

Consolidated Statements of Operations

Nikon Corporation and Consolidated Subsidiaries

Years ended March 31, 2002 and 2001

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2002	2001	2002
Net sales (Note 3)	¥ 482,975	¥ 483,957	\$ 3,624,582
Cost of sales (Note 3)	306,793	301,759	2,302,387
Gross profit	176,182	182,198	1,322,195
Selling, general and administrative expenses (Notes 3 and 9)	153,943	120,775	1,155,295
Operating income	22,239	61,423	166,900
Other income (expenses)			
Interest and dividend income	1,149	1,413	8,625
Interest expense	(3,659)	(4,331)	(27,456)
Write-down of inventories	(7,112)	(2,647)	(53,371)
Loss on disposals of inventories	(2,185)	(10,506)	(16,399)
Loss on sales of investment securities	(3,358)	(1,668)	(25,201)
Loss on disposals of property, plant and equipment	(1,161)	(1,124)	(8,713)
Gain on sales of property, plant and equipment	3,180	4,575	23,868
Gain on sales of investment securities	1,800		13,506
Gain on securities contributed to employees' retirement benefit trusts (Note 2 (f))		1,724	
Charge for transitional obligations for employees' retirement benefits (Note 2 (f))	(9,755)	(16,459)	(73,206)
Equity in earnings of unconsolidated subsidiaries and associated companies	549	39	4,118
Other-net	1,068	(2,612)	8,007
Other income (expenses)-net	(19,484)	(31,596)	(146,222)
Income before income taxes and minority interest	2,755	29,827	20,678
Income taxes (Note 10)			
Current	3,454	26,978	25,920
Deferred	5,304	(18,077)	39,807
Total income taxes	8,758	8,901	65,727
Minority interest	1	15	7
Net income (loss)	¥ (6,004)	¥ 20,911	\$ (45,056)
Per share of common stock (Note 2 (o)):			
Net income (loss)	¥ (16.23)	¥ 56.53	\$ (0.12)
Cash dividends applicable to the year	4.00	8.00	0.03

See Notes to Consolidated Financial Statements.