FUJIFILM

Financial Results (Consolidated) for the Nine months ended December 31, 2016

FUJIFILM Holdings Corporation January 31, 2017

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President and Chief Operating Officer

Projected date of Quarterly report: February 13, 2017 Projected date of the beginning of cash dividends: -

Reference materials regarding operating results of the current quarter to be prepared: Yes

Meeting to explain operating results of the current quarter to be held: Yes

(Consolidated financial statements are prepared in accordance with accounting principles generally accepted in the United States of America.)

1. Results of Nine months ended December 31, 2016 (From April 1, 2016 to December 31, 2016)

(1) OPERATING RESULTS

Amount Unit: Millions of yen unless otherwise specified / Figures are rounded off to the nearest million yen

%: Changes from the corresponding period of the previous fiscal year

	Revenue		Operating income		Income before income taxes		Net income attributable to FUJIFILM Holdings	
		%		%		%		%
Nine months ended Dec. 31, 2016	1,702,904	(7.5)	114,139	(14.8)	126,162	(11.0)	76,928	(8.8)
Nine months ended Dec. 31, 2015	1,841,490	1.5	133,920	7.6	141,742	(7.5)	84,384	(10.1)

Note: Comprehensive income

Nine months ended Dec. 31, 2016 ¥ 86,748 million (17.2 %) Nine months ended Dec. 31, 2015 ¥ 74,024 million ((70.6)%)

	Net income attributable to FUJIFILM Holdings per share	Net income attributable to FUJIFILM Holdings per share (Assuming full dilution)
	Yen	Yen
Nine months ended Dec. 31, 2016	172.51	171.90
Nine months ended Dec. 31, 2015	179.54	178.95

(2) FINANCIAL POSITION

	Total assets	Total equity (Net asset)	FUJIFILM Holdings shareholders' equity	FUJIFILM Holdings shareholders' equity ratio to total assets
				%
As of Dec. 31, 2016	3,333,183	2,299,260	2,066,684	62.0
As of March 31, 2016	3,363,674	2,283,832	2,054,453	61.1

2. Cash Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Year Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2016	-	32.50	-	32.50	65.00
Year ending March 31, 2017	-	35.00	-		
Year ending March 31, 2017 (Forecast)				35.00	70.00

Note: Changes in dividends forecast during the quarter under review: None

3. Forecast for the Fiscal Year ending March 31, 2017 (From April 1, 2016 to March 31, 2017)

Amount Unit: Millions of yen unless otherwise specified / Figures are rounded off to the nearest million yen

%: Changes from the corresponding period of the previous fiscal year

	Revenue		Operating income		Income before income taxes		Net income attributable to FUJIFILM Holdings		Net income attributable to FUJIFILM Holdings per share
		%		%		%		%	Yen
For the Year ending March 31, 2017	2,400,000	(3.7)	192,000	0.4	192,000	(1.3)	112,000	(9.2)	252.51

Note: Changes in forecast which was recently announced: None

Note: Net income attributable to FUJIFILM Holdings per share is calculated using the number of shares issued as of September 30, 2016 excluding treasury shares for the average number of shares for the relevant period.

Notes

(1) Changes in status of material subsidiaries during this quarter
(Company newly consolidated or removed from consolidation): None

(2) Adoption of simplified method of accounting or specific accounting treatments: None

(3) Changes in accounting principles
1. Changes in accounting policies accompanied by revisions of accounting standards: None
2. Changes in accounting policies other than 1. above: None

(4) Number of shares outstanding

1. Issued (including treasury stock):	As of Dec. 31, 2016	514,625,728	As of March 31, 2016	514,625,728
2. Treasury stock, at cost:	As of Dec. 31, 2016	77,008,890	As of March 31, 2016	64,128,303
3. Average number of shares:	Nine months ended Dec. 31, 2016	445,937,967	Nine months ended Dec. 31, 2015	470,003,157

Disclosure Regarding the Status of the Quarterly Review Process

This press release is out of scope of the quarterly review process based on the Financial Instruments and Exchange Law.
As of the press release date, the quarterly review process is ongoing.

Explanation of Appropriate Use of Forecast and Other Special Items

Statements regarding future events including forecasts of operating results are based on limited available information and reasonable assumptions as of today. The Company does not have an intention of guaranteeing the realization of the forecasts. Actual operating results are always subject to change significantly due to various matters. Assumptions for the forecasts and warnings for users of the forecasts are mentioned in the page 6, (3) Explanation on Projected Information on Forecasts of the Consolidated Operating Results in 1. QUALITATIVE INFORMATION ON OPERATING RESULTS DURING THE CURRENT QUARTER.

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1. QUALITATIVE INFORMATION ON OPERATING RESULTS DURING THE CURRENT QUARTER

(1) Explanation on Consolidated Operating Results

Amount Unit: Billions of yen

	Third Quarter ended December 31, 2016 From April 1, 2016 To December 31, 2016		Third Quarter ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Domestic revenue	41.4%	705.5	39.2%	721.6	(16.1)	(2.2)
Overseas revenue	58.6%	997.4	60.8%	1,119.9	(122.5)	(10.9)
Revenue	100.0%	1,702.9	100.0%	1,841.5	(138.6)	(7.5)
Operating income	6.7%	114.1	7.3%	133.9	(19.8)	(14.8)
Income before income taxes	7.4%	126.2	7.7%	141.7	(15.5)	(11.0)
Net income attributable to FUJIFILM Holdings	4.5%	76.9	4.6%	84.4	(7.5)	(8.8)
Exchange rates (Yen / US$)		¥107		¥122		¥(15)
Exchange rates (Yen / Euro)		¥118		¥134		¥(16)

Overviewing the global economy during the third quarter year to date of the fiscal year ending March 31, 2017 (April 1, 2016 through December 31, 2016), the general trend of gradual economic recovery persisted. In the United States, centering on the personal consumption, the trend of economic recovery persisted. In Europe, the trend of gradual economic recovery persisted coupled with a continuation of economic recovery in the United Kingdom. Asian countries as a whole showed gradual economic recovery, persisting an economic recovery in China. In Japan, the trend of gradual economic recovery persisted with the improvement in the employment and income environment.

Based on the medium-term management plan -VISION 2016 (April 1, 2014 through March 31, 2017)-, formulated in November 2014, the Fujifilm Group (the "Group") has been further expanding sales, market share, and operating income using the growth drivers of healthcare, highly functional materials, and document, with sales promotion and new product launches. FUJIFILM Corporation ("Fujifilm"), a wholly owned subsidiary of FUJIFILM Holdings Corporation (the "Company"), resolved at a board of directors on December 15, 2016 to acquire the common stock of Wako Pure Chemical Industries, Ltd. ("Wako Pure Chemical") through a tender offer under the Financial Instruments and Exchange Act (Act No. 25 of 1948, as amended). The Group will further expand its business in the areas of healthcare and highly functional materials by maximizing the existing businesses, developing and promoting highly competitive new products from significant synergies with Wako Pure Chemical. The Group is also accelerating the improvement of the profitability by improving productivity and efficiency in every corporate activity while maintaining business scales and advantages in the market of other business areas.

During the third quarter year to date of the fiscal year ending March 31, 2017, The Group recorded ¥1,702.9 billion in consolidated revenue (down 7.5% from the same period of the previous fiscal year), reflecting such factors as the negative impact of yen appreciation (¥140.0 billion), while the sales of such businesses as flat panel display (FPD) materials and electronic materials increased.

Operating income totaled ¥114.1 billion (down 14.8% from the same period of the previous fiscal year), reflecting such factors as the negative impact of yen appreciation (¥30.7 billion), while the improvement of profitability in each business continued. In addition, consolidated income before income taxes amounted to ¥126.2 billion (down 11.0% from the same period of the previous fiscal year) due to the positive impact of gains on sales of investment securities and the foreign exchange gains and other factors recorded as other income. Consolidated net income attributable to FUJIFILM Holdings totaled ¥76.9 billion (down 8.8% from the same period of the previous fiscal year).

The effective currency exchange rates for the U.S. dollar and the euro against the yen during the third quarter of this fiscal year were ¥107 and ¥118, respectively.

Revenue by Operating Segment

Amount Unit: Billions of yen

Segment	Third Quarter ended December 31, 2016 From April 1, 2016 To December 31, 2016	Third Quarter ended December 31, 2015 From April 1, 2015 To December 31, 2015	Change	
			Amount	%
Imaging Solutions	256.4	272.5	(16.1)	(5.9)
Information Solutions	656.7	700.5	(43.8)	(6.3)
Document Solutions	789.8	868.5	(78.7)	(9.0)
Consolidated Total	1,702.9	1,841.5	(138.6)	(7.5)

Operating Income (Loss) by Operating Segment

Amount Unit: Billions of yen

Segment	Third Quarter ended December 31, 2016 From April 1, 2016 To December 31, 2016	Third Quarter ended December 31, 2015 From April 1, 2015 To December 31, 2015	Change	
			Amount	%
Imaging Solutions	28.1	26.5	1.6	5.9
Information Solutions	56.8	61.7	(4.9)	(8.0)
Document Solutions	51.8	67.9	(16.1)	(23.7)
Corporate Expenses and Eliminations	(22.6)	(22.2)	(0.4)	-
Consolidated Total	114.1	133.9	(19.8)	(14.8)

Imaging Solutions

In the Imaging Solutions segment, consolidated revenue amounted to ¥256.4 billion (down 5.9% from the same period of the previous fiscal year), due to the negative impact of yen appreciation (¥31.0 billion) and other factors.

Consolidated operating income amounted to ¥28.1 billion (up 5.9% from the same period of the previous fiscal year), due to the recovery of profitability in each business, though the negative impacts on sales from yen appreciation were seen.

In the photo imaging business, sales of instant photo systems which enable users to enjoy on-the-spot printing of photos, such as the *instax* series and *instax* films, were strong especially in the United States and Europe. Fujifilm tried to expand sales by releasing the monochrome film, "*instax mini film Monochrome*" in October 2016 to show another way to have fun. Overall sales decreased due to the negative impact of yen appreciation, while the high-value-added printing businesses such as the *photobook* services expanded.

In the electronic imaging field of the optical device and electronic imaging business, sales increased due to the sales of the flagship models of the mirrorless digital camera such as *FUJIFILM X-Pro2*, which realized the best image quality and comfortable operability among *X Series,* and *FUJIFILM X-T2*, which has high-speed response and the high-precision autofocus function released in September 2016, and interchangeable lenses and other factors increased steadily. In the optical device field, sales decreased due to the sales decrease of camera modules for use in smartphones. Fujifilm tries to expand global market share in broadcast zoom lens with such products as those for use with 4K cameras, which were launched ahead of its competitor and highly appreciated in the aspects of imaging quality in the market.

Information Solutions

In the Information Solutions segment, consolidated revenue amounted to ¥656.7 billion (down 6.3% from the same period of the previous fiscal year) due to the negative impact of yen appreciation (¥58.0 billion) and other factors, while sales increased in the FPD materials business, electronic materials business and others.

Operating income amounted to ¥56.8 billion (down 8.0% from the same period of the previous fiscal year), reflecting such factors as the sales decline impacted by yen appreciation.

In the medical systems business, the overall sales decreased due to the negative impact of yen appreciation and other factors, while strong sales were seen in the growing field, In-vitro Diagnostics fields (IVD). In the X-ray imaging diagnostic field, sales of *CALNEO* (overseas name: *D-EVO*) series, DR cassette in the digital X-ray imaging diagnostic system, and others proceeded smoothly. In November 2016, Fujifilm started to sell "*FUJIFILM DR CALNEO AQRO"*, an ultra-light weight mobile digital X-ray system, accomplishing to cut down its weight to 1/5 compared to the previous model. In the medical IT field, integration archive system *SYNAPSE VNA* was launched in April 2016 in Japan, which can manage and keep centrally various medical care information such as diagnostic pictures and movies saved in its stand-alone system by department in a hospital as well as in picture archiving communication systems (PACS) of different companies. On top of that, *SYNAPSE 5*, which helps doctors diagnose more efficiently enabling to process and show images twice faster than before, was launched in May 2016. Fujifilm is strengthening more effective solutions to contribute to the diagnosis. In the endoscope field, the sales of the endoscope systems using laser light, under the brand name of *LASEREO,* equipped with high-quality image CMOS sensor and new endoscopic ultrasonography systems proceeded smoothly. In the ultrasound diagnostic field, Fujifilm strengthened its product lineups, releasing *SonoSite iViz*, small and light weight tablet typed product in May 2016 in Japan. In the field of In-vitro Diagnostics fields (IVD), Fujifilm launched a mycoplasma antigen inspection kit *"FUJI DRI-CHEM IMMUNO AG Cartridge Myco"* in October 2016, dedicated in vitro diagnostics reagent for use with the densitometry analysis machine *"FUJI DRI-CHEM IMMUNO AG1"*. Fujifilm will try to contribute to early diagnostics of mycoplasma pneumonia with quick, simple and precise test.

In the pharmaceutical business, revenue decreased mainly due to the influence of generic drugs in the small-molecular drugs, though the sales in Contract Development and Manufacturing Organization (CDMO) of biopharmaceuticals business proceeded smoothly. In the field of research and development, Fujifilm is promoting the development of pipeline, starting Phase III clinical trials of the new fluoroketolide antibacterial drug "*T-4288*" (*Solithromycin*) in Japan.

In the regenerative medicine business, Cellular Dynamics International, Inc. (CDI) in the United States established a Cooperative Research and Development Agreement, related to the treatment of retinal degenerative disease with the National Eye Institute in the United States. Moreover, CDI established a new company in the United States in order to develop cell therapy for treatment of retinal diseases utilizing iPS cells in cooperation with Dr. David Gamm, a world authority on treatment of retinal diseases. In September 2016, CDI was granted a patent in Japan related to technology required for the safe and efficient generation of iPS cells, following the United States and Australia. With the acquisition of this patent, Fujifilm aims to harness synergies across the Group, by leveraging assets including Fujifilm's engineering technology and the quality management systems in place at Japan Tissue Engineering Co., Ltd. ("J-TEC"), one of the Group companies, in order to expand its iPS cells contract manufacturing business.

In the life sciences business, overall sales increased, reflecting strong sales of high-function skin lotion of *ASTALIFT MOIST LOTION,* which was renewed in September 2016 and others.

Regarding the FPD materials business, revenue increased due to the strong sales of *WV film*, film for VA mode and film for IPS mode. Fujifilm is working to maintain sales of products for LCD TV, and to expand sales of high-end products for use in small and medium-sized displays. Moreover, Fujifilm is promoting the expansion of new business fields related to touch-panels and others.

In the industrial products business, overall sales decreased mainly due to the sales decrease in the existing businesses such as industrial-use X-ray films as well as the negative impact of yen appreciation, while the sales of new business of touch-panel sensor films *EXCLEAR* were strong.

Revenue in the electronic materials business increased, reflecting strong sales of such advanced products as photo resists and peripheral materials related to photolithography including developers and treatment agent, CMP slurries, Image Sensor Color Mosaic and others. Fujifilm aims to expand the electronic materials business by selling broad product lineups, including the business of Ultra Pure Solutions, Inc., which became a consolidated subsidiary of Fujifilm last year, to the customers centering on the large accounts.

Overall revenue in the recording media business increased, reflecting the sales of computer tape, which has unique technologies such as barium ferrite (BaFe) particles, proceeded smoothly. As a rapid increase in the data volume generated around the world is expected, Fujifilm is expanding the sales of products and services,

using BaFe particles and also encouraging the spread of its data archive service *d:ternity* to meet the long-term storage needs.

In the graphic systems business, overall sales decreased due to the negative impact of yen appreciation, while favorable sales were seen in digital printing devices and industrial inkjet printheads. Fujifilm has newly formed its Inkjet business division from Graphic System business division on January 1, 2017 to meet the diverse needs of the world by applying inkjet technology, and to work toward expanding this business. The Group plans to expand sales while drawing on its strengths as a group with integrated development capabilities in printing "heads", "ink" and "imaging processing" to create new businesses not only in the commercial printing field but also in new areas, where future growth is expected, such as industrial applications and 3D printing.

Document Solutions

In the Document Solutions segment, consolidated revenue amounted to ¥789.8 billion (down 9.0% from the same period of the previous fiscal year), due to the sales decrease in export shipments to the United States and Europe, centering on the office printer business, the negative impact of depreciation of Asian currencies (¥51.0 billion) and other factors.

Operating income amounted to ¥51.8 billion (down 23.7% from the same period of the previous fiscal year), reflecting the negative impact of yen appreciation, sales decrease in export shipments to the United States and Europe, and other factors.

Regarding the office products business, overall sales volume remained unchanged from the same period of the previous fiscal year. In Japan, sales volume decreased, reflecting the backlash against the replacement of devices in major domestic convenience stores in the previous fiscal year and other factors. In Asia-Oceania region, sales volume increased mainly due to the strong sales of monochrome multifunction devices in China. In export shipments to the United States and Europe, sales volume remained unchanged from the same period of the previous fiscal year. In December 2016, Fuji Xerox launched "*ApeosPort-VI C"* and "*DocuCentre-VI C"* series which can be linked with its own and other companies' cloud services, starting from Japan to Asia-Oceania region.

In the office printer business, overall sales volume decreased. While sales volume decreased in Japan and in export shipments to the United States and Europe, sales volume increased in Asia-Oceania region due to strong sales of monochrome models.

Regarding the production services business, overall sales volume decreased. Though sales volume in Asia-Oceania region and in export shipments to the United States and Europe decreased, sales volume in Japan increased, reflecting strong sales of printing system for mission-critical operations.

In the global services business, though revenue decreased due to the negative impact of depreciation of Asian currencies, managed print service business proceeded smoothly both in Japan and Asia-Oceania region.

(2) Explanation on the Consolidated Financial Position

At the end of the third quarter of the fiscal year ending March 31, 2017, total assets decreased by ¥30.5 billion, compared with the end of the previous fiscal year, to ¥3,333.2 billion, owing to a decrease in notes and accounts receivable and other factors. Total liabilities decreased by ¥45.9 billion, compared with the end of the previous fiscal year, to ¥1,033.9 billion. FUJIFILM Holdings shareholders' equity increased by ¥12.2 billion, compared with the end of the previous fiscal year, to ¥2,066.7 billion due to net income and other factors. As a result, the current ratio decreased by 20.6 percentage points, to 273.1%, the debt-equity ratio decreased by 2.6 percentage points, to 50.0%, and the equity ratio increased by 0.9 percentage points, to 62.0%, compared with the end of the previous fiscal year. The Company is confident that it is maintaining a stable level of asset liquidity and a sound capital structure.

(Cash Flows)

Amount Unit: Billions of yen

	Third Quarter ended December 31, 2016 From April 1, 2016 To December 31, 2016	Third Quarter ended December 31, 2015 From April 1, 2015 To December 31, 2015	Change
Net cash provided by operating activities	190.0	143.8	46.2
Net cash used in investing activities	(65.9)	(124.5)	58.6
Net cash used in financing activities	(80.5)	(127.5)	47.0

During the third quarter of the fiscal year ending March 31, 2017, net cash provided by operating activities totaled ¥190.0 billion, due to a decrease in notes and accounts receivable and other factors. Net cash used in investing activities amounted to ¥65.9 billion, mainly due to the purchases of property, plant and equipment. Thus, free cash flows—or the sum of cash flows from operating and investing activities— were ¥124.1 billion. Net cash used in financing activities amounted to ¥80.5 billion, due to the buyback of company shares, the payments of dividends and other factors.

As a result, cash and cash equivalents at the end of the quarter under review amounted to ¥643.7 billion, up ¥42.8 billion from the end of the previous fiscal year.

(3) Explanation on Projected Information on Forecasts of the Consolidated Operating Results

Regarding consolidated performance in the fiscal year ending March 31, 2017, the Company keeps its forecasts unchanged of ¥2,400.0 billion in revenue (down 3.7% from the previous fiscal year), operating income of ¥192.0 billion (up 0.4% from the previous fiscal year), income before income taxes of ¥192.0 billion (down 1.3% from the previous fiscal year), and net income attributable to FUJIFILM Holdings of ¥112.0 billion (down 9.2% from the previous fiscal year).

The projected currency exchange rates for the U.S. dollar and the euro against the yen for the fourth quarter of the fiscal year ending March 31, 2017 are ¥105 and ¥115, respectively.

The Company concluded that the year-end cash dividends would be paid at ¥35.00 per share. Together with the interim cash dividends of ¥35.00 per share, cash dividends applicable to the fiscal year under review are expected to be paid at ¥70.00 per share, up ¥5.00 per share from the previous fiscal year.

In the event of successful completion of the tender offer, Wako Pure Chemical will be a consolidated subsidiary of the Company on Apr. 21, 2017. Therefore, the Company expects no impact on the consolidated financial results of the fiscal year ending March 31, 2017.

2. MATTERS RELATING TO SUMMARY (OTHER) INFORMATION

(1) Changes in Status of Material Subsidiaries during This Quarter (Company Newly Consolidated or Removed from Consolidation): None

(2) Adoption of Simplified Method of Accounting or Specific Accounting Treatments: None

(3) Changes in Accounting Principles: None

3. OVERVIEW OF MATERIAL EVENTS REGARDING THE GOING CONCERN ASSUMPTION: NONE

Note: This document is a faithful translation into English of an earnings report prepared in Japanese by FUJIFILM Holdings Corporation in accordance with Tokyo Stock Exchange guidelines.
Accordingly, the explanations for each business segment may include references to products that are marketed under different product names overseas or are not marketed overseas and may also include references to product marketing periods that differ by region.

4. CONSOLIDATED FINANCIAL STATEMENTS

(1) Consolidated Balance Sheets

Amount Unit: Millions of yen

	As of December 31, 2016	As of March 31, 2016	Change
ASSETS			
Current assets:			
Cash and cash equivalents	643,712	600,897	42,815
Marketable securities	3,001	28,012	(25,011)
Notes and accounts receivable:			
Trade and finance	618,038	658,550	(40,512)
Affiliated companies	23,129	26,444	(3,315)
Allowance for doubtful receivables	(20,560)	(21,107)	547
	620,607	663,887	(43,280)
Inventories	371,968	352,924	19,044
Prepaid expenses and other	136,220	143,610	(7,390)
Total current assets	1,775,508	1,789,330	(13,822)
Investments and long-term receivables:			
Investments in and advances to affiliated companies	29,074	29,635	(561)
Investment securities	151,070	144,472	6,598
Long-term finance and other receivables	167,263	173,269	(6,006)
Allowance for doubtful receivables	(3,306)	(3,567)	261
Total investments and long-term receivables	344,101	343,809	292
Property, plant and equipment:			
Land	91,369	91,596	(227)
Buildings	726,378	717,290	9,088
Machinery and equipment	1,743,062	1,723,915	19,147
Construction in progress	25,019	36,526	(11,507)
	2,585,828	2,569,327	16,501
Less accumulated depreciation	(2,060,092)	(2,035,198)	(24,894)
Total property, plant and equipment	525,736	534,129	(8,393)
Other assets:			
Goodwill, net	504,997	506,870	(1,873)
Other intangible assets, net	83,733	86,249	(2,516)
Other	99,108	103,287	(4,179)
Total other assets	687,838	696,406	(8,568)
Total assets	3,333,183	3,363,674	(30,491)

Amount Unit: Millions of yen

	As of December 31, 2016	As of March 31, 2016	Change
LIABILITIES			
Current liabilities:			
Short-term debt	135,818	55,305	80,513
Notes and accounts payable:			
Trade	223,068	232,073	(9,005)
Construction	15,614	23,421	(7,807)
Affiliated companies	4,239	3,834	405
	242,921	259,328	(16,407)
Accrued income taxes	22,423	18,469	3,954
Accrued liabilities	159,164	183,718	(24,554)
Other current liabilities	89,827	92,327	(2,500)
Total current liabilities	650,153	609,147	41,006
Long-term liabilities:			
Long-term debt	232,137	310,388	(78,251)
Accrued pension and severance costs	53,851	64,756	(10,905)
Customers' guarantee deposits and other	97,782	95,551	2,231
Total long-term liabilities	383,770	470,695	(86,925)
Total liabilities	1,033,923	1,079,842	(45,919)
EQUITY			
FUJIFILM Holdings shareholders' equity	40,363	40,363	-
Common stock, without par value:			
Authorized: 800,000,000 shares			
Issued: 514,625,728 shares			
Additional paid-in capital	76,132	75,780	352
Retained earnings	2,281,055	2,219,651	61,404
Accumulated other comprehensive income (loss)	(30,853)	(31,112)	259
Treasury stock, at cost	(300,013)	(250,229)	(49,784)
Total FUJIFILM Holdings shareholders' equity	2,066,684	2,054,453	12,231
Noncontrolling interests	232,576	229,379	3,197
Total equity	2,299,260	2,283,832	15,428
Total liabilities and equity	3,333,183	3,363,674	(30,491)

Note: Details of accumulated other comprehensive income (loss)

	As of December 31, 2016	As of March 31, 2016	Change
Unrealized gains (losses) on securities	50,995	50,864	131
Foreign currency translation adjustments	25,687	30,223	(4,536)
Pension liability adjustments	(106,080)	(109,747)	3,667
Unrealized gains (losses) on derivatives	(1,455)	(2,452)	997

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Consolidated Statements of Income)

Nine months ended December 31

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Sales		1,451,207		1,577,580	(126,373)	(8.0)
Rentals		251,697		263,910	(12,213)	(4.6)
	100.0	1,702,904	100.0	1,841,490	(138,586)	(7.5)
Cost of sales:						
Sales		915,348		1,002,574	(87,226)	(8.7)
Rentals		107,776		109,121	(1,345)	(1.2)
	60.1	1,023,124	60.4	1,111,695	(88,571)	(8.0)
Gross profit	39.9	679,780	39.6	729,795	(50,015)	(6.9)
Operating expenses:						
Selling, general and administrative	26.2	446,675	25.6	473,172	(26,497)	(5.6)
Research and development	7.0	118,966	6.7	122,703	(3,737)	(3.0)
	33.2	565,641	32.3	595,875	(30,234)	(5.1)
Operating income	6.7	114,139	7.3	133,920	(19,781)	(14.8)
Other income (expenses):						
Interest and dividend income		5,212		5,300	(88)	
Interest expense		(3,394)		(3,229)	(165)	
Foreign exchange gains (losses), net		2,052		(3,151)	5,203	
Gains (losses) on sales of investment securities, net		7,460		9,670	(2,210)	
Other, net		693		(768)	1,461	
	0.7	12,023	0.4	7,822	4,201	53.7
Income before income taxes	7.4	126,162	7.7	141,742	(15,580)	(11.0)
Income taxes	2.2	36,970	2.4	44,285	(7,315)	(16.5)
Equity in net earnings (losses) of affiliated companies	(0.1)	(2,030)	0.0	197	(2,227)	-
Net income	5.1	87,162	5.3	97,654	(10,492)	(10.7)
Less: Net (income) loss attributable to the noncontrolling interests	(0.6)	(10,234)	(0.7)	(13,270)	3,036	-
Net income attributable to FUJIFILM Holdings	4.5	76,928	4.6	84,384	(7,456)	(8.8)

Three months ended December 31

Amount Unit: Millions of yen

	Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Three months ended December 31, 2015 From October 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Sales		498,638		529,213	(30,575)	(5.8)
Rentals		83,329		86,213	(2,884)	(3.3)
	100.0	581,967	100.0	615,426	(33,459)	(5.4)
Cost of sales:						
Sales		310,899		329,832	(18,933)	(5.7)
Rentals		36,066		36,424	(358)	(1.0)
	59.6	346,965	59.5	366,256	(19,291)	(5.3)
Gross profit	40.4	235,002	40.5	249,170	(14,168)	(5.7)
Operating expenses:						
Selling, general and administrative	25.2	146,327	25.3	156,136	(9,809)	(6.3)
Research and development	6.5	38,008	6.5	39,785	(1,777)	(4.5)
	31.7	184,335	31.8	195,921	(11,586)	(5.9)
Operating income	8.7	50,667	8.7	53,249	(2,582)	(4.8)
Other income (expenses):						
Interest and dividend income		2,302		1,702	600	
Interest expense		(1,384)		(764)	(620)	
Foreign exchange gains (losses), net		9,690		(137)	9,827	
Gains (losses) on sales of investment securities, net		3,479		4,047	(568)	
Other, net		808		(954)	1,762	
	2.6	14,895	0.6	3,894	11,001	282.5
Income before income taxes	11.3	65,562	9.3	57,143	8,419	14.7
Income taxes	3.3	19,059	2.7	16,733	2,326	13.9
Equity in net earnings (losses) of affiliated companies	0.0	326	0.2	1,542	(1,216)	(78.9)
Net income	8.0	46,829	6.8	41,952	4,877	11.6
Less: Net (income) loss attributable to the noncontrolling interests	(0.5)	(3,445)	(0.7)	(4,514)	1,069	-
Net income attributable to FUJIFILM Holdings	7.5	43,384	6.1	37,438	5,946	15.9

(Consolidated Statements of Comprehensive Income)

Nine months ended December 31

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016	Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015	Change
Net income	87,162	97,654	(10,492)
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	295	(3,724)	4,019
Foreign currency translation adjustments	(6,059)	(21,366)	15,307
Pension liability adjustments	4,333	2,167	2,166
Unrealized gains (losses) on derivatives	1,017	(707)	1,724
Other comprehensive income (loss)	(414)	(23,630)	23,216
Comprehensive income (loss)	86,748	74,024	12,724
Less: Comprehensive income (loss) attributable to noncontrolling interests	(9,561)	(9,088)	(473)
Comprehensive income (loss) attributable to FUJIFILM Holdings	77,187	64,936	12,251

Three months ended December 31

Amount Unit: Millions of yen

	Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016	Three months ended December 31, 2015 From October 1, 2015 To December 31, 2015	Change
Net income	46,829	41,952	4,877
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	9,612	8,862	750
Foreign currency translation adjustments	110,903	97	110,806
Pension liability adjustments	173	325	(152)
Unrealized gains (losses) on derivatives	617	(338)	955
Other comprehensive income (loss)	121,305	8,946	112,359
Comprehensive income (loss)	168,134	50,898	117,236
Less: Comprehensive (income) loss attributable to noncontrolling interests	(13,794)	(5,281)	(8,513)
Comprehensive income (loss) attributable to FUJIFILM Holdings	154,340	45,617	108,723

(3) Consolidated Statements of Cash Flows

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016	Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015	Change
Operating activities			
Net income	87,162	97,654	(10,492)
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	86,362	88,023	(1,661)
(Gains) losses on sales of investment securities	(7,460)	(9,670)	2,210
Equity in net (gains) losses of affiliated companies, net of dividends received	2,668	502	2,166
Changes in operating assets and liabilities:			
Notes and accounts receivable	42,816	27,992	14,824
Inventories	(18,451)	(26,969)	8,518
Notes and accounts payable - trade	(11,325)	(2,444)	(8,881)
Accrued income taxes and other liabilities	(16,700)	(26,725)	10,025
Other	24,917	(4,611)	29,528
Subtotal	102,827	46,098	56,729
Net cash provided by operating activities	189,989	143,752	46,237
Investing activities			
Purchases of property, plant and equipment	(55,469)	(46,212)	(9,257)
Purchases of software	(15,351)	(17,666)	2,315
Proceeds from sales and maturities of marketable and investment securities	42,671	40,206	2,465
Purchases of marketable and investment securities	(15,658)	(29,817)	14,159
(Increase) decrease in time deposits, net	219	(523)	742
Increase in investments in and advances to affiliated companies	(4,478)	(2,450)	(2,028)
Acquisitions of businesses, net of cash acquired	(1,334)	(36,656)	35,322
Other	(16,516)	(31,338)	14,822
Net cash used in investing activities	(65,916)	(124,456)	58,540
Financing activities			
Proceeds from long-term debt	23,963	2,542	21,421
Repayments of long-term debt	(6,639)	(5,091)	(1,548)
Increase (decrease) in short-term debt, net	(15,229)	38,992	(54,221)
Cash dividends paid to shareholders	(30,165)	(31,974)	1,809
Subsidiaries' cash dividends paid to noncontrolling interests	(6,355)	(7,299)	944
Net purchases of stock for treasury	(50,014)	(124,641)	74,627
Other	3,965	-	3,965
Net cash used in financing activities	(80,474)	(127,471)	46,997
Effect of exchange rate changes on cash and cash equivalents	(784)	(5,699)	4,915
Net increase (decrease) in cash and cash equivalents	42,815	(113,874)	156,689
Cash and cash equivalents at beginning of period	600,897	726,888	(125,991)
Cash and cash equivalents at end of period	643,712	613,014	30,698

(4) Notes to Consolidated Financial Statements

Note Relating to the Going Concern Assumption

N/A

Segment Information

1. Nine months ended December 31

(A) Operating Segment Information

a. Revenue

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Imaging Solutions:						
External customers	15.1	256,351	14.8	272,477	(16,126)	(5.9)
Intersegment		1,887		2,287	(400)	-
Total		258,238		274,764	(16,526)	(6.0)
Information Solutions:						
External customers	38.6	656,680	38.0	700,559	(43,879)	(6.3)
Intersegment		966		1,363	(397)	-
Total		657,646		701,922	(44,276)	(6.3)
Document Solutions:						
External customers	46.3	789,873	47.2	868,454	(78,581)	(9.0)
Intersegment		5,848		6,264	(416)	-
Total		795,721		874,718	(78,997)	(9.0)
Eliminations		(8,701)		(9,914)	1,213	-
Consolidated total	100.0	1,702,904	100.0	1,841,490	(138,586)	(7.5)

b. Operating income

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Operating Income:	%		%			
Imaging Solutions	10.9	28,055	9.6	26,495	1,560	5.9
Information Solutions	8.6	56,767	8.8	61,693	(4,926)	(8.0)
Document Solutions	6.5	51,789	7.8	67,898	(16,109)	(23.7)
Total		136,611		156,086	(19,475)	(12.5)
Corporate expenses and eliminations		(22,472)		(22,166)	(306)	-
Consolidated total	6.7	114,139	7.3	133,920	(19,781)	(14.8)

Note: The major products and services of each operating segment are as follows:

Imaging Solutions: Color films, digital cameras, color paper, services and equipment for photofinishing, instant photo systems and optical devices

Information Solutions: Equipment and materials for medical systems and life sciences, pharmaceuticals, equipment and materials for graphic arts, flat panel display materials, recording media and electronic materials

Document Solutions: Office copy machines/MFPs, printers, production systems and services, office services, paper and consumables

(B) Geographic Information

a. Revenue

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Japan:						
External customers	49.8	847,872	48.6	894,299	(46,427)	(5.2)
Intersegment		332,100		340,226	(8,126)	-
Total		1,179,972		1,234,525	(54,553)	(4.4)
The Americas:						
External customers	18.5	314,538	17.9	330,399	(15,861)	(4.8)
Intersegment		30,644		35,430	(4,786)	-
Total		345,182		365,829	(20,647)	(5.6)
Europe:						
External customers	8.7	148,842	9.0	166,239	(17,397)	(10.5)
Intersegment		12,212		14,515	(2,303)	-
Total		161,054		180,754	(19,700)	(10.9)
Asia and others:						
External customers	23.0	391,652	24.5	450,553	(58,901)	(13.1)
Intersegment		215,922		253,466	(37,544)	-
Total		607,574		704,019	(96,445)	(13.7)
Eliminations		(590,878)		(643,637)	52,759	-
Consolidated total	100.0	1,702,904	100.0	1,841,490	(138,586)	(7.5)

b. Operating income

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Operating Income (Loss):	%		%			
Japan	5.5	64,407	5.1	63,477	930	1.5
The Americas	4.3	14,975	4.6	16,908	(1,933)	(11.4)
Europe	3.6	5,720	4.8	8,620	(2,900)	(33.6)
Asia and others	5.3	32,319	6.4	45,241	(12,922)	(28.6)
Eliminations		(3,282)		(326)	(2,956)	-
Consolidated total	6.7	114,139	7.3	133,920	(19,781)	(14.8)

(C) Overseas revenue (Destination Base)

Amount Unit: Millions of yen

	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Nine months ended December 31, 2015 From April 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Domestic	41.4	705,489	39.2	721,584	(16,095)	(2.2)
Overseas:						
The Americas	19.7	334,883	20.7	380,970	(46,087)	(12.1)
Europe	11.7	199,283	11.6	213,882	(14,599)	(6.8)
Asia and others	27.2	463,249	28.5	525,054	(61,805)	(11.8)
Subtotal	58.6	997,415	60.8	1,119,906	(122,491)	(10.9)
Consolidated total	100.0	1,702,904	100.0	1,841,490	(138,586)	(7.5)

Note: The presentation of the overseas revenue (Destination Base) has been classified and disclosed based on the customer's location.

2. Three months ended December 31

(A) Revenue by Operating Segment

Amount Unit: Millions of yen

	Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Three months ended December 31, 2015 From October 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Imaging Solutions	17.7	103,149	16.2	99,439	3,710	3.7
Information Solutions	38.7	225,095	39.0	240,145	(15,050)	(6.3)
Document Solutions	43.6	253,723	44.8	275,842	(22,119)	(8.0)
Consolidated total	100.0	581,967	100.0	615,426	(33,459)	(5.4)

Note: The major products and services of each operating segment are as follows:

Imaging Solutions — Color films, digital cameras, color paper, services and equipment for photofinishing, instant photo systems and optical devices

Information Solutions — Equipment and materials for medical systems and life sciences, pharmaceuticals, equipment and materials for graphic arts, flat panel display materials, recording media and electronic materials

Document Solutions — Office copy machines/MFPs, printers, production systems and services, office services, paper and consumables

(B) Overseas Revenue (Destination Base)

Amount Unit: Millions of yen

	Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Three months ended December 31, 2015 From October 1, 2015 To December 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Domestic	40.4	235,243	39.6	243,599	(8,356)	(3.4)
Overseas:						
The Americas	20.3	117,903	19.9	122,724	(4,821)	(3.9)
Europe	12.8	74,787	12.6	77,457	(2,670)	(3.4)
Asia and others	26.5	154,034	27.9	171,646	(17,612)	(10.3)
Subtotal	59.6	346,724	60.4	371,827	(25,103)	(6.8)
Consolidated total	100.0	581,967	100.0	615,426	(33,459)	(5.4)

Note on Significant Changes to FUJIFILM Holdings Shareholders' Equity

N/A