




- **Financial Results for the Year Ended March 31, 2007**
- **Estimation for the Year Ending March 31, 2008**

Forward-looking statements for earnings and other performance data contained herein are based on information currently available to the Company, and all potential risks and uncertainties are taken into account. The Company asks that investors understand that changes in conditions may cause actual performance to significantly differ from these projections.

Agenda

- I . Financial Results for the Year Ended March 31,2007
 - II . Estimation for the Year Ending March 31,2008
 - III . Reference Data
- 
- A decorative graphic on the right side of the slide, consisting of several parallel, slanted lines of varying lengths, creating a sense of movement and depth. The lines are light gray and extend from the bottom left towards the top right.

Financial Highlights for the Year Ended March 31, 2007

Billions of yen	06/3 (A)	Previous Forecast (B)	07/3 Actual (C)	Change (C-A)	Change (C-B)
Net Sales	730.9	800.0	822.8	+ 91.9	+ 22.8
Operating Income % vs Net Sales	66.6 9.1%	95.0 11.9%	102.0 12.4%	+ 35.4	+ 7.0
Ordinary Income % vs Net Sales	43.5 6.0%	82.0 10.3%	89.6 10.9%	+ 46.1	+ 7.6
Net Income % vs Net Sales	28.9 4.0%	51.0 6.4%	54.8 6.7%	+ 25.9	+ 3.8

* The Previous Forecast is our estimation announced on Feb. 5, 2007

Achieved record high Net Sales, Operating Income, Ordinary Income and Net Income 2 years in a row.



Precision Equipment Company

Steppers & Scanners (units sold)		06/3	1st Half		Previous Forecast	1st Half		07/3 Actual Result	1st Half	
			2nd Half			2nd Half			2nd Half	
Net Sales (Billions of yen)		243.2	116.2	290.0	135.0	292.6	135.9			
			127.0		155.0		156.7			
Operating Income (Billions of yen) % vs Net Sales		26.4 10.9%	12.4	45.0 15.5%	23.3	49.3 16.8%	23.3			
			14.0		21.7		26.0			
IC Steppers & Scanners New / Refurbished		159/29	79/12	165/18	77/ 8	158/22	77/ 8			
			80/17		88/10		81/14			
LCD Steppers & Scanners		67	37	82	46	80	46			
			30		36		34			
Market Scale CY05/06 (New)	IC Steppers & Scanners	464		571		571				
	LCD Steppers & Scanners (TFT-array Only)	est. 147		est. 125		est. 125				

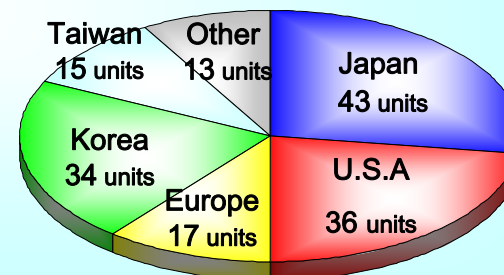
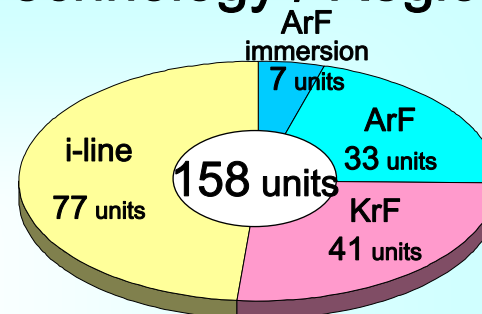
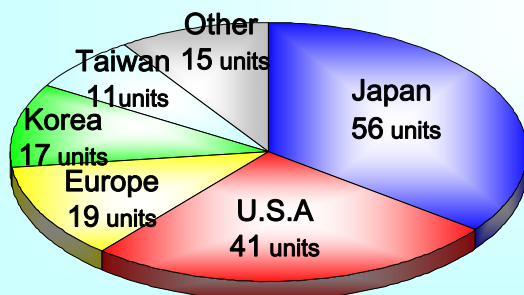
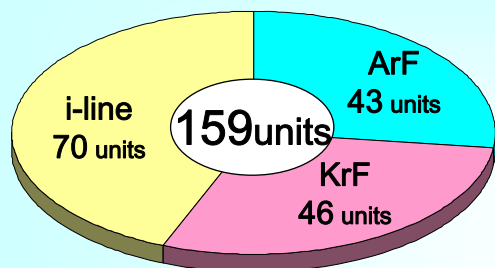
Achieved record high Net Sales and Operating Income through sales of ArF immersion scanner and higher sales of LCD steppers & scanners.

Precision Equipment Company

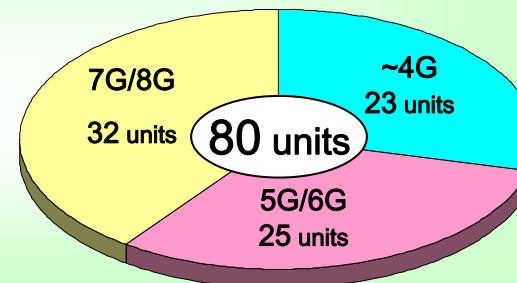
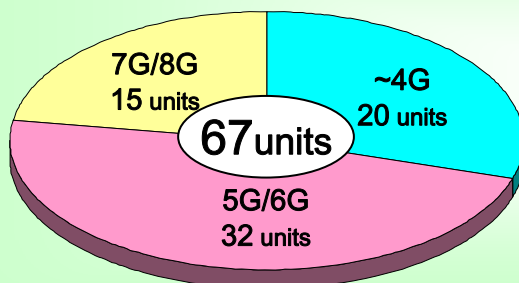
06/3

07/3

IC Steppers & Scanners Sales by Technology / Region



LCD Steppers & Scanners Sales by Generation





Imaging Company

Cameras & Lenses (1,000 of units sold)		06/3	1st Half 2nd Half	Previous Forecast	1st Half 2nd Half	07/3 Actual	1st Half 2nd Half
Net Sales (Billions of yen)		416.6	196.4 220.2	430.0	206.3 223.7	449.8	206.3 243.5
Operating Income (Billions of yen) % vs Net Sales		34.4 8.3%	15.5 18.9	43.0 10.0%	18.9 24.1	45.7 10.2%	18.9 26.8
Single-Lens Reflex DSC		1,340	790 550	2,050	860 1,190	2,090	860 1,230
Compact DSC		7,110	3,410 3,700	6,500	3,400 3,100	5,920	3,400 2,520
Interchangeable Lenses		2,020	1,180 840	2,300	900 1,400	2,640	900 1,740
Market Scale F Y	SLR-DSC C-DSC	3,940 63,230		5,000 66,000		5,930 75,540	

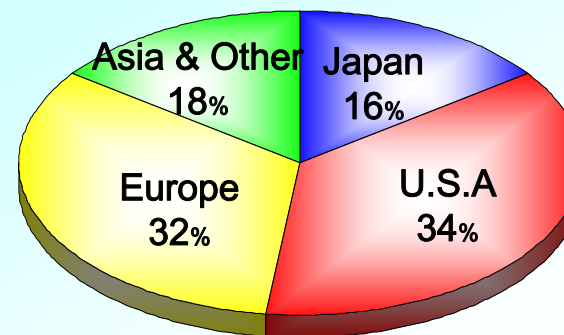
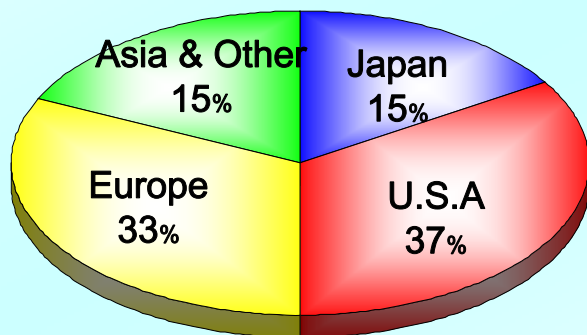
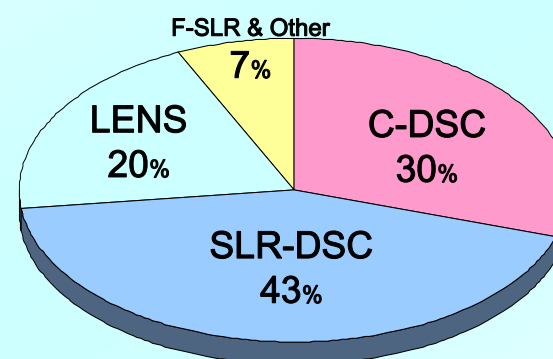
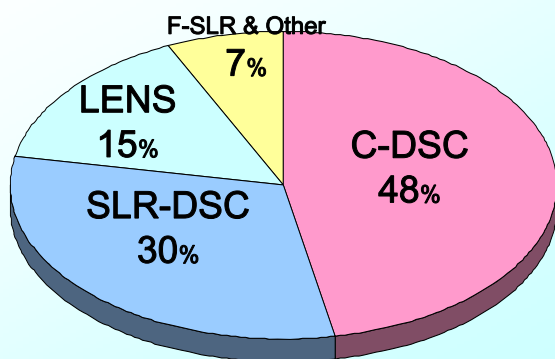
**Achieved record high Net Sales and Operating Income
2 years in a row through strong sales of Single-Lens
Reflex DSC and Interchangeable Lenses.**

Imaging Company

06/3

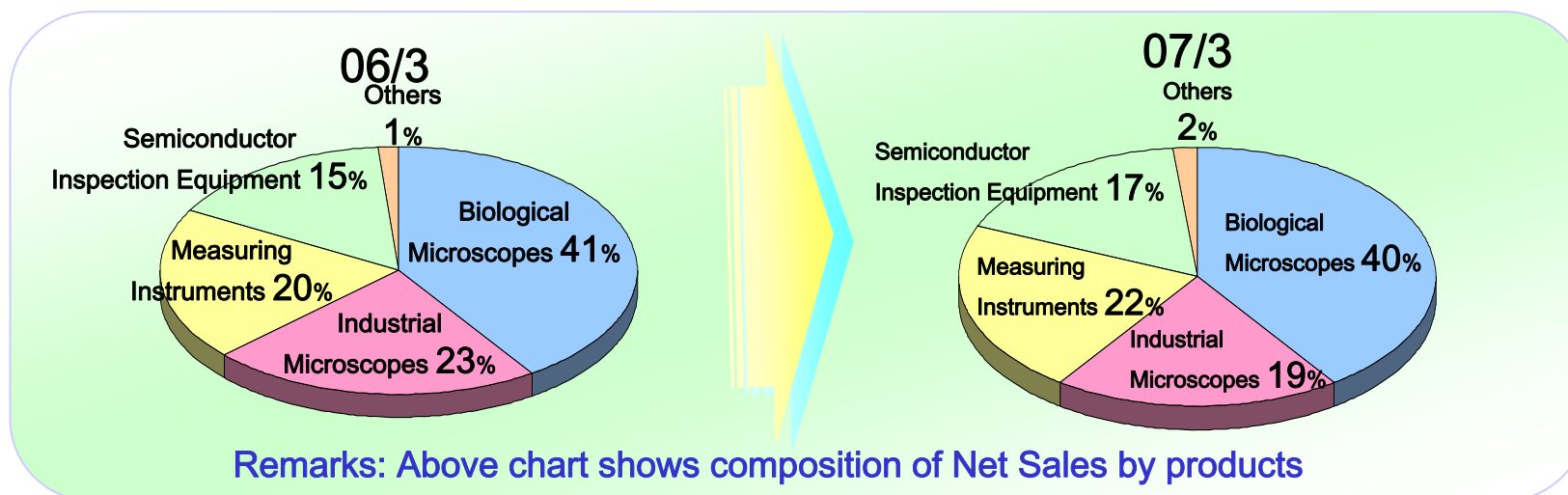
07/3

Shipment value by Products / Region



Instruments Company

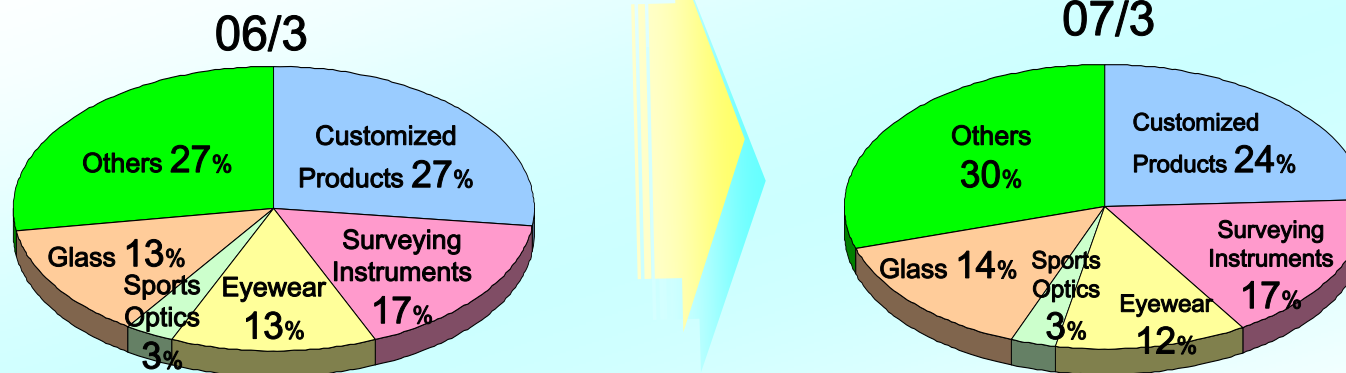
	06/3	1st Half	Previous Forecast	1st Half	07/3 Actual	1st Half
		2nd Half		2nd Half		2nd Half
Net Sales (Billions of yen)	54.9	24.3	60.0	27.3	61.2	27.3
		30.6		32.7		33.9
Operating Income (Billions of yen) % vs Net Sales	4.1 7.5%	0.7	5.0 8.3%	1.0	5.1 8.3%	1.0
		3.4		4.0		4.1



Achieved record high Net Sales through sales extension of Measuring Instruments etc.

Other Businesses

	06/3	1st Half	Previous Forecast	1st Half	07/3 Actual	1st Half
		2nd Half		2nd Half		2nd Half
Net Sales (Billions of yen)	49.8	22.8	54.0	26.3	57.2	26.3
		27.0		27.7		30.9
Operating Income (Billions of yen) % vs Net Sales	1.9 3.8%	0.1	2.0 3.7%	1.1	2.1 3.7%	1.1
		1.8		0.9		1.0



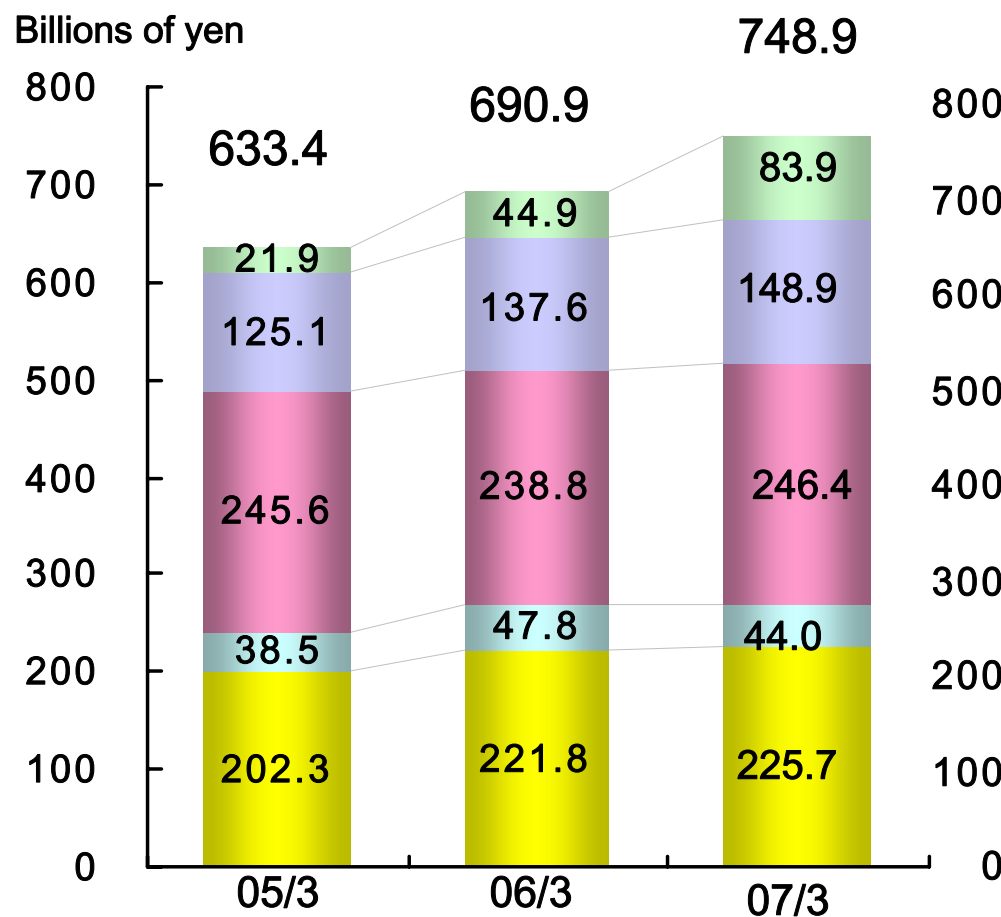
Remarks: Above chart shows a breakdown of 19.7 billion yen (06/3) and 22.8 billion yen (07/3) sales amount to outside customers.

Started manufacturing Photomask substrates for LCD.

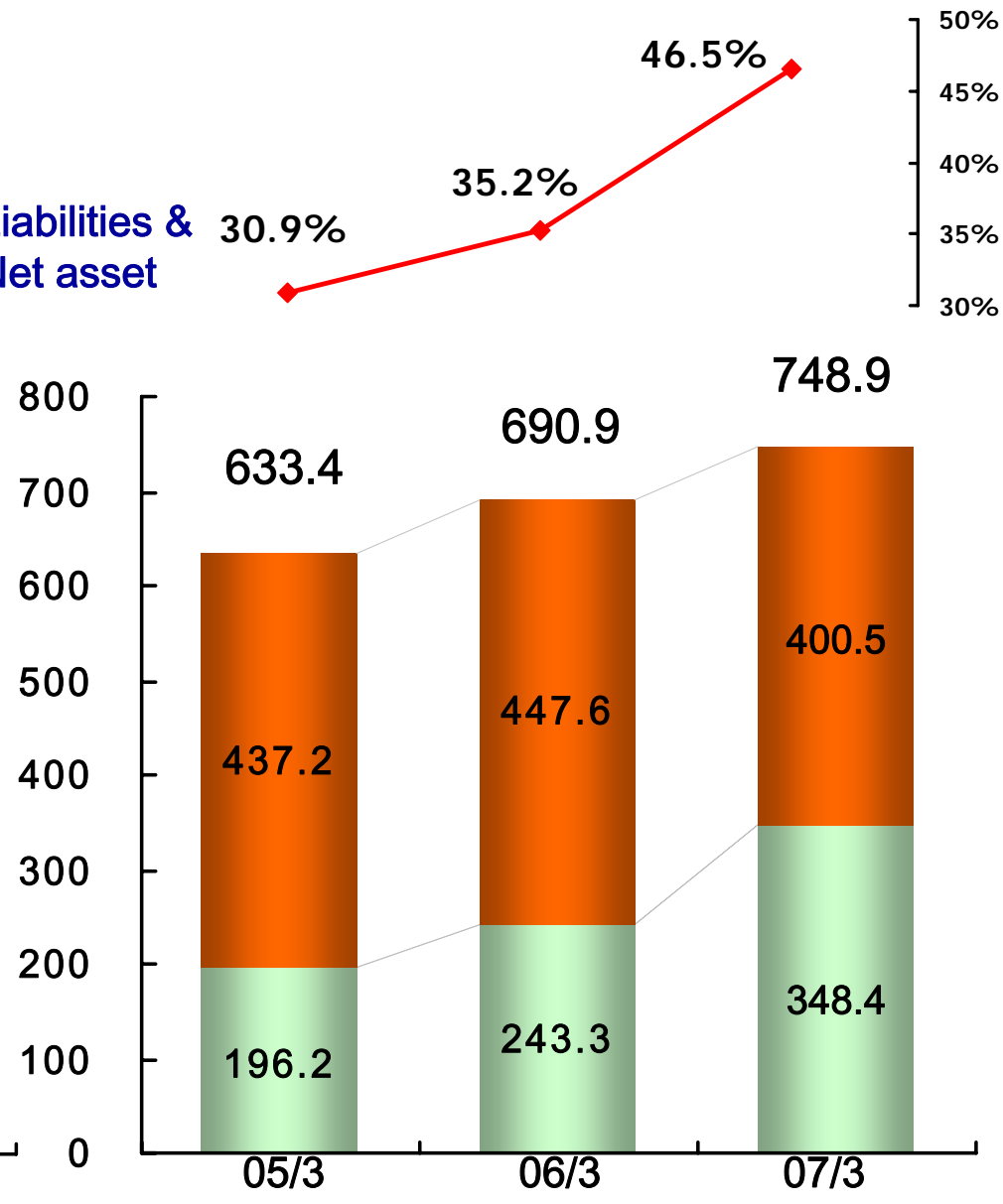
Balance Sheet

Assets

Billions of yen



Liabilities & Net asset

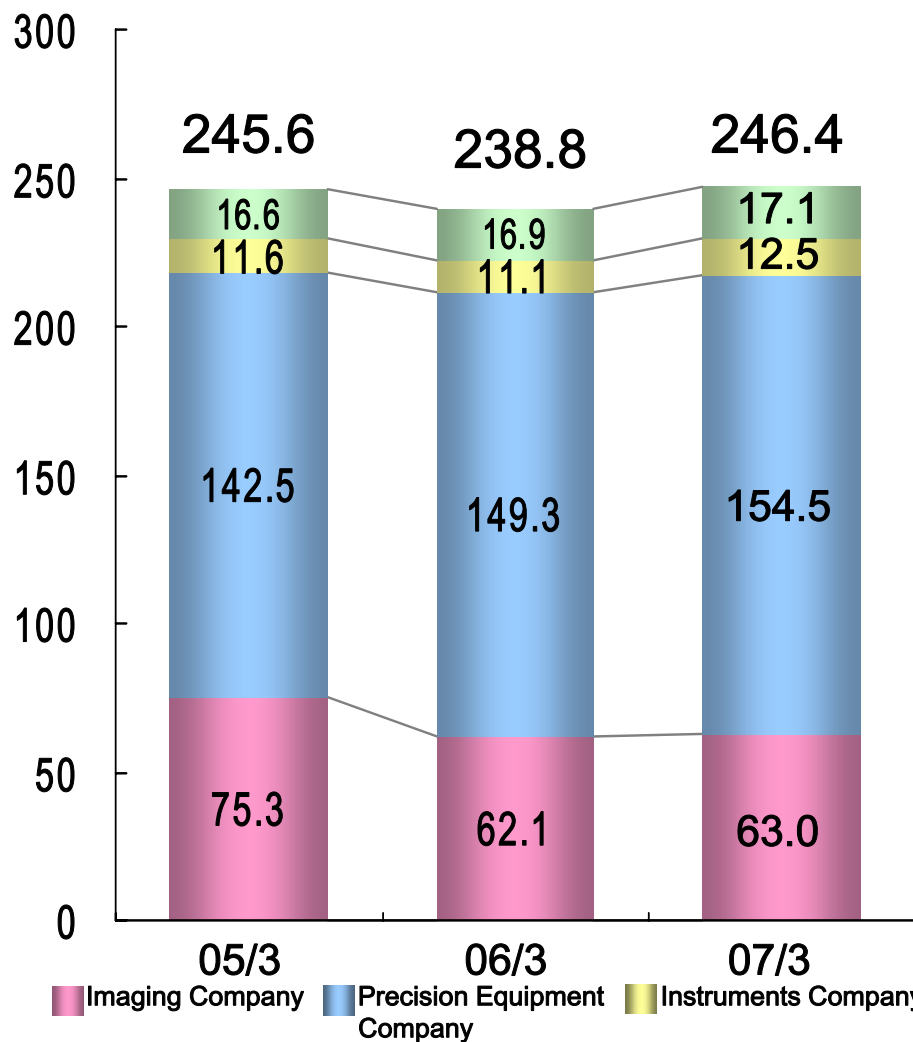


■ Cash & time deposit
 ■ Notes & accounts Receivable-trade
 ■ Inventories
 ■ Other current assets
 ■ Fixed assets

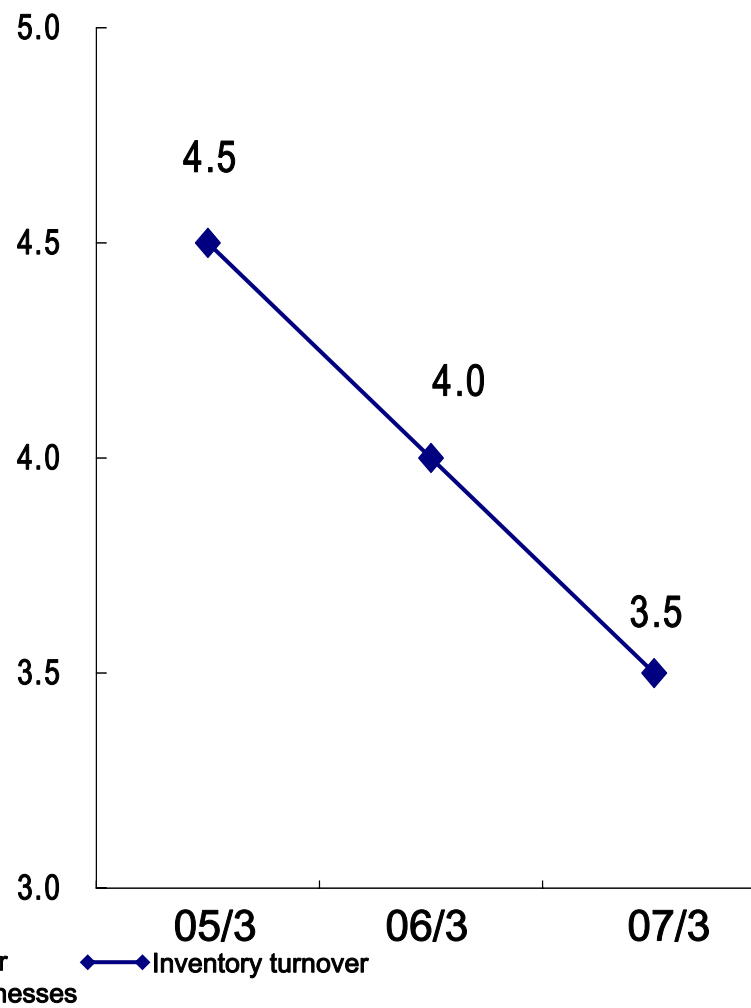
■ Total Net assets
 ■ Total liabilities
 ◆ Ratio of equity capital

Inventories & Turnover

Billions of yen



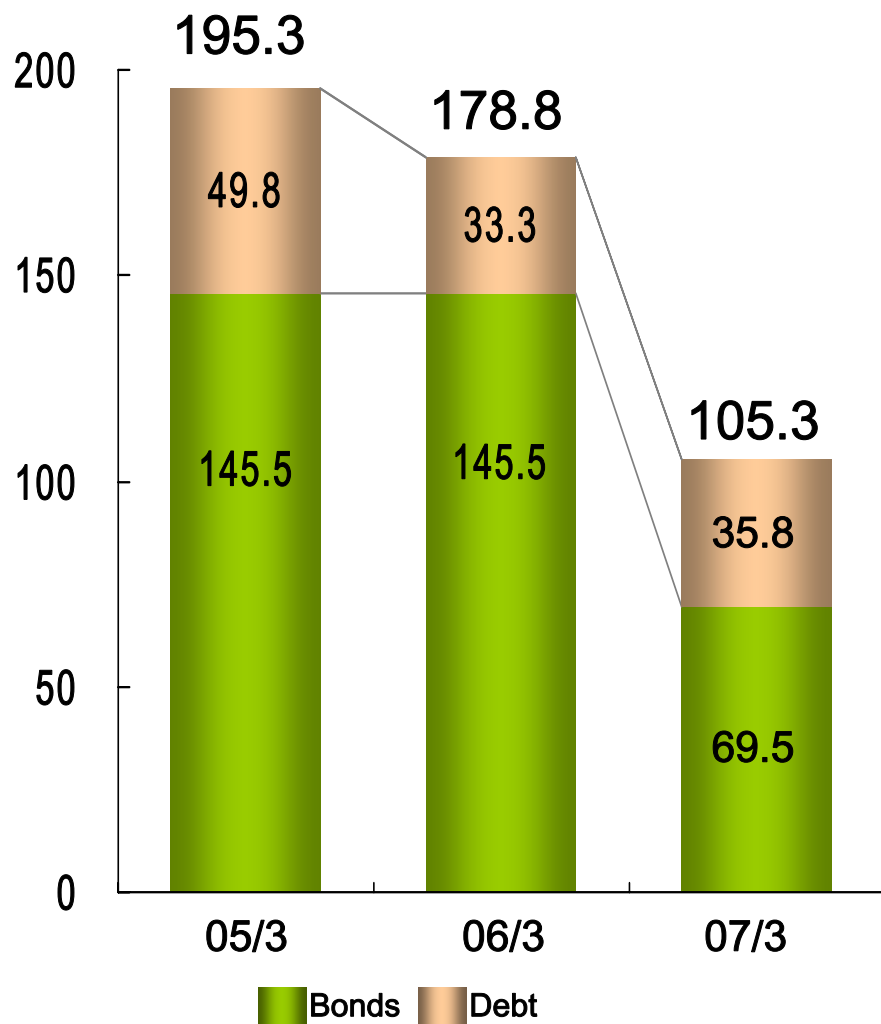
Unit: Month



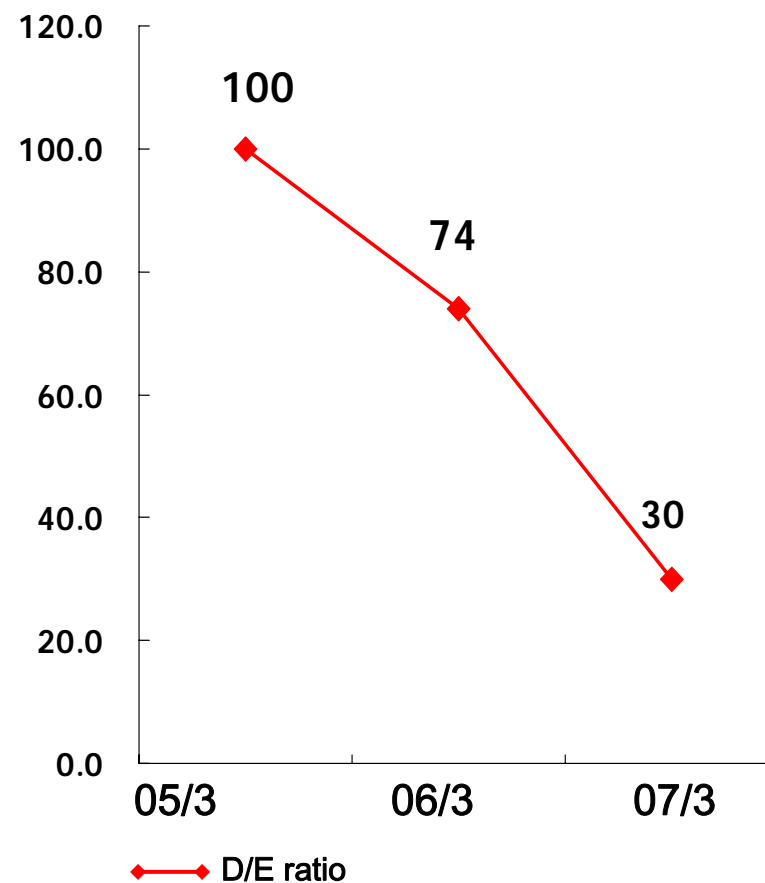
Lowered Inventory turnover.

Interest-bearing debt and D/E ratio

Billions of yen



Unit: %



Improved financial structure through significant reduction of Interest-bearing debt.

Summary for the Year Ended March 31, 2007

Achieved record high Net Sales, Operating Income, Ordinary Income and Net Income 2 years in a row.

Improved financial structure through reduction of Interest-bearing debt to 105.3 Billion yen.

Increasing Cash dividend per share of common stock

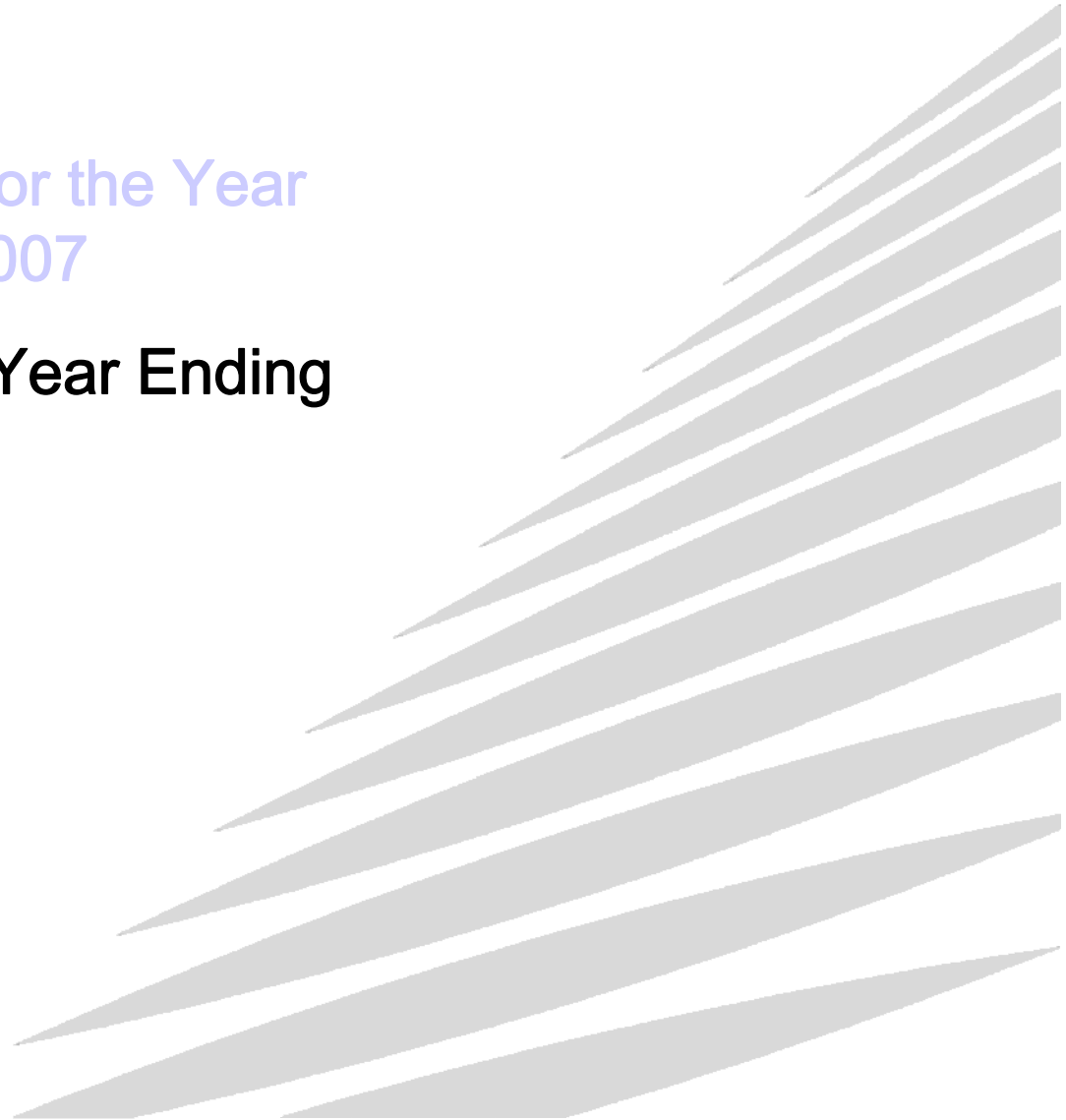
2nd Half :11.5

Entire year :18.0



Agenda

- I . Financial Results for the Year
Ended March 31,2007
- II . Estimation for the Year Ending
March 31,2008
- III . Reference Data



Performance Estimation for the Year Ending March 31, 2008

Billions of yen	07/3 Actual	08/3 Estimation	Change
Net Sales	822.8	900.0	+ 77.2
Operation Income % vs Net Sales	102.0 12.4%	100.0 11.1%	- 2.0
Ordinary Income % vs Net Sales	89.6 10.9%	90.0 10.0%	+ 0.4
Net Income % vs Net Sales	54.8 6.7%	55.0 6.1%	+ 0.2

Estimating Income level equivalent to the previous period despite reduction by half of LCD equipment sales units and increase of investment and expense for future growth.



Estimation for Precision Equipment Company

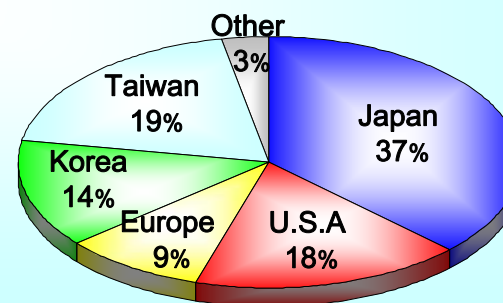
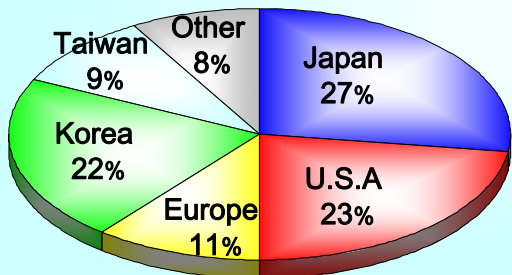
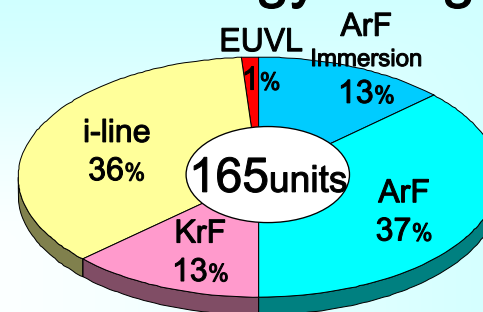
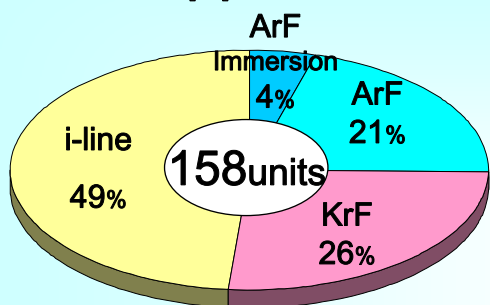
Steppers (units sold)		07/3	1st Half	08/3	1st Half
		Actual	2nd Half	Estimation	2nd Half
Net Sales (Billions of yen)		292.6	135.9	320.0	140.0
			156.7		180.0
Operating Income (Billions of yen) % vs Net Sales		49.3 16.8%	23.3	44.0 13.8%	20.0
			26.0		24.0
IC Steppers & Scanners New/Refurbished		158/22	77/ 8	165/25	75/10
			81/14		90/15
LCD Steppers & Scanners		80	46	40	23
			34		17
Market Scale CY06/07 (New)	IC Steppers & Scanners	571		est.510	
	LCD Steppers & Scanners (TFT-array Only)	est.125		est.70	

Minimizing income reduction by 10%, due to expanding sales of cutting-edge IC Scanners, despite reduction by half of LCD equipment sales units.

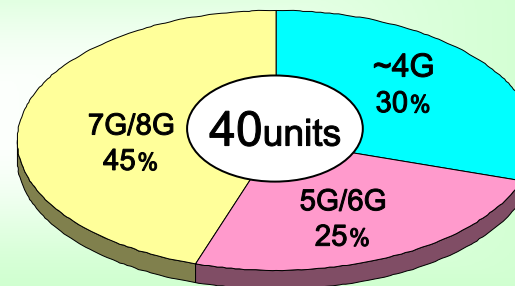
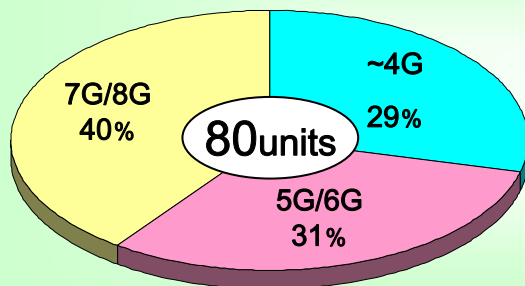
07/3

08/3 Estimation

IC Steppers & Scanners Sales by Technology / Region



LCD Steppers & Scanners Sales by Generation





Estimation for Imaging Company

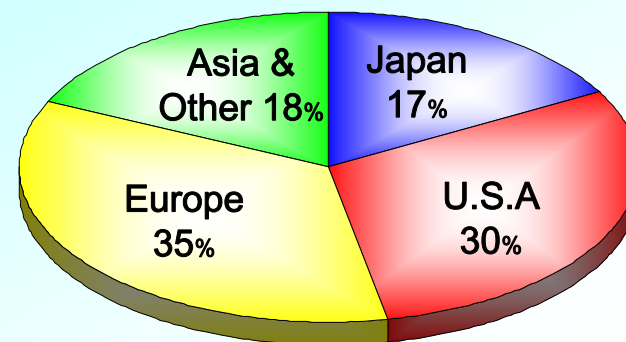
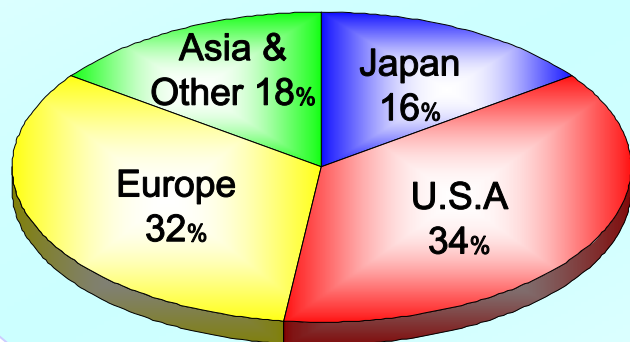
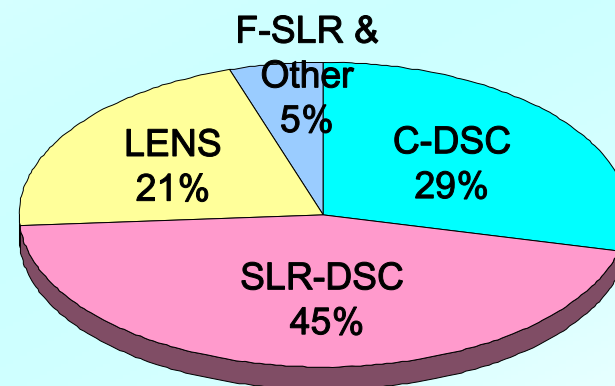
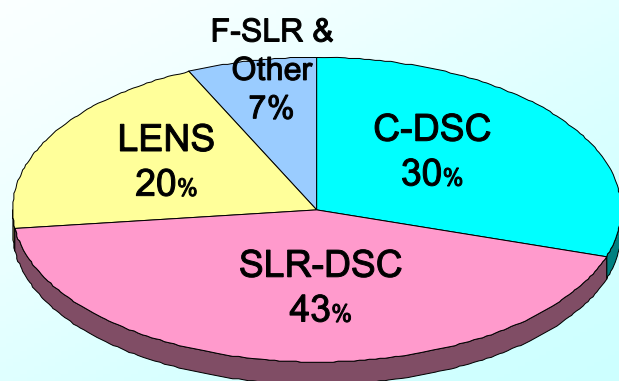
Cameras & Lenses (1,000 of units sold)		07/3	1st Half	08/3	1st Half
		Actual	2nd Half	Estimation	2nd Half
Net Sales		449.8	206.3	480.0	225.0
			243.5		255.0
Operating Income % vs Net Sales		45.7 10.2%	18.9	48.0 10.0%	20.0
			26.8		28.0
Single-Lens Reflex DSC		2,090	860	2,500	1,300
			1,230		1,200
Compact DSC		5,920	3,400	7,500	3,800
			2,520		3,700
Interchangeable Lenses		2,640	900	3,500	1,900
			1,740		1,600
Market Scale F Y	SLR-DSC	5,930	7,000		
	C-DSC	75,540	79,000		

Raising Sales and Income through sales extension of Single-Lens Reflex DSC and recovery of Compact DSC competitiveness.

07/3

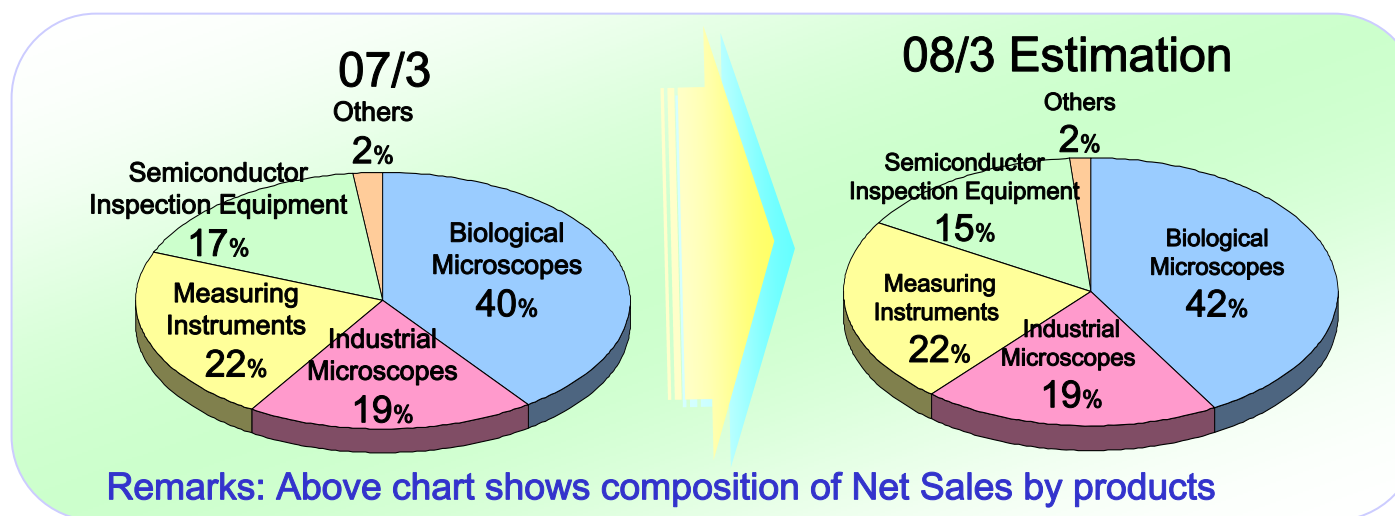
08/3 Estimation

Shipment value by Products / Region



Estimation for Instruments Company

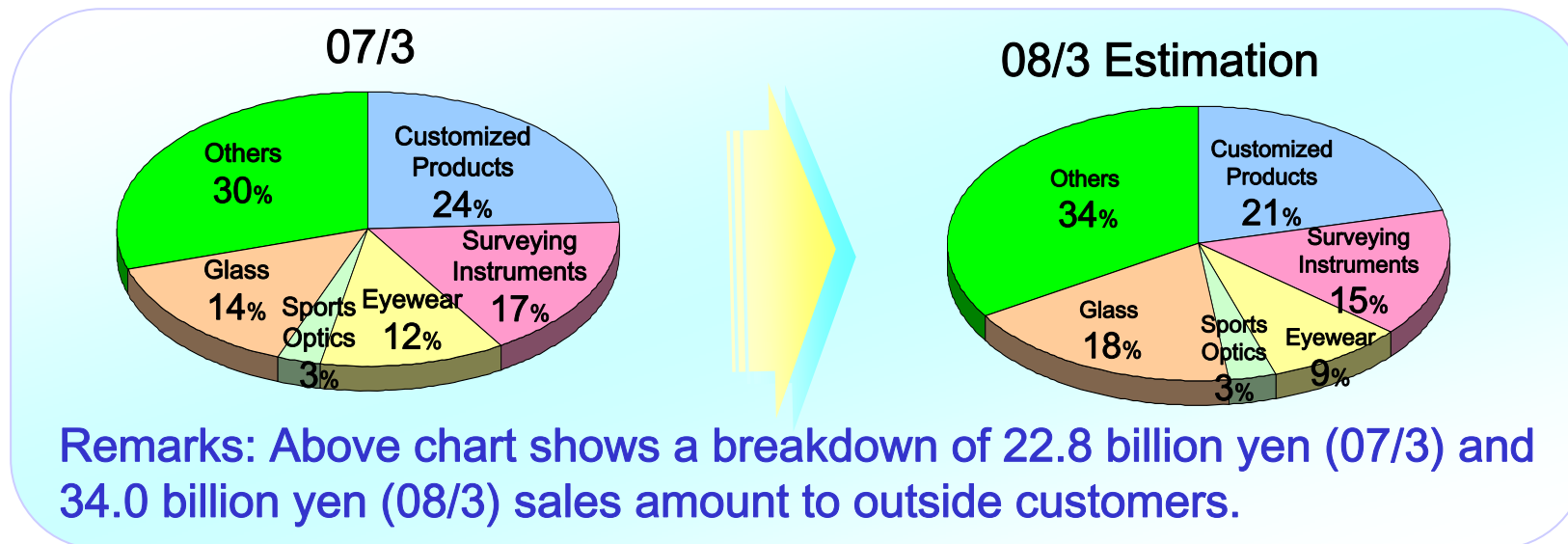
	07/3 Actual	1st Half		08/3 Estimation	1st Half	
		2nd Half			2nd Half	
Net Sales (Billions of yen)	61.2	27.3		67.0	28.0	
		33.9			39.0	
Operating Income (Billions of yen) % vs Net Sales	5.1 8.3%	1.0		6.0 9.0%	1.0	
		4.1			5.0	



Targeting record highs in Net Sales and Operating Income through strong sales of Bio-science related products.

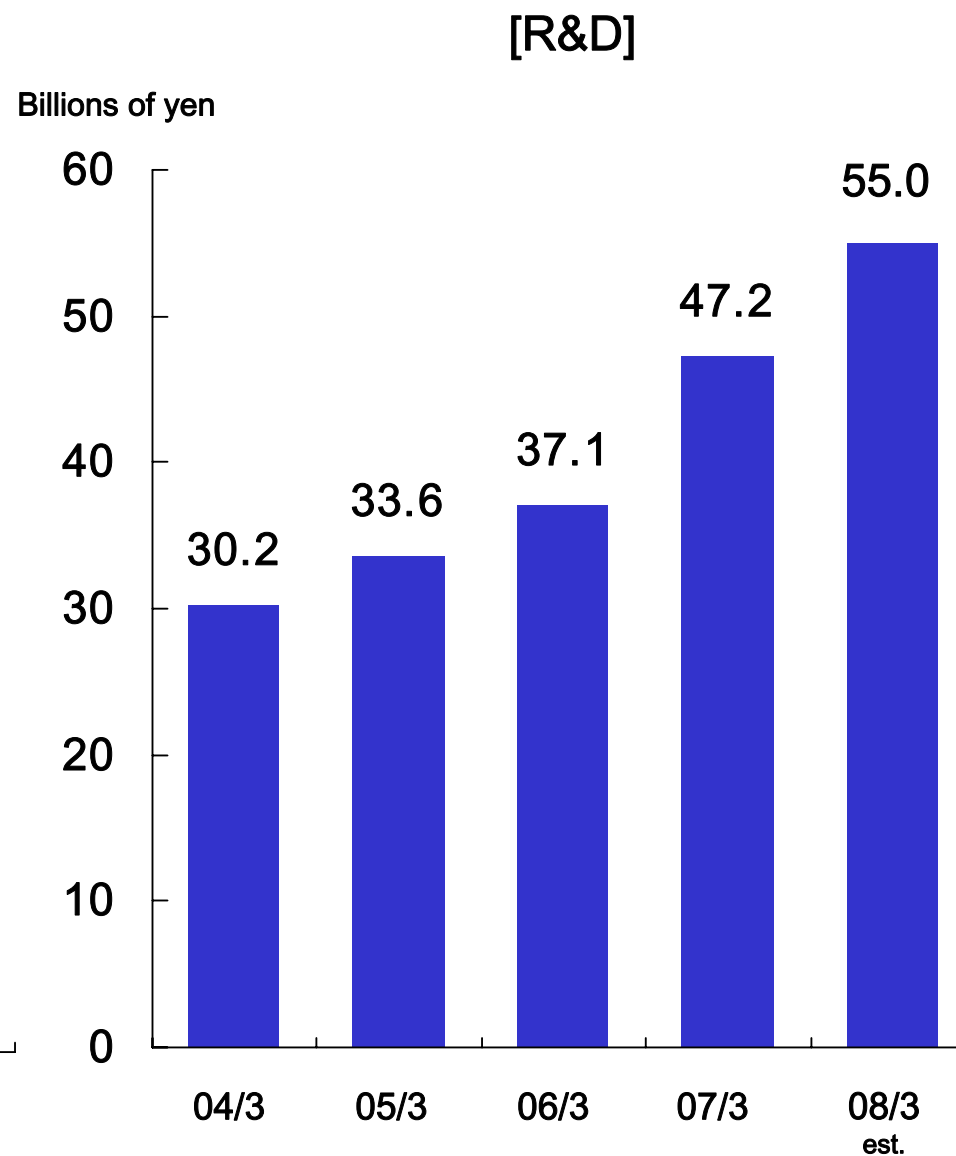
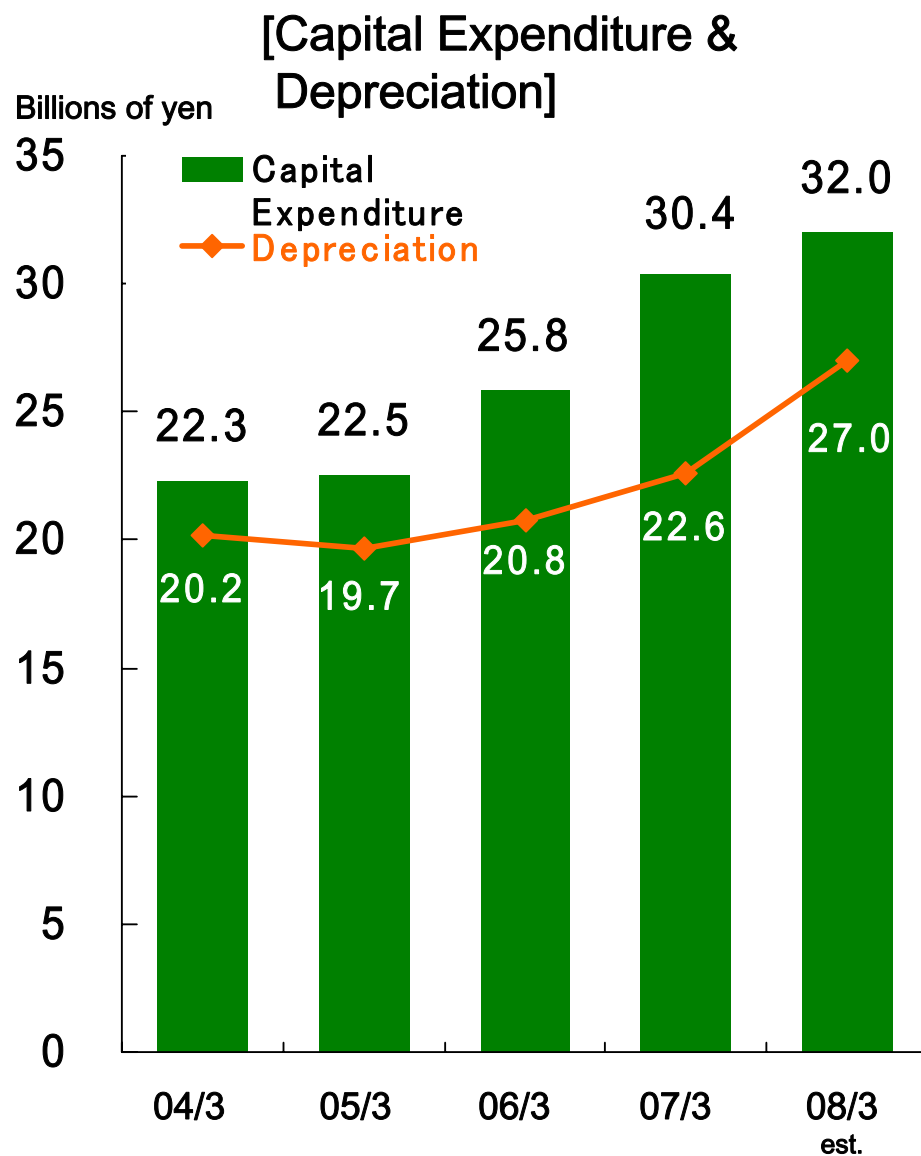
Estimation for Other Businesses

	07/3 Actual	08/3 Estimation	
		1st Half 2nd Half	1st Half 2nd Half
Net Sales (Billions of yen)	57.2	26.3	30.0
		30.9	30.0
Operating Income (Billions of yen) % vs Net Sales	2.1 3.7%	1.1	1.0
		1.0	1.0 3.3%

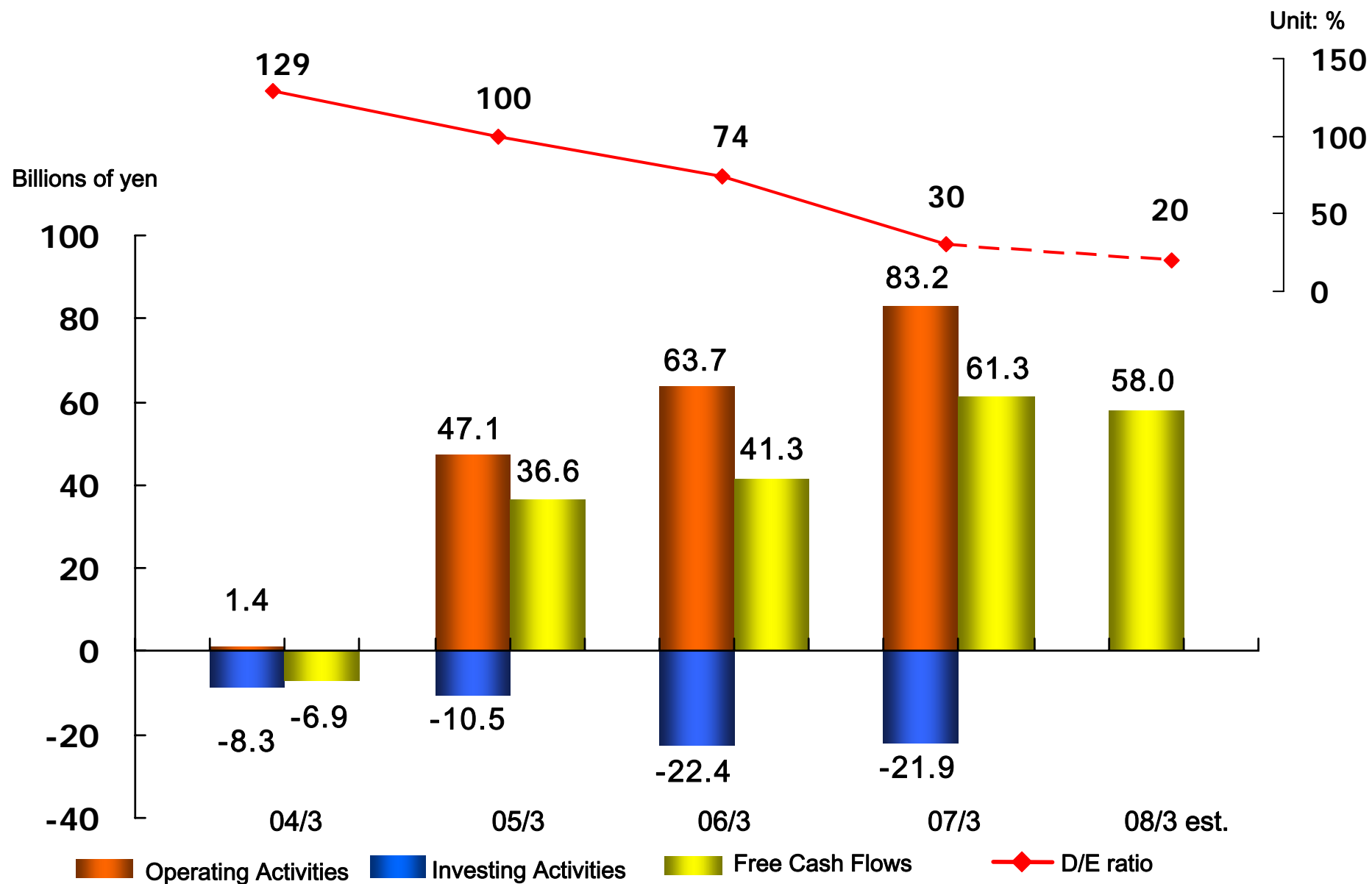


Expanding sales of new business, Photomask substrates for LCD.

Estimation for Capital Expenditure, Depreciation and R&D



Estimation for Cash Flows and D/E ratio



Summary of Estimation for the Year Ending March 31, 2008

-Precision Equipment Company:

[LCD Steppers & Scanners] Estimating Income level equivalent to the previous period despite reduction by half of sales units and increase of investment and expense for future growth.

[IC Steppers & Scanners] Expanding sales of cutting-edge products (ArF / ArF immersion) significantly due to their high competitiveness.

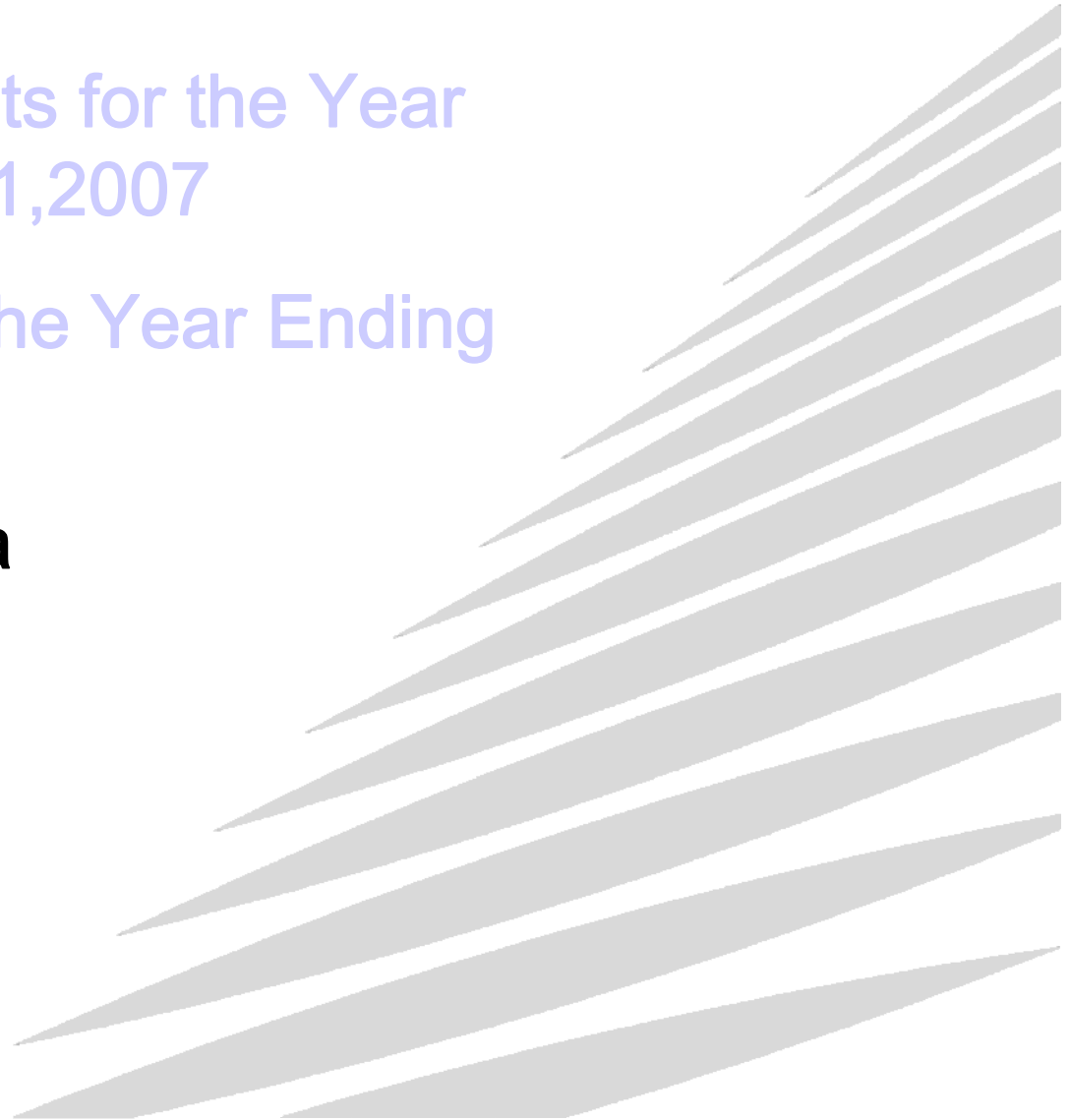
-Imaging Company:

Raising Sales and Income through sales extension of Single-Lens Reflex DSC and recovery of Compact DSC competitiveness.



Agenda

- I . Financial Results for the Year Ended March 31,2007
- II . Estimation for the Year Ending March 31,2008
- III . Reference Data**



Exchange Rate

07/3
Actual

	Exchange Rate		Financial Impact*	
	07/3 Forecast	07/3 Result	Net Sales (Billions of yen)	Operating Income (Billions of yen)
US\$	115	118.05	+ 13.0	+ 0.8
EURO	150	157.33	+12.0	+ 1.2
Total			+ 25.0	+ 2.0

*Change from foreign exchange rate of previous estimation.

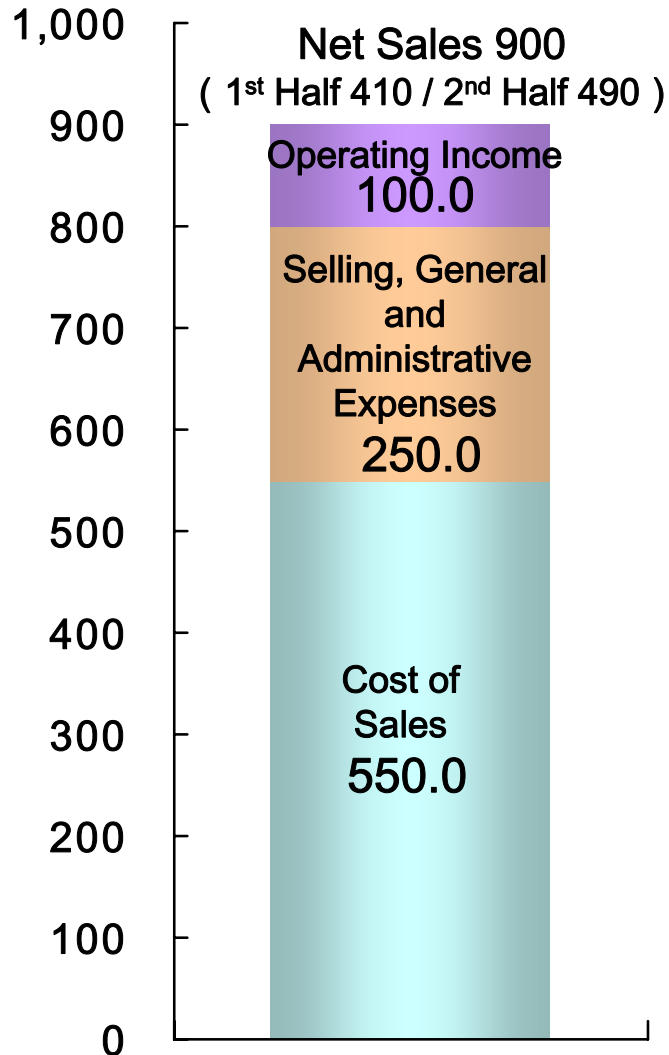
08/3
Estimation

	Exchange Rate	Financial impact from fluctuation by 1 yen	
	08/3 Forecast	Net Sales (Billions of yen)	Operating Income (Billions of yen)
US\$	115	approx. 1.8	approx. 0.9
EURO	150	approx. 1.1	approx. 0.8



Earning Estimation for the Year Ending March 31, 2008

Billions of yen

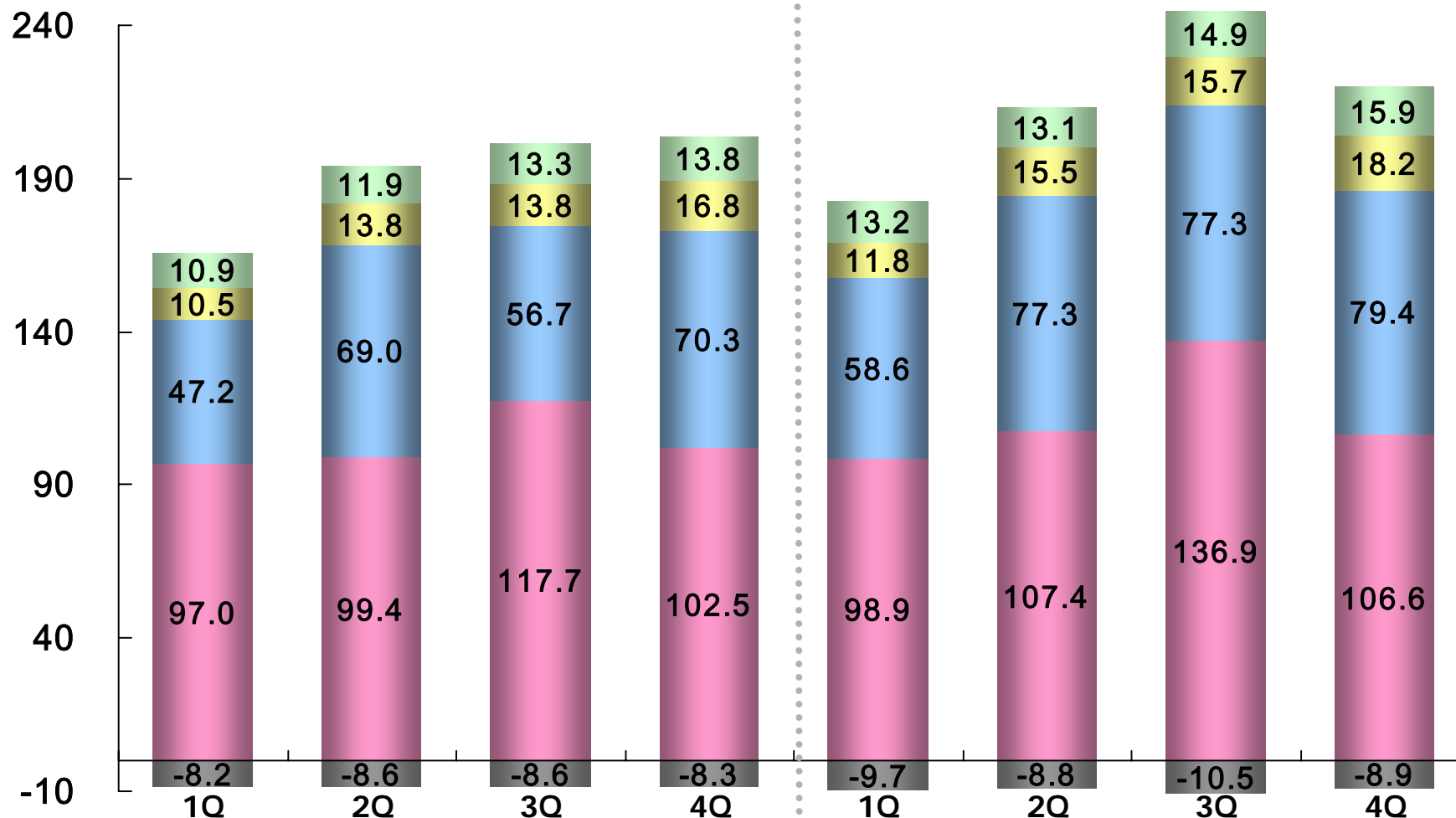


Billions of yen		07/3 Actual		08/3 Estimation	
Operating Income	1st Half	102.0	44.0	100.0	42.0
	2nd Half		58.0		58.0
Non-operating Income		7.1		6.0	
Non-operating Expenses		19.5		16.0	
Ordinary Income	1st Half	89.6	37.1	90.0	36.0
	2nd Half		52.5		54.0
Special gain and loss		-1.7		- 1.0	
Income Taxes		33.0		34.0	
Net Income	1st Half	54.8	23.2	55.0	21.0
	2nd Half		31.6		34.0



Quarterly Net Sales by segments

Billions of yen



06/3

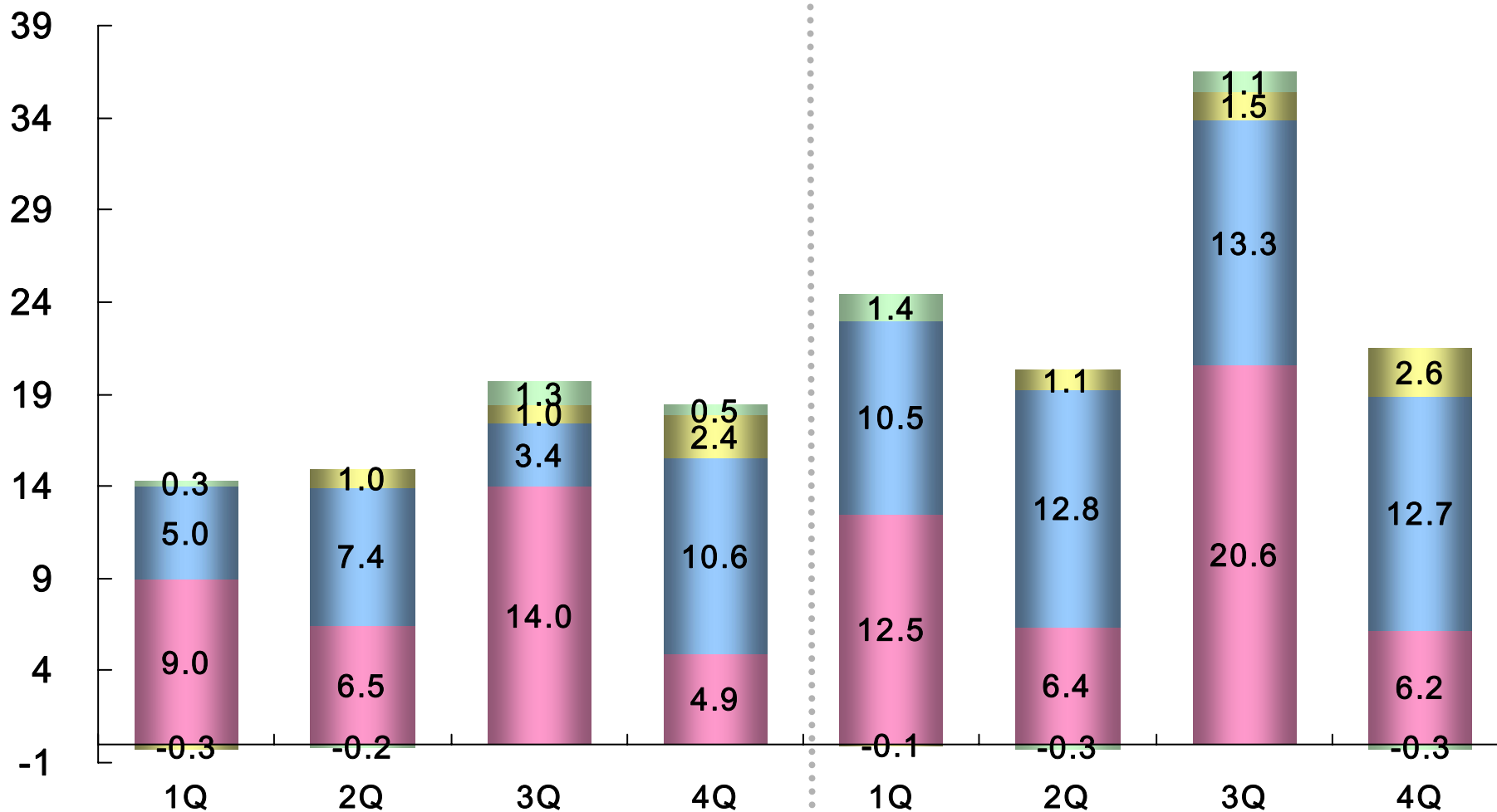
07/3





Quarterly Operating Income by segments

Billions of yen



06/3

07/3



Management Index

	05/3	06/3	07/3
ROE (%)	13.1	13.2	18.5
D/E ratio (%)	100	74	30
Net Income per share of Common Stock (yen)	65.2	78.2	146.4
Total Assets per share of Common Stock (yen)	530.4	658.0	871.7



NIKON CORPORATION