

CONSOLIDATED BALANCE SHEETS

Nikon Corporation and Consolidated Subsidiaries
March 31, 2000 and 1999

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2000	1999	2000
ASSETS			
Current assets			
Cash and cash equivalents	¥ 32,574	¥ 23,419	\$ 306,864
Marketable securities (Notes 3 and 5)	12	14,380	110
Notes and accounts receivable — trade (Note 5):			
Customers	122,285	99,335	1,151,998
Unconsolidated subsidiaries and associated companies	680	1,502	6,401
Allowance for doubtful receivables	(2,116)	(2,603)	(19,937)
Inventories (Note 4)	153,847	150,577	1,449,340
Deferred tax assets (Note 7)	12,521	10,066	117,959
Other current assets	12,502	11,707	117,787
Total current assets	<u>332,305</u>	<u>308,383</u>	<u>3,130,522</u>
Property, plant and equipment			
Land	13,736	15,171	129,404
Buildings and structures	81,999	88,021	772,481
Machinery and equipment	148,692	158,947	1,400,773
Construction in progress	6,243	4,139	58,810
Total	<u>250,670</u>	<u>266,278</u>	<u>2,361,468</u>
Accumulated depreciation	<u>(161,245)</u>	<u>(164,412)</u>	<u>(1,519,030)</u>
Net property, plant and equipment	<u>89,425</u>	<u>101,866</u>	<u>842,438</u>
Investments and other assets			
Investments in securities (Notes 3 and 5)	49,368	36,579	465,082
Investments in unconsolidated subsidiaries and associated companies	5,643	2,695	53,159
Long-term loans:			
Employees and other	808	979	7,610
Unconsolidated subsidiaries and associated companies	78	122	730
Allowance for doubtful receivables	(48)	(44)	(452)
Deferred tax assets (Note 7)	4,141	5,728	39,007
Deposit and long-term prepaid expenses	5,900	6,674	55,581
Foreign currency translation adjustments	7,107	2,963	66,952
Other	7,448	9,020	70,172
Total investments and other assets	<u>80,445</u>	<u>64,716</u>	<u>757,841</u>
Total	<u>¥502,175</u>	<u>¥474,965</u>	<u>\$4,730,801</u>

See Notes to Consolidated Financial Statements.

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2000	1999	2000
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Short-term borrowings (Note 5)	¥ 85,558	¥106,666	\$ 806,007
Current portion of long-term debt (Note 5)	15,439	12,510	145,442
Notes and accounts payable — trade:			
Suppliers	86,685	53,229	816,630
Unconsolidated subsidiaries and associated companies	1,103	684	10,393
Income taxes payable	3,175	915	29,910
Accrued expenses	30,194	25,756	284,442
Other current liabilities (Note 5)	16,083	9,644	151,518
Total current liabilities	<u>238,237</u>	<u>209,404</u>	<u>2,244,342</u>
Long-term liabilities			
Long-term debt (Note 5)	95,728	103,091	901,817
Liability for severance indemnities	1,349	1,265	12,711
Other long-term liabilities	355	200	3,339
Total long-term liabilities	<u>97,432</u>	<u>104,556</u>	<u>917,867</u>
Minority interest	<u>11</u>	<u>14</u>	<u>107</u>
Commitments and Contingent liabilities (Notes 9,10 and 11)			
Shareholders' equity			
Common stock (Note 6):			
¥50 par value per share			
Authorized — 1,000,000,000 shares			
Issued and outstanding — 369,927,584 shares in 2000 and 1999	36,661	36,661	345,369
Additional paid-in capital (Note 6)	51,910	51,910	489,022
Retained earnings (Notes 6 and 12)	77,950	72,424	734,335
	<u>166,521</u>	<u>160,995</u>	<u>1,568,726</u>
Treasury stock, at cost :			
6,658 shares in 2000 and 2,407 shares in 1999	(26)	(4)	(241)
Total shareholders' equity	<u>166,495</u>	<u>160,991</u>	<u>1,568,485</u>
Total	<u>¥502,175</u>	<u>¥474,965</u>	<u>\$4,730,801</u>