

# **Quarterly Securities Report**

Second Quarter of FY2010

(From July 1, 2010 to September 30, 2010)

( The English translation of the Quarterly Securities Report “Shihanki-Houkokusho” )

**Nissan Motor Co., Ltd.**

# Table of Contents

	Page
Cover .....	1
<b>Part I Information on the Company</b> .....	<b>2</b>
<b>1. Overview of the Company</b> .....	<b>2</b>
1. Key financial data and trends .....	2
2. Description of business .....	3
3. Information on subsidiaries and affiliates .....	3
4. Employees .....	3
<b>2. Business Overview</b> .....	<b>4</b>
1. Production, orders received and sales .....	4
2. Business and other risks .....	5
3. Important business contracts .....	5
4. Analysis of financial position, operating results and cash flows .....	5
<b>3. Equipment and Facilities</b> .....	<b>8</b>
<b>4. Corporate Information</b> .....	<b>9</b>
1. Information on the Company's shares .....	9
2. Changes in the market price of the Company's shares .....	19
3. Members of the Board of Directors and Corporate Auditors .....	19
<b>5. Financial Information</b> .....	<b>20</b>
1. Quarterly Consolidated Financial Statements .....	21
2. Other .....	48
<b>Part II Information on Guarantors for the Company</b> .....	<b>49</b>
<b>Quarterly Review Report of Independent Auditors</b> .....	<b>50</b>
<b>Confirmation Note</b> .....	<b>52</b>

<b>【Cover】</b>	
<b>【Document Submitted】</b>	Quarterly Securities Report (“Shihanki-Houkokusho”)
<b>【Article of the Applicable Law Requiring Submission of This Document】</b>	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Law
<b>【Filed to】</b>	Director, Kanto Local Finance Bureau
<b>【Date of Submission】</b>	November 11, 2010
<b>【Accounting Period】</b>	Second Quarter of 112th Fiscal Term (from July 1, 2010, to September 30, 2010)
<b>【Company Name】</b>	Nissan Jidosha Kabushiki-Kaisha
<b>【Company Name (in English)】</b>	Nissan Motor Co., Ltd.
<b>【Position and Name of Representative】</b>	Carlos Ghosn, President
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# Part I Information on the Company

## 1. Overview of the Company

### 1. Key financial data and trends

#### Consolidated financial data

Fiscal year		111th Six months ended September 30, 2009	112th Six months ended September 30, 2010	111th Prior second quarter	112th Current second quarter	111th
Accounting period		(From April 1, 2009, to September 30, 2009)	(From April 1, 2010, to September 30, 2010)	(From July 1, 2009, to September 30, 2009)	(From July 1, 2010, to September 30, 2010)	(From April 1, 2009, to March 31, 2010)
Net sales	(Millions of yen)	3,383,373	4,319,077	1,868,537	2,268,940	7,517,277
Ordinary income	(Millions of yen)	33,213	315,136	59,330	160,134	207,747
Net income	(Millions of yen)	8,998	208,381	25,527	101,732	42,390
Net assets	(Millions of yen)	—	—	2,900,484	3,154,909	3,015,105
Total assets	(Millions of yen)	—	—	9,740,241	10,085,288	10,214,820
Net assets excluding share subscription rights and minority interests per share	(Yen)	—	—	638.83	676.76	663.90
Basic net income per share	(Yen)	2.21	49.98	6.27	24.31	10.40
Diluted net income per share	(Yen)	—	—	—	—	—
Net assets excluding share subscription rights and minority interests as a percentage of total assets	(%)	—	—	26.7	28.1	26.5
Cash flows from operating activities	(Millions of yen)	704,426	242,401	—	—	1,177,226
Cash flows from investing activities	(Millions of yen)	(238,043)	(110,585)	—	—	(496,532)
Cash flows from financing activities	(Millions of yen)	(515,617)	(112,270)	—	—	(663,989)
Cash and cash equivalents at end of period	(Millions of yen)	—	—	693,954	736,167	761,495
Employees	(Number)	—	—	152,472	154,139	151,698
		—	—	156,933	158,579	157,624

Notes: 1. Non-consolidated financial data is not presented as the Company prepares quarterly consolidated financial statements.

2. Net sales are presented exclusive of consumption tax.

3. Staff numbers, which are presented as the lower numbers in the “Employees” line, include those of unconsolidated subsidiaries accounted for by the equity method.

4. Diluted net income per share for the 111th fiscal year, the prior second quarter of the 111th fiscal year, the six months ended September 30, 2009, the current second quarter of the 112th fiscal year and the six months ended September 30, 2010, are not presented because the Company had no securities with dilutive effects.

2. Description of business

There have been no significant changes in the business in which Nissan Motor Co., Ltd. (the "Company") and its subsidiaries and affiliates operate during the second quarter ended September 30, 2010. No changes were made to major subsidiaries and affiliates.

3. Information on subsidiaries and affiliates

There have been no significant changes in association with the subsidiaries and affiliates of the Company during the second quarter ended September 30, 2010.

4. Employees

(1) Consolidated companies

(At September 30, 2010)

Number of employees	154,139 (26,531)
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Notes: 1. The number of employees presented above represents full-time employees. The figure in parentheses represents average number of part-time employees during the three months ended September 30, 2010, who have not been included in the number of full-time employees.

2. The number of employees engaged in sales finance services was 1,967 (82).

(2) The Company

(At September 30, 2010)

Number of employees	29,139 (1,336)
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Note: The number of employees presented above represents full-time employees. The figure in parentheses represents average number of part-time employees during the three months ended September 30, 2010, who have not been included in the number of full-time employees.

## 2. Business Overview

### 1. Production, orders received and sales

#### (1) Actual production

Location of manufacturers	Number of vehicles produced (units)		Change (units)	Change (%)
	Prior second quarter	Current second quarter		
Japan	266,686	308,642	41,956	15.7
The United States of America	100,626	127,998	27,372	27.2
Mexico	95,455	130,658	35,203	36.9
The United Kingdom	94,731	100,022	5,291	5.6
Spain	12,463	23,901	11,438	91.8
South Africa	10,416	8,801	(1,615)	(15.5)
Indonesia	5,003	8,820	3,817	76.3
Thailand	18,610	54,784	36,174	194.4
China	112,635	166,345	53,710	47.7
Brazil	4,898	5,702	804	16.4
India	—	10,140	10,140	—
Total	721,523	945,813	224,290	31.1

Notes: 1. The figure in China represents the production figure for the 3-month period from April 1 to June 30, 2010. Those in the ten other countries represent the production figures for the 3-month period from July 1 to September 30, 2010.

2. The above numbers do not include forklift production data.

#### (2) Orders received

Information on orders received has been omitted as the products which are manufactured after the related orders are received are immaterial to the Group.

#### (3) Actual sales

Sales to	Number of vehicles sold on a consolidated basis (Units)		Change (units)	Change (%)
	Prior second quarter	Current second quarter		
Japan	161,161	191,616	30,455	18.9
North America	259,962	304,634	44,672	17.2
U.S.A.	197,323	236,937	39,614	20.1
Europe	128,624	145,094	16,470	12.8
Asia	150,245	227,642	77,397	51.5
China	116,893	172,664	55,771	47.7
Others	72,645	116,229	43,584	60.0
Total	772,637	985,215	212,578	27.5

Notes: 1. The figures in China and Taiwan, which are included in "Asia" represent the sales figures for the 3-month period from April 1 to June 30, 2010. Those sold in Japan, North America, Europe, Others and Asia (excluding China and Taiwan) represent vehicles sold for the 3-month period from July 1 to September 30, 2010.

2. The above numbers do not include forklift sales data.

3. In accordance with the change of geographical segment in segment information, a new classification in "Sales to" has been applied to "Actual sales" effective from the first quarter ended June 30, 2010.

## 2. Business and other risks

During the second quarter ended September 30, 2010, there were no abnormal fluctuations with regard to financial position, operating results and cash flows or important changes in the “Business and other risks,” which are described in the securities report for the prior fiscal year.

## 3. Important business contracts

No important business contracts were determined or entered into during the second quarter ended September 30, 2010.

## 4. Analysis of financial position, operating results and cash flows

Any future forecasts included in the following descriptions are based on the best estimates or judgment of the Nissan Group (the Company and its consolidated subsidiaries) as of the date when this quarterly securities report (*Shihanki-Houkokusho*) was filed.

### (1) Operating results

Net sales of the Group for the second quarter of this fiscal year were ¥2,268.9 billion, an increase of ¥400.4 billion (21.4%) from the corresponding quarter of the prior fiscal year (“prior second quarter”), and operating income increased by ¥83.7 billion (100.5%) to ¥167.0 billion on a consolidated basis.

A net non-operating loss of ¥6.9 billion was recorded for this second quarter, improving by ¥17.1 billion from the prior second quarter. This improvement was mainly attributable to the equity in earnings of affiliates and derivative income despite an increase in the exchange loss. As a result, ordinary income increased by ¥100.8 billion (169.9%) on a year-over-year basis to ¥160.1 billion from the prior second quarter. A net special loss of ¥2.2 billion was recorded, which was an improvement of ¥8.2 billion from the prior second quarter. This improvement was primarily attributable to the increase of gain on sales on fixed assets and the decline of a special addition to retirement benefits. Income before income taxes and minority interests for the current second quarter increased by ¥109.0 billion (223.1%) to ¥157.9 billion from the prior second quarter. As a result, net income for the current second quarter increased by ¥76.2 billion (298.5%) from the prior second quarter to ¥101.7 billion.

For the six months ended September 30, 2010, the Group’s net sales amounted to ¥4,319.1 billion, an increase of ¥935.7 billion (27.7%) from the corresponding period in the prior fiscal year, on a consolidated basis. Operating income increased by ¥240.0 billion (252.9%) from the corresponding period in the prior fiscal year to ¥334.9 billion.

A net non-operating loss of ¥19.8 billion was recorded for the six months ended September 30, 2010, improving by ¥41.9 billion from the corresponding period in the prior fiscal year. This was mainly attributable to the equity in earnings of affiliates and derivative income despite an increase in the exchange loss. As a result, ordinary income increased by ¥281.9 billion (848.8%) on a year-over-year basis to ¥315.1 billion from the corresponding period in the prior fiscal year. A net special gain of ¥0.4 billion was recorded, which was an improvement of ¥13.3 billion from the corresponding period in the prior fiscal year. This was mainly due to the increase of gain on sales on fixed assets and the decline of a special addition to retirement benefits despite the recording of an amount affected by the application of the accounting standard for asset retirement obligations. Income before income taxes and minority interests for the six months ended September 30, 2010, increased by ¥295.2 billion to ¥315.5 billion from the corresponding period in the prior fiscal year. As a result, net income for the six months ended September 30, 2010, after deducting income taxes and minority interests, was ¥208.4 billion, an increase of ¥199.4 billion from the corresponding period in the prior fiscal year.

The operating results by business segment are summarized as follows:

#### a. Automobiles

Net sales in the automobile segment (including intersegment sales) for this second quarter were ¥2,151.5 billion, an increase of ¥416.6 billion (24.0%), from the prior second quarter. Operating income increased by ¥77.4 billion (125.0%) to ¥139.3 billion on a year-over-year basis. This was mainly due to an increase in the number of vehicles sold.

#### b. Sales finance

Net sales in the sales financing segment (including intersegment sales) for this second quarter were ¥125.0 billion, a decline of ¥17.1 billion (12.1%) from the prior second quarter. Operating income amounted to ¥25.7 billion, an increase of ¥6.5 billion (33.5%) from the prior second quarter.

Operating results by region are summarized as follows:

a. Japan

- Net sales (including inter-group sales) for this second quarter were ¥1,191.7 billion, an increase of ¥238.1 billion (25.0%) from the prior second quarter.
- Operating income increased by ¥39.3 billion to ¥41.7 billion from the prior second quarter. A major profit-improving factor was an increase in the number of vehicles sold.

b. North America

- Net sales (including inter-group sales) for this second quarter were ¥797.9 billion, an increase of ¥106.3 billion (15.4%) from the prior second quarter.
- Operating income increased by ¥6.9 billion (12.4%) from the prior second quarter to ¥62.3 billion. A major profit-increasing factor was an increase in the number of vehicles sold.

c. Europe

- Net sales (including inter-group sales) for this second quarter were ¥317.9 billion, an increase of ¥31.0 billion (10.8%) from the prior second quarter.
- Operating income increased by ¥9.4 billion (292.4%) from the prior second quarter to ¥12.6 billion. A major profit-increasing factor was an increase in the number of vehicles sold.

d. Asia

- Net sales (including inter-group sales) for this second quarter were ¥515.0 billion, an increase of ¥204.7 billion (66.0%) from the prior second quarter.
- Operating income increased by ¥30.7 billion (150.2%) from the prior second quarter to ¥51.1 billion. A major profit-increasing factor was an increase in the number of vehicles sold.

e. Other foreign countries

- Net sales (including inter-group sales) for this second quarter were ¥158.0 billion, an increase of ¥40.6 billion (34.6%) from the prior second quarter.
- Operating income increased by ¥4.1 billion (209.3%) from the prior second quarter to ¥6.0 billion. A major profit-increasing factor was an increase in the number of vehicles sold.

(2) Cash flows

Cash and cash equivalents at September 30, 2010, increased by ¥7.5 billion from the balance at June 30, 2010, to ¥736.2 billion. This reflected ¥56.6 billion in cash flows provided by operating activities, ¥74.7 billion in cash flows used in investing activities, ¥37.8 billion in cash flows provided by financing activities and a decrease of ¥12.2 billion in the effect of exchange rate changes on cash and cash equivalents.

(Cash flows from operating activities)

Cash and cash equivalents provided by operating activities amounted to ¥56.6 billion for the quarter, a decrease of ¥333.8 billion from ¥390.4 billion provided in the prior second quarter. This was primarily attributable to the increases in sales finance receivables and inventories although income before income taxes and minority interests for the quarter increased.

(Cash flows from investing activities)

Cash and cash equivalents used in investing activities amounted to ¥74.7 billion for the quarter, a decrease of ¥55.4 billion from ¥130.1 billion used in the prior second quarter. This was mainly attributable to the turn to a decline in short-term investments and a decrease in payments due to purchases of fixed assets.

(Cash flows from financing activities)

Cash and cash equivalents provided by financing activities amounted to ¥37.8 billion for the quarter, an increase in cash inflows of ¥177.0 billion from ¥139.2 billion used in the prior second quarter. This was mainly due to the turn to an increase in short-term borrowings despite an increase in payments due to the redemption of bonds and a decrease in proceeds from long-term borrowings.



(3) Treatment of operating and financial issues

No significant change occurred or special issues took place with regard to the treatment of operating and financial issues by the Group during the second quarter ended September 30, 2010.

(4) Research-and-development activities

The Group has been active in conducting research-and-development activities in the environment, safety and various other fields toward the realization of a sustainable, motorized society in the future.

The research-and-development costs of the Group amounted to ¥98.3 billion for the second quarter ended September 30, 2010.

(5) Factors that may affect operating results, as well as the current status of and outlook on business strategies

The global demand for vehicles for the second quarter ended September 30, 2010, increased by 9.4%, mainly supported by the sales support and incentive measures provided by the Japanese government and the growth of the emerging nations. Meanwhile, the Group's worldwide automobile sales (on a retail basis) increased by 17.1% from the corresponding prior second quarter to 1,055 thousand units.

The overall demand for vehicles increased by 13.6% in the domestic market, and the number of vehicles sold by the Group in Japan increased by 12.5% to 191 thousand units, accounting for a market share of 13.8%.

The overall demand for vehicles in the United States of America remained at 3,006 thousand units, which was almost the same as that for the corresponding period of the previous year.

The number of vehicles sold in the United States of America increased by 0.4% to 233 thousand units, accounting for a market share of 7.8%. Meanwhile, the number of vehicles sold in North America, including the United States of America, Mexico and Canada, increased by 2.9% to 302 thousand units.

Although the overall demand for vehicles in Europe decreased by 5.6%, the number of vehicles sold in Europe increased by 5.3% to 136 thousand units, accounting for a market share of 3.3%.

The number of vehicles sold in China increased by 38.5% to 260 thousand units. The number of vehicles sold in other foreign countries including Asia, Central and South America and the Middle East increased by 37.5% to 166 thousand units.

The Group's profits during the quarter increased, reflecting the year-over-year increase in the number of vehicles sold and various activities intended for recovery in vehicle sales despite some adverse effects of the appreciated yen on the foreign exchange market. Although we recognize that our business climate has become increasingly tougher with such adverse factors as the exchange rate fluctuations, the hike of raw material prices and uncertainty in the future global economy, the Nissan Group intends to continuously increase profits by focusing on leaner and more efficient management and swiftly accommodating to market changes.

(6) Analysis of sources of capital and liquidity

Cash and cash equivalents at September 30, 2010, increased by ¥7.5 billion from the balance at June 30, 2010, to ¥736.2 billion. This reflected ¥56.6 billion in cash flows provided by operating activities, ¥74.7 billion in cash flows used in investing activities, ¥37.8 billion in cash flows provided by financing activities and a decrease of ¥12.2 billion in the effect of exchange rate changes on cash and cash equivalents.

Although we must closely monitor the liquidity of cash flows in light of the rapid environmental changes in the financial markets, the Nissan Group considers that the necessary liquidity is sufficiently ensured with measures such as commitment line agreements with principal banks and diversified financing means, as well as the cash and cash equivalents held by the Group.

### **3. Equipment and Facilities**

(1) Major equipment and facilities

No changes were made to the significant items of property, plant and equipment of the Group during the second quarter ended September 30, 2010.

(2) Plans for new additions or disposals

During the second quarter ended September 30, 2010, no significant changes were made to the plans for new additions or disposals of major equipment and facilities of the Group, which were being planned as of June 30, 2010.

During the second quarter ended September 30, 2010, no plans were newly determined for significant additions or disposals of major equipment and facilities of the Group.

#### 4. Corporate Information

##### 1. Information on the Company's shares

##### (1) Number of shares and other

##### ① Number of shares

Type	Number of shares authorized to be issued
Common stock	6,000,000,000
Total	6,000,000,000

##### ② Number of shares issued

Type	Number of shares issued		Stock exchanges on which the Company is listed or other market	Description
	As of September 30, 2010	As of November 11, 2010 (filing date of this quarterly securities report)		
Common stock	4,520,715,112	4,520,715,112	First Section of the Tokyo Stock Exchange	The number of shares constituting a unit is 100.
Total	4,520,715,112	4,520,715,112	—	—

Note: The number of shares issued as of the filing date of this quarterly securities report does not include those issued upon the exercise of the share subscription rights during the period from November 1, 2010, through the filing date of this quarterly securities report.

(2) Status of the share subscription rights

The Company has issued share subscription rights in accordance with Articles 280-20 and 280-21 of the former Commercial Code of Japan revised in 2001.

Second share subscription rights (issued on April 16, 2004)

	As of September 30, 2010
Number of share subscription rights	90,899 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	9,089,900 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥120,200 (¥1,202 per share)
Exercise period	From April 17, 2006 to June 19, 2013
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥1,202 Amount per share to be credited to common stock ¥601
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.
- ② Individuals to whom the share subscription rights are granted (the “Holders”) must continue their service with the Company or its subsidiaries or affiliates in the state of being employed or entrusted until the share subscription rights become exercisable.
- ③ The Company’s operating results must meet certain predetermined targets.
- ④ The Holders shall achieve their own predetermined performance targets.

The details concerning conditions ② to ④ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.

Third share subscription rights (issued on April 25, 2005)

	As of September 30, 2010
Number of share subscription rights	78,795 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	7,879,500 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥111,900 (¥1,119 per share)
Exercise period	From April 26, 2007 to June 23, 2014
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥1,119 Amount per share to be credited to common stock: ¥560
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.
- ② Individuals to whom the share subscription rights are granted (the “Holders”) must continue their service with the Company or its subsidiaries or affiliates in the state of being employed or entrusted until the share subscription rights become exercisable.
- ③ The Company’s operating results must meet certain predetermined targets.
- ④ The Holders shall achieve their own predetermined performance targets.

The details concerning conditions ② to ④ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.

Fourth share subscription rights (issued on May 8, 2006)

	As of September 30, 2010
Number of share subscription rights	78,368 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	7,836,800 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥152,600 (¥1,526 per share)
Exercise period	From May 9, 2008 to June 20, 2015
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥1,526 Amount per share to be credited to common stock: ¥763
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.  
 ② Individuals to whom the share subscription rights are granted (the “Holders”) must continue their service with the Company or its subsidiaries or affiliates in the state of being employed or entrusted until the share subscription rights become exercisable.  
 ③ The Company’s operating results must meet certain predetermined targets.  
 ④ The Holders shall achieve their own predetermined performance targets.

The details concerning conditions ② to ④ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.

The Company has issued share subscription rights in accordance with Articles 236, 238 and 239 of the Company law.

Fifth share subscription rights (issued on May 8, 2007)

	As of September 30, 2010
Number of share subscription rights	6,500 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	650,000 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥133,300 (¥1,333 per share)
Exercise period	From May 9, 2009 to June 26, 2016
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥1,333 Amount per share to be credited to common stock: ¥667
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.
- ② The Holders must continue their service with the Company or its subsidiaries or affiliates (“the Company, etc.”) in the state of being employed or entrusted.
- ③ The Company’s operating results must meet certain predetermined targets.
- ④ The Holders shall achieve their own predetermined performance targets.
- ⑤ A Holder shall be unable to exercise his/her share subscription rights if he/she violates any applicable laws or various internal rules of the Company, etc.
- ⑥ A Holder shall be unable to exercise his/her share subscription rights if he/she is subject to a disciplinary action equivalent to or more serious than a suspension of attendance, which is stipulated in the Working Regulations of the Company, etc.
- ⑦ A Holder shall be unable to exercise his/her share subscription rights if he/she abandons the share subscription rights.

The details concerning conditions ② to ⑦ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.

Sixth share subscription rights (issued on December 21, 2007)

	As of September 30, 2010
Number of share subscription rights	3,600 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	360,000 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥120,500 (¥1,205 per share)
Exercise period	From April 1, 2010 to June 19, 2017
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥1,205 Amount per share to be credited to common stock: ¥603
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.
- ② The Holders must continue their service with the Company or its subsidiaries or affiliates (“the Company, etc.”) in the state of being employed or entrusted.
- ③ The Company’s operating results must meet certain predetermined targets.
- ④ The Holders shall achieve their own predetermined performance targets.
- ⑤ A Holder shall be unable to exercise his/her share subscription rights if he/she violates any applicable laws or various internal rules of the Company, etc.
- ⑥ A Holder shall be unable to exercise his/her share subscription rights if he/she is subject to a disciplinary action equivalent to or more serious than a suspension of attendance, which is stipulated in the Working Regulations of the Company, etc.
- ⑦ A Holder shall be unable to exercise his/her share subscription rights if he/she abandons the share subscription rights.

The details concerning conditions ② to ⑦ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.



Seventh share subscription rights (issued on May 16, 2008)

	As of September 30, 2010
Number of share subscription rights	30,420 units
Number of share subscription rights held by the Company included in the share subscription rights	—
Type of shares to be issued upon the exercise of the share subscription rights	Common stock The number of shares constituting a unit is 100.
Number of shares to be issued upon the exercise of the share subscription rights	3,042,000 shares
Amount to be subscribed upon the exercise of the share subscription rights (Yen)	¥97,500 (¥975 per share)
Exercise period	From May 17, 2010 to April 23, 2018
Upon the exercise of the share subscription rights, issue price and amount per share to be credited to common stock (Yen)	Issue price: ¥975 Amount per share to be credited to common stock: ¥488
Conditions for the exercise of the share subscription rights	※
Transfer of the share subscription rights	Any and all transfers of share subscription rights must be approved by the Board of Directors of the Company.
Matters relating to subrogation payment	—
Matters relating to the issuance of share subscription rights as a result of organizational restructuring action	—

- ※ ① Partial exercise of the share subscription rights is not allowed.
- ② The Holders must continue their service with the Company or its subsidiaries or affiliates (“the Company, etc.”) in the state of being employed or entrusted.
- ③ The Holders shall achieve their own predetermined performance targets.
- ④ A Holder shall be unable to exercise his/her share subscription rights if he/she violates any applicable laws or various internal rules of the Company, etc.
- ⑤ A Holder shall be unable to exercise his/her share subscription rights if he/she is subject to a disciplinary action equivalent to or more serious than a suspension of attendance, which is stipulated in the Working Regulations of the Company, etc.
- ⑥ A Holder shall be unable to exercise his/her share subscription rights if he/she abandons the share subscription rights.

The details concerning conditions ② to ⑥ above and certain other conditions shall be as set forth in the “Share Subscription Rights Allocation Agreement” executed and entered into by and between the Company and each Holder based on a resolution of the Board of Directors.

- (3) Exercise status of bonds with share subscription rights containing a clause for exercise price adjustment  
Not applicable
- (4) Rights plans  
Not applicable
- (5) Changes in the number of shares issued and the amount of common stock and other

Period	Changes in the number of shares issued (Thousands)	Balance of the number of shares issued (Thousands)	Changes in common stock (Millions of yen)	Balance of common stock (Millions of yen)	Changes in capital surplus (Millions of yen)	Balance of capital surplus (Millions of yen)
From July 1, 2010, to September 30, 2010	—	4,520,715	—	605,813	—	804,470

## (6) Principal shareholders

As of September 30, 2010

Name	Address	Number of shares held (Thousands)	Number of shares held as a percentage of total shares issued (%)
Renault (Standing agent: The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	13-15 Quai Le Gorot, 92100 Boulogne Billancourt, France (2-7-1, Marunouchi, Chiyoda-ku, Tokyo)	1,962,037	43.40
The Chase Manhattan Bank, N.A. London. Special Account No. 1 (Standing agent: Mizuho Corporate Bank, Ltd.) (Note 2)	Woolgate House, Coleman Street, London, EC2P 2HD, England (4-16-13, Tsukishima, Chuo-ku, Tokyo)	142,789	3.16
Japan Trustee Services Bank Ltd. (Trust account)	1-8-11, Harumi, Chuo-ku, Tokyo	136,268	3.01
The Master Trust Bank of Japan Ltd. (Trust account)	2-11-3, Hamamatsu-cho, Minato-ku, Tokyo	116,666	2.58
Nippon Life Insurance Company	1-6-6, Marunouchi, Chiyoda-ku, Tokyo	93,000	2.06
Tokio Marine & Nichido Fire Insurance Co., Ltd.	1-2-1, Marunouchi, Chiyoda-ku, Tokyo	65,404	1.45
Sompo Japan Insurance Inc.	1-26-1, Nishi-Shinjuku, Shinjuku-ku, Tokyo	63,528	1.41
Japan Trustee Services Bank Ltd. (Trust Account 9)	1-8-11, Harumi, Chuo-ku, Tokyo	55,019	1.22
Moxley & Co. (Standing agent: Sumitomo Mitsui Banking Corporation)	270 Park Avenue, New York, NY 10017-2070, U.S.A. (1-1-2, Yuraku-cho, Chiyoda-ku, Tokyo)	54,044	1.20
The Dai-ichi Life Insurance Company, Limited (Standing agent: Trust & Custody Service Bank, Ltd.)	1-13-1, Yuraku-cho, Chiyoda-ku, Tokyo (Harumi Island Triton Square, Office Tower Z, 1-8-12, Harumi, Chuo-ku, Tokyo)	44,500	0.98
Total	—	2,733,255	60.46

Notes: 1. In addition to those shareholdings described above, the Company has 39,087 thousand shares of treasury stock.

2. Daimler AG substantially holds 140,142 thousand shares of the Company although they are in the name of The Chase Manhattan Bank, N.A. London. Special Account No. 1 on the shareholders' register.

3. The Company received a copy of the Significant Share Holdings Report prepared by Alliance Bernstein Japan Ltd. and was informed that as of August 14, 2009, the companies listed in the following table held the Company's shares. These are not included in the above list of "Principal shareholders," because the Company could not confirm the number of shares actually held by these companies as of the end of this second quarter.

The substance of the Significant Share Holdings Report is as follows:

Name	Address	Number of shares held (Thousands)	Number of shares held as a percentage of total shares issued (%)
Alliance Bernstein L.P.	1345 Avenue of the Americas, New York, NY 10105, U.S.A.	182,229	4.03
AXA Rosenberg Investment Management Ltd.	1-17-3, Shirogane, Minato-ku, Tokyo	18,471	0.41
Alliance Bernstein Japan Ltd.	Marunouchi Trust Tower Main Building, 1-8-3, Marunouchi, Chiyoda-ku, Tokyo	10,745	0.24
Total	—	211, 445	4.68

## (7) Status of voting rights

## ① Shares issued

(At September 30, 2010)

Classification	Number of shares (Shares)	Number of voting rights (Units)	Description
Shares with full voting rights (Treasury stock, etc.)	(Treasury stock) Common stock 39,087,000	—	—
	(Crossholding stock) Common stock 203,400	—	—
Shares with full voting rights (Others)	Common stock 4,480,739,400	44,807,394	—
Shares under one unit	Common stock 685,312	—	—
Total shares issued	4,520,715,112	—	—
Total voting rights held by all shareholders	—	44,807,394	—

Note: “Shares under one unit” include 48 shares of treasury stock and 30 crossholding shares.

Crossholding shares under one unit (At September 30, 2010)

Shareholder	Number of shares
Kai Nissan Motor Co., Ltd.	30

## ② Treasury stock, etc.

(At September 30, 2010)

Name of shareholders	Addresses of shareholders	Number of shares held under own name	Number of shares held under the names of others	Total	% of interest
		Shares	Shares	Shares	%
Treasury stock: Nissan Motor Co., Ltd.	2 Takara-cho, Kanagawa-ku, Yokohama-shi, Kanagawa	39,087,000	—	39,087,000	0.86
Crossholding stock:					
Kochi Nissan Prince Motor Sales Co., Ltd.	2-21 Asahi-cho, Kochi-shi, Kochi	28,600	71,700	100,300	0.00
Kai Nissan Motor Co., Ltd.	706 Kamiimai-cho, Kofu-shi, Yamanashi	37,800	32,300	70,100	0.00
Nissan Prince Kagawa Sales Co., Ltd.	1037 Ikuno-cho, Zentsuji-shi, Kagawa	—	28,000	28,000	0.00
Kagawa Nissan Motor Co., Ltd.	1-1-8 Hanazono-cho, Takamatsu-shi, Kagawa	4,800	—	4,800	0.00
Total		39,158,200	132,200	39,290,400	0.87

Note: The number of shares included in “Number of shares held under the names of others” represents those held by Nissan’s crossholding share association (address: 1-1, Takashima 1-chome, Nishi-ku, Yokohama-shi, Kanagawa). (Fractional numbers under 100 have been omitted.)

2. Changes in the market price of the Company's shares

The highest and lowest prices for each month during the six months ended September 30, 2010, were as follows:

Month	April 2010	May	June	July	August	September
Highest (yen)	845	800	702	688	679	759
Lowest (yen)	776	630	608	600	618	637

Note: The above prices are those quoted on the First Section of the Tokyo Stock Exchange.

3. Members of the Board of Directors and Corporate Auditors

There have been no changes in the members of the Board of Directors or in the Corporate Auditors during the period from the filing date of the securities report for the prior fiscal year to the filing date of this quarterly securities report.

## **5. Financial Information**

### **1. Basis of preparation of the quarterly consolidated financial statements**

The quarterly consolidated financial statements of the Company are prepared in accordance with the Ministry of Finance Ordinance No. 64, 2007 “Regulations Concerning the Terminology, Forms and Preparation Methods of Quarterly Consolidated Financial Statements” (“Regulations for Quarterly Consolidated Financial Statements”).

However, the quarterly consolidated financial statements for the prior second quarter (from July 1, 2009 to September 30, 2009) and for the six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009) have been prepared in accordance with the Regulations for Quarterly Consolidated Financial Statements before amendment, whereas the quarterly consolidated financial statements for the current second quarter (from July 1, 2010 to September 30, 2010) and for the six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010) have been prepared in accordance with the Regulations for Quarterly Consolidated Financial Statements after amendment.

### **2. Review reports**

The quarterly consolidated financial statements for the prior second quarter (from July 1, 2009 to September 30, 2009) and for the six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009) and the quarterly consolidated financial statements for the current second quarter (from July 1, 2010 to September 30, 2010) and for the six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010) were reviewed by Ernst & Young ShinNihon LLC, pursuant to Article 193, Paragraph 2, Item 1 of the Financial Instruments and Exchange Law.

## 1. Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheets

	(Millions of yen)	
	Current Second Quarter (As of September 30, 2010)	Prior Fiscal Year (As of March 31, 2010) (Condensed)
<b>Assets</b>		
Current assets		
Cash on hand and in banks	735,013	802,410
Trade notes and accounts receivable	691,401	641,154
Sales finance receivables	2,614,431	2,645,853
Securities	66,578	50,641
Merchandise and finished goods	623,906	540,407
Work in process	146,347	127,190
Raw materials and supplies	160,060	134,681
Other	663,111	729,527
Allowance for doubtful accounts	(84,682)	(91,453)
Total current assets	5,616,165	5,580,410
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	662,963	679,829
Machinery, equipment and vehicles, net	*2 1,834,102	*2 1,980,991
Land	671,393	675,029
Construction in progress	120,234	125,792
Other, net	373,005	396,488
Total property, plant and equipment	*1 3,661,697	*1 3,858,129
Intangible fixed assets	133,549	143,911
Investments and other assets		
Investment securities	322,342	268,755
Other	355,639	368,487
Allowance for doubtful accounts	(4,104)	(4,872)
Total investments and other assets	673,877	632,370
Total fixed assets	4,469,123	4,634,410
Total assets	10,085,288	10,214,820

	(Millions of yen)	
	Current Second Quarter (As of September 30, 2010)	Prior Fiscal Year (As of March 31, 2010) (Condensed)
<b>Liabilities</b>		
Current liabilities		
Trade notes and accounts payable	1,146,346	1,001,287
Short-term borrowings	276,978	349,427
Current portion of long-term borrowings	716,711	695,655
Commercial papers	268,669	174,393
Current portion of bonds	223,041	407,130
Lease obligations	74,248	64,984
Accrued expenses	487,338	523,444
Accrued warranty costs	80,476	76,816
Other	514,202	563,722
Total current liabilities	3,788,009	3,856,858
Long-term liabilities		
Bonds	562,883	507,142
Long-term borrowings	1,594,894	1,791,983
Lease obligations	80,630	86,552
Accrued warranty costs	91,470	102,516
Accrued retirement benefits	171,840	175,638
Accrued directors' retirement benefits	911	1,303
Other	639,742	677,723
Total long-term liabilities	3,142,370	3,342,857
Total liabilities	6,930,379	7,199,715
<b>Net assets</b>		
Shareholders' equity		
Common stock	605,814	605,814
Capital surplus	804,470	804,470
Retained earnings	2,643,335	2,456,523
Treasury stock	(161,544)	(267,841)
Total shareholders' equity	3,892,075	3,598,966
Valuation, translation adjustments and others		
Unrealized holding gain and loss on securities	11,056	1,045
Unrealized gain and loss from hedging instruments	(805)	(4,012)
Translation adjustments	(1,056,567)	(875,818)
Other	(13,946)	(12,830)
Total valuation, translation adjustments and others	(1,060,262)	(891,615)
Share subscription rights	2,419	2,387
Minority interests	320,677	305,367
Total net assets	3,154,909	3,015,105
<b>Total liabilities and net assets</b>	<b>10,085,288</b>	<b>10,214,820</b>



(2) Quarterly Consolidated Statement of Income  
(Six Months Ended September 30, 2010)

(Millions of yen)

	Six Months Ended September 30, 2009 (From April 1, 2009 To September 30, 2009)	Six Months Ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
Net sales	3,383,373	4,319,077
Cost of sales	2,785,331	3,459,479
Gross profit	598,042	859,598
Selling, general and administrative expenses		
Advertising expenses	71,918	81,846
Provision for warranty costs	34,786	48,539
Other selling expenses	29,100	55,711
Salaries and wages	165,251	162,393
Provision for doubtful accounts	23,975	13,999
Other	178,135	162,246
Total selling, general and administrative expenses	503,165	524,734
Operating income	94,877	334,864
Non-operating income		
Interest income	6,333	6,401
Dividends income	502	825
Equity in earnings of affiliates	—	5,238
Derivative income	—	15,527
Miscellaneous income	6,033	6,153
Total non-operating income	12,868	34,144
Non-operating expenses		
Interest expense	14,236	14,028
Equity in losses of affiliates	31,161	—
Derivative loss	3,540	—
Exchange loss	12,534	26,915
Miscellaneous expenses	13,061	12,929
Total non-operating expenses	74,532	53,872
Ordinary income	33,213	315,136
Special gains		
Gain on sales of fixed assets	1,533	9,862
Gain on sales of investment securities	2,406	1,872
Other	461	1,602
Total special gains	4,400	13,336
Special losses		
Loss on disposal of fixed assets	3,957	3,252
Impairment loss	4,313	1,835
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	3,808
Special addition to retirement benefits	6,640	1,936
Other	2,427	2,160
Total special losses	17,337	12,991
Income before income taxes and minority interests	20,276	315,481
Income taxes	11,547	91,415
Income before minority interests	—	224,066
Income (loss) attributable to minority interests	(269)	15,685
Net income	8,998	208,381

(Current Second Quarter)

(Millions of yen)

	Prior Second Quarter (From July 1, 2009 To September 30, 2009)	Current Second Quarter (From July 1, 2010 To September 30, 2010)
Net sales	1,868,537	2,268,940
Cost of sales	1,521,150	1,833,662
Gross profit	347,387	435,278
Selling, general and administrative expenses		
Advertising expenses	37,621	43,628
Provision for warranty costs	20,765	26,900
Other selling expenses	10,318	30,312
Salaries and wages	80,333	82,662
Provision for doubtful accounts	14,226	6,673
Other	100,848	78,148
Total selling, general and administrative expenses	264,111	268,323
Operating income	83,276	166,955
Non-operating income		
Interest income	3,598	3,091
Dividends income	277	160
Equity in earnings of affiliates	—	6,919
Derivative income	—	15,901
Exchange gain	5,606	—
Miscellaneous income	2,992	3,172
Total non-operating income	12,473	29,243
Non-operating expenses		
Interest expense	6,698	6,704
Equity in losses of affiliates	15,904	—
Derivative loss	7,077	—
Exchange loss	—	22,741
Miscellaneous expenses	6,740	6,619
Total non-operating expenses	36,419	36,064
Ordinary income	59,330	160,134
Special gains		
Gain on sales of fixed assets	1,088	3,968
Gain on sales of investment securities	644	473
Other	156	378
Total special gains	1,888	4,819
Special losses		
Loss on disposal of fixed assets	2,713	2,323
Impairment loss	3,389	1,771
Special addition to retirement benefits	5,176	1,270
Other	1,059	1,662
Total special losses	12,337	7,026
Income before income taxes and minority interests	48,881	157,927
Income taxes	19,379	48,147
Income before minority interests	—	109,780
Income attributable to minority interests	3,975	8,048
Net income	25,527	101,732

## (3) Quarterly Consolidated Statement of Cash Flows

	(Millions of yen)	
	Six Months Ended September 30, 2009 (From April 1, 2009 To September 30, 2009)	Six Months Ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
<b>Cash flows from operating activities</b>		
Income before income taxes and minority interests	20,276	315,481
Depreciation and amortization (for fixed assets excluding leased vehicles)	197,126	194,346
Depreciation and amortization (for other assets)	10,470	10,503
Depreciation and amortization (for leased vehicles)	136,552	109,373
Impairment loss	4,313	1,835
Increase (decrease) in allowance for doubtful receivables	502	1,010
Unrealized loss on investments	276	
Interest and dividend income	(6,835)	(7,226)
Interest expense	56,786	43,345
Loss (gain) on sales of fixed assets	(897)	(9,433)
Loss on disposal of fixed assets	3,957	3,252
Loss (gain) on sales of investment securities	(2,272)	(1,869)
Decrease (increase) in trade notes and accounts receivable	(55,020)	(78,872)
Decrease (increase) in sales finance receivables	119,414	(179,713)
Decrease (increase) in inventories	7,150	(177,450)
Increase (decrease) in trade notes and accounts payable	179,965	182,304
Amortization of net retirement benefit obligation at transition	5,505	5,344
Retirement benefit expenses	31,922	24,519
Retirement benefit payments made against related accrual	(16,500)	(16,881)
Other	6,027	(9,128)
Subtotal	698,717	410,740
Interest and dividends received	9,155	7,337
Interest paid	(57,884)	(44,531)
Income taxes (paid) refund	54,438	(131,145)
Net cash provided by operating activities	704,426	242,401
<b>Cash flows from investing activities</b>		
Net decrease (increase) in short-term investments	(52,340)	22,897
Purchases of fixed assets	(142,918)	(110,641)
Proceeds from sales of fixed assets	19,113	18,894
Purchase of leased vehicles	(261,742)	(317,806)
Proceeds from sales of leased vehicles	205,733	186,208
Payments of long-term loans receivable	(8,957)	(13,609)
Collection of long-term loans receivable	8,445	5,571
Purchase of investment securities	(18,097)	(979)
Proceeds from sales of investment securities	2,290	556
Proceeds from sales of subsidiaries' shares resulting in changes in the scope of consolidation	7,862	—
Net decrease (increase) in restricted cash		95,193
Other	2,568	3,131
Net cash used in investing activities	(238,043)	(110,585)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(666,304)	55,794
Proceeds from long-term borrowings	515,783	399,341
Proceeds from issuance of bonds	75,824	164,402
Repayment of long-term borrowings	(364,847)	(426,885)
Redemption of bonds	(28,632)	(266,811)
Proceeds from minority shareholders	1,484	3,874
Purchase of treasury stock	(5)	(5)
Repayment of lease obligations	(47,684)	(40,903)
Cash dividends paid to minority shareholders	(1,237)	(1,077)
Other	1	—
Net cash used in financing activities	(515,617)	(112,270)
Effects of exchange rate changes on cash and cash equivalents	(3,873)	(50,188)
Increase (decrease) in cash and cash equivalents	(53,107)	(30,642)
Cash and cash equivalents at beginning of the period	746,912	761,495
Increase due to inclusion in consolidation	149	5,314
Cash and cash equivalents at end of the period	*1 693,954	*1 736,167

Changes in important matters in preparing quarterly consolidated financial statements

Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
<p>1. Change in scope of consolidation</p> <p>(1) Change in scope of consolidation</p> <p>Renault Nissan Automotive India Private Limited which was an unconsolidated subsidiary accounted for by the equity method, and Calsonic Kansei (Wuxi) Corp. and three other companies, which were unconsolidated subsidiaries, respectively, in the prior year, have become consolidated subsidiaries, effective April 1, 2010, because their importance has increased. Nissan Mississippi Real Estate Trust, which was a consolidated subsidiary in the prior fiscal year, has been excluded from consolidation, because it was liquidated in the current second quarter.</p> <p>(2) Number of consolidated companies after change</p> <p style="padding-left: 20px;">208 companies</p>
<p>2. Change in scope of equity method</p> <p>(1) Unconsolidated subsidiaries accounted for by the equity method</p> <p>① Changes in unconsolidated subsidiaries accounted for by the equity method</p> <p>Renault Nissan Automotive India Private Limited, which was an unconsolidated subsidiary accounted for by the equity method in the prior fiscal year, has become a consolidated subsidiary, effective April 1, 2010, because its importance has increased.</p> <p>② Number of unconsolidated subsidiaries accounted for by the equity method after change</p> <p style="padding-left: 20px;">35 companies</p> <p>(2) Affiliates accounted for by the equity method</p> <p>① Changes in affiliates accounted for by the equity method</p> <p>Ashok Leyland Nissan Vehicle Ltd., and four other companies which were affiliates not accounted for by the equity method in the prior fiscal year, and four other companies have been included in the scope of the equity method, effective April 1, 2010, because their importance has increased.</p> <p>② Number of affiliates accounted for by the equity method after change</p> <p style="padding-left: 20px;">24 companies</p>
<p>3. Changes in significant accounting policies</p> <p>(1) Application of the “Accounting Standard for Equity Method of Accounting for Investments” and “Practical Solution on Unification of Accounting Policies Applied to Associates Accounting for Using the Equity Method”</p> <p>Effective April 1, 2010, the Accounting Standard for Equity Method of Accounting for Investments (ASBJ Statement No.16 issued on March 10, 2008) and Practical Solution on Unification of Accounting Policies Applied to Associates Accounted for Using the Equity Method (ASBJ Practical Issue Task Force (PITF) No.24 issued on March 10, 2008) have been adopted. The effect of this change on ordinary income and income before taxes and minority interests was immaterial.</p> <p>As a result of this change, as of April 1, 2010, total shareholders’ equity decreased by ¥357 million, total valuation, translation adjustments and others decreased by ¥568 million, minority interests decreased by ¥1,305 million and total net assets decreased by ¥2,230 million.</p> <p>(2) Application of the “Accounting Standards for Asset Retirement Obligations”</p> <p>Effective April 1, 2010, the Accounting Standard for Asset Retirement Obligations (ASBJ Statement No.18 issued on March 31, 2008) and the Implementation Guidance on Accounting Standards for Asset Retirement Obligations (ASBJ Guidance No.21 issued on March 31 2008) have been adopted. The effect of this change was to decrease income before income taxes and minority interests by ¥3,876 million for the six months ended September 30, 2010. The effect of this change on operating income and ordinary income was immaterial.</p>

## Change in presentation

Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
(Quarterly consolidated statement of income) (1) Due to the adoption of the Cabinet Office Ordinance No.5 for Partial Amendment to the regulations on financial statements (March 24, 2009), in accordance with the Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22 issued on December 26, 2008), the account of “income before minority interests” was separately presented for the six months ended September 30, 2010.
(Quarterly consolidated statement of cash flows) (1) “Net decrease (increase) in restricted cash”, which was included in “Other” under “Cash flows from investing activities” for the six months ended September 30, 2009, has been separately presented for the six months ended September 30, 2010, because its importance has increased.  For the six months ended September 30, 2009, the “Net decrease (increase) in restricted cash” included in “Other” amounted to (¥ 6,884 million).  (2) “Unrealized loss on investments” was presented as a separate account under “Cash flows from operating activities” for the six months ended September 30, 2009. Due to its minor importance, this account, in the amount of ¥509 million for the six months ended September 30, 2010, has been included in “Other.”

Current second quarter (From July 1, 2010 To September 30, 2010)
(Quarterly consolidated statement of income) (1) Due to the adoption of the Cabinet Office Ordinance No.5 for Partial Amendment to the regulations on financial statements (March 24, 2009), in accordance with the Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22 issued on December 26, 2008), the account of “income before minority interests” was separately presented for the current second quarter.

## Simplified accounting

Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
(Computation method for income taxes, deferred tax assets and deferred tax liabilities)  The recoverability of deferred tax assets was assessed based on the projections of future performance and tax planning that were used in the prior fiscal year but also by taking into account the effects of significant changes if such significant changes were recognized in the business environment or in the circumstances where temporary differences occur during the period from the end of the prior fiscal year to September 30, 2010.

## Specific accounting policies adopted in preparing quarterly consolidated financial statements

Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
(Calculation of tax expense)  To calculate the tax expense, the effective tax rate after adoption of tax-effect accounting, which is available for the whole fiscal year ending March 31, 2011, including the quarter under review, is reasonably estimated against income before income taxes and minority interests, and then the income before income taxes and minority interests for the quarter under review is multiplied by such an estimated effective tax rate.  Income taxes—deferred are included in the income taxes.

Notes to quarterly consolidated financial statements

(For quarterly consolidated balance sheets)

(Millions of yen)

Current second quarter (As of September 30, 2010)			Prior fiscal year (As of March 31, 2010)		
1. ※1 Accumulated depreciation of property, plant and equipment ¥4,184,581 The above amount includes accumulated depreciation of leased assets (leasee) in the amount of ¥207,856 million.			1. ※1 Accumulated depreciation of property, plant and equipment ¥4,272,623 The above amount includes accumulated depreciation of leased assets (leasee) in the amount of ¥188,995 million.		
2. ※2 Machinery, equipment and vehicles, net include certain assets in the amount of ¥1,119,668 million leased to others under lease agreements.			2. ※2 Machinery, equipment and vehicles, net include certain assets in the amount of ¥1,227,843 million leased to others under lease agreements.		
3. Guarantees and others			3. Guarantees and others		
(1) Guarantees			(1) Guarantees		
	Balance of liabilities guaranteed	Description of guarantees		Balance of liabilities guaranteed	Description of guarantees
Guarantees			Guarantees		
Employees	※ ¥109,137	Guarantees for employees' housing loans and others	Employees	※ ¥116,283	Guarantees for employees' housing loans and others
9 foreign dealers and 11 other companies	1,506	Guarantees for loans and others	13 foreign dealers and 10 other companies	1,909	Guarantees for loans and others
Total	¥110,643		Total	¥118,192	
※ Allowance for doubtful accounts is provided for these loans mainly based on past experience.			※ Allowance for doubtful accounts is provided for these loans mainly based on past experience.		
(2) Commitments to provide guarantees			(2) Commitments to provide guarantees		
	Balance of commitments to provide guarantees	Description of commitments to provide guarantees		Balance of commitments to provide guarantees	Description of commitments to provide guarantees
Guarantee			Guarantee		
Hibikinada Development Co., Ltd.	¥413	Commitments to provide guarantees for loans	Hibikinada Development Co., Ltd.	¥472	Commitments to provide guarantees for loans

## (For quarterly consolidated statements of cash flows)

(Millions of yen)

Six months ended September 30, 2009 (From April 1, 2009 To September 30, 2009)	Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)																				
<p>※1 Cash and cash equivalents as of the end of the quarter under review are reconciled to the accounts reported in the quarterly consolidated balance sheet as follows:</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">As of September 30, 2009:</td> <td style="width: 20%;"></td> </tr> <tr> <td>Cash on hand and in banks</td> <td style="text-align: right;">¥670,224</td> </tr> <tr> <td>Time deposits with maturities of more than three months</td> <td style="text-align: right;">(64,919)</td> </tr> <tr> <td><u>Cash equivalents included in securities (*)</u></td> <td style="text-align: right;"><u>88,649</u></td> </tr> <tr> <td>Cash and cash equivalents</td> <td style="text-align: right;">¥693,954</td> </tr> </table> <p>*This represents short-term, highly liquid investments readily convertible into cash held by foreign subsidiaries.</p>	As of September 30, 2009:		Cash on hand and in banks	¥670,224	Time deposits with maturities of more than three months	(64,919)	<u>Cash equivalents included in securities (*)</u>	<u>88,649</u>	Cash and cash equivalents	¥693,954	<p>1 ※1 Cash and cash equivalents as of the end of the quarter under review are reconciled to the accounts reported in the quarterly consolidated balance sheet as follows:</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">As of September 30, 2010:</td> <td style="width: 20%;"></td> </tr> <tr> <td>Cash on hand and in banks</td> <td style="text-align: right;">¥735,013</td> </tr> <tr> <td>Time deposits with maturities of more than three months</td> <td style="text-align: right;">(64,344)</td> </tr> <tr> <td><u>Cash equivalents included in securities (*)</u></td> <td style="text-align: right;"><u>65,498</u></td> </tr> <tr> <td>Cash and cash equivalents</td> <td style="text-align: right;">¥736,167</td> </tr> </table> <p>*This represents short-term, highly liquid investments readily convertible into cash held by foreign subsidiaries.</p> <p>2 Significant non-cash transactions</p> <p>Under the strategic cooperative relationship among the Company, Renault and Daimler AG, the three companies conducted capital alliance on April 28th, 2010. Followings are the transactions related to the Company,</p> <p>(1) By agreement between the Company and Renault, Renault delivered to the Company common shares of Daimler AG held by Renault. In response, the Company paid 584,246 thousand euro to Renault.</p> <p>(2) By agreement between the Company and Renault, the Company allotted to Renault the Company's treasury shares (common shares). In response, Renault paid 73,738 million yen to the Company.</p> <p>The Company made a yen selling/euro buying exchange contract for payment to Renault in (1) above and as a result, paid to Renault 73,738 million yen equivalent for common shares of Daimler AG, while at the same timing the Company received from Renault 73,738 million yen in exchange of the Company's treasury shares. From economical point of view these transactions were equivalent exchange of shares and were considered substantially as non-cash transactions. Therefore these are not presented in the quarterly consolidated cash flow statements.</p> <p style="padding-left: 40px;">Increase in Investment securities from the transactions mentioned above, 73,738 million yen</p> <p style="padding-left: 40px;">Decrease in Treasury shares from the transactions mentioned above, 99,990 million yen</p> <p style="padding-left: 40px;">Decrease in Retained earnings from the transactions mentioned above, 26,252 million yen</p> <p>In addition to and on the same day with the capital alliance mentioned above, the following non-cash transactions were conducted for the purpose of maintaining the Company's equity ratio in Renault,</p> <p>(3) The Company issued 1st unsecured convertible bond with share subscription right to Nissan Finance Co., Ltd. ("Nissan Finance") which is a 100% subsidiary of the Company. (issue price: 7,555 million yen)</p> <p>(4) Nissan Finance delivered Renault the convertible bond as investment in kind. In response, Renault issued its common shares to Nissan Finance.</p> <p>(5) Renault immediately exercised the conversion right and the Company delivered its common shares to Renault using the Company's treasury shares.</p> <p style="padding-left: 40px;">Increase in Investment securities from the transactions mentioned above, 6,890 million yen</p> <p style="padding-left: 40px;">Decrease in Treasury shares from the transactions mentioned above, 10,244 million yen</p> <p style="padding-left: 40px;">Decrease in Retained earnings from the transactions mentioned above, 3,354 million yen</p>	As of September 30, 2010:		Cash on hand and in banks	¥735,013	Time deposits with maturities of more than three months	(64,344)	<u>Cash equivalents included in securities (*)</u>	<u>65,498</u>	Cash and cash equivalents	¥736,167
As of September 30, 2009:																					
Cash on hand and in banks	¥670,224																				
Time deposits with maturities of more than three months	(64,919)																				
<u>Cash equivalents included in securities (*)</u>	<u>88,649</u>																				
Cash and cash equivalents	¥693,954																				
As of September 30, 2010:																					
Cash on hand and in banks	¥735,013																				
Time deposits with maturities of more than three months	(64,344)																				
<u>Cash equivalents included in securities (*)</u>	<u>65,498</u>																				
Cash and cash equivalents	¥736,167																				

(For net assets)

Current second quarter end (as of September 30, 2010) and the six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

1. Type and number of shares issued and outstanding

Type	As of September 30, 2010
Common stock (thousands of shares)	4,520,715

2. Type and number of treasury stock

Type	As of September 30, 2010
Common stock (thousands of shares)	336,370

Note: The amount corresponding to the Company's equity in the Company's shares held by Renault is included in the number of treasury stock.

3. Share subscription rights

Company	Description	As of September 30, 2010 (Millions of yen)
The Company (Parent company)	Subscription rights as stock options	2,419
Total		2,419

4. Dividends

(1) Dividends paid

There were no applicable items during the six months ended September 30, 2010.

(2) Dividends which the cutoff date fell in the period from April 1 to September 30, 2010, and the effective date of which will be after September 30, 2010

Resolution	Type of shares	Source of dividends	Total dividends (Millions of yen)	Dividends per share (Yen)	Cut-off date	Effective date
Meeting of the Board of Directors on November 4, 2010	Common stock	Retained earnings	20,922	5	September 30, 2010	November 29, 2010

Note: Total dividends were obtained by deducting the amount corresponding to the equity of Renault shares held by the Company.

5. Significant changes in the amount of shareholders' equity

The Company transferred the treasury stocks on April 28, 2010 due to transfer of treasury stock by third party allotment and issued bonds with share subscription rights which were exercised for the purpose of the capital alliance among the Company, Renault and Daimler AG, as well as a series of transactions, including the exercise of share subscription rights following the issuance of unsecured convertible bond with share subscription right.

The effect was to decrease Consolidated retained earnings by ¥20,731 million, to decrease Treasury stock by ¥106,302 million for the six months ended September 30, 2010. Consolidated retained earnings were ¥2,643,335 million and Treasury stock was ¥161,544 million at September 30, 2010.



(Segments of an enterprise and related information)

Business segment information

Prior second quarter (from July 1, 2009 to September 30, 2009)

(Millions of yen)

	Automobile	Sales financing	Total	Eliminations	Consolidated
Net sales					
(1) Sales to third parties	1,728,441	140,096	1,868,537	—	1,868,537
(2) Inter-segment sales	6,479	2,065	8,544	(8,544)	—
Total	1,734,920	142,161	1,877,081	(8,544)	1,868,537
Operating income	61,928	19,312	81,240	2,036	83,276

Notes: 1. Businesses are segmented based on their proximity in terms of the type, nature and markets of their products.

2. Main products of each business segment

(1) Automobile..... passenger cars, trucks, buses, forklifts, manufacturing parts for overseas production, etc.

(2) Sales financing ..... credit, lease, etc.

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Automobile	Sales financing	Total	Eliminations	Consolidated
Net sales					
(1) Sales to third parties	3,096,208	287,165	3,383,373	—	3,383,373
(2) Inter-segment sales	13,234	4,533	17,767	(17,767)	—
Total	3,109,442	291,698	3,401,140	(17,767)	3,383,373
Operating income	50,180	39,868	90,048	4,829	94,877

Notes: 1. Businesses are segmented based on their proximity in terms of the type, nature and markets of their products.

2. Main products of each business segment

(1) Automobile..... passenger cars, trucks, buses, forklifts, manufacturing parts for overseas production, etc.

(2) Sales financing ..... credit, lease, etc.

3. Quarterly consolidated financial statements by business segment

- The sales financing segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (USA), NR Finance Mexico S.A de C.V, SOFOM E.N.R (Mexico), other 7 companies, and the sales finance operations of Nissan Canada Inc. (Canada).
- The financial data on Automobile & Eliminations represent the differences between the consolidated figures and those for the Sales Financing segment.

(1) Summarized quarterly consolidated balance sheets by business segment

(Millions of yen)

	Prior second quarter (As of September 30, 2009)		
	Automobile & Eliminations	Sales financing	Consolidated total
<b>Assets</b>			
I Current assets			
Cash on hand and in banks	660,430	9,794	670,224
Notes and accounts receivable	490,537	254	490,791
Sales finance receivables	(85,904)	2,530,146	2,444,242
Inventories	740,809	20,977	761,786
Other current assets	471,480	161,513	632,993
Total current assets	2,277,352	2,722,684	5,000,036
II Fixed assets			
Property, plant and equipment, net	2,671,563	1,238,585	3,910,148
Investment securities	282,421	2,845	285,266
Other fixed assets	383,111	161,680	544,791
Total fixed assets	3,337,095	1,403,110	4,740,205
Total assets	5,614,447	4,125,794	9,740,241
<b>Liabilities</b>			
I Current liabilities			
Notes and accounts payable	804,364	19,741	824,105
Short-term borrowings	48,953	1,825,108	1,874,061
Lease obligations	57,909	193	58,102
Other current liabilities	840,841	116,450	957,291
Total current liabilities	1,752,067	1,961,492	3,713,559
II Long-term liabilities			
Bonds	169,982	225,316	395,298
Long-term borrowings	606,716	1,091,182	1,697,898
Lease obligations	87,796	324	88,120
Other long-term liabilities	528,242	416,640	944,882
Total long-term liabilities	1,392,736	1,733,462	3,126,198
Total liabilities	3,144,803	3,694,954	6,839,757
<b>Net assets</b>			
I Shareholders' equity			
Common stock	499,807	106,007	605,814
Capital surplus	773,623	30,847	804,470
Retained earnings	2,049,481	373,650	2,423,131
Treasury stock	(269,536)	—	(269,536)
Total shareholders' equity	3,053,375	510,504	3,563,879
II Valuation, translation adjustments and others			
Translation adjustments	(863,949)	(78,243)	(942,192)
Other	(11,832)	(7,696)	(19,528)
Total valuation, translation adjustments and others	(875,781)	(85,939)	(961,720)
III Share subscription rights	2,243	—	2,243
IV Minority interests	289,807	6,275	296,082
Total net assets	2,469,644	430,840	2,900,484
Total liabilities and net assets	5,614,447	4,125,794	9,740,241

- Notes:
1. The sales finance receivables of Automobile & Eliminations represent the amount eliminated for intercompany transactions related to wholesale finance made by the Sales financing segment.
  2. The borrowings of Automobile & Eliminations represent the amount after deducting internal loans receivable from the Sales financing segment amounting to ¥686,350 million.

## (2) Summarized quarterly consolidated statements of income by business segment

(Millions of yen)

	Six months ended September 30, 2009 (From April 1, 2009 To September 30, 2009)		
	Automobile & Eliminations	Sales financing	Consolidated total
Net sales	3,091,675	291,698	3,383,373
Cost of sales	2,575,245	210,086	2,785,331
Gross profit	516,430	81,612	598,042
Operating income as a percentage of net sales	1.8%	13.7%	2.8%
Operating income	55,009	39,868	94,877
Financial income/expenses, net	(7,403)	2	(7,401)
Other non-operating income and expenses, net	(53,790)	(473)	(54,263)
Ordinary income (loss)	(6,184)	39,397	33,213
Income (Loss) before income taxes and minority interests	(19,157)	39,433	20,276
Net income (loss)	(14,990)	23,988	8,998

## (3) Summarized quarterly consolidated statements of cash flows by business segment

(Millions of yen)

	Six months ended September 30, 2009 (From April 1, 2009 To September 30, 2009)		
	Automobile & Eliminations	Sales financing	Consolidated total
I Cash flows from operating activities			
Income (Loss) before income taxes and minority interests	(19,157)	39,433	20,276
Depreciation and amortization	203,873	140,275	344,148
Decrease (Increase) in sales finance receivables	(4,801)	124,215	119,414
Others	156,187	64,401	220,588
Net cash provided by operating activities	336,102	368,324	704,426
II Cash flows from investing activities			
Proceeds from sales of investment securities	10,127	25	10,152
Proceeds from sales of fixed assets	18,944	169	19,113
Purchases of fixed assets	(141,471)	(1,447)	(142,918)
Purchases of leased vehicles	(7,960)	(253,782)	(261,742)
Proceeds from sales of leased vehicles	922	204,811	205,733
Others	(66,992)	(1,389)	(68,381)
Net cash used in investing activities	(186,430)	(51,613)	(238,043)
III Cash flows from financing activities			
Net increase (decrease) in short-term borrowings	(311,145)	(355,159)	(666,304)
Net changes in long-term borrowings and redemption of bonds	96,868	25,436	122,304
Proceeds from issuance of bonds	69,870	5,954	75,824
Others	(47,417)	(24)	(47,441)
Net cash used in financing activities	(191,824)	(323,793)	(515,617)
IV Effect of exchange rate changes on cash and cash equivalents	(4,072)	199	(3,873)
V Increase (Decrease) in cash and cash equivalents	(46,224)	(6,883)	(53,107)
VI Cash and cash equivalents at beginning of the period	725,658	21,254	746,912
VII Increase due to inclusion in consolidation	149	—	149
VIII Cash and cash equivalents at end of the period	679,583	14,371	693,954

Notes: 1. The net increase (decrease) in short-term borrowings of Automobile & Eliminations includes the amount of ¥114,449 million eliminated for increase in internal loans receivable from the Sales financing segment.

2. The net change in long-term borrowings and redemption of bonds of Automobile & Eliminations includes the amount of ¥4,169 million eliminated for decrease in internal loans receivable from the Sales financing segment.

## Geographical segment information

Prior second quarter (from July 1, 2009 to September 30, 2009)

(Millions of yen)

	Japan	North America	Europe	Other foreign countries	Total	Eliminations	Consolidated
Net Sales							
(1) Sales to third parties	532,300	670,874	267,771	397,592	1,868,537	—	1,868,537
(2) Inter-segment sales	421,340	20,738	19,151	16,009	477,238	(477,238)	—
Total	953,640	691,612	286,922	413,601	2,345,775	(477,238)	1,868,537
Operating income	2,440	55,408	3,200	22,206	83,254	22	83,276

Notes: 1. Countries and areas are segmented based on their geographical proximity and their mutual operational relationship.

2. Major countries and areas which belong to segments other than Japan are as follows:

- (1) North America..... The United States of America, Canada and Mexico
- (2) Europe..... France, The United Kingdom, Spain and other European countries
- (3) Other ..... Asia, Oceania, the Middle East, Central and South America excluding Mexico and South Africa

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Japan	North America	Europe	Other foreign countries	Total	Eliminations	Consolidated
Net Sales							
(1) Sales to third parties	944,003	1,224,482	523,889	690,999	3,383,373	—	3,383,373
(2) Inter-segment sales	752,213	38,042	30,659	23,339	844,253	(844,253)	—
Total	1,696,216	1,262,524	554,548	714,338	4,227,626	(844,253)	3,383,373
Operating income (loss)	(43,230)	90,630	6,482	28,334	82,216	12,661	94,877

Notes: 1. Countries and areas are segmented based on their geographical proximity and their mutual operational relationship.

2. Major countries and areas which belong to segments other than Japan are as follows:

- (1) North America..... The United States of America, Canada and Mexico
- (2) Europe..... France, The United Kingdom, Spain and other European countries
- (3) Other ..... Asia, Oceania, the Middle East, Central and South America excluding Mexico and South Africa

Overseas sales

Prior second quarter (from July 1, 2009 to September 30, 2009)

(Millions of yen)

	North America	Europe	Other foreign countries	Total
I. Overseas net sales	657,291	274,806	473,831	1,405,928
II. Consolidated net sales	—	—	—	1,868,537
III. Overseas net sales as a percentage of consolidated net sales	35.2%	14.7%	25.3%	75.2%

- Notes:
- Overseas net sales include export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of its foreign consolidated subsidiaries.
  - Countries and areas are segmented based on their geographical proximity and their mutual operational relationship.
  - Major countries and areas which belong to segments other than Japan are as follows:
    - North America..... The United States of America, Canada and Mexico
    - Europe..... France, The United Kingdom, Spain and other European countries
    - Other ..... Asia, Oceania, the Middle East, Central and South America excluding Mexico and South Africa

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	North America	Europe	Other foreign countries	Total
I. Overseas net sales	1,199,859	536,829	826,632	2,563,320
II. Consolidated net sales	—	—	—	3,383,373
III. Overseas net sales as a percentage of consolidated net sales	35.5%	15.9%	24.4%	75.8%

- Notes:
- Overseas net sales include export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of its foreign consolidated subsidiaries.
  - Countries and areas are segmented based on their geographical proximity and their mutual operational relationship.
  - Major countries and areas which belong to segments other than Japan are as follows:
    - North America..... The United States of America, Canada and Mexico
    - Europe..... France, The United Kingdom, Spain and other European countries
    - Other ..... Asia, Oceania, the Middle East, Central and South America excluding Mexico and South Africa

## Segment information

### 1. General information about reportable segments

The reportable segments of the Group are components for which discrete financial information is available and whose operating results are regularly reviewed by the Executive Committee to make decision about resource allocation and to assess their performance.

Businesses of the Group are segmented into Automobile and Sales Financing based on feature of products and services. The Automobile business includes manufacturing and sales of vehicles, forklifts, marine products and related parts. The Sales Financing business provides sales finance service and leasing to support sales activities of the above business.

### 2. Calculation method of Sales and profits or losses by reportable segment

The accounting method for the reportable segments is the same as basis of preparation for the quarterly consolidated financial statements. The segment profits or losses are based on operating income or loss. Inter-segment sales are based on the price in arms-lengths transaction.

### 3. Sales and profits or losses by reportable segments

Six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

(Millions of yen)

	Reportable segments		Total	Elimination of inter-segment transactions	Six months ended September 30, 2010
	Automobile	Sales financing			
Net Sales					
(1) Sales to third parties	4,065,103	253,974	4,319,077	—	4,319,077
(2) Inter-segment sales	10,844	3,884	14,728	(14,728)	—
Total	4,075,947	257,858	4,333,805	(14,728)	4,319,077
Segment Profits	279,910	51,929	331,839	3,025	334,864

Current second quarter (from July 1, 2010 to September 30, 2010)

(Millions of yen)

	Reportable segments		Total	Elimination of inter-segment transactions	Current second quarter
	Automobile	Sales financing			
Net Sales					
(1) Sales to third parties	2,146,062	122,878	2,268,940	—	2,268,940
(2) Inter-segment sales	5,489	2,080	7,569	(7,569)	—
Total	2,151,551	124,958	2,276,509	(7,569)	2,268,940
Segment Profits	139,311	25,777	165,088	1,867	166,955

Notes: 1. Quarterly consolidated financial statements by business segment

- The sales financing segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (USA), NR Finance Mexico S.A de C.V, SOFOM E.N.R (Mexico), other 7 companies, and the sales finance operations of Nissan Canada Inc. (Canada).
- The financial data on Automobile & Eliminations represent the differences between the consolidated figures and those for the Sales Financing segment.

(1) Summarized quarterly consolidated balance sheets by business segment

(Millions of yen)

		Current second quarter (As of September 30, 2010)		
		Automobile & Eliminations	Sales financing	Consolidated total
<b>Assets</b>				
I	Current assets			
	Cash on hand and in banks	726,618	8,395	735,013
	Notes and accounts receivable	691,125	276	691,401
	Sales finance receivables	(98,371)	2,712,802	2,614,431
	Inventories	912,931	17,382	930,313
	Other current assets	489,710	155,297	645,007
	Total current assets	2,722,013	2,894,152	5,616,165
II	Fixed assets			
	Property, plant and equipment, net	2,559,826	1,101,871	3,661,697
	Investment securities	318,570	3,772	322,342
	Other fixed assets	341,948	143,136	485,084
	Total fixed assets	3,220,344	1,248,779	4,469,123
	Total assets	5,942,357	4,142,931	10,085,288
<b>Liabilities</b>				
I	Current liabilities			
	Notes and accounts payable	1,128,359	17,987	1,146,346
	Short-term borrowings	(299,148)	1,784,547	1,485,399
	Lease obligations	74,066	182	74,248
	Other current liabilities	965,755	116,261	1,082,016
	Total current liabilities	1,869,032	1,918,977	3,788,009
II	Long-term liabilities			
	Bonds	369,992	192,891	562,883
	Long-term borrowings	411,700	1,183,194	1,594,894
	Lease obligations	80,369	261	80,630
	Other long-term liabilities	486,294	417,669	903,963
	Total long-term liabilities	1,348,355	1,794,015	3,142,370
	Total liabilities	3,217,387	3,712,992	6,930,379
<b>Net assets</b>				
I	Shareholders' equity			
	Common stock	497,328	108,486	605,814
	Capital surplus	773,623	30,847	804,470
	Retained earnings	2,253,896	389,439	2,643,335
	Treasury stock	(161,544)	—	(161,544)
	Total shareholders' equity	3,363,303	528,772	3,892,075
II	Valuation, translation adjustments and others			
	Translation adjustments	(957,391)	(99,176)	(1,056,567)
	Other	2,470	(6,165)	(3,695)
	Total valuation, translation adjustments and others	(954,921)	(105,341)	(1,060,262)
III	Share subscription rights	2,419	—	2,419
IV	Minority interests	314,169	6,508	320,677
	Total net assets	2,724,970	429,939	3,154,909
	Total liabilities and net assets	5,942,357	4,142,931	10,085,288

- Notes: 1. The sales finance receivables of Automobile & Eliminations represent the amount eliminated for intercompany transactions related to wholesale finance made by the Sales financing segment.
2. The borrowings of Automobile & Eliminations represent the amount after deducting internal loans receivable from the Sales financing segment amounting to ¥734,056 million.

## (2) Summarized quarterly consolidated statements of income by business segment

(Millions of yen)

	Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)		
	Automobile & Eliminations	Sales financing	Consolidated total
Net sales	4,061,219	257,858	4,319,077
Cost of sales	3,287,190	172,289	3,459,479
Gross profit	774,029	85,569	859,598
Operating income as a percentage of net sales	7.0%	20.1%	7.8%
Operating income	282,935	51,929	334,864
Financial income/expenses, net	(6,779)	(23)	(6,802)
Other non-operating income and expenses, net	(12,603)	(323)	(12,926)
Ordinary income	263,553	51,583	315,136
Income before income taxes and minority interests	264,144	51,337	315,481
Net income	174,709	33,672	208,381

## (3) Summarized quarterly consolidated statements of cash flows by business segment

(Millions of yen)

	Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)		
	Automobile & Eliminations	Sales financing	Consolidated total
I Cash flows from operating activities			
Income before income taxes and minority interests	264,144	51,337	315,481
Depreciation and amortization	199,520	114,702	314,222
Decrease (Increase) in sales finance receivables	26,118	(205,831)	(179,713)
Others	(186,146)	(21,443)	(207,589)
Net cash provided by (used in) operating activities	303,636	(61,235)	242,401
II Cash flows from investing activities			
Proceeds from sales of investment securities	556	—	556
Proceeds from sales of fixed assets	18,695	199	18,894
Purchases of fixed assets	(110,083)	(558)	(110,641)
Purchases of leased vehicles	(12,311)	(305,495)	(317,806)
Proceeds from sales of leased vehicles	1,688	184,520	186,208
Others	13,516	98,688	112,204
Net cash used in investing activities	(87,939)	(22,646)	(110,585)
III Cash flows from financing activities			
Net increase (decrease) in short-term borrowings	(52,789)	108,583	55,794
Net changes in long-term borrowings and redemption of bonds	(201,479)	(92,876)	(294,355)
Proceeds from issuance of bonds	99,750	64,652	164,402
Others	(38,006)	(105)	(38,111)
Net cash provided by (used in) financing activities	(192,524)	80,254	(112,270)
IV Effect of exchange rate changes on cash and cash equivalents	(49,073)	(1,115)	(50,188)
V Increase (Decrease) in cash and cash equivalents	(25,900)	(4,742)	(30,642)
VI Cash and cash equivalents at beginning of the period	746,528	14,967	761,495
VII Increase due to inclusion in consolidation	5,314	—	5,314
VIII Cash and cash equivalents at end of the period	725,942	10,225	736,167

Notes: 1. The net increase (decrease) in short-term borrowings of Automobile & Eliminations includes the amount of ¥56,177 million eliminated for increase in internal loans receivable from the Sales financing segment.

2. The net change in long-term borrowings and redemption of bonds of Automobile & Eliminations includes the amount of ¥11,866 million eliminated for decrease in internal loans receivable from the Sales financing segment.



Notes: 2. Sales and profits or losses by region

Six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

(Millions of yen)

	Japan	North America	Europe	Asia	Other foreign countries	Total	Eliminations	Consolidated
Net Sales								
(1) Sales to third parties	1,102,645	1,487,336	582,044	832,772	314,280	4,319,077	—	4,319,077
(2) Inter-segment sales	1,132,159	85,431	50,590	115,922	2,781	1,386,883	(1,386,883)	—
Total	2,234,804	1,572,767	632,634	948,694	317,061	5,705,960	(1,386,883)	4,319,077
Operating income	84,981	129,098	27,613	95,874	9,202	346,768	(11,904)	334,864

Notes: 1. Regions are representing location of the Company and its group companies.

2. Areas are segmented based on their geographical proximity and their mutual operational relationship.

3. Major countries and areas which belong to segments other than Japan are as follows:

- (1) North America : The United States of America, Canada and Mexico
- (2) Europe : France, The United Kingdom, Spain and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other foreign countries : Oceania, the Middle East, Central and South America excluding Mexico and South Africa

4. The following information is of the six-month period ended September 30, 2009 based on the geographical classification which is applied from the first quarter. (Reference information)

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

	Japan	North America	Europe	Asia	Other foreign countries	Total	Eliminations	Consolidated
Net Sales								
(1) Sales to third parties	944,003	1,224,482	523,889	477,804	213,195	3,383,373	—	3,383,373
(2) Inter-segment sales	752,213	38,042	30,659	46,618	1,553	869,085	(869,085)	—
Total	1,696,216	1,262,524	554,548	524,422	214,748	4,252,458	(869,085)	3,383,373
Operating income (loss)	(43,230)	90,630	6,482	25,294	3,144	82,320	12,557	94,877

Current second quarter (from July 1, 2010 to September 30, 2010)

(Millions of yen)

	Japan	North America	Europe	Asia	Other foreign countries	Total	Eliminations	Consolidated
Net Sales								
(1) Sales to third parties	620,576	753,390	290,030	448,496	156,448	2,268,940	—	2,268,940
(2) Inter-segment sales	571,103	44,461	27,914	66,530	1,561	711,569	(711,569)	—
Total	1,191,679	797,851	317,944	515,026	158,009	2,980,509	(711,569)	2,268,940
Operating income	41,702	62,264	12,558	51,135	5,975	173,634	(6,679)	166,955

Notes: 1. Regions are representing location of the Company and its group companies.

2. Areas are segmented based on their geographical proximity and their mutual operational relationship.

3. Major countries and areas which belong to segments other than Japan are as follows:

- (1) North America : The United States of America, Canada and Mexico
- (2) Europe : France, The United Kingdom, Spain and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other foreign countries : Oceania, the Middle East, Central and South America excluding Mexico and South Africa

4. The following information is of the prior second quarter based on the geographical classification which is applied from the first quarter. (Reference information)

Prior second quarter (from July 1, 2009 to September 30, 2009)

(Millions of yen)

	Japan	North America	Europe	Asia	Other foreign countries	Total	Eliminations	Consolidated
Net Sales								
(1) Sales to third parties	532,300	670,874	267,771	281,383	116,209	1,868,537	—	1,868,537
(2) Inter-segment sales	421,340	20,738	19,151	28,931	1,206	491,366	(491,366)	—
Total	953,640	691,612	286,922	310,314	117,415	2,359,903	(491,366)	1,868,537
Operating income	2,440	55,408	3,200	20,435	1,932	83,415	(139)	83,276

4. Information about impairment loss of fixed assets by reportable segment

There were no significant impairment loss of fixed assets in the reportable segments during the current second quarter.

5. Information about goodwill by reportable segment

There were no significant changes in the reported amounts of goodwill in the reportable segments during the current second quarter.

6. Information about gain recognized on negative goodwill by reportable segment

There were no significant gain recognized on negative goodwill in the reportable segments during the current second quarter.

## 7. Information about Geographical area

### Net sales

Six months ended September 30, 2010 (from April 1, 2010 to September 30, 2010)

(Millions of yen)

Japan	North America		Europe	Asia		Other foreign countries	Total
		U.S.A.			China		
972,711	1,400,834	1,167,505	592,569	930,068	694,729	422,895	4,319,077

Notes: 1. Regions are representing customers' location.

2. Areas are segmented based on their geographical proximity and their mutual operational relationship.

3. Major countries and areas which belong to segments other than Japan are as follows:

(1) North America : The United States of America, Canada and Mexico

(2) Europe : France, The United Kingdom, Spain and other European countries

(3) Asia : China, Thailand, India and other Asian countries

(4) Other foreign countries : Oceania, the Middle East, Central and South America excluding Mexico and South Africa, etc.

4. The following information is of the six-month period ended September 30, 2009 based on the geographical classification which is applied from the first quarter. (Reference information)

Six months ended September 30, 2009 (from April 1, 2009 to September 30, 2009)

(Millions of yen)

Japan	North America		Europe	Asia		Other foreign countries	Total
		U.S.A.			China		
820,053	1,199,859	988,681	536,829	568,367	427,134	258,265	3,383,373

Current second quarter (from July 1, 2010 to September 30, 2010)

(Millions of yen)

Japan	North America		Europe	Asia		Other foreign countries	Total
	U.S.A.			China			
556,561	704,930	594,185	295,896	513,214	375,568	198,339	2,268,940

Notes: 1. Regions are representing customers' location.

2. Areas are segmented based on their geographical proximity and their mutual operational relationship.

3. Major countries and areas which belong to segments other than Japan are as follows:

(1) North America : The United States of America, Canada and Mexico

(2) Europe : France, The United Kingdom, Spain and other European countries

(3) Asia : China, Thailand, India and other Asian countries

(4) Other foreign countries : Oceania, the Middle East, Central and South America excluding Mexico and South Africa, etc.

4. The following information is of the prior second quarter based on the geographical classification which is applied from the first quarter. (Reference information)

Prior second quarter (from July 1, 2009 to September 30, 2009)

(Millions of yen)

Japan	North America		Europe	Asia		Other foreign countries	Total
	U.S.A.			China			
462,609	657,291	545,725	274,806	331,602	248,100	142,229	1,868,537

(Additional information)

Effective from the first quarter, the Company adopted "Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Statement No. 17 issued on March 27, 2009) and "Guidance on Accounting Standard for Disclosures about Segments of an Enterprise and Related Information" (ASBJ Guidance No. 20 issued on March 21, 2008).

(For financial instruments)

Current second quarter end (as of September 30, 2010)

Securities and investment securities are becoming significant for the management of the Group's business operations and underwent significant changes in value compared to the end of the prior fiscal year as follows.

(Millions of yen)

Account	Amount recorded in the quarterly consolidated balance sheet	Fair value	Difference	Method of measuring the fair value
Securities and investment securities	317,659	323,576	5,917	(Note 1)

Notes: 1. Method of measuring the fair value of securities and investment securities:

The fair value of stocks is based on the prices traded at the stock exchange. The fair value of unlisted foreign investment trusts is based on the book value as these are settled within a short time and the fair value is almost equal to the book value.

Refer to "Securities" for noteworthy matters regarding each type of securities, classified by holding purpose.

2. Financial instruments for which it is deemed difficult to measure the fair value

(Millions of yen)

Classification	Amount recorded in the quarterly consolidated balance sheet
Unlisted stocks	71,261

The above unlisted stocks are not included in "Securities and investment securities," as it is deemed difficult to measure the fair value because they are nonmarketable and future cash flows cannot be estimated.

(For securities)

Current second quarter end (as of September 30, 2010)

Marketable other securities are becoming significant for the management of the Group's business operations and underwent significant changes in value compared to the end of the preceding fiscal year as follows.

(Millions of yen)

Type of securities	Acquisition cost	Carrying value	Difference
Stock	77,552	103,950	26,398
Bonds:			
Government bonds	—	—	—
Corporate bonds	—	—	—
Other bonds	—	—	—
Others	65,578	65,578	—
Total	143,130	169,528	26,398

(Amounts per share)  
1. Net assets per share

(Yen)

Current second quarter (As of September 30, 2010)	Prior fiscal year (As of March 31, 2010)
Net assets excluding share subscription rights and minority interests per share ¥676.76	Net assets excluding share subscription rights and minority interests per share ¥663.90

Note: Bases for calculation of net assets excluding share subscription rights and minority interests per share are as follows:

	Current second quarter (As of September 30, 2010)	Prior fiscal year (As of March 31, 2010)
Total net assets (Millions of yen)	3,154,909	3,015,105
Amounts deducted from total net assets (Millions of yen)	323,096	307,754
(Share subscription rights)	2,419	2,387
(Minority interests)	320,677	305,367
Net assets attributable to shares of common stock at end of period (Millions of yen)	2,831,813	2,707,351
Number of common stock at the end-of-period used for the calculation of net assets excluding share subscription rights and minority interests per share (Thousands)	4,184,345	4,077,933

2. Basic net income per share and diluted net income per share

Six months ended September 30, 2009 (From April 1, 2009 To September 30, 2009)	Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
Basic net income per share ¥2.21	Basic net income per share ¥49.98

Notes: 1. Diluted net income per share is not presented because the Company had no securities with dilutive effects.

2. Basis for calculation of net income per share

	Six months ended September 30, 2009 (From April 1, 2009 To September 30, 2009)	Six months ended September 30, 2010 (From April 1, 2010 To September 30, 2010)
Net income (Millions of yen)	8,998	208,381
Net income attributable to shares of common stock (Millions of yen)	8,998	208,381
Average number of shares of common stock during the period (Thousands)	4,073,307	4,169,150
Any significant changes from the prior fiscal year-end in potential securities excluded from the computation of diluted net income per share because they do not have dilutive effects	—	—

Prior second quarter (From July 1, 2009 To September 30, 2009)	Current second quarter (From July 1, 2010 To September 30, 2010)
Basic net income per share	Basic net income per share
¥6.27	¥24.31

Notes: 1. Diluted net income per share is not presented because the Company had no securities with dilutive effects.

2. Basis for calculation of net income per share

	Prior second quarter (From July 1, 2009 To September 30, 2009)	Current second quarter (From July 1, 2010 To September 30, 2010)
Net income (Millions of yen)	25,527	101,732
Net income attributable to shares of common stock (Millions of yen)	25,527	101,732
Average number of shares of common stock during the period (Thousands)	4,073,313	4,184,347
Any significant changes from the prior fiscal year-end in potential securities excluded from the computation of diluted net income per share because they do not have dilutive effects	—	—



(Significant subsequent events)

There were no applicable matters.

## 2. Other

Interim dividends for the fiscal year ending March 31, 2011 were approved on November 4, 2010 by resolution of the meeting of the Board of Directors as follows:

According to its Articles of Incorporation, the Company plans to pay the following cash dividends to shareholders of record on September 30, 2010.

(1) Total interim dividends:	¥20,922 million
(2) Dividends per share:	¥5
(3) Entitlement date and commencement date of the payment:	November 29, 2010

Note: Total dividends were obtained by deducting the amount corresponding to the equity of Renault shares held by the Company.

## Part II Information on Guarantors for the Company

Not applicable

(Translation)

## Quarterly Review Report of Independent Auditors

November 10, 2009

The Board of Directors  
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon LLC

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Takeshi Hori
Designated and Engagement Partner	Koki Ito

Pursuant to Article 193-2, Section 1, of the Financial Instruments and Exchange Law of Japan, we have reviewed the accompanying quarterly consolidated balance sheet of Nissan Motor Co., Ltd. included in “Financial Information” as of September 30, 2009, and the related quarterly consolidated statements of income for the three-month and six-month periods then ended and cash flows for the six-month period then ended. These quarterly consolidated financial statements are the responsibility of the Company’s management. Our responsibility is to express a conclusion independently on these quarterly consolidated financial statements based on our review.

We conducted our review in accordance with the review standards for quarterly financial statements generally accepted in Japan. A review of quarterly consolidated financial statements consists of making inquiries, primarily of management and persons responsible for financial and accounting matters, and applying analytical and other quarterly review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in Japan.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying quarterly consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Nissan Motor Co., Ltd. and consolidated subsidiaries at September 30, 2009, and the consolidated results of their operations for the three-month and six-month periods then ended and their cash flows for the six-month period then ended in conformity with the accounting principles for quarterly consolidated financial statements generally accepted in Japan.

We have no interest in the Company which should be disclosed in compliance with the Japanese Certified Public Accountants Law.

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Notes:

1. The above is a digitization of the text contained in the original copy of the Quarterly Review Report of Independent Auditors, which is in the custody of the Company—the submitter of this quarterly securities report.
2. The XBRL data is not included in the range of the consolidated financial statements.

(Translation)

## Quarterly Review Report of Independent Auditors

November 10, 2010

The Board of Directors  
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon LLC

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Takeshi Hori
Designated and Engagement Partner	Koki Ito

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2. The XBRL data is not included in the range of the consolidated financial statements.

**【Cover】**

<b>【Document Submitted】</b>	Confirmation Note
<b>【Article of the Applicable Law Requiring Submission of This Document】</b>	Article 24-4-8, Paragraph 1, of the Financial Instruments and Exchange Law
<b>【Filed to】</b>	Director, Kanto Local Finance Bureau
<b>【Date of Submission】</b>	November 11, 2010
<b>【Company Name】</b>	Nissan Jidosha Kabushiki-Kaisha
<b>【Company Name (in English)】</b>	Nissan Motor Co., Ltd.
<b>【Position and Name of Representative】</b>	Carlos Ghosn, President
<b>【Position and Name of Chief Financial Officer】</b>	Joseph G. Peter, Senior Vice President
<b>【Location of Head Office】</b>	2, Takaracho, Kanagawa-ku, Yokohama, Kanagawa
<b>【Place Where Available for Public Inspection】</b>	Tokyo Stock Exchange, Inc. 2-1, Nihonbashi Kabutocho, Chuo-ku, Tokyo

## **1. Accuracy of the Descriptions in This Quarterly Securities Report**

Carlos Ghosn, President of Nissan Motor Co., Ltd., and Joseph G. Peter, Senior Vice President have confirmed that this quarterly securities report for the second quarter (from July 1 to September 30, 2010) of the 112th Fiscal Term is reasonably and fairly described in accordance with the Financial Instruments and Exchange Law.

## **2. Special Affairs**

There are no noteworthy matters that are pertinent to this quarterly securities report.