



Date: June 6, 2005

Company name: NIKON CORPORATION

Representative: Shoichiro Yoshida, Chairman of the Board and C.E.O.

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

Contact: Hideshi Hirai, General Manager, Corporate Communications &
IR Department
(Telephone: +81-3-3216-1032)

Adjustments to "RENKETSU KESSAN TANSHIN" for the year ended March 31, 2005

We would like to make an announcement that there were adjustments to "RENKETSU KESSAN TANSHIN" for the year ended March 31, 2005 as following.

Adjustments are those underlined.

NOTE

1. Results of Year ended March 31, 2005 (From April 1, 2004 to March 31, 2005)

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

(1) Financial Results

<Before adjustment>

	Net Income	Change	Net Income per share of Common Stock (Yen)	Net Income per share of Common Stock after dilution (Yen)	Ratio of Net Income to Shareholders' Equity	Ratio of Ordinary Income (Loss) to Total Assets	Ratio of Ordinary Income (Loss) to Net Sales
Year ended March 31, 2005	¥24,141	901.7%	<u>¥65.36</u>	¥57.84	13.1%	2.4%	2.3%
Year ended March 31, 2004	¥2,409	-	¥6.52	¥6.02	1.4%	(0.7)%	(0.8)%

<After adjustment>

	Net Income	Change	Net Income per share of Common Stock (Yen)	Net Income per share of Common Stock after dilution (Yen)	Ratio of Net Income to Shareholders' Equity	Ratio of Ordinary Income (Loss) to Total Assets	Ratio of Ordinary Income (Loss) to Net Sales
Year ended March 31, 2005	¥24,141	901.7%	<u>¥65.19</u>	¥57.84	13.1%	2.4%	2.3%
Year ended March 31, 2004	¥2,409	-	¥6.52	¥6.02	1.4%	(0.7)%	(0.8)%

(2) Financial Position

<Before adjustment>

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share of Common Stock (Yen)
Year ended March 31, 2005	¥633,426	¥196,030	30.9%	<u>¥530.58</u>
Year ended March 31, 2004	¥606,513	¥171,194	28.2%	¥463.54

<After adjustment>

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share of Common Stock (Yen)
Year ended March 31, 2005	¥633,426	¥196,030	30.9%	<u>¥530.41</u>
Year ended March 31, 2004	¥606,513	¥171,194	28.2%	¥463.54



The year ended March 31, 2005 Financial Results (Consolidated)

Company name: NIKON CORPORATION

Code number: 7731

Address of headquarters: Fuji Building, 2-3, Marunouchi 3-chome, Chiyoda-ku, Tokyo 100-8331, Japan

Representative: Shoichiro Yoshida, Chairman of the Board and C.E.O.

Contact: Yasuyuki Okamoto, 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

Date of the Board Meeting for the Year ended March 31, 2005: May 16, 2005

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

1. Results of Year ended March 31, 2005 (From April 1, 2004 to March 31, 2005)

(Note) 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(Loss)	Change
Year ended March 31, 2005	¥638,468	26.1%	¥30,545	731.2%	¥14,693	-
Year ended March 31, 2004	¥506,378	8.0%	¥3,674	(12.2)%	¥(4,280)	-

	Net Income	Change	Net Income per share of Common Stock (Yen)	Net Income per share of Common Stock after dilution (Yen)	Ratio of Net Income to Shareholders' Equity	Ratio of Ordinary Income (Loss) to Total Assets	Ratio of Ordinary Income (Loss) to Net Sales
Year ended March 31, 2005	¥24,141	901.7%	¥65.36	¥57.84	13.1%	2.4%	2.3%
Year ended March 31, 2004	¥2,409	-	¥6.52	¥6.02	1.4%	(0.7)%	(0.8)%

(Note) 1. Equity in Earning of non-consolidated subsidiaries: Year ended March 31, 2005: 1,059 Mill Yen

Year ended March 31, 2004: 838 Mill Yen

2. Average number of shares outstanding (Consolidated): Year ended March 31, 2005: 369,352,206 shares

Year ended March 31, 2004: 369,361,047 shares

3. Change in accounting method : Applicable

4. The percentage figures for net sales, operating income, ordinary income (loss) and net income represent the percentage of increase or decrease against the same period of the previous year.

(Summary for reference only)

Date: May 16, 2005

(2) Financial Position

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share of Common Stock (Yen)
Year ended March 31, 2005	¥633,426	¥196,030	30.9 %	¥530.58
Year ended March 31, 2004	¥606,513	¥171,194	28.2 %	¥463.54

(Note) Number of shares outstanding as of March 31, 2005 : 369,461,152 shares

as of March 31, 2004 : 369,318,736 shares

(3) Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at Term-end
Year ended March 31, 2005	¥47,128	¥(10,542)	¥(31,785)	¥21,507
Year ended March 31, 2004	¥1,399	¥(8,327)	¥(184)	¥16,099

(4) Consolidated and Equity method Policies

Number of Consolidated Subsidiaries : 46

Number of Non-consolidated Subsidiaries accounted for by equity method : 0

Number of Affiliates accounted for by equity method : 2

(5) Changes in Consolidation and Equity method Policies

Consolidation New : 1, Exclusion : 1

Equity method New : 0, Exclusion : 1

2. Forecast for Year ended March 31, 2006 (From April 1, 2005 to March 31, 2006)

Amount Unit : 1 Million Yen

	Net Sales	Ordinary Income	Net Income
First Half ended September 30, 2005	¥320,000	¥7,000	¥4,000
Year ended March 31, 2006	¥680,000	¥20,000	¥11,000

Ref. Expected net income per share of common stock for year ended March 31, 2005: 29.77 Yen

NOTE: These forward-looking statements are based on the Company's current assumptions and beliefs in light of the information currently available to it, and involve known and unknown risks and uncertainties. The Company's actual results may differ materially from those discussed in these forward-looking statements as a result of numerous factors outside of the Company's control.

English Translation of "RENKETSU KESSAN TANSHIN"
(Summary for reference only)

Consolidated Balance Sheets

Amount Unit: 1 Million Yen

	As of March 31, 2005		As of March 31, 2004		Increase(Decrease)
Assets		%		%	
Current assets					
Cash and time deposits	21,943		17,618		4,324
Notes and accounts receivable-trade	125,107		119,900		5,207
Inventories	245,623		237,506		8,116
Deferred tax assets	25,629		19,674		5,954
Other current assets	15,558		17,203		(1,645)
Allowance for doubtful receivables	(2,735)		(2,572)		(162)
Total current assets	431,126	68.1	409,331	67.5	21,794
Fixed assets					
Tangible fixed assets					
Buildings and structures	39,986		39,890		95
Machinery, equipment and vehicles	33,041		33,161		(119)
Furniture and fixtures	12,761		11,229		1,531
Land	16,288		16,418		(129)
Construction in progress	7,710		6,138		1,572
Total tangible fixed assets	109,789	17.3	106,838	17.6	2,951
Intangible fixed assets	10,901	1.7	10,924	1.8	(22)
Investments and other assets					
Investment securities	62,244		61,575		668
Deferred tax assets	9,791		9,817		(25)
Other	9,682		8,076		1,606
Allowance for doubtful receivables	(109)		(50)		(59)
Total investments and other assets	81,608	12.9	79,418	13.1	2,189
Total fixed assets	202,300	31.9	197,181	32.5	5,118
Total assets	633,426	100.0	606,513	100.0	26,913

Consolidated Balance Sheets

Amount Unit: 1 Million Yen

	As of March 31, 2005		As of March 31, 2004		Increase(Decrease)
		%		%	
Liabilities					
Current liabilities					
Notes and accounts payable-trade	135,880		141,132		(5,252)
Short-term bank loans	45,205		46,645		(1,439)
Current portion of bonds	—		10,000		(10,000)
Accrued income taxes	14,705		2,960		11,744
Accrued expenses	34,351		30,934		3,416
Warranty reserve	5,305		4,005		1,299
Other current liabilities	30,654		13,261		17,392
Total current liabilities	266,102	42.0	248,940	41.1	17,162
Long-term liabilities					
Bonds	145,500		155,500		(10,000)
Long-term debt	4,633		8,370		(3,737)
Liability for employees' retirement benefits	18,691		21,009		(2,318)
Liability for directors' retirement benefits	1,035		—		1,035
Other long-term liabilities	1,248		1,321		(73)
Total long-term liabilities	171,108	27.1	186,201	30.7	(15,093)
Total liabilities	437,210	69.1	435,142	71.8	2,068
Minority interest	185	0.0	176	0.0	8
Shareholders' equity					
Common stock	36,660		36,660		—
Capital surplus	51,930		51,927		3
Retained earnings	104,478		83,035		21,442
Unrealized gains on available-for-sale securities	7,297		6,109		1,188
Foreign currency translation adjustments	(3,812)		(5,885)		2,072
Total	196,554		171,847		24,707
Treasury stock	(524)		(653)		129
Total shareholders' equity	196,030	30.9	171,194	28.2	24,836
Total liabilities and shareholders' equity	633,426	100.0	606,513	100.0	26,913

Consolidated Statements of Income

Amount Unit: 1 Million Yen

	Year ended March 31, 2005		Year ended March 31, 2004		Increase (Decrease)
		%		%	
Net sales	638,468	100.0	506,378	100.0	132,090
Cost of sales	429,143	67.2	346,897	68.5	82,245
Selling, general and administrative expenses	178,780	28.0	155,805	30.8	22,974
Operating income	30,545	4.8	3,674	0.7	26,870
Non-operating income					
Interest and dividend income	962	0.2	808	0.2	153
Other income	3,825	0.5	4,058	0.8	(233)
Non-operating expenses					
Interest expenses	2,160	0.3	2,355	0.5	(195)
Other expenses	18,479	2.9	10,466	2.1	8,012
Ordinary income (loss)	14,693	2.3	(4,280)	(0.8)	18,973
Extraordinary gains					
Gains on sale of fixed assets	6,062	0.9	13,359	2.6	(7,296)
Gains on sale of investment securities	437	0.1	3,418	0.7	(2,980)
Proceeds from settlement of legal proceedings against Patent	15,878	2.5	—		15,878
Extraordinary losses					
Losses on disposal of fixed assets	2,218	0.3	707	0.1	1,510
Losses on sale of fixed assets	16	0.0	70	0.0	(54)
Losses on sale of investment securities	11	0.0	486	0.1	(475)
Additional retirement benefits paid to employees	—		1,070	0.2	(1,070)
Addition to prior year's liability for directors' retirement benefits	982	0.2	—		982
Other losses	400	0.1	672	0.1	(271)
Income before income taxes	33,443	5.2	9,489	1.9	23,953
Income taxes	9,288	1.4	7,056	1.4	2,231
Minority interest	13	0.0	23	0.0	(9)
Net Income	24,141	3.8	2,409	0.5	21,731

Consolidated Statements of Shareholders' Equity

Amount Unit: 1 Million Yen

	Year ended March 31, 2005	Year ended March 31, 2004	Increase (Decrease)
(Capital surplus)			
Capital surplus (Beginning)	51,927	51,924	2
Increase of Capital Surplus	3	2	0
Excess arising from			
retirement of treasury stock	3	2	0
Capital surplus (Ending)	51,930	51,927	3
(Retained earnings)			
Retained earnings (Beginning)	83,035	80,582	2,452
Increase of retained earnings	24,397	2,455	21,941
Net Income	24,141	2,409	21,731
Adjustment of retained earnings for			
elimination of consolidated subsidiary	255	—	255
Adjustment of retained earnings			
resulting merger of non-consolidated subsidiary	—	46	(46)
Decrease of retained earnings	2,954	3	2,951
Dividends	2,954	—	2,954
Adjustment of retained earnings for			
elimination of consolidated subsidiary	—	3	(3)
Retained earnings (Ending)	104,478	83,035	21,442

Consolidated Statements of Cash Flows

Amount Unit: 1 Million Yen

	Year ended March 31, 2005	Year ended March 31, 2004	Increase (Decrease)
1. Cash flows from operating activities			
Income before income taxes	33,443	9,489	23,953
Depreciation and amortization	19,625	20,145	(519)
Net increase (decrease) in warranty reserve	1,224	(684)	1,909
Provision for employees' retirement benefits	(2,358)	1,439	(3,798)
Provision for directors' retirement benefits	1,035	—	1,035
Interest and dividend income	(962)	(808)	(154)
Interest expenses	2,160	2,355	(195)
Gains on sale of fixed assets	(6,062)	(13,359)	7,296
Losses on sale and disposal of fixed assets	2,234	778	1,456
Gains on sale of investment securities	(437)	(3,418)	2,980
Losses on sale of investment securities	11	486	(475)
Losses on revaluation of investment securities	320	516	(195)
Net decrease (increase) in trade notes and accounts receivable	(1,381)	(19,374)	17,992
Net increase in inventories	(3,664)	(15,985)	12,321
Net increase (decrease) in trade notes and accounts payable	(7,136)	43,249	(50,385)
Other, net (operating activities)	14,996	(19,158)	34,154
Sub total	53,048	5,670	47,378
Interest and dividends received	1,468	1,417	50
Interest paid	(2,066)	(2,416)	349
Income taxes paid	(5,321)	(3,272)	(2,049)
Net cash provided by operating activities	47,128	1,399	45,729
2. Cash flows from investing activities			
Payments for purchases of tangible fixed assets	(19,102)	(18,185)	(916)
Proceeds from sale of tangible fixed assets	6,375	14,993	(8,618)
Payments for purchases of investment securities	(518)	(15,246)	14,727
Proceeds from sale of investment securities	2,368	15,389	(13,021)
Net decrease (increase) in loans receivable	358	105	252
Other, net (investing activities)	(23)	(5,384)	5,360
Net cash used in investing activities	(10,542)	(8,327)	(2,215)
3. Cash flows from financing activities			
Increase (decrease) in short-term borrowings	(6,723)	(2,906)	(3,816)
Increase (decrease) in commercial paper	—	(13,000)	13,000
Proceeds from long-term debt	2,448	38,390	(35,942)
Repayments of long-term debt	(24,399)	(22,600)	(1,799)
Dividends paid	(2,951)	(5)	(2,945)
Other, net (financing activities)	(159)	(63)	(95)
Net cash used in financial activities	(31,785)	(184)	(31,600)
4. Foreign currency translation adjustments on cash and cash equivalents	498	(1,178)	1,676
5. Net decrease in cash and cash equivalents	5,298	(8,291)	13,590
6. Cash and cash equivalents, beginning of year	16,099	23,692	(7,592)
7. Cash and cash equivalents of newly consolidated subsidiaries, beginning of year	195	916	(720)
8. Cash and cash equivalents of exclusive consolidated subsidiaries, end of year	(86)	(263)	177
9. Cash and cash equivalents of merged previously non-consolidated subsidiary	—	46	(46)
10. Cash and cash equivalents, end of year	21,507	16,099	5,408

Summary of Significant Accounting Policies

(1)Securities

Held-to-maturity debt securities, which are expected to be held to maturity with the positive intent and ability to hold maturity are reported at amortized cost method.

Available-for-sale-securities, which are not classified as either of the aforementioned securities, are reported at fair value, with unrealized gains and losses, net of applicable taxes, reported in a separate component of shareholders' equity. Available-for-sale-securities whose fair value is not readily determinable are stated principally at moving-average cost method.

(2)Inventories

Inventories of Nikon Corporation (the "Company") and its domestic subsidiaries are stated at cost as determined principally using the average method, except for work in process which is determined by the specific identification method. Inventories of foreign subsidiaries are stated at the lower of cost or market as determined principally using the first-in, first-out method.

(3)Tangible fixed assets

Tangible fixed assets are stated at cost. Depreciation of the Company and domestic subsidiaries is principally computed using the declining-balance method, while the straight-line method is applied to buildings (excluding facilities incidental to buildings), and foreign subsidiaries apply the straight-line method, using rates based on the estimated useful lives of the assets.

(4)Retirement and Pension Plans

The Company and major subsidiaries have non-contributory funded pension plans covering substantially all of its employees. Certain foreign subsidiaries also have contributory pension plans.

(5)Foreign Currency Financial Statements

The balance sheet accounts and revenue and expense accounts of the foreign subsidiaries are translated into Japanese yen at the current exchange rates except for shareholders' equity, which is translated at the historical exchange rate.

(6)Derivatives and Hedging Activities

The Company and its significant subsidiaries (collectively the "Group") enters into derivative financial instruments ("derivatives"), including contracts of foreign exchange forward, currency option, foreign currency swap and interest rate swap to hedge foreign exchange risk and interest rate exposures. The Group does not hold or issue derivatives for trading purpose.

All derivatives be recognized principally as either assets or liabilities and measured at fair value, and gains or losses on derivative transactions are recognized in the statements of operations unless the instrument qualifies for hedge accounting. For derivatives used for hedging purpose, if derivatives qualify for hedge accounting because of high correlation and effectiveness between the hedging instruments and the hedged items, gains or losses on derivatives are deferred until maturity of the hedged transactions.

(Summary for reference only)

Segment Information**1. Industry Segments**

Amount Unit: 1 Million Yen

	Year ended March 31, 2005						
	Precision Equipment	Imaging Products	Instruments	Other	Total	Eliminations or corporate	Consolidated
1. Net sales							
1)Outside customers	212,470	354,181	50,657	21,159	638,468	—	638,468
2)Intersegment sales/transfer	1,855	1,307	1,526	23,093	27,783	(27,783)	—
Total	214,325	355,489	52,183	44,252	666,252	(27,783)	638,468
Operating expenses	202,939	338,647	49,358	44,900	635,844	(27,921)	607,923
Operating income (loss)	11,386	16,841	2,825	(647)	30,407	137	30,545
2.Assets, depreciation & capital expenditure							
Assets	249,904	182,772	36,386	57,572	526,635	106,791	633,426
Depreciation & amortization	8,896	5,833	968	4,006	19,704	—	19,704
Capital expenditure	8,679	11,183	751	1,844	22,458	—	22,458

Amount Unit: 1 Million Yen

	Year ended March 31, 2004						
	Precision Equipment	Imaging Products	Instruments	Other	Total	Eliminations or corporate	Consolidated
1. Net sales							
1)Outside customers	156,571	283,346	46,705	19,754	506,378	—	506,378
2)Intersegment sales/transfer	1,482	1,366	1,287	19,888	24,024	(24,024)	—
Total	158,053	284,712	47,992	39,643	530,402	(24,024)	506,378
Operating expenses	178,860	259,490	45,307	42,874	526,532	(23,829)	502,703
Operating income (loss)	(20,806)	25,221	2,685	(3,231)	3,869	(194)	3,674
2.Assets, depreciation & capital expenditure							
Assets	236,542	180,212	35,217	58,818	510,791	95,722	606,513
Depreciation & amortization	9,684	5,063	1,132	4,332	20,213	—	20,213
Capital expenditure	5,133	13,381	1,839	1,912	22,266	—	22,266

Precision Equipment -----IC steppers, LCD steppers, etc

Imaging Products -----Cameras, Interchangeable camera lenses, Digital cameras, etc

Instruments -----Microscopes, Measuring instruments, etc

Other -----Binocular and telescope products, Ophthalmic frames, Surveying instruments, etc

(Summary for reference only)

Segment Information**2. Geographic Segments**

Amount Unit: 1 Million Yen

	Year ended March 31, 2005						
	Japan	North America	Europe	Asia	Total	Eliminations or Corporate	Consolidated
1. Net sales							
1)Outside customers	275,992	165,085	142,142	55,248	638,468	—	638,468
2)Intersegment sales/transfer	282,026	2,894	111	78,778	363,810	(363,810)	—
Total	558,018	167,980	142,253	134,027	1,002,279	(363,810)	638,468
Operating expenses	540,180	162,372	139,392	128,902	970,846	(362,923)	607,923
Operating income	17,838	5,608	2,861	5,124	31,432	(887)	30,545
2. Assets	478,738	70,328	57,865	45,776	652,708	(19,281)	633,426

Amount Unit: 1 Million Yen

	Year ended March 31, 2004						
	Japan	North America	Europe	Asia	Total	Eliminations or Corporate	Consolidated
1. Net sales							
1)Outside customers	196,561	148,695	124,133	36,986	506,378	—	506,378
2)Intersegment sales/transfer	238,627	3,121	628	18,903	261,281	(261,281)	—
Total	435,189	151,817	124,762	55,889	767,659	(261,281)	506,378
Operating expenses	439,011	146,206	123,899	53,742	762,859	(260,156)	502,703
Operating income (loss)	(3,821)	5,610	863	2,147	4,799	(1,124)	3,674
2. Assets	468,544	58,828	53,039	33,151	613,563	(7,050)	606,513

North America : U.S.A., Canada

Europe : The Netherlands, Germany, United Kingdom, etc.

Asia : South Korea, Taiwan, Thailand, etc.

Segment Information**3. Export sales**

Amount Unit: 1 Million Yen

	Year ended March 31, 2005				
	North America	Europe	Asia	Other	Total
Export sales(A)	160,840	138,792	175,193	6,928	481,755
Net sales(B)					638,468
(A)/(B)	25.2%	21.7%	27.4%	1.1%	75.5%

Amount Unit: 1 Million Yen

	Year ended March 31, 2004				
	North America	Europe	Asia	Other	Total
Export sales(A)	146,623	122,583	96,726	3,770	369,703
Net sales(B)					506,378
(A)/(B)	29.0%	24.2%	19.1%	0.7%	73.0%

North America : U.S.A., Canada

Europe : The Netherlands, Germany, United Kingdom, etc.

Asia : South Korea, Taiwan, Singapore, etc.

Other : South & Central America, Oceania, Africa, etc.

Marketable Securities (Consolidated)

1. Fair Value of Available-for-sale securities

Amount Unit: 1 Million Yen

	As of March 31, 2005			As of March 31, 2004		
	Cost	Fair Value	Net unrealized gains	Cost	Fair Value	Net unrealized gains
1)Equity securities	40,131	52,376	12,245	39,547	49,818	10,270
2)Debt securities	0	0	(0)	0	0	(0)
Total	40,131	52,376	12,245	39,547	49,818	10,270

2. Available-for-sale securities sold in the year ended March 31, 2005 and 2004

Amount Unit: 1 Million Yen

Year ended March 31, 2005			Year ended March 31, 2004		
Proceeds from sale	Gross realized gain on sale	Gross realized loss on sale	Proceeds from sale	Gross realized gain on sale	Gross realized loss on sale
2,356	437	11	15,346	3,418	486

3. Available-for-sale securities whose fair value is not readily determinable

Amount Unit: 1 Million Yen

	As of March 31, 2005		As of March 31, 2004	
	Carrying Amount		Carrying Amount	
Available-for-sale securities Equity securities	2,385		4,773	
Total	2,385		4,773	

4. The Carrying values of debt securities by contractual maturities for securities classified as Available-for-sale and held-to-maturity

Amount Unit: 1 Million Yen

	As of March 31, 2005		As of March 31, 2004	
	Due in one year or less	Due after one year through five years	Due in one year or less	Due after one year through five years
Bonds National and local government bonds	0	—	0	—
Total	0	—	0	—

Derivatives (Consolidated)

1.Currency Contracts

Amount Unit : 1mill Yen

	As of March 31, 2005				As of March 31, 2004			
	Contract or Notional amount		Fair Value	Net unrealized gain (loss)	Contract or Notional amount		Fair Value	Net unrealized gain (loss)
		Non-current				Non-current		
Forward exchange contracts								
Selling positions								
USD	44,636	—	45,637	(1,000)	19,523	—	19,201	321
EUR	14,481	—	14,715	(233)	19,787	—	19,088	699
Buying positions								
YEN	26	—	26	0	2,583	—	2,673	90
USD	2,928	—	3,003	74	579	—	573	(6)
EUR	2,869	—	2,861	(8)	4,656	—	4,539	(116)
Currency option contracts								
Selling put EUR	2,250	1,750			—	—		
Option premiums	12	11	21	(8)	—	—	—	—
Buying call EUR	2,250	1,750			—	—		
Option premiums	10	7	15	4	—	—	—	—
Total	—	—	—	(1,171)	—	—	—	987

2. Interest Rate Swap Agreements

Amount Unit : 1mill Yen

	As of March 31, 2005				As of March 31, 2004			
	Contract or Notional amount		Fair Value	Net unrealized gain(loss)	Contract or Notional amount		Fair Value	Net unrealized gain(loss)
		Non-current				Non-current		
Interest swap agreements	30,000	30,000	55	55	30,000	30,000	14	14

(Note) Derivative which qualified for hedge accounting are excluded from disclosure of market value information.



English Translation of "KESSAN TANSHIN"

(Not complete, just for reference)

Date: May 16, 2005

Year ended March 31, 2005 Financial Results (Non-Consolidated)

Company name: NIKON CORPORATION

Code number: 7731

Address of headquarters: Fuji Building, 2-3, Marunouchi 3-chome, Chiyoda-ku, Tokyo 100-8331, Japan

Contact: Yasuyuki Okamoto, 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

Date of the Board Meeting for the Year ended March 31, 2005: May 16, 2005

Date of the General Meeting of Shareholders : June 29, 2005

1. Results of Year ended March 31, 2005 (From April 1, 2004 to March 31, 2005)

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

(1) Financial Results

	Net Sales	Change	Operating Income(Loss)	Change	Ordinary Income(Loss)	Change
Year ended March 31, 2005	¥477,324	27.0%	¥10,480	-	¥8,244	-
Year ended March 31, 2004	¥375,958	9.7%	¥(4,692)	-	¥(5,933)	-

	Net Income(Loss)	Change	Net Income(Loss) per share of Common Stock	Ratio of Net Income(Loss) to Shareholders' Equity	Ratio of Ordinary Income(Loss) to Total Assets	Ratio of Ordinary Income(Loss) to Net Sales
Year ended March 31, 2005	¥16,765	312.6%	¥45.22	10.6%	1.6%	1.7%
Year ended March 31, 2004	¥4,063	-	¥11.00	2.8%	(1.2)%	(1.6)%

(Note) 1. Average number of Shares outstanding: Year ended March 31, 2005 :369,352,206 Shares

Year ended March 31, 2004 :369,361,047 Shares

2. Change in accounting method: Applicable

3. Percent Increase(Decrease): Year ended March 31, 2005/Year ended March 31, 2004

(2) Cash Dividends

	Cash Dividends per Share of Common Stock for the year			Total Cash Dividends	Payment Ratio	Ratio of Cash Dividends to Shareholders' Equity
		Interim Cash Dividends per Share of Common Stock(Yen)	Year-end Cash Dividends per Share of Common Stock (Yen)			
Year ended March 31, 2005	¥8.00	¥4.00	¥4.00	¥2,954	17.7%	1.8%
Year ended March 31, 2004	¥4.00	¥0.00	¥4.00	¥1,477	36.4%	1.0%

(3) Financial Position

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share of Common Stock (Yen)
Year ended March 31, 2005	¥528,107	¥165,581	31.4%	¥448.00
Year ended March 31, 2004	¥511,918	¥150,457	29.4%	¥407.39

(Note)1.Number of Shares outstanding as of March 31, 2005 :369,461,152 shares

as of March 31, 2004 :369,318,736 shares

2.Number of Shares outstanding held as Treasury stock : As of March 31, 2005 :484,180 Shares

As of March 31, 2004 :626,596 Shares

2. Forecast for Year ended March 31, 2006 (From April 1, 2005 to March 31, 2006)

Amount Unit : 1 Million Yen

	Net Sales	Ordinary Income(Loss)	Net Income	Cash Dividends per Share of Common Stock for the year		
				Interim Cash Dividends per Share of Common Stock	Year-end Cash Dividends per Share of Common Stock (Yen)	
First Half ended September 30, 2005	¥240,000	¥5,000	¥3,000	¥4.00	-	-
Year ended March 31, 2006	¥490,000	¥8,000	¥5,000	-	¥4.00	¥8.00

Ref. Expected Net Income per Share of Common Stock for year ended March 31, 2006: 13.53 Yen

Non-Consolidated Balance Sheets

(Amount Unit : 1million Yen)

	As of March 31, 2005		As of March 31, 2004		Increase (Decrease)
		%		%	
[Assets]					
1. Current Assets					
Cash and time deposits	8,996		5,197		3,799
Notes receivable	2,072		575		1,496
Accounts receivable	113,584		123,299		(9,715)
Finished goods	57,386		56,836		550
Semi-finished products	395		174		221
Raw materials	40		46		(6)
Work in process	93,812		90,682		3,130
Supplies	3,254		3,282		(27)
Deferred tax assets	13,982		12,313		1,669
Short-term loans receivable to subsidiaries and associated companies	37,570		30,599		6,971
Other receivables	17,586		9,294		8,292
Other current assets	1,552		2,879		(1,327)
Allowance for doubtful receivables	(2,215)		(1,104)		(1,111)
Total current assets	348,020	65.9	334,078	65.3	13,942
2. Fixed Assets					
Tangible fixed assets	67,713	12.8	69,440	13.6	(1,726)
Buildings	20,132		21,424		(1,292)
Structures	961		1,105		(144)
Machinery and equipment	23,485		24,716		(1,230)
Automotive equipment	96		62		34
Tools, furniture and fixtures	7,010		7,690		(679)
Land	10,038		10,046		(7)
Construction in progress	5,988		4,394		1,593
Intangible fixed assets	7,924	1.5	7,921	1.5	2
Patent rights	2,962		3,598		(636)
Leasehold	4		4		-
Trademark	147		112		34
Software	4,666		4,062		603
Rights to use public facilities and other assets	143		143		0
Investments and other assets	100,448	19.8	100,478	19.6	3,970
Investment securities	54,727		54,492		235
Investments in subsidiaries and associated companies	25,817		24,010		1,807
Capital contributions	2		1,802		(1,800)
Capital contributions to subsidiaries and associated companies	5,526		5,526		0
Long-term loans receivable to employees	52		64		(12)
Long-term prepaid expenses	191		331		(139)
Deferred tax assets	11,202		10,639		562
Lease deposits and other assets	7,003		3,625		3,378
Allowance for doubtful receivables	(74)		(14)		(60)
Total fixed assets	180,086	34.1	177,840	34.7	2,246
Total assets	528,107	100.0	511,918	100.0	16,188

Non-Consolidated Balance Sheets

(Amount Unit : 1million Yen)

	As of March 31, 2005		As of March 31, 2004		Increase (Decrease)
		%		%	
[Liabilities]					
1. Current Liabilities					
Notes payable	872		803		68
Accounts payable	112,733		111,623		1,109
Short-term bank loans	28,600		32,050		(3,450)
Current portion of long-term debt	4,807		1,806		3,000
Current portion of bonds	-		10,000		(10,000)
Accounts payable for construction	4,040		3,555		485
Other accrued expenses	14,773		12,685		2,087
Accrued income taxes	11,001		142		10,859
Advances received	7,389		1,573		5,816
Deposits received	8,087		4,000		4,086
Provision for warranty	3,504		1,900		1,603
Notes payable for construction	-		305		(305)
Other current liabilities	1,368		423		945
Total current liabilities	197,177	37.3	180,871	35.3	16,306
2. Long-term Liabilities					
Bonds	145,500		155,500		(10,000)
Long-term loans	744		5,151		(4,407)
Liability for employees' retirement benefits	17,315		19,207		(1,892)
Liability for directors' retirement benefits	1,003		-		1,003
Other long-term liabilities	786		731		55
Total long-term liabilities	165,348	31.3	180,589	35.3	(15,241)
Total liabilities	362,525	68.6	361,461	70.6	1,064
[Shareholders' Equity]					
1. Common stock					
	36,660	6.9	36,660	7.2	-
2. Capital surplus					
Additional paid in capital	51,930	9.8	51,927	10.1	3
Other capital surplus	51,926		51,924		2
	4		2		1
3. Retained earnings					
	70,244	13.3	56,433	11.0	13,811
Legal reserve	5,565		5,565		-
Revenue reserve	43,462		42,335		1,127
Reserve for research and development	2,056		2,056		-
Reserve for retirement benefits	669		669		-
Reserve for special depreciation	4		8		(3)
Reserve for deferred capital gain for replacement of property	9,362		8,411		950
Reserve for advanced depreciation of fixed assets	1,160		979		181
General reserve	30,211		30,211		-
Unappropriated retained earnings (Loss) at end	21,216		8,532		12,683
4. Unrealized gains on securities					
	7,269	1.5	6,089	1.2	1,180
5. Treasury stock					
	(524)	(0.1)	(653)	(0.1)	129
Total shareholders' equity	165,581	31.4	150,457	29.4	15,123
Total Liabilities and Shareholders' Equity	528,107	100.0	511,918	100.0	16,188

Non-Consolidated Statements of Income

(Amount Unit : 1million Yen)

	Year ended March 31, 2005		Year ended March 31, 2004		Increase (Decrease)
		%		%	
1. Operating revenues					
Net sales	477,324	100.0	375,958	100.0	101,366
2. Operating cost and expenses					
Cost of sales	388,395	81.4	309,331	82.3	79,063
Selling, general and administrative expenses	78,448	16.4	71,319	19.0	7,129
3. Operating income (Loss)	10,480	2.2	(4,692)	(1.3)	15,173
4. Non-operating income	10,868	2.3	7,579	2.0	3,289
Interest income	398		185		212
Dividend income	6,115		3,309		2,805
Rental income from fixed assets	1,682		1,398		283
Foreign exchange gain	-		194		(194)
Royalties of industrial right	881		958		(77)
Other income	1,792		1,532		259
5. Non-operating expenses	13,105	2.8	8,820	2.3	4,284
Interest expenses	246		278		(31)
Interest expenses on bonds	1,120		1,477		(356)
Loss on disposals of inventories	4,231		359		3,871
Write-down of inventories	2,479		4,334		(1,854)
Rental expenses on fixed assets	1,959		1,685		273
Foreign exchange loss	1,719		-		1,719
Other expenses	1,348		685		663
6. Ordinary income (Loss)	8,244	1.7	(5,933)	(1.6)	14,177
7. Special gains	22,330	4.7	16,128	4.3	6,202
Gains on sales of fixed assets	6,028		12,774		(6,746)
Gains on sales of investment securities	422		3,353		(2,930)
Proceeds from settlement of legal proceedings against patent	15,878		-		15,878
8. Special losses	4,748	1.0	2,842	0.7	1,905
Losses on disposal of fixed assets	1,645		613		1,032
Losses on sales of fixed assets	3		6		(2)
Losses on sales of investment securities	-		482		(482)
Losses on devaluation of investment securities	261		392		(131)
Provision for losses on doubtful receivables	60		-		60
Provision for losses on doubtful loans receivable to subsidiaries and associated companies	1,383		514		869
Losses on devaluation of loans receivable to subsidiaries and associated companies	400		-		400
Losses on devaluation of the golf club membership	20		-		20
Addition to prior year's liability for directors' retirement benefits	974		-		974
Additional retirement benefits paid to employees	-		832		(832)
9. Income (Loss) before income taxes	25,826	5.4	7,352	2.0	18,474
10. Income taxes-current	12,099	2.5	343	0.1	11,756
11. Income taxes-deferred	(3,038)	(0.6)	2,946	0.8	(5,984)
12. Net income (Loss)	16,765	3.5	4,063	1.1	12,702
13. Retained earnings brought forward	5,928		4,469		1,458
14. Interim dividends paid	1,477		-		1,477
15. Unappropriated retained earnings (Loss) at e	21,216		8,532		12,683

Non-Consolidated Statements of Retained Earnings
(Proposed)

(Amount Unit : 1million Yen)

	Year ended March 31, 2005	Year ended March 31, 2004	Increase (Decrease)
1. Unappropriated retained earnings (Loss) at year end	21,216	8,532	12,683
2. Reversal of reserves :			
Reversal of reserve for retirement benefits	669	-	669
Reversal of reserve for special depreciation	4	3	0
Reversal of reserve for deferred capital gain for replacement of property	1,410	1,445	(34)
Reversal of reserve for advanced depreciation of fixed assets	1,160	979	181
Total	24,460	10,961	13,499
3. Appropriation of retained earnings :			
Cash dividends	1,477	1,477	0
Bonuses to directors and corporate auditors	62	-	62
Transfer to reserve for deferred capital gain for replacement of property	1,183	2,395	(1,212)
Transfer to reserve for advanced depreciation of fixed assets	1,674	1,160	514
Transfer of reserve for general reserve	10,000	-	10,000
Total	14,398	5,033	9,365
4. Retained earnings carried forward	10,062	5,928	4,134

	Year ended March 31, 2005	Year ended March 31, 2004	Increase (Decrease)
1. Other capital surplus	4	2	1
Excess arising from retirement of treasury stock	4	2	1
Total	4	2	1
2. Other capital surplus carried forward	4	2	1
Excess arising from retirement of treasury stock	4	2	1

Sales Performance (Non-Consolidated)

(Amount Unit : 1million Yen)

Segment	Year ended March 31, 2005		Year ended March 31, 2004		Ratio to the previous period
	Amount	%	Amount	%	%
Precision Equipment	185,157	38.8	106,907	28.4	173.2
Imaging Products	254,690	53.3	237,182	63.1	107.4
Instruments	28,924	6.1	25,248	6.7	114.6
Other	8,551	1.8	6,619	1.8	129.2
Total	477,324	100.0	375,958	100.0	127.0
Domestic	116,626	24.4	104,604	27.8	111.5
Export	360,697	75.6	271,353	72.2	132.9