



# Olympus Corporation and Consolidated Subsidiaries

## FINANCIAL RESULTS For the Third Quarter Ended December 31, 2004

### Table of Contents

Consolidated Statements of Income	1
Sales by Business Segment	2
Consolidated Balance Sheets	3

#### Cautionary Statements with respect to Forward-Looking Statements

This report contains forward-looking statements that reflect management's current views, plans and expectations. These forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors that may cause Olympus's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements.

## Consolidated Statements of Income

(Millions of Yen)

For the Third Quarter Ended:	<b>Dec-31</b>		<b>Dec-31</b>		<b>31-Mar</b>		
	<b>2003(Results)</b>	(%) / Net Sales	<b>2004(Results)</b>	(%) / Net Sales	Growth(%)	<b>2004(Results)</b>	(%) / Net Sales
Net Sales	<b>467,206</b>		<b>565,172</b>		21.0%	<b>633,622</b>	
<u>Cost of Sales</u>	<b>243,978</b>	52.2%	<b>341,326</b>	60.4%		<b>335,053</b>	52.9%
Gross Profit	<b>223,228</b>	47.8%	<b>223,846</b>	39.6%	0.3%	<b>298,569</b>	47.1%
<u>S.G.A. Expenses</u>	<b>174,511</b>	37.4%	<b>197,761</b>	35.0%		<b>235,572</b>	37.2%
Operating Income	<b>48,717</b>	10.4%	<b>26,085</b>	4.6%	-46.5%	<b>62,997</b>	9.9%
Other Income	<b>5,634</b>		<b>4,868</b>			<b>6,691</b>	
<u>Other Expenses</u>	<b>9,355</b>		<b>14,457</b>			<b>13,859</b>	
Extraordinary Item	<b>2,727</b>		<b>-155</b>			<b>4,232</b>	
Income Before Taxes	<b>47,723</b>	10.2%	<b>16,341</b>	2.9%	-65.8%	<b>60,061</b>	9.5%
<u>Provision for Taxes</u>	<b>19,908</b>		<b>6,078</b>			<b>26,637</b>	
Minority Interests in Income (Loss) of Consolidated Subsidiaries	<b>-55</b>		<b>-227</b>			<b>-140</b>	
Net Income	<b>27,870</b>	6.0%	<b>10,490</b>	1.9%	-62.4%	<b>33,564</b>	5.3%

\*We revised the forecast for the Fiscal Year Ending March 31, 2005, as follows.

(Millions of Yen)

Forecast for the Fiscal Year Ending March 31, 2005				
	Released on 8.Nov.2004	<b>Latest Forecast</b>	(%) / Net Sales	Growth(%)
Net Sales	840,000	<b>830,000</b>		31.0%
Operating Income	34,500	<b>34,500</b>	4.2%	-45.2%
Net Income	13,500	<b>13,500</b>	1.6%	-59.8%

## SALES BY BUSINESS SEGMENT

(Millions of Yen)

		For the Third Quarter Ended		For the Third Quarter Ended			For the year ended	
		<b>Dec 31</b>	Proportion	<b>Dec 31</b>	Proportion	Growth	<b>March 31</b>	Proportion
		<b>2003</b>	(%)	<b>2004</b>	(%)	(%)	<b>2004</b>	(%)
<b>Imaging</b>	Domestic	<b>38,611</b>		<b>23,044</b>			<b>47,794</b>	
	Overseas	<b>189,765</b>		<b>198,585</b>			<b>248,936</b>	
	Total	<b>228,376</b>	48.9%	<b>221,629</b>	39.2%	-3.0%	<b>296,730</b>	46.9%
<b>Medical</b>	Domestic	<b>44,096</b>		<b>43,370</b>			<b>63,325</b>	
	Overseas	<b>110,483</b>		<b>120,416</b>			<b>153,590</b>	
	Total	<b>154,579</b>	33.1%	<b>163,786</b>	29.0%	6.0%	<b>216,915</b>	34.2%
<b>Life Science</b>	Domestic	<b>11,756</b>		<b>12,205</b>			<b>19,502</b>	
	Overseas	<b>37,531</b>		<b>44,252</b>			<b>52,237</b>	
	Total	<b>49,287</b>	10.5%	<b>56,457</b>	10.0%	14.5%	<b>71,739</b>	11.3%
<b>Industrial</b>	Domestic	<b>10,123</b>		<b>10,972</b>			<b>14,077</b>	
	Overseas	<b>20,686</b>		<b>25,183</b>			<b>28,469</b>	
	Total	<b>30,809</b>	6.6%	<b>36,155</b>	6.4%	17.4%	<b>42,546</b>	6.7%
<b>Information &amp; Communication</b>	Domestic	—		<b>78,399</b>			—	
	Overseas	—		—			—	
	Total	—		<b>78,399</b>	13.9%	—	—	—
<b>Others Total</b>	Domestic	<b>4,098</b>		<b>8,516</b>			<b>5,636</b>	
	Overseas	<b>57</b>		<b>230</b>			<b>56</b>	
	Total	<b>4,155</b>	0.9%	<b>8,746</b>	1.5%	110.5%	<b>5,692</b>	0.9%
<b>Total</b>	Domestic	<b>108,684</b>		<b>176,506</b>			<b>150,334</b>	
	Overseas	<b>358,522</b>		<b>388,666</b>			<b>483,288</b>	
	Total	<b>467,206</b>	100.0%	<b>565,172</b>	100.0%	21.0%	<b>633,622</b>	100.0%

## Consolidated Balance Sheets

(Millions of Yen)

For the Third Quarter Ended:	December 31 2003(Results)	<b>December 31 2004(Results)</b>	For the year ended March 31 2004(Results)
<b>Current Assets</b>	441,338	<b>529,006</b>	408,049
Cash and time deposits	144,703	<b>155,604</b>	114,839
Notes and accounts receivable	117,157	<b>160,232</b>	117,686
Marketable securities	34,997	<b>36,207</b>	34,997
Inventories	89,940	<b>123,610</b>	87,445
Deferred income taxes	23,597	<b>21,550</b>	18,682
Other current assets	34,772	<b>35,197</b>	37,763
Allowance for doubtful accounts	-3,828	<b>-3,394</b>	-3,363
<b>Fixed Assets</b>	256,088	<b>354,039</b>	274,624
<b>Tangible Assets</b>	94,341	<b>117,579</b>	101,104
Buildings and structures	34,513	<b>43,041</b>	34,521
Machinery and equipment	14,043	<b>18,073</b>	16,305
Tools, dies, furniture and fixtures	29,152	<b>35,715</b>	33,098
Land	14,191	<b>17,385</b>	14,328
Construction in progress	2,442	<b>3,365</b>	2,852
<b>Intangible Assets</b>	9,814	<b>68,590</b>	12,462
Goodwill	371	<b>54,790</b>	3,162
Other intangible assets	9,443	<b>13,800</b>	9,300
<b>Investments and Other Assets</b>	151,933	<b>167,870</b>	161,058
Investment securities	90,356	<b>94,852</b>	93,447
Other investments	26,448	<b>27,497</b>	26,196
Deferred income taxes	12,294	<b>7,275</b>	7,788
Other assets	22,869	<b>41,608</b>	33,640
Allowance for doubtful accounts	-34	<b>-3,362</b>	-13
<b>Total Assets</b>	697,426	<b>883,045</b>	682,673

(Millions of Yen)

For the Third Quarter Ended:	December 31 2003(Results)	<b>December 31 2004(Results)</b>	For the year ended March 31 2004(Results)
<b>Current Liabilities</b>	301,760	<b>374,749</b>	282,725
Notes and accounts payable	77,213	<b>102,768</b>	77,087
Short-term borrowings	112,189	<b>164,183</b>	102,661
Current maturities of bonds	10,000	-	-
Accrued expenses	48,669	<b>46,209</b>	53,265
Income taxes payable	6,892	<b>3,134</b>	4,457
Warranty reserve	4,161	<b>4,012</b>	3,815
Other current liabilities	42,636	<b>54,443</b>	41,440
<b>Long-term Liabilities</b>	147,697	<b>233,000</b>	146,604
Long-term bonds, less current maturities	60,000	<b>80,000</b>	60,000
Long-term borrowings, less current maturities	75,937	<b>139,196</b>	74,547
Severance and retirement allowance	8,439	<b>9,496</b>	7,903
Other non-current liabilities	3,321	<b>4,308</b>	4,154
<b>Minority interests</b>	1,155	<b>13,749</b>	1,165
<b>Shareholders' Equity</b>	246,814	<b>261,547</b>	252,179
Common stock	40,833	<b>40,833</b>	40,833
Capital Surplus	65,528	<b>65,550</b>	65,528
Retained earnings	143,703	<b>155,843</b>	149,397
Net unrealized holding gains on securities	5,019	<b>5,550</b>	5,983
Foreign currency translation adjustments	-6,325	<b>-4,671</b>	-7,569
Treasury stock, at cost	-1,944	<b>-1,558</b>	-1,993
<b>Liabilities and Shareholder's Equity</b>	697,426	<b>883,045</b>	682,673