CONSOLIDATED STATEMENTS OF INCOME

Nikon Corporation and Consolidated Subsidiaries Years ended March 31, 2001 and 2000

			Thousands of U.S. Dollars	
	Millions of Yen		(Note 1)	
	2001	2000	2001	
Net sales	¥483,957	¥371,801	\$3,906,026	
Cost of sales	301,759	247,473	2,435,499	
Gross profit	182,198	124,328	1,470,527	
Selling, general and administrative expenses (Note 9)	120,775	105,894	974,782	
Operating income	61,423	18,434	495,745	
Other income (expenses)				
Interest and dividend income	1,413	1,062	11,403	
Interest expense	(4,331)	(5,216)	(34,953)	
Write-down of inventories	(2,647)	(2,460)	(21,367)	
Loss on disposals of inventories	(10,506)	(2,534)	(84,795)	
Gain on sales of property, plant and equipment	4,575	736	36,925	
Gain on securities contributed to employees' retirement benefit trusts	1,724		13,915	
Charge for transitional obligations for employees' retirement benefits	(16,459)		(132,843)	
Equity in earnings of unconsolidated subsidiaries				
and associated companies	39	174	315	
Other-net	(5,404)	1,283	(43,607)	
Other income (expenses)-net	(31,596)	(6,955)	(255,007)	
Income before income taxes and minority interest	29,827	11,479	240,738	
Income taxes (Note 8)				
Current	26,978	4,740	217,741	
Deferred	(18,077)	(1,032)	(145,898)	
Total income taxes	8,901	3,708	71,843	
Minority interest	15	1	125	
Net income	¥ 20,911	¥ 7,770	\$ 168,770	

		Yen		U.S. Dollars (Note 1)	
Per share of common stock (Note 2 (o)):					
Net income	¥ 56	5.53 ¥	21.01	\$ 0.46	
Cash dividends applicable to the year	8	8.00	5.00	0.06	

See Notes to Consolidated Financial Statements.