



Date: July 28, 2006

**Company name:** NIKON CORPORATION

**Representative:** Michio Kariya, Chairman of the Board, C.E.O. and C.O.O.

**(Code number:** 7731 Tokyo Stock Exchange, Osaka Securities Exchange)

**Contact:** Hideshi Hirai, Executive Officer and General Manager,

Corporate Communications & IR Department

(Telephone: +81-3-3216-1032)

### Revision of the reports of Financial Results for the First Quarter ended June 30, 2006 (Consolidated)

Nikon Corporation revises the reports of Financial Results for the First Quarter ended June 30, 2006 (Consolidated) which was released on July 27, 2006 as following.

The revised part is marked with underline.

### NOTE

### 【Revised part : Financial Results for the First Quarter ended June 30, 2006 (Consolidated) Page 2 】

(Note) Amount Unit: 1 Million Yen

#### (1) Consolidated Balance Sheets

<Before revision>

Account \ Period	As of June 30, 2006		As of March 31, 2006		Increase(Decrease)	As of June 30, 2005	
		%		%			%
Total fixed assets	221,350	31.3	221,815	32.1	<u>464</u>	200,219	31.1

<After revision>

Account \ Period	As of June 30, 2006		As of March 31, 2006		Increase(Decrease)	As of June 30, 2005	
		%		%			%
Total fixed assets	221,350	31.3	221,815	32.1	<u>(464)</u>	200,219	31.1



(Summary for reference only)

Date: July 27, 2006

## Financial Results for the First Quarter ended June 30, 2006 (Consolidated)

**Company name:** NIKON CORPORATION

**Code number:** 7731

**Representative:** Michio Kariya, Chairman of the Board, C.E.O. and C.O.O.

**Contact:** Hideshi Hirai, Executive Officer and General Manager,  
Corporate Communications & IR Department

**Telephone:** +81-3-3216-1032

**URL** <http://www.nikon.co.jp>

**Stock listings:** Tokyo Stock Exchange, Osaka Securities Exchange

The accounting methods used in this report are not consistent with U.S. standards accounting methods.

### 1. Notes to Consolidated Financial Statements

(1) Difference in Accounting Policies from the fiscal year ended March 31, 2006: Not Applicable

The practical estimation has been applied for the calculation of some allowances and tax expenses instead of actual basis.

(2) Changes in Consolidation and Equity method Policies

Consolidation New : 4, Exclusion : 2

Equity method New : 0, Exclusion : 0

### 2. Results of the First Quarter ended June 30, 2006 (From April 1, 2006 to June 30, 2006)

(Notes) 1. Amount Unit: 1 Million Yen unless otherwise specified (Amounts less than 1 Million Yen are omitted)

#### (1) Financial Results

	Net Sales	Change	Operating Income	Change	Ordinary Income	Change	Net Income	Change
1st Quarter ended June 30, 2006	¥172,803	9.8%	¥24,200	73.6%	¥21,973	58.2%	¥14,749	90.2%
1st Quarter ended June 30, 2005	¥157,393	13.9%	¥13,936	345.7%	¥13,886	329.9%	¥7,755	351.3%
(Reference) Year ended March 31, 2006	¥730,943		¥66,587		¥43,496		¥28,944	

	Net Income per share of Common Stock (Yen)	Net Income Per Share of Common Stock after dilution (Yen)
1st Quarter ended June 30, 2006	¥39.90	¥35.41
1st Quarter ended June 30, 2005	¥20.99	¥18.62
(Reference) Year ended March 31, 2006	¥78.16	¥69.33

#### (2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity to Total Assets	Net Assets per Share of Common Stock (Yen)
1st Quarter ended June 30, 2006	¥707,079	¥252,421	35.7%	¥683.80
1st Quarter ended June 30, 2005	¥643,599	¥201,715	31.3%	¥545.99
(Reference) Year ended March 31, 2006	¥690,919	¥243,122	35.2%	¥658.03

#### (3) Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at end of period
1st Quarter ended June 30, 2006	¥17,307	¥(1,894)	¥(3,041)	¥57,476
1st Quarter ended June 30, 2005	¥(10,144)	¥(4,616)	¥19,617	¥25,711
(Reference) Year ended March 31, 2006	¥63,744	¥(22,427)	¥(20,515)	¥44,471

### 3. Forecast for Year ending March 31, 2007 (Consolidated) (From April 1, 2006 to March 31, 2007)

Forecast for Year ending March 31, 2007 (Consolidated) announced on May 15, 2006 is not revised.

**Consolidated Balance Sheets**

Amount Unit: 1 Million Yen

	As of June 30, 2006		As of March 31, 2006		Increase (Decrease)	As of June 30, 2005	
		%		%			%
<b>Assets</b>							
<b>Current assets</b>							
Cash and time deposits	57,498		44,865		12,632	26,083	
Notes and accounts receivable-trade	126,170		137,635		(11,464)	127,424	
Inventories	253,477		238,846		14,631	255,677	
Other current assets	51,280		50,589		691	36,693	
Allowance for doubtful receivables	(2,699)		(2,832)		133	(2,499)	
Total current assets	485,728	68.7	469,104	67.9	16,624	443,379	68.9
<b>Fixed assets</b>							
Tangible fixed assets							
Buildings and structures	40,021		40,480		(459)	39,651	
Machinery, equipment and vehicles	36,458		35,196		1,261	33,328	
Land	15,838		15,916		(78)	16,292	
Construction in progress	4,143		5,431		(1,288)	7,194	
Furniture and fixtures	14,102		13,299		803	12,797	
Total tangible fixed assets	110,563	15.7	110,325	15.9	237	109,264	17.0
Intangible fixed assets	13,725	1.9	12,896	1.9	828	10,686	1.6
Investments and other assets							
Investment securities	82,175		88,632		(6,457)	59,521	
Other	14,992		10,065		4,926	20,857	
Allowance for doubtful receivables	(105)		(105)		-	(110)	
Total investments and other assets	97,062	13.7	98,593	14.3	(1,530)	80,268	12.5
Total fixed assets	221,350	31.3	221,815	32.1	464	200,219	31.1
<b>Total assets</b>	707,079	100.0	690,919	100.0	16,160	643,599	100.0

**Consolidated Balance Sheets**

Amount Unit: 1 Million Yen

	As of June 30, 2006		As of March 31, 2006		Increase (Decrease)	As of June 30, 2005	
		%		%			%
<b>Liabilities</b>							
<b>Current liabilities</b>							
Notes and accounts payable-trade	144,323		151,504		(7,181)	139,641	
Short-term bank loans	23,320		14,187		9,132	58,395	
Commercial papers	-		-		-	5,000	
Current portion of bonds	64,800		76,000		(11,200)	10,000	
Accrued expenses	32,540		41,029		(8,489)	24,451	
Accrued income taxes	8,750		8,230		520	3,697	
Warranty reserve	5,851		6,496		(645)	5,493	
Other current liabilities	60,646		37,493		23,152	33,821	
Total current liabilities	340,231	48.1	334,943	48.5	5,287	280,500	43.6
<b>Long-term liabilities</b>							
Bonds	69,500		69,500		-	135,500	
Long-term debt	19,726		19,143		582	5,658	
Liability for employees' retirement benefits	16,079		16,966		(887)	18,281	
Retirement allowances for directors and corporate auditors	367		339		28	294	
Other long-term liabilities	8,752		6,721		2,031	1,460	
Total long-term liabilities	114,426	16.2	112,671	16.3	1,755	161,194	25.1
Total liabilities	454,657	64.3	447,614	64.8	7,042	441,694	68.7
<b>Minority interests</b>	-	-	182	0.0	-	188	0.0
<b>Shareholders' equity</b>							
Common stock	-	-	36,660	5.3	-	36,660	5.7
Capital surplus	-	-	51,932	7.5	-	51,930	8.1
Retained earnings	-	-	130,404	18.9	-	110,692	17.2
Unrealized gains on available-for-sale securities	-	-	24,534	3.6	-	6,426	1.0
Foreign currency translation adjustments	-	-	286	0.0	-	(3,456)	(0.6)
Total	-	-	243,819	35.3	-	202,254	31.4
Treasury stock	-	-	(697)	(0.1)	-	(539)	(0.1)
Total shareholders' equity	-	-	243,122	35.2	-	201,715	31.3
<b>Total liabilities, minority interests and shareholders' equity</b>	-	-	690,919	100.0	-	643,599	100.0

**Consolidated Balance Sheets**

Amount Unit: 1 Million Yen

	As of June 30, 2006		As of March 31, 2006		Increase (Decrease)	As of June 30, 2005	
		%		%			%
<b>Net assets</b>							
<b>Shareholder's equity</b>							
Common stock	37,261		-		-	-	
Capital surplus	52,532		-		-	-	
Retained earnings	142,844		-		-	-	
Treasury stock	(748)		-		-	-	
Total shareholder's equity	231,889	32.8	-	-	-	-	-
<b>Valuation and translation adjustments</b>							
Unrealized gains on available-for-sale securities	20,698		-		-	-	
Deferred gains or losses by hedging	(402)		-		-	-	
Foreign currency translation adjustments	59		-		-	-	
Total valuation and translation adjustments	20,355	2.9	-	-	-	-	-
<b>Minority interests</b>	177	0.0	-	-	-	-	-
Total net assets	252,421	35.7	-	-	-	-	-
<b>Total liabilities and net assets</b>	707,079	100.0	-	-	-	-	-

**Consolidated Statements of Income**

Amount Unit: 1 Million Yen

	1st Quarter ended June 30, 2006		1st Quarter ended June 30, 2005		Increase (Decrease)	Year ended March 31, 2006	
		%		%			%
<b>Net sales</b>	172,803	100.0	157,393	100.0	15,409	730,943	100.0
Cost of sales	101,519	58.7	100,692	64.0	826	468,943	64.2
Selling, general and administrative expenses	47,083	27.3	42,764	27.2	4,319	195,413	26.7
<b>Operating income</b>	24,200	14.0	13,936	8.8	10,263	66,587	9.1
<b>Non-operating income</b>							
Interest and dividend income	555	0.3	497	0.3	58	1,137	0.2
Other income	2,084	1.2	1,590	1.0	493	4,011	0.5
<b>Non-operating expenses</b>							
Interest expenses	439	0.3	381	0.2	57	1,501	0.2
Other expenses	4,426	2.5	1,755	1.1	2,671	26,738	3.6
<b>Ordinary income</b>	21,973	12.7	13,886	8.8	8,086	43,496	6.0
<b>Extraordinary gains</b>							
Gains on sales of fixed assets	683	0.4	14	0.0	668	115	0.0
Gains on sales of investment securities	-	-	-	-	-	1,895	0.2
Proceeds from patents and know-how licenses	-	-	-	-	-	1,236	0.2
<b>Extraordinary losses</b>							
Losses on sales and disposal of fixed assets	98	0.1	135	0.1	(37)	1,930	0.2
Losses on impairment of fixed assets	-	-	-	-	-	245	0.0
Losses on patent settlement	-	-	-	-	-	2,889	0.4
Other losses	0	0.0	2	0.0	(1)	753	0.2
<b>Income before income taxes</b>	22,557	13.0	13,763	8.7	8,793	40,925	5.6
<b>Income taxes</b>	7,812	4.5	6,000	3.8	1,812	11,979	1.6
<b>Minority interests</b>	(4)	(0.0)	8	0.0	(13)	2	0.0
<b>Net Income</b>	14,749	8.5	7,755	4.9	6,994	28,944	4.0