

CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

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

	Thousands	Millions of Yen			
	Outstanding Number of Shares of Common Stock	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock
BALANCE, APRIL 1, 1998	369,928	¥ 36,661	¥ 51,910	¥ 82,485	¥ (4)
Adjustment of retained earnings for newly applied accounting for tax allocation (Note 2 (h))				8,725	
Net loss				(18,233)	
Cash dividends, ¥4 per share				(1,479)	
Bonuses to directors and corporate auditors				(20)	
Adjustment of retained earnings for newly consolidated subsidiaries				946	
BALANCE, MARCH 31, 1999	<u>369,928</u>	<u>¥ 36,661</u>	<u>¥ 51,910</u>	<u>¥ 72,424</u>	<u>¥ (4)</u>
Net income				7,770	
Cash dividends, ¥5.5 per share				(2,034)	
Adjustment of retained earnings for newly consolidated subsidiaries				(229)	
Adjustment of retained earnings for additional application of equity method				19	
Increase in treasury stock					(22)
BALANCE, MARCH 31, 2000	<u>369,928</u>	<u>¥ 36,661</u>	<u>¥ 51,910</u>	<u>¥ 77,950</u>	<u>¥ (26)</u>

	Thousands of U.S. Dollars (Note 1)			
	Common Stock	Additional Paid-in Capital	Retained Earnings	Treasury Stock
BALANCE, MARCH 31, 1999	\$345,369	\$ 489,022	\$682,279	\$ (34)
Net income			73,201	
Cash dividends, U.S.\$ 0.05 per share			(19,167)	
Adjustment of retained earnings for newly consolidated subsidiaries			(2,161)	
Adjustment of retained earnings for additional application of equity method			183	
Increase in treasury stock				(207)
BALANCE, MARCH 31, 2000	<u>\$345,369</u>	<u>\$ 489,022</u>	<u>\$734,335</u>	<u>\$ (241)</u>

See Notes to Consolidated Financial Statements.