

## CONSOLIDATED BALANCE SHEETS

Nikon Corporation and Consolidated Subsidiaries  
March 31, 2003 and 2002

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2003	2002	2003
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	¥ 23,692	¥ 24,614	\$ 197,106
Notes and accounts receivable — trade (Note 5):			
Customers	104,042	102,409	865,570
Unconsolidated subsidiaries and associated companies	858	558	7,142
Allowance for doubtful receivables	(2,940)	(3,047)	(24,461)
Inventories (Note 4)	226,627	208,411	1,885,418
Deferred tax assets (Note 9)	23,606	17,787	196,387
Other current assets (Note 3)	12,428	16,921	103,396
Total current assets	<u>388,313</u>	<u>367,653</u>	<u>3,230,558</u>
<b>Property, plant and equipment</b>			
Land	16,894	16,812	140,550
Buildings and structures	94,968	90,441	790,080
Machinery and equipment	123,738	115,153	1,029,434
Furniture and fixtures	56,171	54,454	467,313
Construction in progress	6,815	13,188	56,700
Total	<u>298,586</u>	<u>290,048</u>	<u>2,484,077</u>
Accumulated depreciation	(188,075)	(176,929)	(1,564,681)
Net property, plant and equipment	<u>110,511</u>	<u>113,119</u>	<u>919,396</u>
<b>Investments and other assets</b>			
Investment securities (Notes 3 and 5)	37,534	45,352	312,262
Investments in unconsolidated subsidiaries and associated companies	6,941	5,143	57,742
Long-term loans:			
Employees and other	497	670	4,136
Unconsolidated subsidiaries and associated companies	5	32	42
Allowance for doubtful receivables	(148)	(104)	(1,230)
Software	5,538	5,746	46,072
Goodwill	272		2,267
Security deposit	3,239	3,304	26,944
Deferred tax assets (Note 9)	17,374	14,911	144,539
Other	6,836	5,450	56,869
Total investments and other assets	<u>78,088</u>	<u>80,504</u>	<u>649,643</u>
<b>Total</b>	<u>¥ 576,912</u>	<u>¥ 561,276</u>	<u>\$ 4,799,597</u>

See Notes to Consolidated Financial Statements.

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2003	2002	2003
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current liabilities</b>			
Short-term borrowings (Note 5)	¥ 59,845	¥ 111,795	\$ 497,876
Current portion of long-term debt (Note 5)	22,208	16,541	184,755
Notes and accounts payable — trade:			
Suppliers	98,145	78,305	816,511
Unconsolidated subsidiaries and associated companies	648	560	5,393
Income taxes payable	3,227	1,299	26,848
Accrued expenses	38,976	37,684	324,263
Other current liabilities (Note 9)	31,267	34,306	260,127
Total current liabilities	<u>254,316</u>	<u>280,490</u>	<u>2,115,773</u>
<b>Long-term liabilities</b>			
Long-term debt (Note 5)	138,809	81,626	1,154,817
Liability for employees' retirement benefits (Note 6)	19,880	17,419	165,387
Other long-term liabilities (Note 9)	1,289	4,622	10,732
Total long-term liabilities	<u>159,978</u>	<u>103,667</u>	<u>1,330,936</u>
<b>Minority interests</b>	<u>154</u>	<u>158</u>	<u>1,280</u>
<b>Commitments and Contingent liabilities</b> (Notes 11, 12 and 13)			
<b>Shareholders' equity</b>			
Common stock (Note 7):			
Authorized — 1,000,000,000 shares			
Issued — 369,945,332 shares in 2003 and 2002	36,661	36,661	304,999
Capital surplus (Note 7)	51,924	51,924	431,984
Retained earnings (Note 7)	80,582	88,725	670,404
Unrealized gain (loss) on available-for-sale securities	(3,531)	1,079	(29,380)
Foreign currency translation adjustments	(2,628)	(1,265)	(21,867)
Total	<u>163,008</u>	<u>177,124</u>	<u>1,356,140</u>
Treasury stock, at cost:			
550,081 shares in 2003 and 139,969 shares in 2002	(544)	(163)	(4,532)
Total shareholders' equity	<u>162,464</u>	<u>176,961</u>	<u>1,351,608</u>
<b>Total</b>	<u>¥ 576,912</u>	<u>¥ 561,276</u>	<u>\$ 4,799,597</u>

See Notes to Consolidated Financial Statements.