

consolidated balance sheets

Nikon Corporation and Consolidated Subsidiaries
At March 31, 1999 and 1998

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	1999	1998	1999
ASSETS			
Current assets			
Cash and time deposits	¥ 21,996	¥ 18,290	\$ 182,466
Marketable securities (Notes 3 and 5)	20,600	21,851	170,884
Notes and accounts receivable — trade (Note 5):			
Customers	99,334	140,521	824,012
Unconsolidated subsidiaries and associated companies	1,502	2,534	12,460
Allowance for doubtful receivables	(2,603)	(3,001)	(21,594)
Inventories (Note 4)	150,576	154,368	1,249,080
Deferred income taxes (Note 9)	10,065	3,955	83,497
Other current assets	6,910	11,582	57,325
Total current assets	<u>308,382</u>	<u>350,104</u>	<u>2,558,130</u>
Property, plant and equipment (Note 5)			
Land	15,170	15,236	125,846
Buildings and structures	88,021	83,461	730,163
Machinery and equipment	158,946	150,725	1,318,512
Construction in progress	4,139	6,284	34,339
Total	<u>266,278</u>	<u>255,707</u>	<u>2,208,860</u>
Accumulated depreciation	<u>(164,412)</u>	<u>(151,792)</u>	<u>(1,363,853)</u>
Net property, plant and equipment	<u>101,865</u>	<u>103,915</u>	<u>845,007</u>
Investments and other assets			
Investments in securities (Notes 3 and 5)	36,579	32,794	303,434
Investments in unconsolidated subsidiaries and associated companies	2,694	3,166	22,352
Long-term loans:			
Employees and other	979	1,782	8,122
Unconsolidated subsidiaries and associated companies	122	233	1,014
Allowance for doubtful receivables	(43)	(522)	(361)
Deferred income taxes (Note 9)	5,728		47,517
Deposit and long-term prepaid expenses	14,490	14,157	120,205
Other	4,166	1,693	34,562
Total investments and other assets	<u>64,716</u>	<u>53,306</u>	<u>536,845</u>
Total	<u>¥474,964</u>	<u>¥507,326</u>	<u>\$3,939,982</u>

See Notes to Consolidated Financial Statements.

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	1999	1998	1999
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Short-term borrowings (Notes 5 and 6)	¥106,665	¥104,049	\$ 884,826
Current portion of long-term debt (Notes 5 and 7)	12,509	13,676	103,773
Notes and accounts payable — trade:			
Suppliers	53,229	71,105	441,555
Unconsolidated subsidiaries and associated companies	684	871	5,675
Income taxes payable	914	5,290	7,589
Accrued expenses	25,756	25,868	213,656
Other current liabilities (Note 5)	<u>9,643</u>	<u>14,962</u>	<u>79,999</u>
Total current liabilities	<u>209,404</u>	<u>235,825</u>	<u>1,737,073</u>
Long-term liabilities			
Long-term debt (Notes 5 and 7)	103,091	98,495	855,173
Liability for severance indemnities	1,265	1,312	10,495
Deferred income taxes (Note 9)		246	
Other long-term liabilities	<u>199</u>	<u>316</u>	<u>1,653</u>
Total long-term liabilities	<u>104,555</u>	<u>100,370</u>	<u>867,321</u>
Minority interest	<u>14</u>	<u>80</u>	<u>119</u>
Contingent liabilities (Note 12)			
Shareholders' equity			
Common stock (Note 8):			
¥50 par value per share			
Authorized — 1,000,000,000 shares			
Issued and outstanding — 369,927,584 shares in 1999 and 1998	36,660	36,660	304,113
Additional paid-in capital (Note 8)	51,909	51,909	430,607
Retained earnings (Notes 8 and 13)	<u>72,423</u>	<u>82,484</u>	<u>600,779</u>
	160,994	171,055	1,335,499
Treasury stock, at cost :			
2,407 shares in 1999 and 3,281 shares in 1998	<u>(3)</u>	<u>(4)</u>	<u>(30)</u>
Total shareholders' equity	<u>160,990</u>	<u>171,051</u>	<u>1,335,469</u>
Total	<u>¥474,964</u>	<u>¥507,326</u>	<u>\$3,939,982</u>