

## CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

Nikon Corporation and Consolidated Subsidiaries  
Years ended March 31, 2003 and 2002

	Thousands	Millions of Yen					
	Issued Number of Shares of Common Stock	Common Stock	Capital Surplus	Retained Earnings	Unrealized Gain (Loss) on Available-for- sale Securities	Foreign Currency Translation Adjustments	Treasury Stock
<b>BALANCE AT APRIL 1, 2001</b>	369,928	¥ 36,661	¥ 51,910	¥ 96,560	¥ 4,715	¥ (3,726)	¥ (1)
Stock issued under exchange offerings	17		14				
Net loss				(6,004)			
Cash dividends, ¥8.0 per share				(2,959)			
Bonuses to directors and corporate auditors				(50)			
Adjustment of retained earnings for newly consolidated subsidiaries				692			
Adjustment of retained earnings for additional application of equity method				352			
Increase by merger between non-consolidated subsidiary and consolidated subsidiary				134			
Net decrease in unrealized gain on available-for-sale securities					(3,636)		
Net increase in foreign currency translation adjustments						2,461	
Increase in treasury stock (139,337 shares)							(162)
<b>BALANCE AT MARCH 31, 2002</b>	<b>369,945</b>	<b>¥ 36,661</b>	<b>¥ 51,924</b>	<b>¥ 88,725</b>	<b>¥ 1,079</b>	<b>¥ (1,265)</b>	<b>¥ (163)</b>
Net loss				<b>(8,143)</b>			
Net decrease in unrealized gain on available-for-sale securities					<b>(4,610)</b>		
Net decrease in foreign currency translation adjustments						<b>(1,363)</b>	
Increase in treasury stock (410,112 shares)							<b>(381)</b>
<b>BALANCE AT MARCH 31, 2003</b>	<b>369,945</b>	<b>¥ 36,661</b>	<b>¥ 51,924</b>	<b>¥ 80,582</b>	<b>¥ (3,531)</b>	<b>¥ (2,628)</b>	<b>¥ (544)</b>

	Thousands of U.S. Dollars (Note 1)					
	Common Stock	Capital Surplus	Retained Earnings	Unrealized Gain (Loss) on Available-for- sale Securities	Foreign Currency Translation Adjustments	Treasury Stock
<b>BALANCE AT MARCH 31, 2002</b>	<b>\$304,999</b>	<b>\$431,984</b>	<b>\$738,148</b>	<b>\$ 8,977</b>	<b>\$ (10,527)</b>	<b>\$ (1,361)</b>
Net loss			<b>(67,744)</b>			
Net decrease in unrealized gain on available-for-sale securities				<b>(38,357)</b>		
Net decrease in foreign currency translation adjustments					<b>(11,340)</b>	
Increase in treasury stock (410,112 shares)						<b>(3,171)</b>
<b>BALANCE AT MARCH 31, 2003</b>	<b>\$304,999</b>	<b>\$431,984</b>	<b>\$670,404</b>	<b>\$ (29,380)</b>	<b>\$ (21,867)</b>	<b>\$ (4,532)</b>

See Notes to Consolidated Financial Statements.