

CONSOLIDATED STATEMENTS OF OPERATIONS

Nikon Corporation and Consolidated Subsidiaries
Years ended March 31, 2000 and 1999

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2000	1999	2000
Net sales	¥371,801	¥305,765	\$3,502,599
Cost of sales	247,473	205,984	2,331,350
Gross profit	124,328	99,781	1,171,249
 Selling, general and administrative expenses	 105,894	 108,522	 997,587
Operating income (loss)	18,434	(8,741)	173,662
Other income (expenses):			
Interest and dividend income	1,062	1,151	10,008
Interest expense	(5,216)	(5,642)	(49,134)
Write-down of inventories	(2,460)	(1,288)	(23,176)
Loss on disposals of inventories	(2,534)	(3,714)	(23,868)
Cash discount	(1,962)	(1,997)	(18,482)
Equity in earnings of unconsolidated subsidiaries and associated companies	174	96	1,637
Other-net	3,981	2,688	37,489
	(6,955)	(8,706)	(65,526)
 Income (loss) before income taxes and minority interest	 11,479	 (17,447)	 108,136
Income taxes (Note 7):			
Current	4,740	1,499	44,651
Deferred	(1,032)	(710)	(9,725)
 Minority interest	 1	 (3)	 9
Net income (loss)	¥ 7,770	¥ (18,233)	\$ 73,201
	Yen		U.S. Dollars (Note 1)
 Per share of common stock (Note 2 (m)):			
Net income (loss)	¥ 21.01	¥ (49.29)	\$ 0.20
Cash dividends applicable to the year	5.00	3.00	0.05

See Notes to Consolidated Financial Statements.