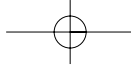


CONSOLIDATED BALANCE SHEETS

	December 31	
	1999	1998
	U.S. dollars in thousands	
ASSETS		
CURRENT ASSETS (note 14):		
Cash and cash equivalents	49,259	49,920
Short-term investments	32,992	33,447
Trade receivables (including related party of \$18,661,000 at December 31, 1999 and \$10,040,000 at December 31, 1998) (note 3)	173,858	141,393
Other receivables	32,582	25,764
Inventories:		
Systems and components (note 4)	78,950	77,557
Spare parts and supplies	47,532	45,385
Deferred income taxes (note 12d)	44,975	31,632
Total current assets	<u>460,148</u>	<u>405,098</u>
Investments and Other Non-current Assets (notes 5 and 14)	<u>10,501</u>	<u>9,372</u>
Property, Plant and Equipment (note 6):		
Cost	319,293	295,149
Less - accumulated depreciation and amortization	<u>228,716</u>	<u>204,247</u>
	90,577	90,902
Goodwill and Other Intangible Assets net of accumulated amortization (note 7)	<u>54,578</u>	<u>60,136</u>
	<u>615,804</u>	<u>565,508</u>



CONSOLIDATED BALANCE SHEETS

	December 31	
	1999	1998
	U.S. dollars in thousands	
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES (note 14):		
Short-term bank credit	6	2,034
Trade payables	65,281	48,180
Accrued and other liabilities (note 8)	119,939	109,588
Total current liabilities	<u>185,226</u>	<u>159,802</u>
LONG TERM LIABILITIES:		
Deferred income taxes (note 12d)	948	3,206
Other	1,743	1,277
Total long-term liabilities	<u>2,691</u>	<u>4,483</u>
COMMITMENTS AND CONTINGENT LIABILITIES (note 10)		
Total liabilities	<u>187,917</u>	<u>164,285</u>
SHAREHOLDERS' EQUITY (note 11):		
Share capital - ordinary shares of NIS 0.12 par value (authorized - December 31, 1999 and 1998 - 48,000,000 shares; issued - December 31, 1999 and 1998 - 43,138,206 shares and 43,038,852 shares respectively; outstanding - December 31, 1999 and 1998 - 42,548,706 shares and 43,038,852 shares respectively)	6,196	6,194
Capital surplus	361,519	360,316
Accumulated other comprehensive income (note 1s) - currency translation adjustments	1,533	1,064
Retained earnings	64,163	33,649
Treasury shares, at cost (589,500 shares)	(5,524)	
Total shareholders' equity	<u>427,887</u>	<u>401,223</u>
	<u>615,804</u>	<u>565,508</u>

Rimon Ben-Shaoul
Chairman of the Board
of Directors

Yoav Z. Chelouche
President, Chief Executive Officer
and Director

The accompanying notes are an integral part of the financial statements.

Scitex Corporation Ltd.

