



October 31, 2013

Revision of the Financial Forecast for the Fiscal Year Ending March 31, 2014

This is to announce that the consolidated financial forecast for the year ending March 31, 2014 announced on August 8, 2013 is revised as below.

1. Revision of the Consolidated Financial Forecast

(1) Revised Consolidated Financial Forecast for the First Half Ended September 30, 2013 (From April 1, 2013 to September 30, 2013)

	Net Sales (million yen)	Operating Income (million yen)	Ordinary Income (million yen)	Net Income (million yen)	Net Income per Share of Common Stock (Yen)
Previous Forecast (A)	477,000	14,500	12,500	8,000	20.17
Revised Forecast (B)	470,000	22,000	20,000	13,500	34.04
Difference (B)-(A)	(7,000)	7,500	7,500	5,500	
Change (%)	(1.5)	51.7	60.0	68.8	
Results of First Half ended September 30, 2012	497,243	37,103	39,524	32,022	80.75

(2) Revised Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2014 (From April 1, 2013 to March 31, 2014)

	Net Sales (million yen)	Operating Income (million yen)	Ordinary Income (million yen)	Net Income (million yen)	Net Income per Share of Common Stock (Yen)
Previous Forecast (A)	1,040,000	65,000	63,000	50,000	126.07
Revised Forecast (B)	1,015,000	65,000	63,000	50,000	126.07
Difference (B)-(A)	(25,000)	-	-	-	
Change (%)	(2.4)	-	-	-	
Results of Year ended March 31, 2013	1,010,493	51,001	48,344	42,459	107.07

2. Background of Revision

Regarding the consolidated financial forecasts for the first half ended September 30, 2013, net sales are expected to fall short of the previous forecast. This is in large part due to the fact that in the Imaging Products Business, the unit prices for entry-level models of the Digital Single-Lens Reflex (SLR) cameras were lower than projected, although it achieved the estimated sales volume. Meanwhile, operating income, ordinary income and net income for the same period are expected to exceed the previous forecast, thanks mainly to successful expense reduction initiatives implemented by the Imaging Products Business and the Precision Equipment Business together with the positive effect from an increase in sales volume of the LCD steppers and scanners in the Precision Equipment Business.

For the consolidated financial forecasts for the year ending March 31, 2014, the previous net sales forecast is revised downward to incorporate the prediction for the Imaging Products Business that the sales volume of the Digital camera—Interchangeable Lens Type and Interchangeable lens will be dragged down due to weak market conditions. However, operating income, ordinary income and net income for the period remain unchanged from the previous forecast, as the Group aims to improve profitability by further reducing costs and expenses.

Our forecast is based on the following foreign currency exchange rates: 1 USD = 95 Yen, 1 EURO = 125 Yen

Forecasts in this disclosure are made by management in light of information currently available. A number of factors could cause actual results to differ materially from those disclosed as above.