

# Agenda

- I . Financial Results for the First Half of the Year Ending March 31, 2010
- II . Estimation for the Year Ending March 31, 2010
- III . Reference Data

# Performance Estimation for the Year Ending March 31, 2010



Billions of yen	09/3 (A)	1H 2H	Previous Forecast as of August 5, 2009 (B)	1H 2H	New Estimation (C)	1H 2H	Change (C-A)	Change (C-B)
<b>Net Sales</b>	<b>879.7</b>	<u>487.1</u> 392.6	<b>710.0</b>	<u>340.0</u> 370.0	<b>760.0</b>	<u>368.1</u> 391.9	- 119.7	+50.0
<b>Operating Income</b> % vs Net Sales	<b>48.2</b> 5.5%	<u>54.1</u> - 5.9	<b>- 30.0</b> -%	<u>- 32.0</u> 2.0	<b>- 18.0</b> -%	<u>- 19.5</u> 1.5	- 66.2	+12.0
<b>Ordinary Income</b> % vs Net Sales	<b>47.7</b> 5.4%	<u>53.1</u> - 5.4	<b>- 36.0</b> -%	<u>- 36.0</u> 0	<b>- 24.0</b> -%	<u>- 22.3</u> - 1.7	- 71.7	+12.0
<b>Net Income</b> % vs Net Sales	<b>28.1</b> 3.2%	<u>33.6</u> - 5.5	<b>- 28.0</b> -%	<u>- 29.0</u> 1.0	<b>- 21.0</b> -%	<u>- 17.7</u> - 3.3	- 49.1	+7.0
<b>Exchange : US\$ Rate EURO</b>	<b>101 144</b>	<u>106</u> 95 <u>163</u> 125	<b>96 127</b>	<u>96</u> 95 <u>129</u> 125	<b>93 132</b>	<u>96</u> 90 <u>133</u> 130		

Estimated revenue and income is revised upward even with integration cost of Metris NV included while a certain risk remains for end-year sales and exchange rate etc.

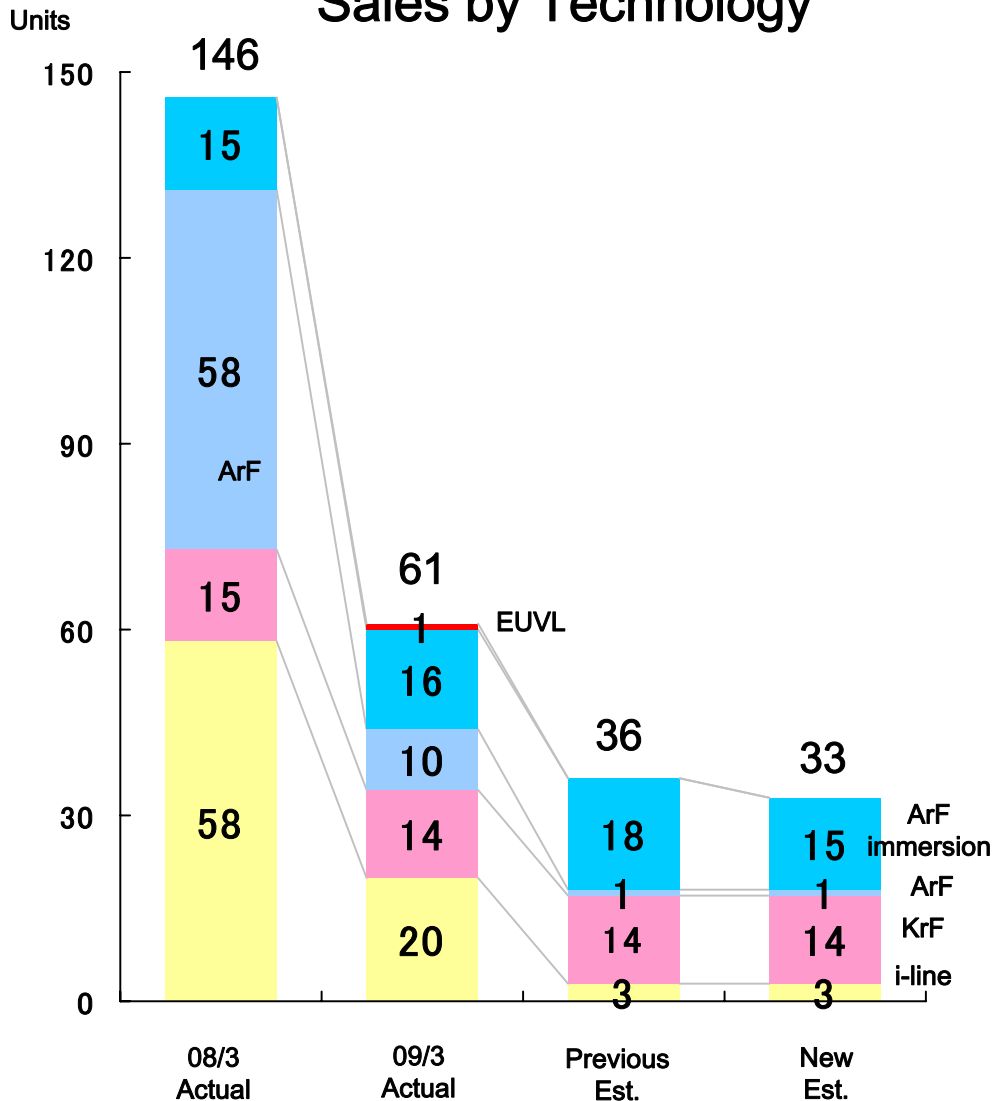
# Estimation for Precision Equipment Company

Billions of yen	09/3	<u>1H</u> <u>2H</u>	Previous Forecast as of August 5, 2009	<u>1H</u> <u>2H</u>	New Estimation	<u>1H</u> <u>2H</u>
<b>Net Sales</b>	<b>219.9</b>	<u>117.2</u> 102.7	<b>140.0</b>	<u>64.0</u> 76.0	<b>140.0</b>	<u>66.3</u> 73.7
<b>Operating Income</b> % vs Net Sales	<b>8.0</b> 3.6%	<u>12.2</u> - 4.2	<b>- 59.0</b> -%	<u>- 45.5</u> - 13.5	<b>- 58.0</b> -%	<u>- 44.0</u> - 14.0
<b>IC Steppers &amp; Scanners</b> New / Refurbished (units sold)	<b>61/17</b>	<u>32/10</u> 29/7	<b>36/13</b>	<u>18/ 3</u> 18/10	<b>33/13</b>	<u>18/ 4</u> 15/ 9
<b>LCD Steppers &amp; Scanners</b> (units sold)	<b>65</b>	<u>37</u> 28	<b>41</b>	<u>15</u> 26	<b>44</b>	<u>16</u> 28
<b>Market Scale CY</b> IC Steppers & Scanners (units sold)	<b>296</b>		<b>Approx. 90</b>		<b>Approx. 100</b>	
<b>Market Scale CY</b> LCD Steppers & Scanners, (TFT-array Only) (units sold)	<b>Approx. 110</b>		<b>Approx. 70</b>		<b>Approx. 70</b>	

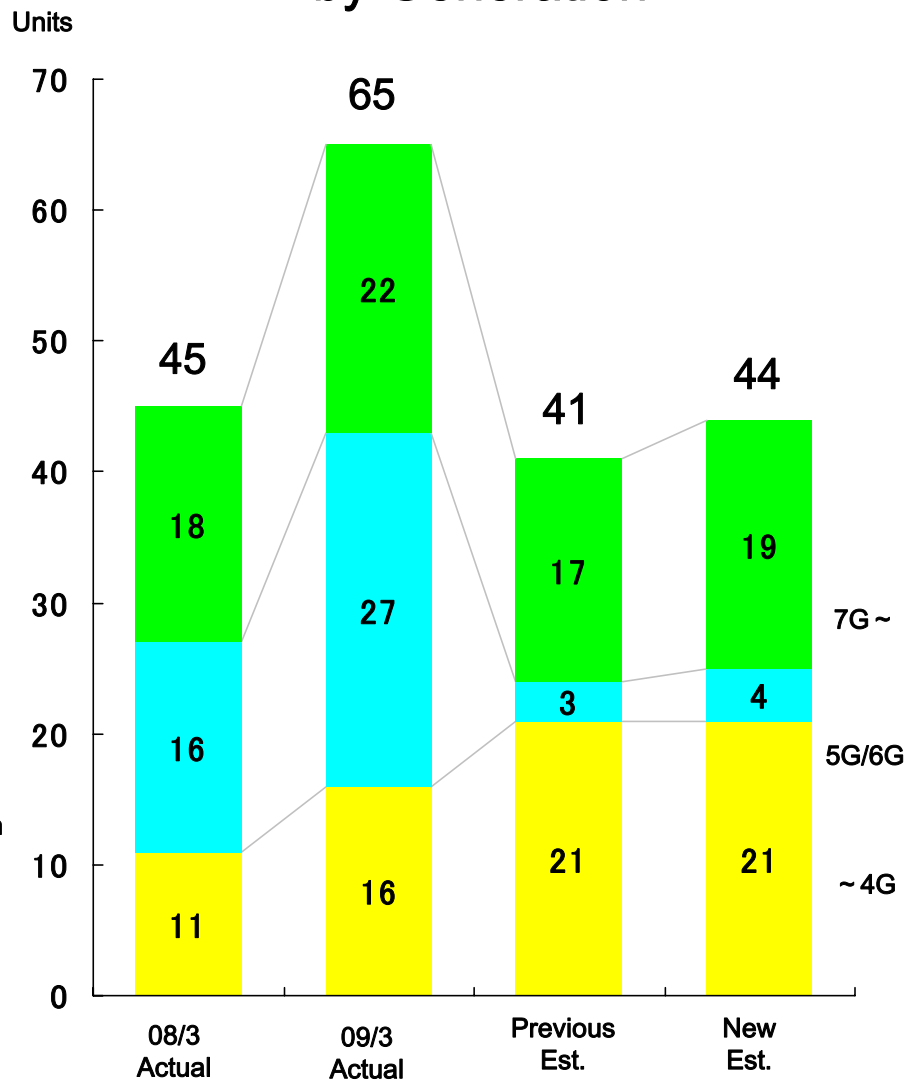
Estimated sales volume of IC Steppers & Scanners is lowered considering expected push out, etc. Estimated sales volume of LCD Steppers & Scanners increases with demand decline hitting bottom. As a consequence, Operating Income is revised to improve.

# Estimation for Precision Equipment Company

## IC Steppers & Scanners Sales by Technology



## LCD Steppers & Scanners by Generation



# Estimation for Imaging Company



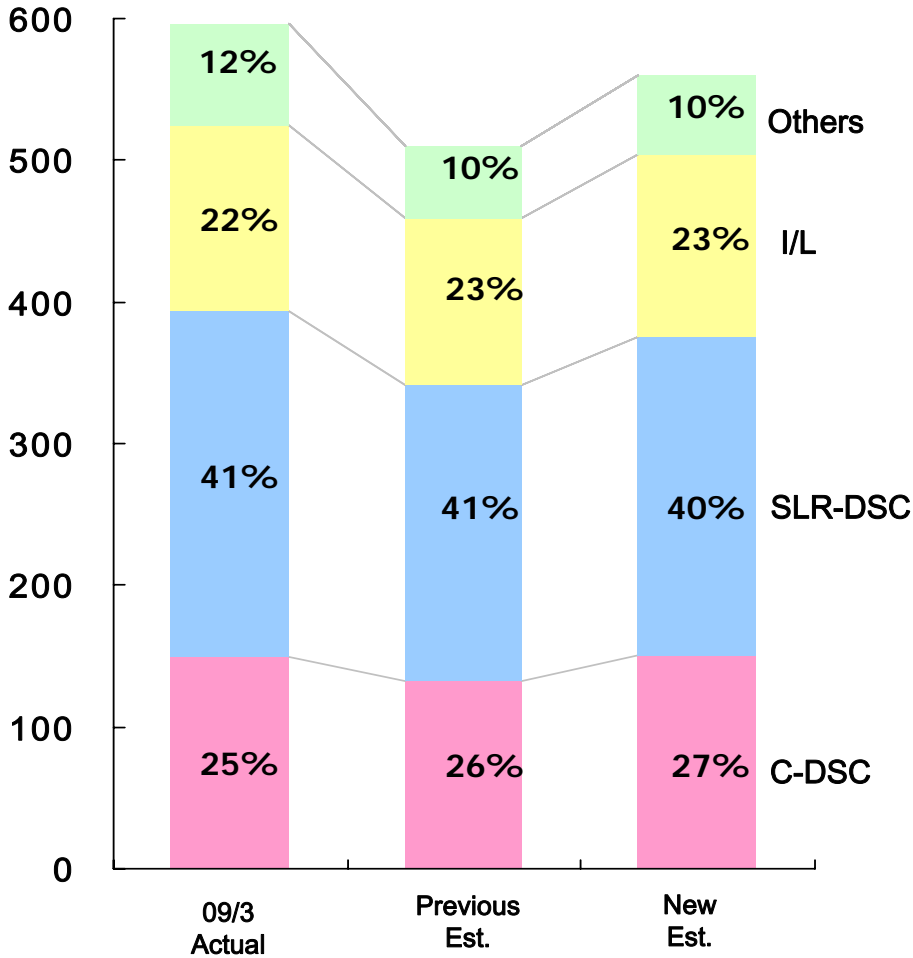
Billions of yen	09/3	1H 2H	Previous Forecast as of August 5, 2009	1H 2H	New Estimation	1H 2H
<b>Net Sales</b>	<b>596.5</b>	<u>337.2</u> 259.3	<b>510.0</b>	<u>250.0</u> 260.0	<b>560.0</b>	<u>275.3</u> 284.7
<b>Operating Income</b> % vs Net Sales	<b>40.0</b> 6.7%	<u>42.0</u> - 2.0	<b>35.0</b> 6.9%	<u>18.0</u> 17.0	<b>50.0</b> 8.9%	<u>26.5</u> 23.5
<b>Single-Lens Reflex DSC</b> (1,000 of units sold)	<b>3,420</b>	<u>1,740</u> 1,680	<b>3,450</b>	<u>1,650</u> 1,800	<b>3,550</b>	<u>1,660</u> 1,890
<b>Interchangeable Lenses</b> (1,000 of units sold)	<b>4,870</b>	<u>2,450</u> 2,420	<b>4,900</b>	<u>2,400</u> 2,500	<b>5,150</b>	<u>2,450</u> 2,700
<b>Compact DSC</b> (1,000 of units sold)	<b>10,330</b>	<u>5,060</u> 5,270	<b>10,500</b>	<u>5,000</u> 5,500	<b>11,500</b>	<u>5,130</u> 6,370
<b>Market Scale SLR-DSC</b> (1,000 of units sold)	<b>9,130</b>		<b>9,200</b>		<b>10,000</b>	
<b>Market Scale Interchangeable Lenses</b> (1,000 of units sold)	<b>14,800</b>		<b>15,000</b>		<b>16,000</b>	
<b>Market Scale C-DSC</b> (1,000 of units sold)	<b>103,690</b>		<b>103,000</b>		<b>98,000</b>	

Although it is difficult to predict end-year sales forecast, estimation for Net Sales and Operating Income are revised upward respectively to the previous year level and increase by 25%.



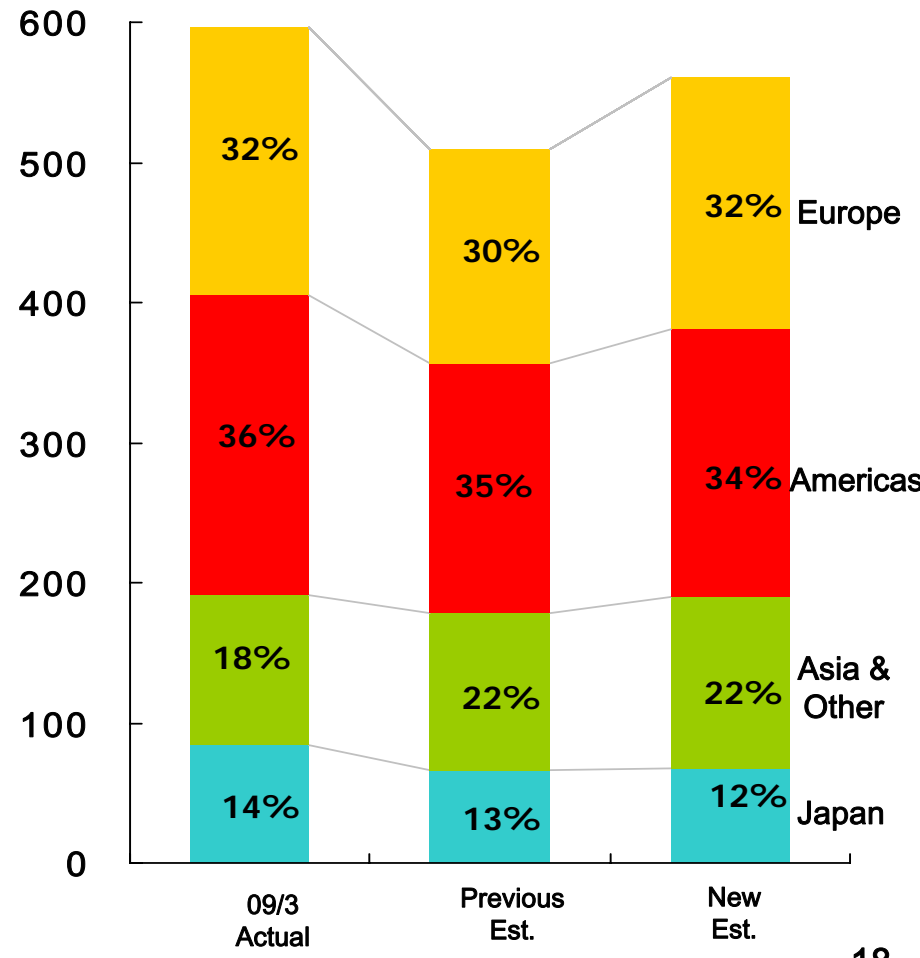
## Sales value by Products

Billions of yen



## Sales value by Region

Billions of yen

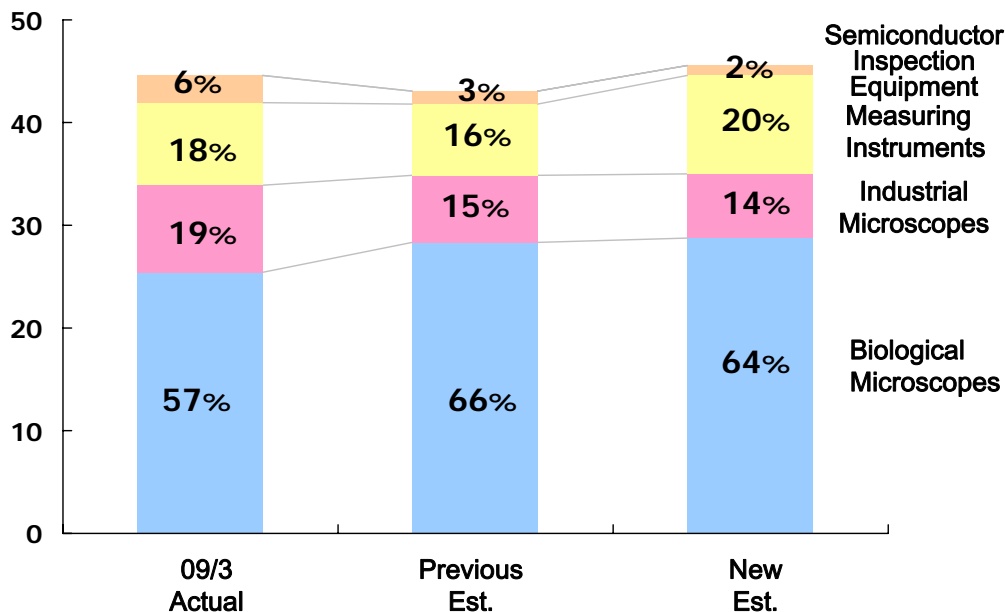


# Estimation for Instruments Company

Billions of yen

	09/3	1H 2H	Previous Forecast as of August 5, 2009	1H 2H	New Estimation	1H 2H
<b>Net Sales</b>	<b>44.6</b>	<u>23.2</u> 21.4	<b>43.0</b>	<u>18.0</u> 25.0	<b>45.0</b>	<u>17.8</u> 27.2
<b>Operating Income</b> % vs Net Sales	<b>- 2.7</b> -%	<u>- 1.3</u> - 1.4	<b>- 4.0</b> -%	<u>- 3.5</u> - 0.5	<b>- 10.5</b> -%	<u>- 2.6</u> - 7.9

Billions of yen



Metris NV is consolidated to the Nikon group, which will raise net sales by 2.5 billion yen and lower operating income by 8 billion yen\*.

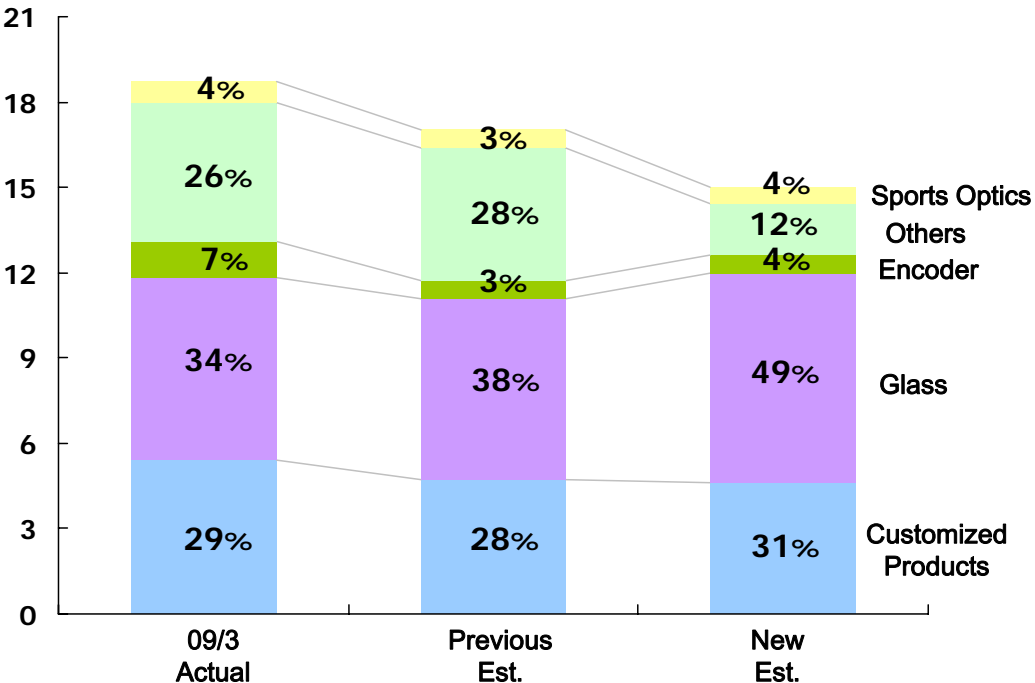
\*8 billion yen includes 6 billion yen of goodwill depreciation, R&D expense adjustment to Japanese accounting standard, etc.

# Estimation for Other Business



Billions of yen	09/3	1H 2H	Previous Forecast as of August 5, 2009	1H 2H	New Estimation	1H 2H
<b>Net Sales</b>	<b>18.7</b>	<u>9.6</u> 9.1	<b>17.0</b>	<u>8.0</u> 9.0	<b>15.0</b>	<u>8.7</u> 6.3
<b>Operating Income</b> % vs Net Sales	<b>2.9</b> 15.5%	<u>1.5</u> 1.4	<b>-2.0</b> -%	<u>-1.0</u> -1.0	<b>-0.5</b> -%	<u>0.5</u> 0

Billions of yen

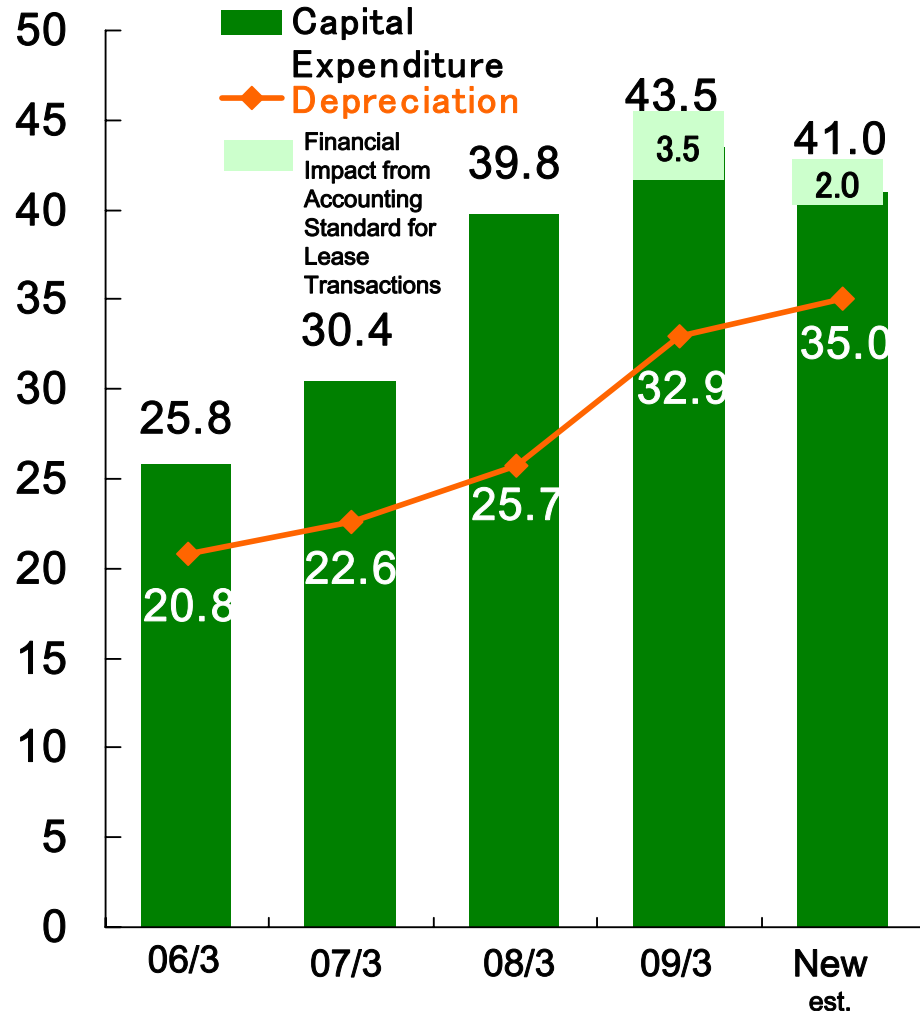


# Estimation for Capital Expenditure, Depreciation and R&D



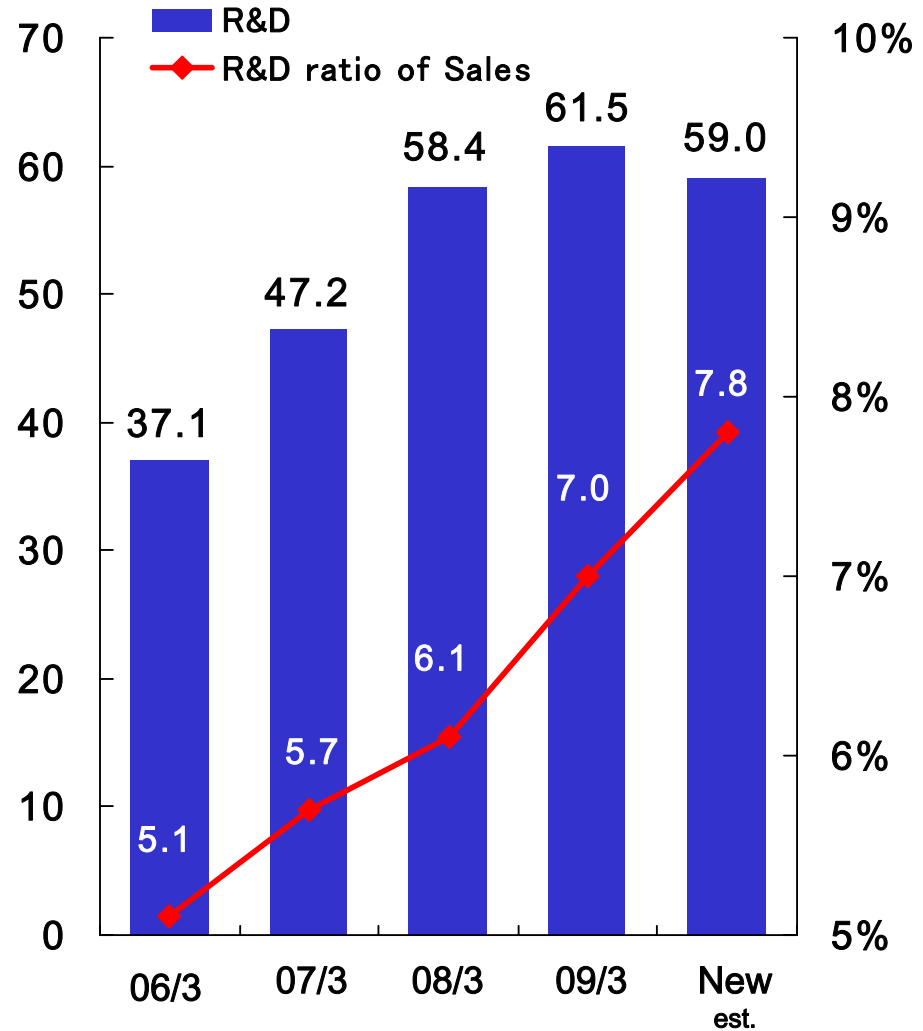
## Capital Expenditure & Depreciation

Billions of yen



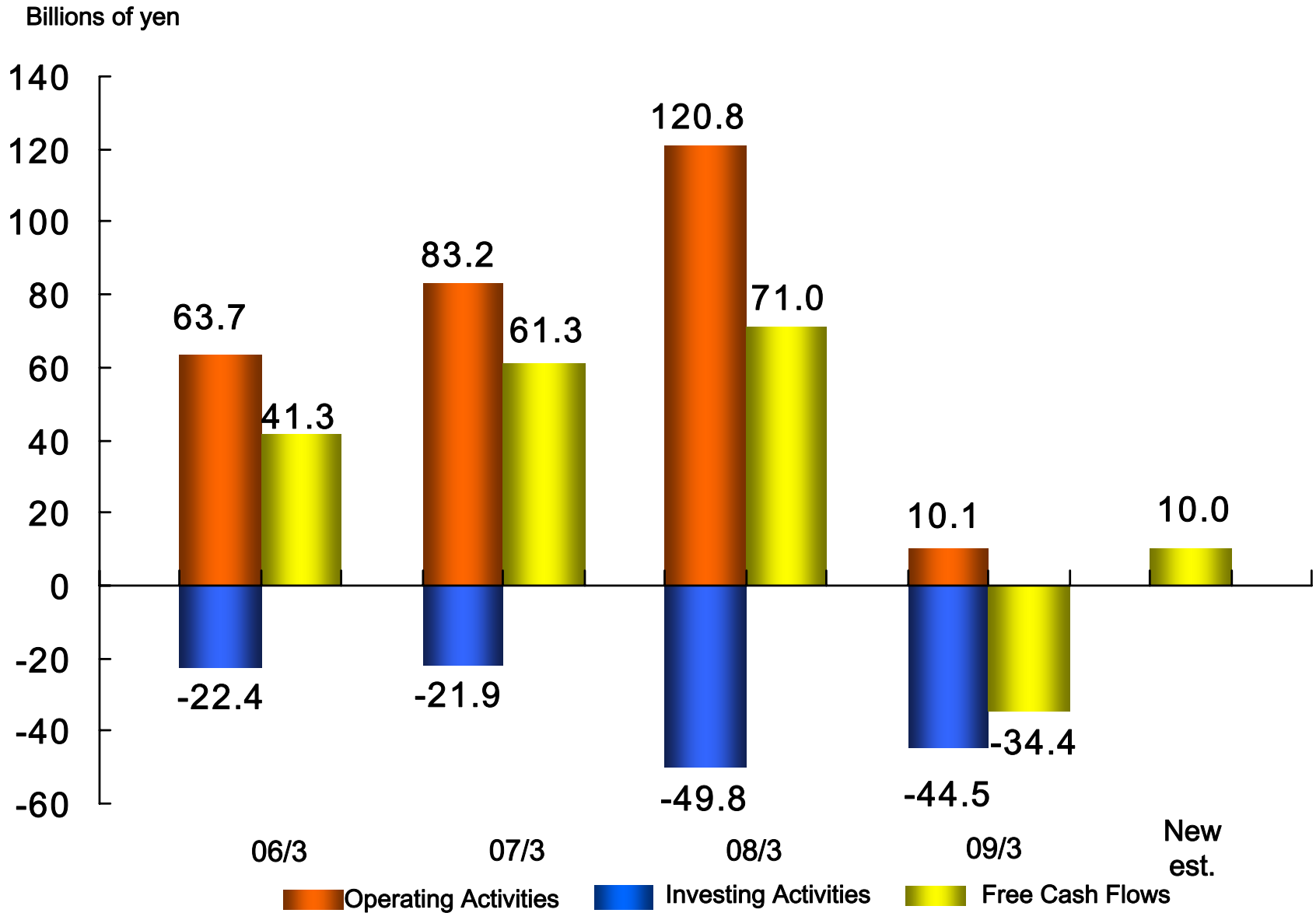
## R&D

Billions of yen



\* 09/3 & 10/3: Include the amount of acquisition of Lease asset by change of Accounting Standard for Lease Transactions  
 09/3: Capital Expenditure 3.5 / Depreciation 3.0  
 10/3: Capital Expenditure 2.0 / Depreciation 3.0 (Billions of yen)

# Estimation for Cash Flows



We will continue pursuing measures for enhancement of management structural improvement, move into the black in operating profit in the second half and aim to recover turnaround in full period of the coming year.

## - Precision Equipment Company:

Shipment of S620, cutting-edge ArF immersion tool has already started as planned. Utmost effort to achieve specifications satisfying our customers requirements are under way.

We will enter into the Chinese market with LCD Steppers & Scanners to start sales in the next year.

Structural reform promotion such as reorganization of subsidiaries will continue.

## - Imaging Company:

Despite uncertainty in end-year market conditions, estimated severer competitive environment and further appreciation of Yen, estimation for Net Sales and Operating Income are revised upward.

We will accelerate cost down and construct procurement and production system to secure profit under further appreciating yen.

Concentration to develop next generation DSC with interchangeable lenses will continue.

## - Instruments Company:

Endeavor will be made for post merger integration of Metris NV which has become subsidiary by TOB acquisition.

Cash dividend per share of common stock: 8 Yen (entire year) as planned.