



Financial Results (Consolidated) for the Nine months ended December 31, 2017

FUJIFILM Holdings Corporation

Kenji Sukeno

President and Chief Operating Officer

Projected date of Quarterly report: February 14, 2018

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.)

January 31, 2018

URL: <http://www.fujifilmholdings.com/>

Projected date of the beginning of cash dividends: —

1. Results of Nine months ended December 31, 2017 (From April 1, 2017 to December 31, 2017)

(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, 2017	1,809,682	6.9	128,587	8.7	174,539	33.7	124,510	58.1
Nine months ended Dec. 31, 2016	1,692,261	(7.3)	118,317	(8.0)	130,517	(4.3)	78,738	(1.9)

Note: Comprehensive income

Nine months ended Dec. 31, 2017 ¥ 179,640 million (104.0%)

Nine months ended Dec. 31, 2016 ¥ 88,080 million (23.3%)

	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, 2017	284.49	283.55
Nine months ended Dec. 31, 2016	176.57	175.95

(2) FINANCIAL POSITION

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

	Total assets	Total equity (Net asset)	FUJIFILM Holdings shareholders' equity	FUJIFILM Holdings shareholders' equity ratio to total assets
As of Dec. 31, 2017	3,530,566	2,405,453	2,173,898	61.6
As of March 31, 2017	3,533,189	2,268,058	2,043,559	57.8

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, 2017	-	35.00	-	35.00	70.00
Year ending March 31, 2018	-	37.50	-		
Year ending March 31, 2018 (Forecast)				37.50	75.00

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

3. Forecast for the Fiscal Year ending March 31, 2018 (From April 1, 2017 to March 31, 2018)

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, 2018	2,460,000	5.9	130,000	(24.5)	200,000	2.7	140,000	6.5		322.16

Note: Changes in forecast which was recently announced: Yes

Note: Net income attributable to FUJIFILM Holdings per share is calculated using the number of shares issued as of December 31, 2017 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: Yes

2. Changes in accounting policies other than 1. above: None

(4) Number of shares outstanding

1. Issued (including treasury stock):

2. Treasury stock:

3. Average number of shares:

As of Dec. 31, 2017	514,625,728	As of March 31, 2017	514,625,728
As of Dec. 31, 2017	80,052,578	As of March 31, 2017	76,869,546
Nine months ended Dec. 31, 2017	437,654,855	Nine months ended Dec. 31, 2016	445,937,967

This report is not reviewed.

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

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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

	Nine months ended December 31, 2017		Nine months ended December 31, 2016		Change	
					Amount	%
Domestic revenue	40.5%	733.5	40.9%	691.2	42.3	6.1
Overseas revenue	59.5%	1,076.2	59.1%	1,001.1	75.1	7.5
Revenue	100.0%	1,809.7	100.0%	1,692.3	117.4	6.9
Operating income	7.1%	128.6	7.0%	118.3	10.3	8.7
Income before income taxes	9.6%	174.5	7.7%	130.5	44.0	33.7
Net income attributable to FUJIFILM Holdings	6.9%	124.5	4.7%	78.7	45.8	58.1
Exchange rates (Yen / US\$)		¥112		¥107		¥5
Exchange rates (Yen / Euro)		¥129		¥118		¥11

Overviewing the global economy during the nine months of the fiscal year ending March 31, 2018 (April 1, 2017 through December 31, 2017), the general trend of gradual economic recovery persisted. In the U.S., the trend of economic recovery persisted steadily through increase in personal consumption and capital investments. In Europe, the trend of gradual economic recovery maintained due to the increase in consumption and capital investments. China and other Asian regions showed gradual economic recovery. In Japan, the general trend of gradual economic recovery persisted due to the improvement in the employment and income environment.

The Fujifilm Group had already expanded and improved its business portfolio by efficiently harnessing profits generated by the solid management base established through a series of structural reforms. In August 2017, Fujifilm has drawn up a new medium-term management plan, VISION2019 (covering three year periods from the fiscal year ending March 2018 to the fiscal year ending March 2020) for further enhancement of the business portfolio by reinforcing each of the business segments to achieve sustainable growth. Under the plan, "Imaging," "Information" and "Document" solution businesses are placed to one of three business stages: "improving the profitability," "further accelerating the growth" and "investments to build for the future". After clarifying the respective stage of its business, these businesses will work on their respective goals: improving the profitability to generate stable cash-flow, accelerating the growth of main business areas to expand revenues and profits, and developing the cornerstones of its future profit generating business operations. Solidifying and expanding the operations of each business and achieving a more robust business portfolio will lead Fujifilm into strategic leaps forward. Fujifilm will also pursue further growth by enhancing its overseas sales foundation, established through existing business operations, while accelerating overseas deployment of healthcare products and new highly functional products.

During the nine months of the fiscal year ending March 31, 2018, the Fujifilm Group recorded ¥1,809.7 billion in consolidated revenue (up 6.9% from the same period of the previous fiscal year), reflecting such factors as sales increase of such businesses as electric imaging field of the optical device and electronic imaging business, medical system business and electronic materials business.

Operating income was ¥128.6 billion (up 8.7% from the same period of the previous fiscal year) due improvement of profitability in each business. In addition, consolidated income before income taxes amounted to ¥174.5 billion (up 33.7% from the same period of the previous fiscal year) and consolidated net income attributable to FUJIFILM Holdings totaled ¥124.5 billion (up 58.1% from the same period of the previous fiscal year) due to the gains on sales of securities and the profit from valuation by making Wako Pure Chemical Industries, Ltd. as a consolidated subsidiary.

The effective currency exchange rates for the U.S. dollar and the euro against the yen during the nine months of the fiscal year were ¥112 and ¥129, respectively.

Revenue by Operating Segment

Amount Unit: Billions of yen

Segment	Nine months ended December 31, 2017	Nine months ended December 31, 2016	Change	
			Amount	%
Imaging Solutions	297.7	257.5	40.2	15.6
Information Solutions	728.3	642.4	85.9	13.4
Document Solutions	783.7	792.4	(8.7)	(1.1)
Consolidated Total	1,809.7	1,692.3	117.4	6.9

Operating Income by Operating Segment

Amount Unit: Billions of yen

Segment	Nine months ended December 31, 2017	Nine months ended December 31, 2016	Change	
			Amount	%
Imaging Solutions	50.0	28.4	21.6	76.1
Information Solutions	61.2	55.7	5.5	9.8
Document Solutions	40.5	56.7	(16.2)	(28.5)
Corporate Expenses and Eliminations	(23.1)	(22.5)	(0.6)	-
Consolidated Total	128.6	118.3	10.3	8.7

Imaging Solutions

In the Imaging Solutions segment, consolidated revenue amounted to ¥297.7 billion (up 15.6% from the same period of the previous fiscal year), due to the significant sales increase in the electric imaging field of the optical device and electronic imaging business.

Consolidated operating income amounted to ¥50.0 billion (up 76.1% from the same period of the previous fiscal year), due to the improvement of profitability in each business.

In the photo imaging business, overall sales increased due to favorable sales, especially in instant photo systems which enable users to enjoy on-the-spot printing of photos, such as the instax series and instax films in the Year-End shopping season. *instax SHARE SP-3*, smartphone printer, launched in November 2017, adopted the square format, popular for use in SNS. It advocates a new way of photo printing to boost printing demand among smartphone users. In the high-value-added printing businesses, sales expanded thanks to continued business growth from various services, including *Wall Decor* services that enhance the fun of decorating and displaying photographs by adding panels to the photographs and framing, the new *COYOMI* service for creating desktop calendars with favorite photographs, and the *Year Album* service that uses AI-based proprietary technology to automatically arrange the layout of a photo album.

In the electronic imaging field of the optical device and electronic imaging business, overall sales increased due to strong sales of *FUJIFILM X-E3*, which is achieving the most compact and lightweight body*, offering outstanding operational comfort and launched in September 2017, *X Series* such as *FUJIFILM X-T20*, *FUJIFILM X100F* which were launched in February 2017, *FUJIFILM GFX 50S*, a medium format mirrorless digital camera, adopting a big sensor (43.8mm by 32.9mm), and interchangeable lenses.

In the optical device field, overall sales increased, reflecting the strong sales of various industrial use lenses such as lenses for and vehicle camera and projector, and *MK lenses* series were also launched as a new series of cinema camera lenses designed for recording video such as online video, whose market is expanding. Fujifilm announced 24x zoom lens *UA24×7.8BE* in September 2017, achieving both small, lightweight body and 4K high-definition. With this introduction, Fujifilm has 8 4K broadcast camera lens products and is seeking to lead the field.

* As of January 2017 in the X Series of mirrorless cameras equipped with a viewfinder

Information Solutions

In the Information Solutions segment, consolidated revenue amounted to ¥728.3 billion (up 13.4% from the same period of the previous fiscal year) due to the strong sale in the medical systems business, electronic

materials business and others.

Operating income amounted to ¥61.2 billion (up 9.8% from the same period of the previous fiscal year), due to the improvement of profitability in each business.

In the medical systems business, sales increased due to strong sales in all business fields such as X-ray imaging diagnostic, medical IT, endoscope, ultrasound diagnostic and In-vitro Diagnostics fields (IVD). In the X-ray imaging diagnostic field, sales of *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, were prominent. In the medical IT field, sales of systems, particularly *SYNAPSE*, the Picture Archiving Communication Systems (PACS), were strong. In the endoscope field, strong sales of *LASEREO*, the endoscope systems paired with laser light, were seen in domestic and overseas market. In the ultrasound diagnostic fields, sales of the *SonoSite X-Porte*, a premium model designed to meet clinical needs for circulatory organ-related diagnoses in emergency situations, increased particularly in the U.S. and Middle East region. Sales increased in a series of new ultrasound imaging diagnostic devices such as the portable *SonoSite Edge II*, the full-flat typed *SonoSite S II*. Orders for tablet typed *SonoSite iViz*, are expanding not only in developed countries such as Japan, the U.S. and Europe, but also in emerging countries such as Eastern Europe and South America, and others. In the field of IVD, sales of *FUJI DRI-CHEM Series*, the densitometry analysis machine in overseas market, were strong. Sales significantly increased due to addition of clinical diagnostic reagents business in Wako Pure Chemical Industries, Ltd., which became a consolidated subsidiary in April 2017.

In the pharmaceutical business, overall sales decreased, mainly due to the influence of generic drugs in the small-molecular drugs. In the field of R&D, Fujifilm is promoting the development of pipelines, for example, Fujifilm started Phase I clinical trial of its anti-cancer drug *FF-10101* in the U.S. pertain to patients with relapsed or refractory acute myeloid leukemia in August 2017, and Fujifilm also has decided to start clinical trials in the U.S. in 2018 for its anti-cancer drug *FF-10832* which is a liposome-based anti-cancer drug *gemcitabine*, for advanced solid tumors. In December 2017, Fujifilm acquired equity stake in the drug discovery venture company named EdiGene Corporation, and signed a joint research agreement for exploring and developing gene therapy drugs that meet unmet medical needs.

In the Bio CDMO business, the sales in Contract Development and Manufacturing Organization of biopharmaceuticals business progressed steadily. In order to respond rapidly to demands from customers for increased production and other future expansions in demand, in November 2017, Fujifilm decided to accelerate the schedule for bolster its capacity to produce bio-pharmaceuticals at its production centers in the U.S. and to expand its facility in the UK for the development of production processes. At the same time as bolstering its production capacity, Fujifilm will, through the development of highly efficient, highly productive technology, further expand its businesses for performing bio-pharmaceutical process development and contract manufacturing business.

In the Regenerative Medicine Business, *JACE*, which is the autologous cultured epidermis produced by Japan Tissue Engineering Co., Ltd. (J-TEC) contributed to sales revenue by increase in sales orders, which was partly due to the receipt of a new indication from December 2016 onwards, for the treatment of giant congenital melanocyte nevus. Furthermore, we incorporated the Wako Pure Chemical Industries, Ltd., which has strong technological capabilities in the field of culture media / cytokines, which is critical for regenerative medicine, as a consolidated subsidiary. As a result, we have established a solid platform to develop the three important elements required for regenerative medicine, namely cells, culture media / cytokines and scaffolds, within the Fujifilm group as a whole, with Cellular Dynamics International, Inc. of U.S., a world-leader in the development and manufacture of IPS cells, J-TEC, and Fujifilm, which holds an advantage in the field of scaffolds (recombinant peptide).

In the Life Sciences Business, sales revenue increased due to strong sales of skin whitening products such as *ASTALIFT WHITE Bright Lotion*, which was marketed in March 2017, as well as other products such *MetabARRIER S*, which is certified as Foods with Function Claims, with two functions of reducing sugar absorption and improving intestinal health. Robust sales were also recorded for the products launched in September 2017 which are two *ASTALIFT* cream products, the revamped *ASTALIFT* emulsion, as well as for the *ASTALIFT IN-FOCUS* which is a prestige series of *ASTALIFT*.

Regarding the display materials business, overall sales remained unchanged reflecting such impact as production adjustment of existing TAC products, though sales of new business fields related to touch-panels,

organic EL and others were strong.

In the industrial products business, though sales decreased due to the transfer of paper business and printer system business of Fujifilm's group company and other factors, the sales of *EXCLEAR*, touch-panel sensor films, were strong and favorable sales of industrial-use X-ray films and *Prescale*, pressure measurement film, were seen.

Overall sales in the electronic materials business increased, reflecting strong sales of such advanced products as photo resists, peripheral materials related to photolithography, CMP slurries, Image Sensor Color Mosaic and others.

In the Fine Chemical Business, sales of highly functional chemicals such as polymerization initiator which is one of raw materials for high water absorption resin, used in daily necessities such as paper diaper, increased. For further reinforce business foundation, it was decided to bring forward the planned amalgamation of Wako Pure Chemical Industries, Ltd. and FUJIFILM Finechemicals Co., Ltd. to April 1, 2018. It will integrate all corporate functions such as R&D, production, quality assurance and sales to strengthen the structure for even greater business expansion.

In the recording media business, sales decreased due to the inventory adjustment of magnetic tape for data storage and other factors. Fujifilm is expanding the sales of magnetic tape for data storage, using barium ferrite (BaFe) particles and also encouraging the spread of its data archive service, *dternity*, and others to certainly meet customer's need in this big data era.

In the graphic systems business, overall sales decreased mainly due to the decline in total demands of graphic arts film, CTP plates and others. In October 2017, Fujifilm reached a partnership agreement with Xerox Corporation for marketing the *Jet Press720S*, inkjet digital press in North America. In addition, Fujifilm's and Fuji Xerox's domestic sales functions for inkjet digital presses into FUJIFILM Digital Press Co.,Ltd. in delivering optimum products and solutions in the increasingly digitizing printing market.

In the inkjet business, favorable sales were seen in inks and industrial inkjet printheads. Fujifilm plans to expand its sales not only in the existing commercial printing field, sign display field, and ceramics field, but also in new areas where future growth is expected and digitalization is progressing, such as industrial applications of printing for textile and others.

Document Solutions

In the Document Solutions segment, consolidated revenue amounted to ¥783.7 billion (down 1.1% from the same period of the previous fiscal year) due to shrink of some low-profitability parts of office printer business, and sales decrease in Oceania region.

Operating income amounted to ¥40.5 billion (down 28.5% from the same period of the previous fiscal year) due to sales decrease and other factors.

Regarding the office products business of office products and printers business, overall sales volume remained unchanged from the same period of the previous fiscal year, due to the strong sales in China and new products for export shipments to the U.S. and Europe, though sales decreased in Japan and Oceania region. In the office printer business, sales volume decreased due to shift of product mix to high end models.

In the production services business, the overall number of sales unit fell due to a reduction in sales of production printers intended for core office tasks, which sold well in the previous fiscal year, as well as a reduction in the sale of export shipments to the U.S. and Europe. However, strong sales of a high speed and high quality production color printer named *Iridesse™ Production Press*, launched in November 2017, were seen.

In the solutions and services business, revenue increased due to the steady sales of specific solutions for particular industries and services in Japan, while sales decreased in Oceania region due to sales for a large business last fiscal year.

(2) Explanation on the Consolidated Financial Position

At the end of the third quarter of the fiscal year ending March 31, 2018, total assets decreased by ¥2.6 billion, compared with the end of the previous fiscal year, to ¥3,530.6 billion, owing to decrease in cash and cash equivalents and other factors. Total liabilities decreased by ¥140.0 billion, compared with the end of the

previous fiscal year, to ¥1,125.1 billion. FUJIFILM Holdings shareholders' equity increased by ¥130.3 billion, compared with the end of the previous fiscal year, to ¥2,173.9 billion. As a result, the current ratio increased by 28.8 percentage points, to 328.0%, the debt-equity ratio decreased by 10.1 percentage points, to 51.8%, and the equity ratio increased by 3.8 percentage points, to 61.6%, compared with the end of the previous fiscal year. Fujifilm is maintaining a stable level of asset liquidity and a sound capital structure.

(Cash Flows)

Amount Unit: Billions of yen

	Nine months ended December 31, 2017	Nine months ended December 31, 2016	Change
Net cash provided by operating activities	155.7	193.1	(37.4)
Net cash used in investing activities	(171.4)	(69.1)	(102.3)
Net cash used in financing activities	(222.9)	(80.5)	(142.4)

During the third quarter of the fiscal year ending March 31, 2018, net cash provided by operating activities totaled ¥155.7 billion, due to decrease in notes and accounts receivable and other factors in addition to net income attributable to FUJIFILM Holdings. Net cash used in investing activities amounted to ¥171.4 billion, due to acquisition of Wako Pure Chemical Industries, Ltd., purchases of property, plant and equipment and others. Thus, free cash flows—or the sum of cash flows from operating and investing activities—were ¥(15.7) billion. Net cash used in financing activities amounted to ¥222.9 billion, due to repayment of debt, redemption of bond and other factors.

As a result, cash and cash equivalents at the end of the quarter under review amounted to ¥652.2 billion, down ¥223.8 billion from the end of the previous fiscal year.

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

In light of the fact that it has been decided that Fuji Xerox will implement a structural reform and it is expected to entail one-time expenses, including the expenses for such structural reform, of approximately ¥49.0 billion in the second half of the fiscal year ending March 2018, and in light of the current performance of the Information Solutions segment and the Document Solutions segment, FUJIFILM Holdings has downwardly revised its forecast for Operating income. FUJIFILM Holdings has also sold a portion of its stockholdings in pursuit of asset efficiency, and due to reasons such as the fact that this is expected to result in the recording of a ¥49.0 billion gain on sale of investment securities under “non-operating income and expenses” in the second half of the fiscal year ending March 2018, FUJIFILM Holdings has not revised its forecast for Income before income taxes. Further, as a result of factors such as a decrease of the amount to be deducted as “profit (loss) attributable to non-controlling interests,” FUJIFILM Holdings has upwardly revised its forecast for Net income attributable to FUJIFILM Holdings and Net income attributable to FUJIFILM Holdings per share. Net income attributable to FUJIFILM Holdings is forecast to be the highest in the history of FUJIFILM Holdings.

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, 2018 are ¥110 and ¥130, respectively.

(Amount Unit: Millions of yen unless otherwise specified)

	Previous forecast (A) (announced on Jun. 12, 2017)	Latest revised forecast (B)	Change (B-A)	Percentage (%)	(Ref.) Actual results for FY 2017/3
Revenue	2,460,000	2,460,000	-	-	2,322,163
Operating income	185,000	130,000	(55,000)	(29.7%)	172,281
Income before income taxes	200,000	200,000	-	-	194,775
Net income attributable to FUJIFILM Holdings	125,000	140,000	15,000	12.0%	131,506
Net income attributable to FUJIFILM Holdings per share	¥285.55	¥322.16	¥36.61	12.8%	¥296.27

Note: While net income attributable to FUJIFILM Holdings per share in the previous forecast is calculated using the number of shares issued as of March 31, 2017 excluding treasury shares for the average number of shares for the relevant period, that in the latest revised forecast is calculated using the number of shares issued as of December 31, 2017 excluding treasury shares.

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: Yes

In November 2015, U.S. Financial Accounting Standards Board (FASB) issued Accounting Standards Update 2015-2017 "Income Taxes: Balance Sheet Classification of Deferred Taxes." Accounting Standards Update 2015-2017 requires that all deferred tax assets and liabilities to be classified as noncurrent on the balance sheet. We have applied the standards from the first quarter of the fiscal year ending March 31, 2018 (commencing on April 1, 2017), and retroactive amendments don't have been made for previous fiscal years.

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.

"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.

4. CONSOLIDATED FINANCIAL STATEMENTS FUJIFILM Holdings Corporation (4901)

(1) Consolidated Balance Sheets

Amount Unit: Millions of yen

	As of December 31, 2017	As of March 31, 2017	Change
ASSETS			
Current assets:			
Cash and cash equivalents	652,191	875,958	(223,767)
Marketable securities	3,050	6,044	(2,994)
Notes and accounts receivable:			
Trade and finance	643,064	640,279	2,785
Affiliated companies	15,656	19,708	(4,052)
Allowance for doubtful receivables	(28,109)	(24,207)	(3,902)
	630,611	635,780	(5,169)
Inventories	399,440	339,242	60,198
Prepaid expenses and Other	130,815	177,776	(46,961)
Total current assets	1,816,107	2,034,800	(218,693)
Investments and long-term receivables:			
Investments in and advances to affiliated companies	31,535	28,962	2,573
Investment securities	133,454	134,032	(578)
Long-term finance and other receivables	137,926	139,124	(1,198)
Allowance for doubtful receivables	(2,479)	(2,579)	100
Total investments and long-term receivables	300,436	299,539	897
Property, plant and equipment:			
Land	104,094	90,772	13,322
Buildings	723,098	697,327	25,771
Machinery and equipment	1,658,509	1,619,959	38,550
Construction in progress	34,456	31,259	3,197
	2,520,157	2,439,317	80,840
Less accumulated depreciation	(1,973,073)	(1,918,703)	(54,370)
Total property, plant and equipment	547,084	520,614	26,470
Other assets:			
Goodwill, net	603,507	499,833	103,674
Other intangible assets, net	132,769	76,448	56,321
Other	130,663	101,955	28,708
Total other assets	866,939	678,236	188,703
Total assets	3,530,566	3,533,189	(2,623)

	As of December 31, 2017	As of March 31, 2017	Change
LIABILITIES			
Current liabilities:			
Short-term debt	33,004	123,999	(90,995)
Notes and accounts payable:			
Trade	222,580	234,217	(11,637)
Construction	15,547	19,913	(4,366)
Affiliated companies	3,893	3,733	160
	242,020	257,863	(15,843)
Accrued income taxes	13,247	32,005	(18,758)
Accrued liabilities	169,073	179,055	(9,982)
Other current liabilities	96,360	87,256	9,104
Total current liabilities	553,704	680,178	(126,474)
Long-term liabilities:			
Long-term debt	437,743	434,843	2,900
Accrued pension and severance costs	33,557	39,444	(5,887)
Other long-term liabilities	100,109	110,666	(10,557)
Total long-term liabilities	571,409	584,953	(13,544)
Total liabilities	1,125,113	1,265,131	(140,018)
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	79,083	81,761	(2,678)
Retained earnings	2,383,743	2,275,626	108,117
Accumulated other comprehensive income (loss)	(13,300)	(54,720)	41,420
Treasury stock, at cost	(315,991)	(299,471)	(16,520)
Total FUJIFILM Holdings shareholders' equity	2,173,898	2,043,559	130,339
Noncontrolling interests	231,555	224,499	7,056
Total equity	2,405,453	2,268,058	137,395
Total liabilities and equity	3,530,566	3,533,189	(2,623)

Note: Details of accumulated other comprehensive income (loss)

	As of December 31, 2017	As of March 31, 2017	Change
Unrealized gains (losses) on securities	44,037	42,693	1,344
Foreign currency translation adjustments	40,652	4,057	36,595
Pension liability adjustments	(97,412)	(100,486)	3,074
Unrealized gains (losses) on derivatives	(577)	(984)	407

(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, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:						
Sales		1,553,262		1,440,564	112,698	7.8
Rentals		256,420		251,697	4,723	1.9
	100.0	1,809,682	100.0	1,692,261	117,421	6.9
Cost of sales:						
Sales		976,768		899,732	77,036	8.6
Rentals		104,391		107,776	(3,385)	(3.1)
	59.7	1,081,159	59.5	1,007,508	73,651	7.3
Gross profit	40.3	728,523	40.5	684,753	43,770	6.4
Operating expenses:						
Selling, general and administrative	26.7	483,037	26.4	446,456	36,581	8.2
Research and development	6.5	116,899	7.1	119,980	(3,081)	(2.6)
	33.2	599,936	33.5	566,436	33,500	5.9
Operating income	7.1	128,587	7.0	118,317	10,270	8.7
Other income (expenses):						
Interest and dividend income		4,730		5,212	(482)	
Interest expense		(3,714)		(4,023)	309	
Foreign exchange gains (losses), net		668		2,112	(1,444)	
Gains (losses) on sales of investment securities, net		19,500		7,460	12,040	
Other, net		24,768		1,439	23,329	
	2.5	45,952	0.7	12,200	33,752	276.7
Income before income taxes	9.6	174,539	7.7	130,517	44,022	33.7
Income taxes	2.2	40,602	2.3	38,448	2,154	5.6
Equity in net earnings (losses) of affiliated companies	(0.0)	(21)	(0.1)	(2,491)	2,470	-
Net income	7.4	133,916	5.3	89,578	44,338	49.5
Less: Net (income) loss attributable to the noncontrolling interests	(0.5)	(9,406)	(0.6)	(10,840)	1,434	-
Net income attributable to FUJIFILM Holdings	6.9	124,510	4.7	78,738	45,772	58.1

Three months ended December 31

Amount Unit: Millions of yen

	Three months ended December 31, 2017 From October 1, 2017 To December 31, 2017		Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:						
Sales		535,467		495,315	40,152	8.1
Rentals		86,277		83,329	2,948	3.5
	100.0	621,744	100.0	578,644	43,100	7.4
Cost of sales:						
Sales		331,665		306,214	25,451	8.3
Rentals		34,894		36,066	(1,172)	(3.2)
	59.0	366,559	59.2	342,280	24,279	7.1
Gross profit	41.0	255,185	40.8	236,364	18,821	8.0
Operating expenses:						
Selling, general and administrative	26.3	164,004	25.3	146,382	17,622	12.0
Research and development	6.2	38,471	6.7	39,019	(548)	(1.4)
	32.5	202,475	32.0	185,401	17,074	9.2
Operating income	8.5	52,710	8.8	50,963	1,747	3.4
Other income (expenses):						
Interest and dividend income		1,740		2,302	(562)	
Interest expense		(1,085)		(1,601)	516	
Foreign exchange gains (losses), net		(778)		9,726	(10,504)	
Gains (losses) on sales of investment securities, net		19,250		3,479	15,771	
Other, net		2,535		1,295	1,240	
	3.5	21,662	2.6	15,201	6,461	42.5
Income before income taxes	12.0	74,372	11.4	66,164	8,208	12.4
Income taxes	2.8	17,503	3.1	18,350	(847)	(4.6)
Equity in net earnings (losses) of affiliated companies	(0.1)	(411)	0.0	172	(583)	-
Net income	9.1	56,458	8.3	47,986	8,472	17.7
Less: Net (income) loss attributable to the noncontrolling interests	(0.5)	(2,847)	(0.6)	(3,632)	785	-
Net income attributable to FUJIFILM Holdings	8.6	53,611	7.7	44,354	9,257	20.9

(Consolidated Statements of Comprehensive Income)**Nine months ended December 31**

Amount Unit: Millions of yen

	Nine months ended December 31, 2017 From April 1, 2017 To December 31, 2017	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016	Change
Net income	133,916	89,578	44,338
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	1,538	295	1,243
Foreign currency translation adjustments	40,224	(6,659)	46,883
Pension liability adjustments	3,542	4,333	(791)
Unrealized gains (losses) on derivatives	420	533	(113)
Other comprehensive income (loss)	45,724	(1,498)	47,222
Comprehensive income (loss)	179,640	88,080	91,560
Less: Comprehensive (income) loss attributable to noncontrolling interests	(13,710)	(9,997)	(3,713)
Comprehensive income (loss) attributable to FUJIFILM Holdings	165,930	78,083	87,847

Three months ended December 31

Amount Unit: Millions of yen

	Three months ended December 31, 2017 From October 1, 2017 To December 31, 2017	Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016	Change
Net income	56,458	47,986	8,472
Other comprehensive income (loss), net of tax:			
Unrealized gains (losses) on securities	(6,396)	9,612	(16,008)
Foreign currency translation adjustments	9,472	106,835	(97,363)
Pension liability adjustments	1,965	173	1,792
Unrealized gains (losses) on derivatives	(26)	292	(318)
Other comprehensive income (loss)	5,015	116,912	(111,897)
Comprehensive income (loss)	61,473	164,898	(103,425)
Less: Comprehensive (income) loss attributable to noncontrolling interests	(4,338)	(13,015)	8,677
Comprehensive income (loss) attributable to FUJIFILM Holdings	57,135	151,883	(94,748)

(3) Consolidated Statements of Cash Flows

	Nine months ended December 31, 2017 From April 1, 2017 To December 31, 2017	Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016	Change
Operating activities			
Net income	133,916	89,578	44,338
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	95,347	89,535	5,812
Gain on remeasurement of step acquisitions	(20,838)	-	(20,838)
(Gains) losses on sales of investment securities	(19,500)	(7,460)	(12,040)
Equity in net (gains) losses of affiliated companies, net of dividends received	1,323	3,129	(1,806)
Changes in operating assets and liabilities:			
Notes and accounts receivable	47,849	36,408	11,441
Inventories	(35,109)	(17,498)	(17,611)
Notes and accounts payable - trade	(30,571)	(9,004)	(21,567)
Accrued income taxes and other liabilities	(25,449)	(16,300)	(9,149)
Other	8,712	24,736	(16,024)
Subtotal	21,764	103,546	(81,782)
Net cash provided by operating activities	155,680	193,124	(37,444)
Investing activities			
Purchases of property, plant and equipment	(48,431)	(55,469)	7,038
Purchases of software	(12,353)	(15,351)	2,998
Proceeds from sales and maturities of marketable and investment securities	29,353	42,671	(13,318)
Purchases of marketable and investment securities	(3,665)	(15,658)	11,993
(Increase) decrease in time deposits, net	(2,589)	219	(2,808)
Increase in investments in and advances to affiliated companies	(2,004)	(4,478)	2,474
Acquisitions of businesses, net of cash acquired	(126,936)	(1,334)	(125,602)
Other	(4,731)	(19,651)	14,920
Net cash used in investing activities	(171,356)	(69,051)	(102,305)
Financing activities			
Proceeds from long-term debt	503	23,963	(23,460)
Repayments of long-term debt	(162,293)	(6,639)	(155,654)
Increase (decrease) in short-term debt, net	6,271	(15,229)	21,500
Cash dividends paid to shareholders	(31,714)	(30,165)	(1,549)
Subsidiaries' cash dividends paid to noncontrolling interests	(6,521)	(6,355)	(166)
Net purchases of stock for treasury	(29,432)	(50,014)	20,582
Other	317	3,965	(3,648)
Net cash used in financing activities	(222,869)	(80,474)	(142,395)
Effect of exchange rate changes on cash and cash equivalents	14,778	(784)	15,562
Net increase (decrease) in cash and cash equivalents	(223,767)	42,815	(266,582)
Cash and cash equivalents at beginning of period	875,958	600,897	275,061
Cash and cash equivalents at end of period	652,191	643,712	8,479

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, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:	%		%			
Imaging Solutions:						
External customers	16.5	297,727	15.2	257,483	40,244	15.6
Intersegment		1,781		1,887	(106)	-
Total		299,508		259,370	40,138	15.5
Information Solutions:						
External customers	40.2	728,261	38.0	642,413	85,848	13.4
Intersegment		639		966	(327)	-
Total		728,900		643,379	85,521	13.3
Document Solutions:						
External customers	43.3	783,694	46.8	792,365	(8,671)	(1.1)
Intersegment		5,664		5,848	(184)	-
Total		789,358		798,213	(8,855)	(1.1)
Eliminations		(8,084)		(8,701)	617	-
Consolidated total	100.0	1,809,682	100.0	1,692,261	117,421	6.9

b. Operating income

Amount Unit: Millions of yen

	Nine months ended December 31, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
					Amount	%
Operating Income:	%		%			
Imaging Solutions	16.7	50,027	11.0	28,403	21,624	76.1
Information Solutions	8.4	61,227	8.7	55,737	5,490	9.8
Document Solutions	5.1	40,505	7.1	56,649	(16,144)	(28.5)
Total		151,759		140,789	10,970	7.8
Corporate expenses and eliminations		(23,172)		(22,472)	(700)	-
Consolidated total	7.1	128,587	7.0	118,317	10,270	8.7

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, pharmaceuticals, contract development and manufacturing organization of biopharmaceuticals, regenerative medicine, life sciences, display materials, industrial products, recording media, electronic materials, fine chemicals, equipment and materials for graphic arts, inks and industrial inkjet printheads,
- 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, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
	%		%		Amount	%
Revenue:						
Japan:						
External customers	48.4	875,891	49.3	833,605	42,286	5.1
Intersegment		372,091		332,100	39,991	-
Total		1,247,982		1,165,705	82,277	7.1
The Americas:						
External customers	18.9	341,700	18.6	315,074	26,626	8.5
Intersegment		35,507		30,644	4,863	-
Total		377,207		345,718	31,489	9.1
Europe:						
External customers	9.6	174,174	8.8	149,438	24,736	16.6
Intersegment		13,924		12,212	1,712	-
Total		188,098		161,650	26,448	16.4
Asia and others:						
External customers	23.1	417,917	23.3	394,144	23,773	6.0
Intersegment		232,089		215,922	16,167	-
Total		650,006		610,066	39,940	6.5
Eliminations		(653,611)		(590,878)	(62,733)	-
Consolidated total	100.0	1,809,682	100.0	1,692,261	117,421	6.9

b. Operating income

Amount Unit: Millions of yen

	Nine months ended December 31, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
	%		%		Amount	%
Operating Income (Loss):						
Japan	5.9	73,250	5.4	63,492	9,758	15.4
The Americas	4.0	15,157	4.4	15,235	(78)	(0.5)
Europe	4.9	9,286	3.6	5,761	3,525	61.2
Asia and others	5.7	36,908	6.1	37,111	(203)	(0.5)
Eliminations		(6,014)		(3,282)	(2,732)	-
Consolidated total	7.1	128,587	7.0	118,317	10,270	8.7

c. Overseas revenue (Destination Base)

Amount Unit: Millions of yen

	Nine months ended December 31, 2017 From April 1, 2017 To December 31, 2017		Nine months ended December 31, 2016 From April 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:	%		%			
Domestic	40.5	733,491	40.9	691,222	42,269	6.1
Overseas:						
The Americas	19.6	354,094	19.8	335,419	18,675	5.6
Europe	12.9	233,135	11.8	199,879	33,256	16.6
Asia and others	27.0	488,962	27.5	465,741	23,221	5.0
Subtotal	59.5	1,076,191	59.1	1,001,039	75,152	7.5
Consolidated total	100.0	1,809,682	100.0	1,692,261	117,421	6.9

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, 2017 From October 1, 2017 To December 31, 2017		Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:	%		%			
Imaging Solutions	19.8	122,889	17.8	103,149	19,740	19.1
Information Solutions	39.8	247,484	38.1	220,456	27,028	12.3
Document Solutions	40.4	251,371	44.1	255,039	(3,668)	(1.4)
Consolidated total	100.0	621,744	100.0	578,644	43,100	7.4

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, pharmaceuticals, contract development and manufacturing organization of biopharmaceuticals, regenerative medicine, life sciences, display materials, industrial products, recording media, electronic materials, fine chemicals, equipment and materials for graphic arts, inks and industrial inkjet printheads,
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, 2017 From October 1, 2017 To December 31, 2017		Three months ended December 31, 2016 From October 1, 2016 To December 31, 2016		Change	
					Amount	%
Revenue:	%		%			
Domestic	39.2	243,970	39.9	230,604	13,366	5.8
Overseas:						
The Americas	20.0	124,109	20.4	117,903	6,206	5.3
Europe	14.2	88,695	12.9	74,787	13,908	18.6
Asia and others	26.6	164,970	26.8	155,350	9,620	6.2
Subtotal	60.8	377,774	60.1	348,040	29,734	8.5
Consolidated total	100.0	621,744	100.0	578,644	43,100	7.4

Note on Significant Changes to FUJIFILM Holdings Shareholders' Equity

N/A