



# FUJIFILM

## [Updated] Financial Results (Consolidated) for the Fiscal Year ended March 31, 2016 FUJIFILM Holdings Corporation

April 27, 2016

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President and Chief Operating Officer

Date of annual shareholders' meeting: June 29, 2016 Projected date of the beginning of cash dividends: June 30, 2016

Projected date of annual securities report: June 30, 2016

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

Meeting to explain operating results of the current fiscal year 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 the Fiscal Year ended March 31, 2016 (From April 1, 2015 to March 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	
		%		%		%		%
Year ended March 31, 2016	2,460,383	(0.1)	180,626	9.9	182,242	(3.6)	116,402	4.9
Year ended March 31, 2015	2,463,387	1.9	164,415	28.0	188,966	30.6	110,940	55.0

Note: Comprehensive income

Year ended March 31, 2016 ¥ 41 million(100.0%) Year ended March 31, 2015 ¥ 262,286 million(39.2%)

	Net income attributable to FUJIFILM Holdings per share	Net income attributable to FUJIFILM Holdings per share (Assuming full dilution)	Return on FUJIFILM Holdings shareholders' equity	Ratio of income before income taxes to total assets	Ratio of operating income to revenue
	Yen	Yen	%	%	%
Year ended March 31, 2016	250.03	249.20	5.5	5.3	7.3
Year ended March 31, 2015	230.14	229.44	5.3	5.6	6.7

(Ref) Equity in net losses of affiliated companies

Year ended March 31, 2016 ¥ (302) million Year ended March 31, 2015 ¥ (1,432) million

#### (2) FINANCIAL POSITION

	Total assets	Total equity (Net asset)	FUJIFILM Holdings shareholders' equity	FUJIFILM Holdings shareholders' equity ratio to total assets	FUJIFILM Holdings shareholders' equity per share
				%	Yen
Year ended March 31, 2016	3,311,970	2,231,997	2,014,826	60.8	4,472.45
Year ended March 31, 2015	3,501,950	2,418,177	2,195,539	62.7	4,552.91

#### (3) CASH FLOWS

	Net Cash provided by Operating Activities	Net Cash used in Investing Activities	Net Cash used in Financing Activities	Cash and Cash Equivalents at the end of year
Year ended March 31, 2016	223,479	(157,320)	(171,665)	600,897
Year ended March 31, 2015	267,778	(124,555)	(45,593)	726,888

## 2. Cash Dividends

	Cash dividends per share					Total cash dividends	Consolidated pay out ratio	Ratio of cash dividends to shareholders' equity
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Year Total			
	Yen	Yen	Yen	Yen	Yen		%	%
Year ended March 31, 2015	-	25.00	-	35.00	60.00	28,929	26.1	1.4
Year ended March 31, 2016	-	32.50	-	32.50	65.00	29,737	26.0	1.4
Year ending March 31, 2017 (Forecast)	-	35.00	-	35.00	70.00		25.2	

## 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		FUJIFILM Holdings shareholders' equity per share
		%		%		%		%	Yen
For Year ending March 31, 2017	2,550,000	3.6	220,000	21.8	220,000	20.7	125,000	7.4	277.47

Note: FUJIFILM Holdings shareholders' equity per share is calculated using the number of shares issued as of March 31, 2016 excluding treasury shares for the average number of shares for the relevant period.

Note: Forecasts of consolidated operating results for the six months period ending September 30, 2016 have not been provided.

## NOTES

(1) Changes in status of material subsidiaries during the period under review (Companies newly consolidated or removed from consolidation): None

(2) Changes in accounting policies

- Changes in accounting policies accompanying amendment of accounting standards: None
- Other changes in accounting policies: None

(3) Number of Shares Outstanding

- Issued (including treasury stock):
- Treasury stock:
- Average number of shares:

As of March 31, 2016	514,625,728	As of March 31, 2015	514,625,728
As of March 31, 2016	64,128,303	As of March 31, 2015	32,398,163
Year ended March 31, 2016	465,555,759	Year ended March 31, 2015	482,049,898

## (Reference) Summary of Financial Results (Non-Consolidated)

### Results of the Fiscal Year ended March 31, 2016 (From April 1, 2015 to March 31, 2016)

#### (1) OPERATING RESULTS

Amount Unit: Millions of yen unless otherwise specified / Figures are rounded down to the nearest million yen %: Changes from the corresponding period of the previous fiscal year

	Revenue		Operating income		Ordinary income		Net income	
		%		%		%		%
Year ended March 31, 2016	54,588	44.2	50,828	48.0	52,759	57.1	52,219	58.7
Year ended March 31, 2015	37,867	31.0	34,341	36.1	33,579	32.4	32,907	30.1

	Net income per share of common stock	Net income per share of common stock (Assuming full dilution)
	Yen	Yen
Year ended March 31, 2016	112.17	111.78
Year ended March 31, 2015	68.27	68.04

## (2) FINANCIAL POSITION

	Total assets	Net assets	Net asset ratio to total assets	Net assets per share of common stock
			%	Yen
Year ended March 31, 2016	1,878,158	1,415,304	75.1	3,132.32
Year ended March 31, 2015	2,015,977	1,547,022	76.5	3,199.45

(Ref) Shareholders' equity

Year ended March 31, 2016 ¥ 1,411,100 million      Year ended March 31, 2015 ¥ 1,542,863 million

### Disclosure regarding the status of the year-end audit process

This year-end press release is out of scope of the year-end audit process based on the Financial Instruments and Exchange Law. As of the press release date, the year-end audit 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 the intention of guaranteeing the realization of future performance. Actual operating results are always subject to change significantly due to various matters. Assumptions for the forecast and warnings for users of the forecast are mentioned in the page 5, Outlook for the Fiscal Year ending March 31, 2017 of the section (1) Analysis of Results of Operations in 1. ANALYSIS OF OPERATING RESULTS AND CONSOLIDATED FINANCIAL POSITION.

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# 1. ANALYSIS OF OPERATING RESULTS AND CONSOLIDATED FINANCIAL POSITION

## (1) Analysis of Results of Operations

Amount Unit: Billions of yen

	Year ended March 31,2016 From April 1,2015 To March 31,2016		Year ended March 31,2015 From April 1, 2014 To March 31,2015		Change	
					Amount	%
Domestic revenue	40.0%	983.7	40.9%	1,006.5	(22.8)	(2.3)
Overseas revenue	60.0%	1,476.7	59.1%	1,456.9	19.8	1.4
Revenue	100.0%	2,460.4	100.0%	2,463.4	(3.0)	(0.1)
Operating income	7.3%	180.6	6.7%	164.4	16.2	9.9
Income before income taxes	7.4%	182.2	7.7%	189.0	(6.8)	(3.6)
Net income attributable to FUJIFIL M Holdings	4.7%	116.4	4.5%	110.9	5.5	4.9
Exchange rates (Yen / US\$)		¥120		¥110	¥10	
Exchange rates (Yen / Euro)		¥133		¥139	(¥6)	

Overviewing the global economy during the fiscal year ended March 31, 2016 (April 1, 2015 through March 31, 2016), the general trend of gradual economic recovery persisted, while there were signs of weak economic conditions in emerging countries in Asia. In the United States, centering on showing an increasing trend in consumption, the trend of moderate economic recovery persisted. In Europe, the United Kingdom continued economic recovery, and the trend of gradual economic recovery persisted in the Euro region. Regarding Asia, showing a moderate economic slowdown in China, countries generally showed weak economic conditions. In Japan, against the background of improvement in the employment and income environment, the trend of gradual economic recovery persisted.

To achieve the goal for the medium-term management plan —VISION 2016 (April 1, 2014 through March 31, 2017)—, the Fujifilm Group has been 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. 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.

In the fiscal year ended March 31, 2016, the Fujifilm Group recorded ¥2,460.4 billion in consolidated revenue (down 0.1% from the previous fiscal year). While the sales of such businesses as photo imaging business, medical systems business, industrial products business and electronic materials business increased, those of optical device and electronic imaging business and flat panel display (FPD) materials business decreased.

Consolidated operating income totaled ¥180.6 billion, up 9.9% from the previous fiscal year, reflecting such factors as improvement of profitability in most of its businesses. Consolidated income before income taxes amounted to ¥182.2 billion, down 3.6% from the previous fiscal year, because in the third quarter of last fiscal year, when making Japan Tissue Engineering Co., Ltd. (J-TEC) a consolidated subsidiary of the Fujifilm Group, a gain on revaluation of ¥21.2 billion was recorded as other income. On the other hand, consolidated net income attributable to FUJIFILM Holdings totaled ¥116.4 billion, up 4.9% from the previous fiscal year, reflecting such factors as the impact from the reduction of the corporate tax rate due to the tax system revision in Japan.

The effective currency exchange rates for the U.S. dollar and the euro against the yen during this fiscal year were ¥120 and ¥133, respectively.

The Company plans to disburse year-end cash dividends of ¥32.50 per share. As ¥32.50 per share interim cash dividends have already been disbursed, cash dividends applicable to the fiscal year are expected to total ¥65.00 per share.

## Revenue by Operating Segment

Amount Unit: Billions of yen

Segment	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015	Change	
			Amount	%
Imaging Solutions	352.9	360.3	(7.4)	(2.0)
Information Solutions	942.1	936.2	5.9	0.6
Document Solutions	1,165.4	1,166.9	(1.5)	(0.1)
Consolidated Total	2,460.4	2,463.4	(3.0)	(0.1)

## Operating Income by Operating Segment

Amount Unit: Billions of yen

Segment	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015	Change	
			Amount	%
Imaging Solutions	32.0	20.3	11.7	57.3
Information Solutions	90.7	87.3	3.4	3.9
Document Solutions	87.9	87.6	0.3	0.4
Corporate Expenses and Eliminations	(30.0)	(30.8)	0.8	-
Consolidated Total	180.6	164.4	16.2	9.9

### Imaging Solutions

In the Imaging Solutions segment, consolidated revenue amounted to ¥352.9 billion, down 2.0% from the previous fiscal year, due to the decrease in sales of optical device and electronic imaging business, despite the increase in sales of photo imaging business.

Consolidated operating income amounted to ¥32.0 billion, up 57.3% from the previous fiscal year, reflecting an increase in gross profit by the growth in revenues of the photo imaging business.

In the photo imaging business, sales of instant photo systems such as the instax series and various designs of *instax* films increased especially in the United States and Europe. Fujifilm strengthened its lineup by offering a new instant camera with instax mini *HELLO KITTY 2016 limited edition <red>* and new Hello Kitty patterned films, which were launched in March 2016. Sales also increased as a result of the expansion in the high-value-added printing business. Main contribution to this expansion were sales of the *Year Album* service, which can select good photographs and arrange them automatically, and the *Shuffle Print* service, which can summarize photo data and print it on a single sheet.

In the electronic imaging field of the optical device and electronic imaging business, sales volume of digital cameras decreased due to the contraction of product lineup, while the sales of *X Series* were strong. This was due to further shift to high-end models such as the mirrorless digital camera *FUJIFILM X-T10*, which realizes outstanding image quality and comfortable operability with a compact and lightweight body and *FUJIFILM X-Pro2*, a flagship model which realizes the best ever image quality and comfortable operability among *X Series*, and the sales expansion in Asian countries. In the optical device field, sales of camera modules for use in smartphones significantly decreased. 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 competitors and highly appreciated in the aspects of imaging quality in the market.

## Information Solutions

In the Information Solutions segment, consolidated revenue amounted to ¥942.1 billion, up 0.6% from the previous fiscal year, because sales mainly in the medical systems business, industrial products business and electronic materials business increased, while sales in the FPD materials business decreased.

Consolidated operating income amounted to ¥90.7 billion, up 3.9% from the previous fiscal year, reflecting an increase in gross profit by the growth in revenues and improvement of profitability.

In the medical systems business, the overall sales increased due to strong sales of medical IT systems, endoscope, ultrasound diagnostic equipment and other factors. In the X-ray imaging diagnostic field, Fujifilm recorded strong sales of *CALNEO* (overseas name: *D-EVO*) series, DR cassette in the digital X-ray imaging diagnostic system, and *AMULET* series, digital mammography system. In the medical IT field, Fujifilm has been working to expand its business centering on medical-use picture archiving and communications systems (PACS) in the diagnostic field for the support with integration of medical information. In May 2015, Fujifilm made the acquisition of the medical IT software company TeraMedica, Inc. (TeraMedica) in the United States, which offers integrated archiving systems for managing and storing in-hospital clinical information, including diagnostic images of PACS. Fujifilm will combine TeraMedica's systems with its medical IT systems to offer solutions that contribute to medical diagnosis at a greater efficiency than ever before. 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 were strong. In the ultrasound diagnostic field, sales of high-end products *X-Porte* were strong centering on North America.

In the pharmaceutical business, overall sales increased, due to the strong sales of contract manufacturing of biopharmaceuticals and other factors. In the field of research and development, Fujifilm is promoting the development of pipeline such as anti-cancer agents and Alzheimer's Disease drug steadily. In January 2016, the phase I clinical trial of the anti-cancer agents of *FF-21101* and *FF-10502* started in the United States.

In the field of regenerative medicine, Cellular Dynamics International, Inc. (CDI) in the United States, a leading company in the development and manufacture of iPS cells, became a consolidated subsidiary of the Fujifilm Group in May 2015. In addition, Fujifilm established Cellular Dynamics International Japan Co., Ltd. in October 2015 to develop iPS cells related business in Japan. Fujifilm is harnessing synergies within the Group and promoting the development of regenerative medicine products and expansion of its business domain with J-TEC.

In the life sciences business, overall sales significantly increased, reflecting strong sales of jelly-like serum *ASTALIFT JELLY AQUARYSTA*, which was renewed in September 2015. Also our skin-whitening serum *ASTALIFT WHITE ESSENCE INFILT* was renewed in March 2016.

Regarding the FPD materials business, overall sales decreased reflecting such impact as production adjustment, due to the slowdown of LCD panel market, and other factors. 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 such new business fields as the related materials to touch-panels and backlights.

In the industrial products business, overall sales significantly increased, reflecting strong sales of new business such as touch-panel sensor films *EXCLEAR* for smartphones, tablets or notebook PCs and backsheets for solar cell, and other factors.

Sales in the electronic materials business increased, reflecting strong sales of such advanced products as photo resists and peripheral materials related to photolithography such as developers and treatment agent. In December

2015, Ultra Pure Solutions, Inc. (UPSI), a U.S. manufacturer of high-purity solvents used in semiconductor-related manufacturing process became a consolidated subsidiary of the Fujifilm Group. Fujifilm plans to expand the electronic materials business utilizing UPSI's broad product lineup, production facilities, and its strong customer bases.

Sales in the recording media business decreased, because sales of professional-use videotapes decreased due to the effects of a decline in total demand, while sales of computer tape, which features higher-capacity tapes with its 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 has launched the *FUJIFILM LTO Ultrium 7 Data Cartridge*, which adheres to the 7th generation LTO Ultrium standards. Going forward, Fujifilm is seeking to further offer high-value-added products and services to meet the long-term storage needs and expand its sales as the market leader, while also encouraging the spread of its data archive service *d:ternity*.

In the graphic systems business, overall sales increased due to the strong sales of digital printing devices and industrial inkjet printheads, but sales of the computer-to-plate (CTP) plates were weak due to the negative impact of an economic slowdown in China and other countries as well as heightened price competition. Going forward, in the CTP plates, which are one of its main products, Fujifilm plans to offer resource-saving solutions to differentiate its products from competitors. Fujifilm also plans to expand its sales by promoting the shift to a business portfolio through expansion in sales of digital printing devices and industrial inkjet printheads.

### **Document Solutions**

In the Document Solutions segment, consolidated revenue remained almost unchanged at ¥1,165.4 billion, down 0.1% from the previous fiscal year, due to the decrease of demand in the office printer in Japan and other factors, despite the growth in revenues from operations in the Asia-Oceania region.

Consolidated operating income amounted to ¥87.9 billion, up 0.4% from the previous fiscal year, reflecting the improvement of profitability in each business, while the negative impact of increased cost of imports due to the appreciation of the U.S. dollar against the Japanese yen, and the decrease in gross profit due to the depreciation of Asian currencies.

Regarding the office products business, the overall sales volume increased. Although the sales volume in export shipments to Xerox Corporation decreased, the sales of full-color models were strong, due primarily to the replacement of devices in major domestic convenience stores, and so were the sales of monochrome models in the Asia-Oceania region.

In the office printer business, the overall sales volume decreased, while sales of monochrome models were strong in Asia-Oceania region.

Regarding the production services business, the overall sales volume increased, reflecting the strong sales of the medium-to-high and low speed products of color on-demand publishing systems and monochrome production printers.

In the global services business, revenue increased in Japan and in the Asia-Oceania region, owing to a rise in the managed print service business, where the management and operation of print devices are undertaken to optimize the office print environment.



**Outlook for the Fiscal Year ending March 31, 2017**

Amount Unit: Billions of yen

	Year ending March 31, 2017 (Forecast)	Year ended March 31, 2016 (Actual)	Change (%)
Revenue	2,550.0	2,460.4	3.6
Operating income	220.0	180.6	21.8
Income before income taxes	220.0	182.2	20.7
Net income attributable to FUJIFILM Holdings	125.0	116.4	7.4
Exchange rates			
(Yen / US \$)	¥ 110	¥ 120	¥ (10)
(Yen / Euro)	¥ 125	¥ 133	¥ (8)

Regarding consolidated performance in the fiscal year ending March 31, 2017, owing to business growth centered on the three businesses, healthcare, highly functional materials and document as priority business fields, improvements of profitability in all businesses and other factors, the Company projects ¥2,550.0 billion in revenue (up 3.6% from the previous fiscal year), operating income of ¥220.0 billion (up 21.8% from the previous fiscal year), income before income taxes of ¥220.0 billion (up 20.7% from the previous fiscal year), and net income attributable to FUJIFILM Holdings of ¥125.0 billion (up 7.4% from the previous fiscal year).

The projected currency exchange rates for the U.S. dollar and the euro against the yen during the fiscal year ending March 31, 2017 are ¥110 and ¥125, respectively.

**(2) Analysis of Consolidated Financial Position**

(Assets, Liabilities, Shareholders' Equity, and Cash Flows)

At the end of the fiscal year, total assets decreased by ¥190.0 billion compared with the end of the previous fiscal year, to ¥3,312.0 billion, owing to a decrease mainly in cash and cash equivalent and investment securities. Total liabilities decreased by ¥3.8 billion compared with the end of the previous fiscal year, to ¥1,080.0 billion. FUJIFILM Holdings shareholders' equity decreased by ¥180.7 billion compared with the end of the previous fiscal year, to ¥2,014.8 billion. As a result, the current ratio decreased by 20.6 percentage points, to 291.1%, the debt-equity ratio increased by 4.2 percentage points, to 53.6%, and the equity ratio decreased by 1.9 percentage points, to 60.8%, 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.

During the fiscal year ended March 31, 2016, net cash provided by operating activities totaled ¥223.5 billion, primarily due to the increase in net income and other factors. Net cash used in investing activities amounted to ¥157.3 billion due to purchases of property, plant and equipment, acquisitions of businesses and other factors. Thus, free cash flows—or the sum of cash flows from operating and used in investing activities—resulted in cash in flows of ¥66.2 billion, down ¥77.0 billion from the previous fiscal year. Net cash used in financing activities amounted to ¥171.7 billion, due primarily to cash dividends paid to shareholders, purchases of stock for treasury and other factors.

As a result, cash and cash equivalents at the end of the fiscal year under review amounted to ¥600.9 billion, down ¥126.0 billion comparing to the end of the previous fiscal year ended March 31, 2015.

**Cash Flow Related Indices (Consolidated)**

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015
Ratio of shareholders' equity to total assets (%)	60.8	62.7
Ratio of market capitalization to total assets (%)	60.5	58.9
Ratio of interest-bearing debt to operating cash flow (years)	1.6	1.3
Interest coverage ratio (times)	51.1	58.6

Notes:

1. Market capitalization equals the stock price at the end of the year multiplied by the number of shares outstanding at the end of the fiscal year, excluding treasury stock.
2. Interest-bearing debt includes corporate debt securities and short- and long-term debt.
3. Interest coverage ratio: Operating cash flow divided by interest paid

### **(3) Basic Policy Regarding Distribution of Profits and Dividends Applicable to the Fiscal Year under Review and Subsequent Fiscal Year**

In addition to reflecting consolidated performance trends, dividend levels are to be determined based on the consideration of such factors as the level of funds required for M&A transactions, capital investment and new product development investments needed to support priority business expansion, as well as other measures aimed at increasing the Company's corporate value in the future. Adequate buybacks will be undertaken considering the situation of cash flows and stock prices. The Company has the policy of shareholder returns that puts emphasis on cash dividends, setting the dividend payout ratio of 25% or more.

The Company plans to disburse year-end cash dividends of ¥32.50 per share. As interim cash dividends of ¥32.50 per share have already been disbursed, cash dividends applicable to the fiscal year under review are expected to total ¥65.00 per share.

Regarding the fiscal year ending March 31, 2017, the Company anticipates that interim dividends will be ¥35.00 per share, year-end dividends will be ¥35.00 per share, and total dividends applicable to the year will amount to ¥70.00 per share.

## **2. CORPORATE STRUCTURE OF FUJIFILM GROUP**

Since there have not been any significant changes in business and group structures disclosed in the latest Annual Security Report filed on June 29, 2015, we omit the relevant disclosure.

## **3. MANAGEMENT POLICIES**

After 2000, when the demand for photographic films started to decline sharply and rapidly, the Fujifilm Group proceeded a conversion of its business structure with speed and confidence. As a result, the Group has built a firm and strong management base to generate stable profit and cash to enter into a new growth phase. Based on the medium-term management plan VISION2016, established in November, 2014, the Group has aimed to achieve record-high profits and improve its ROE by promoting these points: i) fulfilling a business portfolio to realize stable growth in the medium-to-long term and ii) enhancing shareholder returns. Embarking on the final year of VISION2016, the Group is working together forward an achievement of the plan to pass an important milestone for further growth, although this would be another difficult year under a severe economic environment, where the situation remains unstable due to the economic slowdown in emerging countries including China.

In achieving this point, i) fulfilling a business portfolio to realize stable growth in medium-to-long term, the Fujifilm Group is positioning the three business fields of healthcare, highly functional materials and document as growth drivers, and accelerating to expand sales, market share and profit by implementing promotional activities,

introducing new products, and utilizing strategic M&As.

The healthcare business field is expected to be a key pillar of our long-term growth, and the Group is expanding the business to become a comprehensive healthcare company that covers “prevention”, “diagnosis”, and “treatment”. In the “diagnosis” area, the Company is working to further strengthen its operations and realize growth in the fields of medical IT, endoscope, and ultrasound diagnosis going forward. In the medical IT field, providing high-value-added systems that support the diagnosis and effective management of medical images, in the endoscope field, providing products with unique features such as a laser light source models and trans-nasal endoscopes, and, in the ultrasound diagnostic field, expanding sales of products in a portable version with growing demand, the Group aims to expand sales at a double-digit growth rate. In the “treatment” area of pharmaceutical business, the Company is working to realize growth by expanding contract manufacturing of biopharmaceuticals. The Company is working to develop new drugs that will help address unmet medical needs, including the anti-cancer agent, *FF-10501* and Alzheimer’s disease drug, *T-817MA*. In the field of regenerative medicine, the Group is in the leading position, adding Cellular Dynamics International, Inc., a global leader in drug discovery support through iPS Cells, as a group member. Besides, the Company keeps working to accelerate product development as well as to expand the business, while contributing to acceleration of its industrialization in cooperation with government and academia.

In the highly functional materials business field, Fujifilm intends to ensure the stable profitability in FPD materials business by keeping the sales for LCD TV, further extending sales of films for small and medium-sized high-end displays and developing products in new fields including back light unit. Moreover, the Company is working to expand sales of products in such growing fields as environment, energy and touch panel as well as in the electronic materials business, which keeps sales brisk.

In the document business field, the Group is working to accelerate its expansion of global services business, production services business, and solutions business, while also shifting resources to China and other emerging economies as a means of realizing additional growth. In addition, the Group is promoting to the improvement of profitability by strengthening its manufacturing structure to provide products to meet growing global demands, and further reducing equipment manufacturing costs and costs of purchasing parts by increasing product volume.

Furthermore, in all the other businesses, the Group will promote new products with its original technologies and accelerate the implementation of such global marketing strategies as those designed to expand sales through marketing activities deeply rooted in markets and realize its advantage in scale of business and markets. In addition, utilizing all the three Open Innovation Hubs established in the United States, Europe and Japan, the Group aims to create groundbreaking products, technologies and services, by forming connections between the challenges, ideas or potential needs of external business partners and the technologies and development capabilities in functional materials of the Group. Moreover, based on the basic internal operating goal of reducing lead times by half, the Group is promoting to improvement in the productivity and efficiency of every one of its corporate activities by reviewing on-site business processes through a zero-base approach, and accelerating initiatives for improving profitability in all businesses.

In achieving this point, ii) enhancing shareholder returns, the Group intends to pay dividends in accordance with profit growth and buy back shares.

By performing those measures, the Group aims to achieve record high profit and improve its ROE to further enhance its corporate value.

#### **4. BASIC RATIONALE FOR SELECTION OF ACCOUNTING STANDARDS**

Due to the agreement related to the Eurodollar convertible bond issuance in 1970, the Fujifilm Group has prepared and disclosed its consolidated financial statements in accordance with accounting principles generally accepted in the United States of America.

As preparation for applying IFRS in the future, the Group is performing such efforts as obtaining knowledge about IFRS, gap analysis between IFRS and U.S. accounting standards, and impact analysis by introducing IFRS. On the other hand, the timing of applying IFRS is yet to be determined at this time.

Note: This document is a faithful translation into English of a financial condition-related 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.

“Xerox” is a registered trademark of Xerox Corporation in the United States and other countries. All other product names contained in this material are trademarks of their respective companies.

## 5. CONSOLIDATED FINANCIAL STATEMENTS

### (1) Consolidated Balance Sheets

Amount Unit: Millions of yen

	As of March 31, 2016	As of March 31, 2015	Change
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	600,897	726,888	(125,991)
Marketable securities	28,012	19,033	8,979
Notes and accounts receivable:			
Trade and finance	641,837	651,346	(9,509)
Affiliated companies	26,444	31,816	(5,372)
Allowance for doubtful receivables	(24,711)	(27,009)	2,298
	643,570	656,153	(12,583)
Inventories	349,166	367,386	(18,220)
Deferred income taxes	77,828	83,196	(5,368)
Prepaid expenses and other	66,775	60,838	5,937
Total current assets	1,766,248	1,913,494	(147,246)
Investments and long-term receivables:			
Investments in and advances to affiliated companies	30,265	30,021	244
Investment securities	144,472	186,722	(42,250)
Long-term finance and other receivables	148,510	145,175	3,335
Allowance for doubtful receivables	(3,567)	(4,370)	803
Total investments and long-term receivables	319,680	357,548	(37,868)
Property, plant and equipment:			
Land	91,596	94,304	(2,708)
Buildings	693,705	699,047	(5,342)
Machinery and equipment	1,632,503	1,649,935	(17,432)
Construction in progress	36,526	23,396	13,130
	2,454,330	2,466,682	(12,352)
Less accumulated depreciation	(1,921,729)	(1,939,361)	17,632
Total property, plant and equipment	532,601	527,321	5,280
Other assets:			
Goodwill, net	506,870	504,963	1,907
Other intangible assets, net	86,249	80,271	5,978
Deferred income taxes	9,040	10,921	(1,881)
Other	91,282	107,432	(16,150)
Total other assets	693,441	703,587	(10,146)
<b>Total assets</b>	<b>3,311,970</b>	<b>3,501,950</b>	<b>(189,980)</b>

Amount Unit: Millions of yen

	As of March 31, 2016	As of March 31, 2015	Change
<b>LIABILITIES</b>			
Current liabilities:			
Short-term debt	55,305	36,644	18,661
Notes and accounts payable:			
Trade	229,893	242,626	(12,733)
Construction	23,421	16,733	6,688
Affiliated companies	3,834	3,723	111
	257,148	263,082	(5,934)
Accrued income taxes	18,359	20,316	(1,957)
Accrued liabilities	183,955	192,526	(8,571)
Other current liabilities	92,041	101,305	(9,264)
Total current liabilities	606,808	613,873	(7,065)
Long-term liabilities:			
Long-term debt	310,388	313,045	(2,657)
Accrued pension and severance costs	64,756	30,711	34,045
Deferred income taxes	36,976	65,877	(28,901)
Customers' guarantee deposits and other	61,045	60,267	778
Total long-term liabilities	473,165	469,900	3,265
Total liabilities	1,079,973	1,083,773	(3,800)
<b>EQUITY</b>			
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	80,507	80,315	192
Retained earnings	2,174,965	2,088,300	86,665
Accumulated other comprehensive income (loss)	(30,780)	87,462	(118,242)
Treasury stock, at cost			
As of March 31, 2015: 32,398,163 shares			
As of March 31, 2016: 64,128,303 shares	(250,229)	(100,901)	(149,328)
Total FUJIFILM Holdings shareholders' equity	2,014,826	2,195,539	(180,713)
Noncontrolling interests	217,171	222,638	(5,467)
Total equity	2,231,997	2,418,177	(186,180)
Total liabilities and equity	3,311,970	3,501,950	(189,980)

Note: Details of accumulated other comprehensive income (loss)

	as of March 31, 2016	as of March 31, 2015	Change
Unrealized gains on securities	50,864	70,832	(19,968)
Foreign currency translation adjustments	29,655	94,576	(64,921)
Pension liability adjustments	(109,747)	(76,966)	(32,781)
Unrealized losses on derivatives	(1,552)	(980)	(572)

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income****Consolidated Statements of Income****Year ended March 31<sup>st</sup>**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Sales		2,115,363		2,114,065	1,298	0.1
Rentals		345,020		349,322	(4,302)	(1.2)
	100.0	2,460,383	100.0	2,463,387	(3,004)	(0.1)
Cost of sales:						
Sales		1,347,882		1,367,470	(19,588)	(1.4)
Rentals		143,876		144,274	(398)	(0.3)
	60.6	1,491,758	61.4	1,511,744	(19,986)	(1.3)
Gross profit	39.4	968,625	38.6	951,643	16,982	1.8
Operating expenses:						
Selling, general and administrative	25.5	624,972	25.4	626,947	(1,975)	(0.3)
Research and development	6.6	163,027	6.5	160,281	2,746	1.7
	32.1	787,999	31.9	787,228	771	0.1
Operating income	7.3	180,626	6.7	164,415	16,211	9.9
Other income (expenses):						
Interest and dividend income		6,206		5,858	348	
Interest expense		(4,376)		(4,569)	193	
Foreign exchange gains (losses), net		(8,898)		2,998	(11,896)	
Gains (losses) on sales of investment securities, net		11,996		(703)	12,699	
Other, net		(3,312)		20,967	(24,279)	
	0.1	1,616	1.0	24,551	(22,935)	(93.4)
Income before income taxes	7.4	182,242	7.7	188,966	(6,724)	(3.6)
Income taxes						
Current		40,226		40,452	(226)	
Deferred		8,219		20,458	(12,239)	
	2.0	48,445	2.5	60,910	(12,465)	(20.5)
Equity in net gains (losses) of affiliated companies	0.0	(302)	(0.1)	(1,432)	1,130	-
Net income	5.4	133,495	5.1	126,624	6,871	5.4
Less: Net income attributable to the noncontrolling interests	(0.7)	(17,093)	(0.6)	(15,684)	(1,409)	-
Net income attributable to FUJIFILM Holdings	4.7	116,402	4.5	110,940	5,462	4.9

Three months ended March 31<sup>st</sup>

Amount Unit: Millions of yen

	Three months period ended March 31, 2016 From January 1, 2016 To March 31, 2016		Three months period ended March 31, 2015 From January 1, 2015 To March 31, 2015		Change	
	Amount	%	Amount	%	Amount	%
Revenue:		%		%		
Sales	554,331		578,062		(23,731)	(4.1)
Rentals	81,110		84,886		(3,776)	(4.4)
	100.0	635,441	100.0	662,948	(27,507)	(4.1)
Cost of sales:						
Sales	357,562		370,926		(13,364)	(3.6)
Rentals	34,755		36,640		(1,885)	(5.1)
	61.7	392,317	61.5	407,566	(15,249)	(3.7)
Gross profit	38.3	243,124	38.5	255,382	(12,258)	(4.8)
Operating expenses:						
Selling, general and administrative	23.8	150,775	25.7	170,577	(19,802)	(11.6)
Research and development	6.3	40,329	6.2	41,324	(995)	(2.4)
	30.1	191,104	31.9	211,901	(20,797)	(9.8)
Operating income	8.2	52,020	6.6	43,481	8,539	(19.6)
Other income (expenses):						
Interest and dividend income		906		1,226	(320)	
Interest expense		(1,145)		(1,259)	114	
Foreign exchange losses, net		(5,654)		(3,323)	(2,331)	
Gains (losses) on sales of investment securities, net		2,326		(706)	3,032	
Other, net		(2,544)		(23)	(2,521)	
	(1.0)	(6,111)	(0.7)	(4,085)	(2,026)	-
Income before income taxes	7.2	45,909	5.9	39,396	6,513	16.5
Income taxes	0.6	4,392	2.1	14,163	(9,771)	(69.0)
Equity in net gains (losses) of affiliated companies	(0.1)	(503)	(0.0)	(46)	(457)	-
Net income	6.5	41,014	3.8	25,187	15,827	62.8
Less: Net income attributable to the noncontrolling interests	(0.8)	(4,878)	(0.5)	(3,429)	(1,449)	-
Net income attributable to FUJIFILM Holdings	5.7	36,136	3.3	21,758	14,378	66.1



**Consolidated Statements of Comprehensive Income**  
**Year ended March 31<sup>st</sup>**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015	Change
Net income	133,495	126,624	6,871
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	(20,124)	34,295	(54,419)
Foreign currency translation adjustments	(72,886)	94,158	(167,044)
Pension liability adjustments	(39,873)	8,159	(48,032)
Unrealized losses on derivatives	(571)	(950)	379
Other comprehensive income (loss)	(133,454)	135,662	(269,116)
Comprehensive income	41	262,286	(262,245)
Less: Comprehensive income (loss) attributable to noncontrolling interests	(1,881)	(29,671)	27,790
Comprehensive income attributable to FUJIFILM Holdings	(1,840)	232,615	(234,455)

**Three months ended March 31<sup>st</sup>**

Amount Unit: Millions of yen

	Three months period ended March 31, 2016 From January 1, 2016 To March 31, 2016	Three months period ended March 31, 2015 From January 1, 2015 To March 31, 2015	Change
Net income	41,014	25,187	15,827
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	(16,400)	12,884	(29,284)
Foreign currency translation adjustments	(54,076)	(26,930)	(27,146)
Pension liability adjustments	(42,040)	6,337	(48,377)
Unrealized gains (losses) on derivatives	136	65	71
Other comprehensive loss	(112,380)	(7,644)	(104,736)
Comprehensive income (loss)	(71,366)	17,543	(88,909)
Less: Comprehensive income (loss) attributable to noncontrolling interests	6,816	(4,600)	11,416
Comprehensive income (loss) attributable to FUJIFILM Holdings	(64,550)	12,943	(77,493)

**(3) Consolidated Statements of Changes in Shareholders' Equity**

Amount Unit: Millions of yen

	Common stock	Additional paid-in capital	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock	FUJIFILM Holdings shareholders' equity	Noncontrolling interest	Total Equity
Balanced at March 31, 2014	40,363	80,234	2,006,289	(34,213)	(101,687)	1,990,986	168,479	2,159,465
Comprehensive income (loss):								
Net income			110,940			110,940	15,684	126,624
Change in net unrealized gains on securities				33,954		33,954	341	34,295
Foreign currency translation adjustments				83,723		83,723	10,435	94,158
Pension liability adjustments				4,916		4,916	3,243	8,159
Change in net unrealized losses on derivatives				(918)		(918)	(32)	(950)
Net comprehensive income						232,615	29,671	262,286
Purchases of stock for treasury					(62)	(62)		(62)
Sales of stock from treasury		(44)			848	804		804
Dividends paid to FUJIFILM Holdings shareholders			(28,929)			(28,929)		(28,929)
Dividends paid to noncontrolling interests							(6,600)	(6,600)
Issuance of stock acquisition rights		125				125		125
Equity transactions with noncontrolling interests and other							31,088	31,088
Balanced at March 31, 2015	40,363	80,315	2,088,300	87,462	(100,901)	2,195,539	222,638	2,418,177
Comprehensive income (loss):								
Net income			116,402			116,402	17,093	133,495
Change in net unrealized losses on securities				(19,968)		(19,968)	(156)	(20,124)
Foreign currency translation adjustments				(64,921)		(64,921)	(7,965)	(72,886)
Pension liability adjustments				(32,781)		(32,781)	(7,092)	(39,873)
Change in net unrealized gains (losses) on derivatives				(572)		(572)	1	(571)
Net comprehensive income						(1,840)	1,881	41
Purchases of stock for treasury					(150,050)	(150,050)		(150,050)
Sales of stock from treasury		117			722	839		839
Dividends paid to FUJIFILM Holdings shareholders			(29,737)			(29,737)		(29,737)
Dividends paid to noncontrolling interests							(7,295)	(7,295)
Issuance of stock acquisition rights		73				73		73
Equity transactions with noncontrolling interests and other		2				2	(53)	(51)
Balanced at March 31, 2016	40,363	80,507	2,174,965	(30,780)	(250,229)	2,014,826	217,171	2,231,997

**(4) Consolidated Statements of Cash Flows**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015	Change
<b>Operating activities</b>			
Net income	133,495	126,624	6,871
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	124,960	126,409	(1,449)
Gain on remeasurement of previously held equity interests	-	(21,224)	21,224
Gains (losses) on sales of investment securities	(11,996)	703	(12,699)
Deferred income taxes	8,219	20,458	(12,239)
Equity in net losses of affiliated companies, net of dividends received	2,302	16,102	(13,800)
Changes in operating assets and liabilities:			
Notes and accounts receivable	(20,061)	(4,377)	(15,684)
Inventories	5,784	10,931	(5,147)
Notes and accounts payable - trade	1,680	(20,474)	22,154
Accrued income taxes and other liabilities	(12,057)	6,679	(18,736)
Other	(8,847)	5,947	(14,794)
Subtotal	89,984	141,154	(51,170)
Net cash provided by operating activities	223,479	267,778	(44,299)
<b>Investing activities</b>			
Purchases of property, plant and equipment	(63,810)	(56,943)	(6,867)
Purchases of software	(22,278)	(26,554)	4,276
Proceeds from sales and maturities of marketable and investment securities	45,254	37,164	8,090
Purchases of marketable and investment securities	(30,798)	(37,244)	6,446
(Increase) decrease in time deposits, net	(271)	1,273	(1,544)
Increase in investments in and advances to affiliated companies	(3,950)	(6,309)	2,359
Acquisitions of businesses and minority interests, net of cash acquired	(36,697)	(800)	(35,897)
Other	(44,770)	(35,142)	(9,628)
Net cash used in investing activities	(157,320)	(124,555)	(32,765)
<b>Financing activities</b>			
Proceeds from long-term debt	2,955	4,530	(1,575)
Repayments of long-term debt	(6,110)	(8,619)	2,509
Increase (Decrease) in short-term debt, net	20,808	(8,332)	29,140
Cash dividends paid to shareholders	(31,974)	(26,510)	(5,464)
Subsidiaries' cash dividends paid to noncontrolling interests	(7,295)	(6,600)	(695)
Net purchases of stock for treasury	(150,049)	(62)	(149,987)
Net cash used in investing activities	(171,665)	(45,593)	(126,072)
Effect of exchange rate changes on cash and cash equivalents	(20,485)	24,687	(45,172)
Net increase (decrease) in cash and cash equivalents	(125,991)	122,317	(248,308)
Cash and cash equivalents at beginning of year	726,888	604,571	122,317
Cash and cash equivalents at end of year	600,897	726,888	(125,991)

**(5) Notes to Consolidated Financial Statements****Note Relating to the Going Concern Assumption**

N/A

**Summary of Significant Accounting Policies****(A) Scope of consolidated subsidiaries**

Number of Subsidiaries : 271

Main companies: FUJIFILM Corporation, Fuji Xerox Co., Ltd., Toyama Chemical Co., Ltd., and others

**(B) Scope of affiliated companies**

Number of Affiliates : 41

Main companies : SANRITZ CORPORATION, FUJIFILM KYOWA KIRIN BIOLOGICS Co., Ltd., and others

**(C) Significant Accounting Policies**

The consolidated financial statements of FUJIFILM Holdings Corporation are prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Since there have been no significant changes in significant accounting policies disclosed in the latest Annual Security Report filed on June 29, 2015, we omit the relevant disclosures.

## Segment Information

### 1. Year ended March 31<sup>st</sup>

#### (A) Operating Segment Information

##### Revenue

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
					Amount	%
Revenue:	%		%			
Imaging Solutions:						
External customers	14.3	352,922	14.6	360,266	(7,344)	(2.0)
Intersegment		2,910		2,391	519	-
Total		355,832		362,657	(6,825)	(1.9)
Information Solutions:						
External customers	38.3	942,100	38.0	936,177	5,923	0.6
Intersegment		1,830		2,176	(346)	-
Total		943,930		938,353	5,577	0.6
Document Solutions:						
External customers	47.4	1,165,361	47.4	1,166,944	(1,583)	(0.1)
Intersegment		8,567		10,117	(1,550)	-
Total		1,173,928		1,177,061	(3,133)	(0.3)
Eliminations		(13,307)		(14,684)	1,377	-
Consolidated total	100.0	2,460,383	100.0	2,463,387	(3,004)	(0.1)

##### Operating income

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
					Amount	%
Operating Income:	%		%			
Imaging Solutions	9.0	32,013	5.6	20,347	11,666	57.3
Information Solutions	9.6	90,701	9.3	87,280	3,421	3.9
Document Solutions	7.5	87,954	7.4	87,618	336	0.4
Total		210,668		195,245	15,423	7.9
Corporate expenses and eliminations		(30,042)		(30,830)	788	-
Consolidated total	7.3	180,626	6.7	164,415	16,211	9.9

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

**Total Assets**

Amount Unit: Millions of yen

	As of March 31, 2016	As of March 31, 2015	Change	
			Amount	%
Total assets:				
Imaging Solutions	314,766	322,103	(7,337)	(2.3)
Information Solutions	1,457,622	1,454,108	3,514	0.2
Document Solutions	1,138,105	1,173,816	(35,711)	(3.0)
Subtotal	2,910,493	2,950,027	(39,534)	(1.3)
Eliminations	(3,908)	(5,441)	1,533	-
Corporate assets	405,385	557,364	(151,979)	(27.3)
Consolidated total	3,311,970	3,501,950	(189,980)	(5.4)

**Depreciation and amortization, and Capital expenditures**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016	Year ended March 31, 2015 From April 1, 2014 To March 31, 2015	Change	
			Amount	%
Depreciation and amortization:				
Imaging Solutions	12,865	11,078	1,787	16.1
Information Solutions	51,990	51,184	806	1.6
Document Solutions	58,092	62,048	(3,956)	(6.4)
Corporate	2,013	2,099	(86)	(4.1)
Consolidated total	124,960	126,409	(1,449)	(1.1)
Capital expenditures:				
Imaging Solutions	10,167	7,909	2,258	28.5
Information Solutions	39,273	29,353	9,920	33.8
Document Solutions	23,293	17,261	6,032	34.9
Corporate	1,410	1,604	(194)	(12.1)
Consolidated total	74,143	56,127	18,016	32.1

**(B) Geographic Information****Revenue**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
	%		%		Amount	%
Revenue:						
Japan						
External customers	49.4	1,215,142	51.0	1,255,764	(40,622)	(3.2)
Intersegment		445,855		429,779	16,076	-
Total		1,660,997		1,685,543	(24,546)	(1.5)
The Americas						
External customers	17.6	432,997	16.6	408,423	24,574	6.0
Intersegment		45,140		44,930	210	-
Total		478,137		453,353	24,784	5.5
Europe						
External customers	8.9	220,249	9.1	225,454	(5,205)	(2.3)
Intersegment		19,129		19,853	(724)	-
Total		239,378		245,307	(5,929)	(2.4)
Asia and others						
External customers	24.1	591,995	23.3	573,746	18,249	3.2
Intersegment		331,679		340,456	(8,777)	-
Total		923,674		914,202	9,472	1.0
Eliminations		(841,803)		(835,018)	(6,785)	-
Consolidated total	100.0	2,460,383	100.0	2,463,387	(3,004)	(0.1)

**Operating income**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
	%		%		Amount	%
Operating Income (Loss):						
Japan	5.6	92,988	5.9	100,206	(7,218)	(7.2)
The Americas	4.4	21,107	3.1	14,067	7,040	50.0
Europe	3.8	9,156	1.5	3,591	5,565	155.0
Asia and others	5.9	54,835	5.7	51,977	2,858	5.5
Eliminations		2,540		(5,426)	7,966	-
Consolidated total	7.3	180,626	6.7	164,415	16,211	9.9

**Long - lived assets**

Amount Unit: Millions of yen

	As of March 31, 2016	As of March 31, 2015	Change	
			Amount	%
Long - lived assets				
Japan	379,161	363,493	15,668	4.3
The Americas	49,504	48,208	1,296	2.7
Europe	37,722	41,897	(4,175)	(10.0)
Asia and others	66,214	73,723	(7,509)	(10.2)
Consolidated total	532,601	527,321	5,280	1.0

**Overseas revenue (Destination Base)**

Amount Unit: Millions of yen

	Year ended March 31, 2016 From April 1, 2015 To March 31, 2016		Year ended March 31, 2015 From April 1, 2014 To March 31, 2015		Change	
	%		%		Amount	%
Revenue:						
Domestic	40.0	983,703	40.9	1,006,533	(22,830)	(2.3)
Overseas						
The Americas	20.3	500,445	19.0	467,960	32,485	6.9
Europe	11.6	284,040	11.7	289,277	(5,237)	(1.8)
Asia and others	28.1	692,195	28.4	699,617	(7,422)	(1.1)
Subtotal	60.0	1,476,680	59.1	1,456,854	19,826	1.4
Consolidated total	100.0	2,460,383	100.0	2,463,387	(3,004)	(0.1)

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



## 2. Three months ended March 31<sup>st</sup>

### (A) Operating Segment Information

#### Revenue

Amount Unit: Millions of yen

	Three months period ended March 31, 2016 From January 1, 2016 To March 31, 2016		Three months period ended March 31, 2015 From January 1, 2015 To March 31, 2015		Change	
	%		%		Amount	%
Revenue:						
Imaging Solutions:						
External customers	12.6	79,678	12.6	83,743	(4,065)	(4.9)
Intersegment		623		631	(8)	-
Total		80,301		84,374	(4,073)	(4.8)
Information Solutions:						
External customers	39.8	253,058	39.6	262,456	(9,398)	(3.6)
Intersegment		467		547	(80)	-
Total		253,525		263,003	(9,478)	(3.6)
Document Solutions:						
External customers	47.6	302,705	47.8	316,749	(14,044)	(4.4)
Intersegment		2,303		3,038	(735)	-
Total		305,008		319,787	(14,779)	(4.6)
Eliminations		(3,393)		(4,216)	823	-
Consolidated total	100.0	635,441	100.0	662,948	(27,507)	(4.1)

Note: 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

#### Overseas Revenue (Destination Base)

Amount Unit: Millions of yen

	Three months period ended March 31, 2016 From January 1, 2016 To March 31, 2016		Three months period ended March 31, 2015 From January 1, 2015 To March 31, 2015		Change	
	%		%		Amount	%
Revenue:						
Domestic	43.1	273,636	42.6	282,780	(9,144)	(3.2)
Overseas						
The Americas	18.7	118,708	18.4	121,723	(3,015)	(2.5)
Europe	11.0	70,158	10.8	71,454	(1,296)	(1.8)
Asia and others	27.2	172,939	28.2	186,991	(14,052)	(7.5)
Subtotal	56.9	361,805	57.4	380,168	(18,363)	(4.8)
Consolidated total	100.0	635,441	100.0	662,948	(27,507)	(4.1)

**Fair Value on Marketable and Investment Securities**

Amount Unit: Millions of yen

	As of March 31, 2016				As of March 31, 2015			
	Cost	Gross unrealized gains	Gross unrealized losses	Estimated fair value	Cost	Gross unrealized gains	Gross unrealized losses	Estimated fair value
Marketable securities:								
Corporate debt securities	28,000	18	6	28,012	19,000	34	1	19,033
Total marketable securities	28,000	18	6	28,012	19,000	34	1	19,033
Investment securities:								
Government debt securities	250	3	-	253	262	9	-	271
Corporate debt securities	-	-	-	-	2,000	-	2	1,998
Stocks	53,344	76,175	936	128,583	53,161	97,872	305	150,728
Investment trusts	5,598	3,541	-	9,139	15,408	9,372	-	24,780
Total investment securities	59,192	79,719	936	137,975	70,831	107,253	307	177,777
Total	87,192	79,737	942	165,987	89,831	107,287	308	196,810

Note: This statement is prepared in accordance with accounting principles generally accepted in the United States of America.

All debt and equity securities held by FUJIFILM Holdings Corporation and subsidiaries are classified as available-for-sale securities.

**Amounts Per Share of Common Stock**

	Year ended March 31, 2016	Year ended March 31, 2015
	Yen	Yen
FUJIFILM Holdings shareholders' equity per share	4,472.45	4,552.91
Net income attributable to FUJIFILM Holdings per share	250.03	230.14
Net income attributable to FUJIFILM Holdings per share (Assuming full dilution)	249.20	229.44

**Subsequent Event**

At the Board of Directors meeting held on April 27, 2016, the Company resolved to buy back the Company's shares

as noted below, based on the stipulations of paragraph 3, Article 165, of Japan's Companies Act, as interpreted in the light of Article 156 of the Companies Act.

## 1) Reason for the Buyback

The buyback will be conducted to enhance the return to shareholders and improve capital efficiency as well as to enable the Company to implement a more flexible capital policy going forward.

## 2) Type of shares to be bought back

Common stock

## 3) Number of shares to be bought

15.0 million (upper limit)

## 4) Total value of shares to be bought

Yen 50.0 billion (upper limit)

## 5) Dates for purchase

May 2, 2016, to December 31, 2016