



Brief Note of Consolidated Financial Status

2 February 2006

Company Name : Nissan Diesel Motor Co.,Ltd.

Listed Stock Exchange : Tokyo(TSE)

Company Number : 7210

Head Office

: Saitama

(URL <http://www.nissandiesel.co.jp/>)

Delegate : Iwao Nakamura
President

Reference : Yutaka Hiroshige
General Manager of Public Relations Department

TEL : (048)726-7601

A date of directors meeting : 2 February 2006

1. Matter such as making general condition in the 3rd quarter

Adopted the simplified accounting method : Yes

A part of asset is calculated by the book inventory based on the actual inventory in the end of previous fiscal year

Difference in accounting policies from previous year : Nothing

Changes of subsidiaries and affiliates : Nothing

Fully consolidated : new - 0, deconsolidated - 0, By equity method : new - 0, deconsolidated - 0

2. Consolidated business results in the 3rd quarter of FY2005 (1 April 2005 ~ 31 December 2005)

(1) Consolidated operating results

	Sales		Operating profit		Ordinary profit		Net profit	
	million Yen	%	million Yen	%	million Yen	%	million Yen	%
3rd quarter of FY2005	348,497	6.2	20,772	11.0	20,550	3.2	18,594	0.7
3rd quarter of FY2004	328,203	0.6	23,330	21.0	21,235	82.3	18,456	-
(Note) FY2004	461,169		33,378		30,432		30,020	

	Net profit per share	Diluted net profit per share
	Yen	Yen
3rd quarter of FY2005	75.37	29.23
3rd quarter of FY2004	75.61	24.56
(Note) FY2004	117.00	37.99

[Qualitative information for the business results (consolidated)]

In the third quarter, the domestic market for trucks amounted to 75,267 units (up 9.3% compared with the previous third quarter), because of increase of substitute demand by the strengthening of diesel emission regulation. Nissan Diesel accounted for 13,662 new truck registrations (up 15.1%), this corresponds to a market share of 18.2%. In the overseas market, export for Asia and Sales of Nissan Diesel South Africa Ltd are increasing.

As for sales, domestic sales was 219,852 million yen (up 13.7% compared with the previous third quarter) and oversea sales was 62,666 million yen (up 0.6%), though sales for Nissan Motor co.,ltd decreased.

As a result of above, sales was 348,497 million yen (up 6.2%).

As for profit, operating profit was 20,772 million yen (down 11.0%), ordinary profit was 20,550 million yen (down 3.2%), and net profit was 18,594 million yen (up 0.7%), because of increase of cost for new product and rise of the material price, though increase of sales and rationalization.

(2) Consolidated shareholders' equity

	Total assets	Total shareholders' equity	Net equity ratio	Shareholders' equity per share
	million Yen	million Yen	%	Yen
3rd quarter of FY2005	447,779	144,734	32.3	208.78
3rd quarter of FY2004	409,819	91,210	22.2	62.30
(Note) FY2004	431,139	103,434	24.0	18.20

(3) Consolidated cash flow condition

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents at the term end
	million Yen	million Yen	million Yen	million Yen
3rd quarter of FY2005	24,692	5,035	1,950	55,168
3rd quarter of FY2004	34,999	3,977	68,840	25,944
(Note) FY2004	49,692	4,728	63,162	37,573

[Qualitative information for the financial conditions (consolidated)]

Financial conditions

Total assets increased by 16,639 million yen from the end of previous fiscal year to 447,779 million yen.

As for the assets, cash and cash equivalents increased by 17,558 million yen and inventories increased by 10,704 million yen, on the other hand, notes and accounts receivable decreased by 12,412 million yen.

As for liabilities, the company issued the straight corporate bond (15,000 million yen) in November, 2005.

On the other hand, borrowings decreased by 36,722 million yen, therefore the interest-bearing debt was 133,445 million yen, net debt was 78,258 million yen.

Total shareholders' equity increased by 41,300 million yen to 144,734 million yen (net equity ratio : 32.3%).

Cash flow conditions

Cash flow from operating activities increased by 24,692 million yen, due to pretax net profit for the term, and the decrease in sales credits.

Cash flow from investing activities decreased by 5,035 million yen, due to acquisition of tangible fixed assets, and joint investment.

Cash flow from financing activities decreased by 1,950 million yen, due to decrease of preferred stock, repayment of borrowings and payments for dividends, though the company increased capital stock, and issued the straight corporate bond.

As a result of above, cash and cash equivalents increased by 17,594 million yen from the end of the previous fiscal year to 55,168 million yen.

(Reference)

(1) Nonconsolidated operating results

	Sales		Operating profit		Ordinary profit		Net profit	
	million Yen	%	million Yen	%	million Yen	%	million Yen	%
3rd quarter of FY2005	266,866	9.5	17,568	74.4	18,018	90.3	18,522	81.5
3rd quarter of FY2004	243,793	-	10,076	-	9,467	-	10,203	-
(Note) FY2004	340,104		14,976		13,945		17,817	

	Net profit per share	Diluted net profit per share
	Yen	Yen
3rd quarter of FY2005	75.08	29.11
3rd quarter of FY2004	41.80	13.58
(Note) FY2004	67.01	21.76

(2) Nonconsolidated shareholders' equity

	Total assets	Total shareholders' equity	Net equity ratio	Shareholders' equity per share
	million Yen	million Yen	%	Yen
3rd quarter of FY2005	383,907	137,714	35.9	185.70
3rd quarter of FY2004	327,632	88,551	27.0	73.19
(Note) FY2004	365,005	96,707	26.5	45.76

3. Consolidated business plan of FY2005 (1 April 2005 ~ 31 March 2006)

[Qualitative information for the forecast]

The company plans to leave its previously announced (on 15 November 2005) forecasts for the full term unchanged.

The actual result may change by various reasons.

4 . Consolidated financial reports
(1) Consolidated Balance Sheet

(Yen in millions, rounded down)

	31 December 2005	31 March 2005	Difference		31 December 2004
	Amount	Amount	Amount	Ratio	Amount
ASSETS				%	
Current Assets					
1. Cash & bank deposit	55,186	37,628	17,558	46.7	26,347
2. Notes & accounts receivable	93,414	105,827	12,412	11.7	101,477
3. Inventories	45,181	34,476	10,704	31.0	42,364
4. Other current assets	12,595	14,786	2,190	14.8	12,188
5. Allowance for doubtful debt	5,900	5,869	30	0.5	6,110
Total current assets	200,477	186,848	13,629	7.3	176,268
Fixed Assets					
1. Tangible assets	208,450	209,649	1,199	0.6	200,714
2. Intangible assets	5,704	5,883	178	3.0	5,490
3. Investment & other assets	33,146	28,758	4,388	15.3	27,345
Total fixed assets	247,301	244,290	3,010	1.2	233,550
TOTAL ASSETS	447,779	431,139	16,639	3.9	409,819
LIABILITIES					
Current liabilities					
1. Notes & accounts payable	101,107	93,538	7,568	8.1	90,760
2. Short-term borrowings	26,889	47,590	20,700	43.5	82,950
3. Commercial paper	4,000	7,000	3,000	42.9	—
4. Current portion of long-term debt	13,136	18,857	5,721	30.3	19,503
5. Other current liabilities	30,496	36,089	5,592	15.5	30,346
Total current liabilities	175,630	203,076	27,445	13.5	223,560
Long-term liabilities					
1. Straight bond	30,000	15,000	15,000	100.0	15,000
2. Long-term borrowings	59,419	66,720	7,301	10.9	31,922
3. Allowance for severance benefit and pension plan	7,792	7,595	197	2.6	15,192
4. Accrued pension costs by shifting to defined pension scheme	19,604	25,081	5,476	21.8	23,267
5. Other long-term liabilities	8,344	8,600	255	3.0	8,603
Total long-term liabilities	125,161	122,997	2,163	1.8	93,986
TOTAL LIABILITIES	300,791	326,073	25,282	7.8	317,547
MINORITY INTERESTS					
Minority interests	2,252	1,631	621	38.1	1,061
SHAREHOLDERS' EQUITY					
Common and preferred stock	69,415	65,835	3,580	5.4	65,835
Capital surplus	30,024	6,459	23,565	364.8	6,459
Earned surplus	31,912	20,680	11,231	54.3	9,117
Revaluation excess on land	6,907	6,910	3	0.0	6,910
Revaluation excess on investment securities	6,008	3,156	2,851	90.4	2,605
Translation adjustment	486	405	80	19.9	294
Treasury stock	20	14	6	43.8	12
TOTAL SHAREHOLDERS' EQUITY	144,734	103,434	41,300	39.9	91,210
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	447,779	431,139	16,639	3.9	409,819

(2) Consolidated Profit & Loss Statement

< Nine months ended 31st December, 2005 (1st April - 31st December) >

(Yen in millions, rounded down)

	3rd quarter of FY2005		3rd quarter of FY2004		Difference		PREVIOUS FISCAL YEAR	
	From 1 April 2005 to 31 December 2005		From 1 April 2004 to 31 December 2004				From 1 April 2004 to 31 March 2005	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
		%		%		%		%
Net sales	348,497	100.0	328,203	100.0	20,294	6.2	461,169	100.0
Cost of sales	275,316	79.0	250,991	76.5	24,324	9.7	355,833	77.2
Gross profit	73,181	21.0	77,211	23.5	4,030	5.2	105,335	22.8
Selling, General & Administrative expenses	52,408	15.0	53,881	16.4	1,472	2.7	71,956	15.6
Operating profit	20,772	6.0	23,330	7.1	2,557	11.0	33,378	7.2
Non-operating income	2,347	0.7	2,613	0.8	265	10.1	3,462	0.8
Non-operating expense	2,570	0.8	4,707	1.4	2,137	45.4	6,408	1.4
Ordinary profit	20,550	5.9	21,235	6.5	685	3.2	30,432	6.6
Extraordinary gain	1,204	0.3	1,493	0.4	289	19.4	6,741	1.5
Extraordinary loss	456	0.1	675	0.2	218	32.4	2,650	0.6
Profit before income taxes	21,297	6.1	22,053	6.7	756	3.4	34,523	7.5
Income taxes	2,123	0.6	3,246	1.0	1,122	34.6	3,825	0.8
Minority interests	579	0.2	350	0.1	229	65.5	678	0.2
Net profit	18,594	5.3	18,456	5.6	137	0.7	30,020	6.5

< Third Quarter (1st October - 31st December) >

(Yen in millions, rounded down)

	3rd quarter of FY2005		3rd quarter of FY2004		Difference	
	From 1 October 2005 to 31 December 2005		From 1 October 2004 to 31 December 2004			
	Amount	Ratio	Amount	Ratio	Amount	Ratio
		%		%		%
Net sales	109,131	100.0	101,489	100.0	7,641	7.5
Cost of sales	85,770	78.6	80,056	78.9	5,714	7.1
Gross profit	23,360	21.4	21,433	21.1	1,927	9.0
Selling, General & Administrative expenses	18,196	16.7	17,284	17.0	912	5.3
Operating profit	5,164	4.7	4,149	4.1	1,015	24.5
Non-operating income	668	0.6	816	0.8	148	18.2
Non-operating expense	904	0.8	1,327	1.3	423	31.9
Ordinary profit	4,928	4.5	3,638	3.6	1,290	35.5
Extraordinary gain	39	0.1	886	0.9	847	95.6
Extraordinary loss	209	0.2	81	0.1	127	156.3
Profit before income taxes	4,757	4.4	4,443	4.4	314	7.1
Income taxes	2,912	2.7	2,352	2.3	559	23.8
Minority interests	256	0.2	133	0.2	122	91.5
Net profit	1,589	1.5	1,956	1.9	367	18.8

5 . Concerning sales

(Yen in millions, rounded down)

	3rd quarter of FY2005 From 1 April 2005 to 31 December 2005		3rd quarter of FY2004 From 1 April 2004 to 31 December 2004		Difference	
	The number	Sales	The number	Sales	The number	Sales
Domestic	-	219,852	-	193,307	-	26,544
Vehicles	14,998	129,132	13,096	104,397	1,902	24,735
Others	-	90,719	-	88,910	-	1,808
Nissan	-	65,979	-	72,633	-	6,653
Vehicles	27,803	35,197	28,775	38,525	972	3,327
Others	-	30,781	-	34,108	-	3,326
Overseas	-	62,666	-	62,263	-	403
Vehicles	14,861	53,068	15,985	52,361	1,124	707
Others	-	9,597	-	9,902	-	304
Total sales	-	348,497	-	328,203	-	20,294

6. Nonconsolidated financial reports
(1) Nonconsolidated Balance Sheet

(Yen in millions, rounded down)

	31 December 2005	31 March 2005	Difference		31 December 2004
	Amount	Amount	Amount	Ratio	Amount
ASSETS				%	
Current Assets					
1. Cash & bank deposit	44,547	23,430	21,116	90.1	9,322
2. Notes & accounts receivable	118,228	133,476	15,247	11.4	130,186
3. Inventories	22,981	16,836	6,145	36.5	22,512
4. Other current assets	43,186	42,033	1,152	2.7	24,645
5. Allowance for doubtful debt	172	175	3	1.7	152
Total current assets	228,772	215,602	13,169	6.1	186,514
Fixed Assets					
1. Tangible assets	89,174	90,320	1,146	1.3	81,398
2. Intangible assets	5,634	5,838	203	3.5	5,424
3. Investment & other assets	60,325	53,243	7,081	13.3	54,295
Total fixed assets	155,134	149,403	5,731	3.8	141,118
TOTAL ASSETS	383,907	365,005	18,901	5.2	327,632
LIABILITIES					
Current liabilities					
1. Notes & accounts payable	69,950	60,720	9,229	15.2	60,960
2. Short-term borrowings	11,640	31,190	19,550	62.7	36,288
3. Commercial paper	4,000	7,000	3,000	42.9	—
4. Current portion of long-term debt	13,121	18,577	5,455	29.4	17,009
5. Other current liabilities	31,577	38,765	7,188	18.5	43,234
Total current liabilities	130,289	156,253	25,964	16.6	157,493
Long-term liabilities					
1. Straight bond	30,000	15,000	15,000	100.0	15,000
2. Long-term borrowings	59,390	66,070	6,680	10.1	30,271
3. Allowance for severance benefit and pension plan	7,159	7,000	158	2.3	14,193
4. Accrued pension costs by shifting to defined pension scheme	14,969	19,187	4,218	22.0	17,254
5. Other long-term liabilities	4,385	4,785	400	8.4	4,867
Total long-term liabilities	115,903	112,044	3,859	3.4	81,587
TOTAL LIABILITIES	246,193	268,297	22,104	8.2	239,080
SHAREHOLDERS' EQUITY					
Common and preferred stock	69,415	65,835	3,580	5.4	65,835
Capital surplus	30,024	6,459	23,565	364.8	6,459
1. Capital reserve	30,024	6,459	23,565	364.8	6,459
Earned surplus	28,916	17,759	11,157	62.8	10,145
1. Profit reserve	261	—	261	—	—
2. Retained earnings	28,655	17,759	10,895	61.4	10,145
Revaluation excess on land	3,625	3,625	—	—	3,625
Revaluation excess on investment securities	5,751	3,041	2,710	89.1	2,497
Treasury stock	20	14	6	43.8	12
TOTAL SHAREHOLDERS' EQUITY	137,714	96,707	41,006	42.4	88,551
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	383,907	365,005	18,901	5.2	327,632

(2) Nonconsolidated Profit & Loss Statement

< Nine months ended 31st December, 2005 (1st April - 31st December) >

(Yen in millions, rounded down)

	3rd quarter of FY2005		3rd quarter of FY2004		Difference		PREVIOUS FISCAL YEAR	
	From 1 April 2005 to 31 December 2005		From 1 April 2004 to 31 December 2004				From 1 April 2004 to 31 March 2005	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Net sales	266,866	100.0	243,793	100.0	23,072	9.5	340,104	100.0
Cost of sales	221,347	82.9	202,188	82.9	19,158	9.5	281,995	82.9
Gross profit	45,518	17.1	41,604	17.1	3,914	9.4	58,108	17.1
Selling, General & Administrative expenses	27,950	10.5	31,528	12.9	3,578	11.4	43,132	12.7
Operating profit	17,568	6.6	10,076	4.2	7,492	74.4	14,976	4.4
Non-operating income	2,572	1.0	2,746	1.1	174	6.3	3,661	1.1
Non-operating expense	2,122	0.8	3,355	1.4	1,232	36.7	4,692	1.4
Ordinary profit	18,018	6.8	9,467	3.9	8,551	90.3	13,945	4.1
Extraordinary gain	1,108	0.4	2,955	1.2	1,847	62.5	8,004	2.3
Extraordinary loss	312	0.1	290	0.1	21	7.3	2,077	0.6
Profit before income taxes	18,814	7.1	12,132	5.0	6,682	55.1	19,871	5.8
Income taxes	292	0.1	1,928	0.8	1,636	84.9	2,054	0.6
Net profit	18,522	7.0	10,203	4.2	8,318	81.5	17,817	5.2

< Third Quarter (1st October - 31st December) >

(Yen in millions, rounded down)

	3rd quarter of FY2005		3rd quarter of FY2004		Difference	
	From 1 October 2005 to 31 December 2005		From 1 October 2004 to 31 December 2004			
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Net sales	88,875	100.0	75,652	100.0	13,222	17.5
Cost of sales	74,334	83.6	64,214	84.9	10,119	15.8
Gross profit	14,540	16.4	11,437	15.1	3,103	27.1
Selling, General & Administrative expenses	9,598	10.8	8,196	10.8	1,402	17.1
Operating profit	4,941	5.6	3,240	4.3	1,700	52.5
Non-operating income	828	0.9	924	1.2	96	10.4
Non-operating expense	812	0.9	960	1.3	147	15.4
Ordinary profit	4,957	5.6	3,205	4.2	1,752	54.7
Extraordinary gain	5	0.0	848	1.1	843	99.3
Extraordinary loss	184	0.2	40	0.0	144	360.4
Profit before income taxes	4,778	5.4	4,014	5.3	764	19.0
Income taxes	1,859	2.1	2,016	2.7	157	7.8
Net profit	2,919	3.3	1,998	2.6	921	46.1