board of Directors meeting.

Other components of equity at the end of the first quarter totaled ¥55.1 billion, an increase of ¥9.2 billion from the previous fiscal year-end, due to an increase in exchange differences on translation of foreign operations of ¥8.2 billion and an increase in net gain on revaluation of financial assets measured at fair value of ¥1.1 billion.

As a result, equity attributable to owners of the company totaled ¥532.5 billion at the end of the first quarter, an increase of ¥4.0 billion (0.8%) from the previous fiscal year-end, and the equity ratio attributable to owners of the company increased 1.5 percentage points to 54.6%.

b. Cash Flows

[Billions of yen]

	Three months ended June 30, 2015	Three months ended June 30, 2014	Increase (Decrease)
Cash flows from operating activities	(4.5)	6.8	(11.4)
Cash flows from investing activities	(16.5)	(13.4)	(3.1)
Total (Free cash flow)	(21.1)	(6.5)	(14.6)
Cash flows from financing activities	(18.1)	(13.7)	(4.3)

During the first quarter of the fiscal year under review, net cash used in operating activities was ¥4.5 billion, while net cash used in investing activities, mainly associated with capital investment, totaled ¥16.5 billion. As a result, free cash flow (the sum of operating and investing activities) was an outflow of ¥21.1 billion.

Net cash used in financing activities was ¥18.1 billion.

In addition, cash and cash equivalents at the end of the first quarter of the consolidated fiscal year under review decreased ¥37.8 billion compared with the previous fiscal year-end to ¥139.6 billion, reflecting the effect of exchange rate changes on cash and cash equivalents.

The details of cash flows associated with each activity during the period are as follows.

Cash flows from operating activities

Net cash used in operating activities for the three months ended June 30, 2015 was ¥4.5 billion, compared to net cash provided of ¥6.8 billion in the same period of the previous fiscal year, as a result of cash inflow due to profit before tax of ¥10.3 billion, depreciation and amortization expenses of ¥12.5 billion and a decrease in trade and other receivables of ¥12.6 billion; and cash outflow due to a decrease in trade and other payables of ¥20.2 billion, income taxes paid of ¥6.4 billion, an increase in inventories of ¥4.8 billion and a decrease in short-term employee benefits of ¥4.7 billion.

Cash flows from investing activities

Purchases of property, plant and equipment amounted to ¥6.8 billion mainly attributable to capital investments in the Business Technologies Business. In addition, purchases of investments in subsidiaries of ¥4.6 billion and payments for transfer of business of ¥2.8 billion were recognized related to the Business Technologies Business. As a result, net cash used in investing activities was ¥16.5 billion, compared to net cash used of ¥13.4 billion in the same period of the previous fiscal year.

As a result, free cash flow (the sum of operating and investing activities) was an outflow of ¥21.1 billion (an outflow of ¥6.5 billion in the same period of the previous fiscal year).

Cash flows from financing activities

Net cash used in financing activities was ¥18.1 billion, compared to net cash used of ¥13.7 billion in the same period of the previous fiscal year, due to purchase of treasury shares of ¥6.8 billion, a decrease in short-term loans payable of ¥5.8 billion, and cash dividend paid of ¥4.9 billion.

(3) Qualitative Information on the Consolidated Results Forecast

The full-year forecasts for the fiscal year ending March 31, 2016 remain unchanged from the initial forecasts announced on May 13, 2015 as the Company's core businesses have been generally strong, in line with the business plan, although the outlook for internal and external business environments of the Company is still uncertain. Exchange rates used as the basis for performance forecasts for the remaining period of the fiscal year ending March 31, 2016 are unchanged from the initially assumed 120 yen against the US dollar and 130 yen against the euro.

In order to achieve the targets above, the Company is striving to enhance its earning power as a manufacturer in pursuing high-value-added businesses through a shift in the focus of our business and establishing a strong corporate structure through manufacturing and corporate innovation under the Medium Term Business Plan.

[Billions of yen]

	Results forecasts for the fiscal year ending March 31, 2016 (IFRS)	Actual results for the fiscal year ended March 31, 2015 (IFRS)
Revenue	1,100.0	1,002.7
Operating profit	77.0	65.7
Profit attributable to owners of the company	50.0	40.9
ROE (Note)	10.0%	8.7%

Notes: ROE = Profit attributable to owners of the company divided by the total of share capital, share premium, retained earnings and treasury shares (average at start of fiscal year and end of fiscal year).

ROE based on profit attributable to owners of the company divided by equity attributable to owners of the company (average at start of fiscal year and end of fiscal year) was 8.0% for the fiscal year ended March 31, 2015.

[Billions of yen]

	Revenue - external		Operating Profit	
	Results forecast for the fiscal year ending March 31, 2016	Actual results for the fiscal year ended March 31, 2015	Results forecast for the fiscal year ending March 31, 2016	Actual results for the fiscal year ended March 31, 2015
Business Technologies Business	890.0	808.2	84.0	72.6
Healthcare Business	85.0	78.5	4.0	2.1
Industrial Business	125.0	112.7	21.0	19.7

Note: The above results forecasts are based on future-related suppositions, outlooks and plans at the time this report was released, and they involve risks and uncertainties.

It should be noted that actual results may differ significantly from these forecasts due to various important factors, such as changes in economic conditions, market trends and currency exchange rates.

2. SUMMARY INFORMATION (NOTES)

Changes in accounting policy

The significant accounting policies applied to the Group’s condensed consolidated financial statements are identical to those applied to the consolidated financial statements for the previous fiscal year ended March 31, 2015, except for the accounting standard provided below.

The Group has applied the following standard from the three months ended June 30, 2015. The application of this standard had no material effect on the Group’s condensed consolidated financial statement.

Standard	Outline
IAS 19 Employee Benefits	Amendment of accounting for contributions from employees or third parties

3. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(1) Condensed Consolidated Statement of Financial Position

(Millions of yen)

	March 31, 2015	June 30, 2015
Assets		
Current assets		
Cash and cash equivalents	177,496	139,644
Trade and other receivables	252,962	249,169
Inventories	120,803	128,622
Income tax receivables	559	726
Other financial assets	1,715	808
Other current assets	16,431	18,943
Subtotal	569,968	537,915
Assets held for sale	672	684
Total current assets	570,640	538,599
Non-current assets		
Property, plant and equipment	181,641	183,193
Goodwill and intangible assets	126,132	134,964
Investments accounted for using the equity method	524	544
Other financial assets	41,420	43,993
Deferred tax assets	64,291	63,808
Other non-current assets	9,605	9,630
Total non-current assets	423,615	436,134
Total assets	994,256	974,734

(Millions of yen)

	March 31, 2015	June 30, 2015
Liabilities		
Current liabilities		
Trade and other payables	177,564	165,532
Bonds and borrowings	53,349	47,553
Income tax payables	7,522	4,326
Provisions	5,542	5,434
Other financial liabilities	1,020	819
Other current liabilities	36,889	32,916
Total current liabilities	281,889	256,583
Non-current liabilities		
Bonds and borrowings	112,236	112,239
Retirement benefit liabilities	62,039	63,152
Provisions	1,135	1,313
Other financial liabilities	539	512
Deferred tax liabilities	2,944	3,340
Other non-current liabilities	3,967	4,265
Total non-current liabilities	182,863	184,824
Total liabilities	464,752	441,408
Equity		
Share capital	37,519	37,519
Share premium	203,395	203,397
Retained earnings	251,323	241,804
Treasury shares	(10,727)	(6,421)
Subscription rights to shares	1,016	1,034
Other components of equity	45,905	55,191
Equity attributable to owners of the company	528,432	532,527
Non-controlling interests	1,071	799
Total equity	529,504	533,326
Total liabilities and equity	994,256	974,734

(2) Condensed Consolidated Statement of Profit or Loss

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Revenue	226,634	248,643
Cost of sales	113,750	128,907
Gross profit	112,884	119,735
Other income	2,274	742
Selling, general and administrative expenses	98,465	107,132
Other expenses	2,308	3,322
Operating profit	14,384	10,022
Finance income	749	1,014
Finance costs	663	638
Share of profit (loss) of investments accounted for using the equity method	1	(2)
Profit before tax	14,471	10,395
Income tax expense	5,127	3,825
Profit for the period	9,344	6,570
Profit attributable to		
Owners of the company	9,365	6,592
Non-controlling interests	(20)	(22)
Earnings per share		
Basic	18.34 yen	13.19 yen
Diluted	18.29 yen	13.15 yen

(3) Condensed Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit for the period	9,344	6,570
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit pension plans (net of tax)	17	(1)
Net gain (loss) on revaluation of financial assets measured at fair value (net of tax)	293	1,147
Share of other comprehensive income of investments accounted for using the equity method (net of tax)	(0)	(0)
Total items that will not be reclassified to profit or loss	310	1,145
Items that may be subsequently reclassified to profit or loss		
Net gain (loss) on derivatives designated as cash flow hedges (net of tax)	(109)	(153)
Exchange differences on translation of foreign operations (net of tax)	(3,806)	8,145
Total items that may be subsequently reclassified to profit or loss	(3,915)	7,991
Total other comprehensive income	(3,604)	9,136
Total comprehensive income	5,739	15,707
Total comprehensive income attributable to		
Owners of the company	5,749	15,875
Non-controlling interests	(10)	(167)

(4) Condensed Consolidated Statement of Changes in Equity

(Millions of yen)

	Share capital	Share premium	Retained earnings	Treasury shares	Subscription rights to shares	Other components of equity	Equity attributable to owners of the company	Non-controlling interests	Total equity
Balance at April 1, 2014	37,519	203,421	239,453	(17,322)	910	28,100	492,081	740	492,822
Profit for the period	—	—	9,365	—	—	—	9,365	(20)	9,344
Other comprehensive income (loss)	—	—	—	—	—	(3,615)	(3,615)	10	(3,604)
Total comprehensive income (loss)	—	—	9,365	—	—	(3,615)	5,749	(10)	5,739
Dividends	—	—	(3,862)	—	—	—	(3,862)	—	(3,862)
Acquisition and disposal of treasury shares	—	—	(19)	(4,184)	—	—	(4,203)	—	(4,203)
Share-based payments (Subscription rights to shares)	—	—	—	—	14	—	14	—	14
Changes in the consolidation scope	—	—	124	—	—	—	124	—	124
Transfer from other components of equity to retained earnings	—	—	18	—	—	(18)	—	—	—
Total transactions with owners	—	—	(3,738)	(4,184)	14	(18)	(7,926)	—	(7,926)
Balance at June 30, 2014	37,519	203,421	245,079	(21,507)	924	24,466	489,904	730	490,634

(Millions of yen)

	Share capital	Share premium	Retained earnings	Treasury shares	Subscription rights to shares	Other components of equity	Equity attributable to owners of the company	Non-controlling interests	Total equity
Balance at April 1, 2015	37,519	203,395	251,323	(10,727)	1,016	45,905	528,432	1,071	529,504
Profit for the period	—	—	6,592	—	—	—	6,592	(22)	6,570
Other comprehensive income (loss)	—	—	—	—	—	9,282	9,282	(145)	9,136
Total comprehensive income (loss)	—	—	6,592	—	—	9,282	15,875	(167)	15,707
Dividends	—	—	(5,018)	—	—	—	(5,018)	—	(5,018)
Acquisition and disposal of treasury shares	—	—	(2)	(6,780)	—	—	(6,782)	—	(6,782)
Cancellation of the treasury shares	—	—	(11,086)	11,086	—	—	—	—	—
Share-based payments (Subscription rights to shares)	—	—	—	—	18	—	18	—	18
Changes in the ownership interest in subsidiaries	—	2	—	—	—	—	2	(104)	(102)
Transfer from other components of equity to retained earnings	—	—	(3)	—	—	3	—	—	—
Total transactions with owners	—	2	(16,111)	4,306	18	3	(11,780)	(104)	(11,884)
Balance at June 30, 2015	37,519	203,397	241,804	(6,421)	1,034	55,191	532,527	799	533,326

(5) Condensed Consolidated Statement of Cash Flow

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Cash flows from operating activities		
Profit before tax	14,471	10,395
Depreciation and amortization expenses	11,227	12,520
Impairment losses	9	2
Share of profit or loss in investments accounted for using the equity method	(1)	2
Interest and dividend income	(746)	(684)
Interest expenses	584	570
(Gain) loss on sales and disposals of property, plant and equipment and intangible assets	(1,340)	111
(Increase) decrease in trade and other receivables	19,147	12,640
(Increase) decrease in inventories	(5,681)	(4,879)
Increase (decrease) in trade and other payables	(17,234)	(20,257)
Decrease in transfer of lease assets	(1,012)	(1,466)
Increase (decrease) in retirement benefit liabilities	(59)	416
Others	(7,347)	(7,506)
Subtotal	12,016	1,866
Dividends received	283	290
Interest received	461	411
Interest paid	(726)	(668)
Income taxes paid	(5,145)	(6,440)
Net cash flows from operating activities	6,889	(4,540)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,856)	(6,838)
Proceeds from sales of property, plant and equipment	4,049	425
Purchase of intangible assets	(1,558)	(1,625)
Purchase of investments in subsidiaries	―	(4,607)
Purchase of investment securities	(1)	(87)
Proceeds from sales of investment securities	2	287
Payments for loans receivable	(19)	(8)
Collection of loans receivable	231	72
Payments for transfer of business	(4,778)	(2,883)
Others	(2,481)	(1,331)
Net cash flows from investing activities	(13,413)	(16,597)
Cash flows from financing activities		
Increase (decrease) in short-term loans payable	(1,016)	(5,822)
Redemption of bonds and repayments of long-term loans payable	(5,463)	(619)
Purchase of treasury shares	(3,501)	(6,816)
Cash dividends paid	(3,773)	(4,915)
Payments for acquisition of interests in subsidiaries from non-controlling interests	―	(102)
Others	0	143
Net cash flows from financing activities	(13,754)	(18,132)
Effect of exchange rate changes on cash and cash equivalents	(494)	1,418
Net increase (decrease) in cash and cash equivalents	(20,772)	(37,852)
Cash and cash equivalents at the beginning of the period	188,489	177,496
Cash and cash equivalents at the end of the period	167,716	139,644

(6) Notes to the Condensed Consolidated Financial Statements

[Notes Regarding Going Concern Assumptions]

None.

[Other Expenses]

Components of other expenses are as follows.

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Special extra retirement payment (Note)	—	2,021
Loss on sales and disposals of property, plant and equipment and intangible assets	166	281
Others	2,142	1,020
Total	2,308	3,322

(Note) Special extra retirement payment for the three months ended June 30, 2015 includes extra retirement payment paid to retired employees related to an implementation of a special early retirement program.

[Share Capital and Treasury Shares]

(in shares)

	Number of authorized shares	Number of issued shares (Note 1) (Note 2)	Treasury shares
Balance at previous fiscal year-end (March 31, 2015)	1,200,000,000	511,664,337	9,801,071
Increase (Note 3)	—	—	4,417,237
Decrease (Note 4)	—	9,000,000	9,030,559
Balance at end of period (June 30, 2015)	1,200,000,000	502,664,337	5,187,749

(Note 1) Shares issued by the Company are non-par value ordinary shares.

(Note 2) Issued shares have been fully paid.

(Note 3) 4,414,800 shares of treasury shares (¥6,810 million) were acquired during the three months ended June 30, 2015, based on the resolutions at the Board of Directors meeting held on May 13, 2015.

(Note 4) 9,000,000 shares of treasury shares (¥11,086 million) were canceled on June 30, 2015, based on the resolutions at the Board of Directors meeting held on May 13, 2015.

[Segment Information]

(a) Reportable segments

Reportable segments of the Konica Minolta Group (“the Group”) are the constituent business units of the Group for which separate financial data are available and that are examined on a regular basis for the purpose of enabling the Group’s management to decide on the allocation of resources and evaluate results of operations. The Group establishes business segments by product and service category and formulates comprehensive strategies and conducts business activities in Japan and overseas for the products and services of each business category. Consequently, the operations of the Group are divided into business segments based on products and services of each business category. This results in three reportable business segments: “Business Technologies Business,” “Healthcare Business” and “Industrial Business.” “Others” includes the planetarium business and other businesses not included in these reportable segments.

The business content of each reportable segment is as follows:

	Business content	
Business Technologies Business	<Office Services> Development, manufacture and sales of multi-functional peripherals (MFPs) and IT services, and the provision of related consumables, solutions and services	<Commercial/Industrial Print> Development, manufacture and sales of digital printing systems, various printing services and industrial inkjet printers, and the provision of related consumables, solutions and services
Healthcare Business	Development, manufacture, sales and provision of services for diagnostic imaging systems (digital X-ray diagnostic imaging systems, diagnostic ultrasound systems, etc.)	
Industrial Business	<Industrial Optical Systems> Development, manufacture and sales of measuring instruments, lenses for industrial and professional use, etc.	<Performance Materials> Development, manufacture and sales of TAC films used in liquid crystal displays, Organic Light Emitting Diode (OLED) lighting, functional films, etc.

(b) Information on reportable segments

Information on each reportable segment of the Group is provided below. Segment profit refers to operating profit.

Three Months Ended June 30, 2014

(Millions of yen)

	Reportable segments				Others	Total
	Business Technologies Business	Healthcare Business	Industrial Business	Total		
Revenue						
External	179,739	16,071	30,070	225,881	752	226,634
Intersegment (Note)	454	21	520	996	5,156	6,153
Total	180,194	16,093	30,590	226,877	5,909	232,787
Segment profit	12,933	82	7,880	20,896	111	21,008

(Note) Intersegment revenue is based on market prices, etc.

Three Months Ended June 30, 2015

(Millions of yen)

	Reportable segments				Others	Total
	Business Technologies Business	Healthcare Business	Industrial Business	Total		
Revenue						
External	201,797	17,876	28,184	247,858	784	248,643
Intersegment (Note)	525	77	938	1,542	4,767	6,309
Total	202,323	17,954	29,123	249,400	5,552	254,952
Segment profit	13,275	126	5,862	19,264	231	19,495

(Note) Intersegment revenue is based on market prices, etc.

Differences between the amount of “Totals” for reportable segments and the amount of “condensed consolidated statement of profit or loss” and the principal content of these differences are provided below.

(Millions of yen)

Revenue	Three months ended June 30, 2014	Three months ended June 30, 2015
Total revenue of reportable segments	226,877	249,400
Revenue categorized in “Others”	5,909	5,552
Total of reportable segments and “Others”	232,787	254,952
Adjustments (Note)	(6,153)	(6,309)
Revenue reported in condensed consolidated statement of profit or loss	226,634	248,643

(Note) Adjustments are intersegment eliminations.

(Millions of yen)

Profit	Three months ended June 30, 2014	Three months ended June 30, 2015
Total operating profit of reportable segments	20,896	19,264
Operating profit categorized in “Others”	111	231
Total of reportable segments and “Others”	21,008	19,495
Adjustments (Note)	(6,624)	(9,473)
Operating profit reported in condensed consolidated statement of profit or loss	14,384	10,022

(Note) Adjustments include intersegment eliminations and corporate expenses, which are mainly general administration expenses and basic research expenses not attributed to any reportable segment.

[Events After the Reporting Period]

As of August 3, 2015, the Group used cash to acquire 100% of shareholding of Radiant Vision Systems, LLC ("Radiant"), a US-based leading provider of testing and measurement systems for flat panel displays. Radiant develops and offers fully integrated testing and measurement systems precisely engineered to meet specific customer requirements in the global display testing and measurement industry.

Through the acquisition of Radiant, the Group will solidify the foundation of its business of optical systems for industrial use within the Industrial Business by integrating Radiant's products and solutions with the existing business of light-source color measurement.

Furthermore, to pursue its future growth, the Group will gain the technological strength necessary to enter the field of manufacturing inspection systems, including visual surface inspections, where automation and integration will improve productivity.

Fair value of the consideration for acquisition will be determined at the base amount of US$230 million adjusted to the final value based on the Statement of Financial Position of Radiant as of the acquisition date. Detailed information related to the accounting for this business combination is not disclosed since the initial accounting for acquisition of shareholding of Radiant has not been completed as of the date for submission of the First Quarter Consolidated Financial Results for the fiscal year ending March 31, 2016.

Pro-forma financial information assuming the business combination of Radiant was executed as of April 1, 2015, the beginning of this first quarter, is not disclosed since the Group has just acquired the shareholding of Radiant and accurate financial information of Radiant immediately prior to the acquisition is currently unavailable.