

Quarterly Securities Report

Second Quarter of FY2017

(From July 1, 2017 To September 30, 2017)

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

Nissan Motor Co., Ltd.

Table of Contents

	Page
Cover	1
Part I Information on the Company	2
1. Overview of the Company	2
1. Key financial data and trends	2
2. Description of business	2
2. Business Overview	3
1. Business and other risks	3
2. Important business contracts	3
3. Analysis of financial position, operating results and cash flows	3
3. Corporate Information	7
1. Information on the Company's shares	7
2. Members of the Board of Directors and Statutory Auditors	9
4. Financial Information	10
1. Quarterly Consolidated Financial Statements	11
2. Other	33
Part II Information on Guarantors for the Company	34
Independent Auditor's Quarterly Review Report	
Confirmation Note	

【Cover】	
【Document Submitted】	Quarterly Securities Report (“Shihanki-Houkokusho”)
【Article of the Applicable Law Requiring Submission of This Document】	Article 24-4-7, Paragraph 1 of the Financial Instruments and Exchange Law
【Filed to】	Director, Kanto Local Finance Bureau
【Date of Submission】	November 10, 2017
【Accounting Period】	Second Quarter of the 119th Fiscal Year (From July 1, 2017 To September 30, 2017)
【Company Name】	Nissan Jidosha Kabushiki-Kaisha
【Company Name (in English)】	Nissan Motor Co., Ltd.
【Position and Name of Representative】	Hiroto Saikawa, President
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【Contact for Communications】	Shigeko Taie, Manager, Consolidation Accounting Group, Budget and Accounting Department
【Place Where Available for Public Inspection】	Tokyo Stock Exchange, Inc. 2-1, Nihonbashi Kabutocho, Chuo-ku, Tokyo

Part I Information on the Company

1. Overview of the Company

1. Key financial data and trends

Fiscal year		118th Six months ended September 30, 2016	119th Six months ended September 30, 2017	118th
Accounting period		(From April 1, 2016 To September 30, 2016)	(From April 1, 2017 To September 30, 2017)	(From April 1, 2016 To March 31, 2017)
Net sales (Current Second Quarter)	Millions of yen	5,321,037 (2,666,538)	5,652,509 (2,892,073)	11,720,041
Ordinary income	Millions of yen	396,835	369,533	864,733
Net income attributable to owners of parent (Current Second Quarter)	Millions of yen	282,433 (146,056)	276,509 (141,593)	663,499
Comprehensive income	Millions of yen	(214,891)	329,443	615,950
Net assets	Millions of yen	4,629,619	5,373,025	5,167,136
Total assets	Millions of yen	16,221,005	19,192,624	18,421,008
Basic earnings per share (Current Second Quarter)	Yen	69.40 (36.33)	70.69 (36.20)	165.94
Diluted earnings per share	Yen	69.40	70.69	165.94
Net assets as a percentage of total assets	%	26.0	26.5	26.4
Cash flows from operating activities	Millions of yen	540,144	333,835	1,335,473
Cash flows from investing activities	Millions of yen	(605,899)	(620,138)	(1,377,626)
Cash flows from financing activities	Millions of yen	68,147	240,919	320,610
Cash and cash equivalents at end of the period	Millions of yen	905,980	1,203,183	1,241,124

Notes: 1. Non-consolidated financial data is not presented as Nissan Motor Co., Ltd. (the “Company”) prepares quarterly consolidated financial statements.

2. Net sales are presented exclusive of consumption tax.

2. Description of business

There have been no significant changes in the business in which the Company and its subsidiaries and affiliates (collectively, the “Group”) operate during the six months ended September 30, 2017. No changes were made to major subsidiaries and affiliates.

2. Business Overview

1. Business and other risks

During the six months ended September 30, 2017, there were no unusual 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 of the prior fiscal year.

2. Important business contracts

No important business contracts were determined or entered into during the current second quarter.

3. 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 Group as of September 30, 2017, the end of the current second quarter.

(1) Operating results

For the six months ended September 30, 2017, the Group’s net sales amounted to ¥5,652.5 billion, an increase of ¥331.5 billion (6.2%) from the corresponding period of the last year (the “last year”). Operating income decreased by ¥57.9 billion (17.0%) to ¥281.8 billion on a consolidated basis.

Net non-operating income of ¥87.7 billion was recorded for the six months ended September 30, 2017, increased by ¥30.6 billion from the last year. This result was primarily attributable to an increase in equity in earnings of affiliates and an improvement in exchange gain or loss. As a result, ordinary income decreased by ¥27.3 billion (6.9%) from the last year to ¥369.5 billion. Net special losses of ¥4.5 billion were recorded, deteriorating by ¥7.6 billion from the last year. Income before income taxes decreased by ¥34.9 billion (8.7%) to ¥365.0 billion compared with the last year. Finally, net income attributable to owners of parent of ¥276.5 billion was recorded for the six months ended September 30, 2017, a decrease of ¥5.9 billion (2.1%) from the last year.

The operating results by reportable segments are summarized as follows:

① Automobiles

Net sales in automobile segment (including inter-segment sales) for the six months ended September 30, 2017 increased by ¥265.6 billion (5.4%) from the last year to ¥5,184.4 billion. Operating income decreased by ¥71.7 billion (31.7%) to ¥154.3 billion from the last year. A major profit-decreasing factor was an increase in sales and marketing expenses.

② Sales Finance

Net sales in the sales finance segment (including inter-segment sales) for the six months ended September 30, 2017 increased by ¥96.6 billion (20.7%) to ¥562.5 billion. Operating income increased by ¥14.0 billion (14.5%) from the last year to ¥111.2 billion.

Operating results by geographic segment are summarized as follows:

a. Japan

- Net sales (including inter-segment sales) for the six months ended September 30, 2017 increased by ¥288.0 billion (14.1%) from the last year to ¥2,329.9 billion.
- Operating income increased by ¥29.2 billion (19.0%) from the last year to ¥182.4 billion.
A major profit-increasing factor was a favorable effect of the foreign exchange rate movements.

b. North America

- Net sales (including inter-segment sales) for the six months ended September 30, 2017 increased by ¥173.9 billion (5.9%) to ¥3,105.8 billion.
- Operating income decreased by ¥60.0 billion (42.0%) from the last year to ¥82.8 billion.
A major profit-decreasing factor was an increase in sales and marketing expenses.

c. Europe

- Net sales (including inter-segment sales) for the six months ended September 30, 2017 increased by ¥66.7 billion (7.7%) to ¥934.5 billion.
- Operating loss of ¥5.2 billion was recorded, deteriorating by ¥15.0 billion from the last year.
A major deteriorating factor was an increase in sales and marketing expenses.

d. Asia

- Net sales (including inter-segment sales) for the six months ended September 30, 2017 decreased by ¥20.5 billion (2.7%) from the last year to ¥740.7 billion.
- Operating income decreased by ¥7.5 billion (20.9%) from the last year to ¥28.3 billion.

e. Other overseas countries

- Net sales (including inter-segment sales) for the six months ended September 30, 2017 decreased by ¥30.4 billion (6.5%) from the last year to ¥437.6 billion.
- Operating loss of ¥7.8 billion was recorded, deteriorating by ¥10.0 billion from the last year.

(2) Cash flows

Cash and cash equivalents at September 30, 2017 decreased by ¥37.9 billion (3.1%) from the end of the prior fiscal year to ¥1,203.2 billion. This reflected ¥333.8 billion in net cash provided by operating activities, ¥620.1 billion in net cash used in investing activities and ¥240.9 billion in net cash provided by financing activities, as well as an increase of ¥7.5 billion in the effects of foreign exchange rate movements on cash and cash equivalents.

(Cash flows from operating activities)

Net cash provided by operating activities decreased by ¥206.3 billion to ¥333.8 billion for the six months ended September 30, 2017 from ¥540.1 billion provided in the last year. This mainly reflected an increase in inventories and an increase in income taxes paid.

(Cash flows from investing activities)

Net cash used in investing activities increased by ¥14.2 billion to ¥620.1 billion for the six months ended September 30, 2017 from ¥605.9 billion used in the last year. This was mainly due to an increase in purchase of leased vehicles despite an increase in proceeds from sales of leased vehicles.

(Cash flows from financing activities)

Net cash provided by financing activities increased by ¥172.8 billion to ¥240.9 billion for the six months ended September 30, 2017 from ¥68.1 billion provided in the last year. This was mainly attributable to the turn from a net decrease in the last year to a net increase in the current period in short-term borrowings, an increase in proceeds from issuance of bonds and a decrease in purchase of treasury stock despite a decrease in proceeds from long-term borrowings.

(3) Management policy and business strategies

Guided by the vision of Enriching people's lives, the Group aims to provide unique and innovative products and services that deliver superior measurable values to all stakeholders under the Alliance.

The Group announced on November 8, 2017, the overall framework of the new Mid-term plan "Nissan M.O.V.E. to 2022" designed to guide the company toward profitable growth over the next six years, and to prepare for further growth beyond the plan as the evolution continues. The new plan expresses that the Group will keep on moving and evolving toward the future, and it stands for the following drivers:

- Mobility
- Operational Excellence
- Value to Customers
- Electrification

The mission under "Nissan M.O.V.E. to 2022" is to be built on the strong business foundations of "Nissan Power 88", and leverage the benefits of our Alliance with Renault and Mitsubishi Motors, in order to;

1. Achieve sustainable growth, while delivering healthy profitability and strong free cash flow
2. Lead the technology and business evolution in the automotive industry, backed by our technology DNA

The Group will fulfill its mission by engaging in "Nissan M.O.V.E. to 2022" with in mind of the technology evolution coming in the next 10 to 15 years, as well as the significant changes in the market and evolving customer expectations.

(4) Operating and financial issues to be addressed

Operating and financial issues to be addressed by the Group occurred during the six months ending September 30, 2017 are as follows.

Issues were discovered in the final inspection process for vehicles produced for the Japan market at the six vehicle production plants in Japan, during the on-site inspection performed by the Ministry of Land, Infrastructure, Transport and Tourism (MLIT) in September 2017.

The Group regards this issue as critical and is proceeding an investigation led by a third party. The results of the investigation is expected to be reported to MLIT within a few days. In order to ensure that the final vehicle inspection processes are in conformity with Japanese regulations regarding vehicles marketed in Japan, the Group will be implementing preventive measures at the aforementioned plants.

(5) 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 ¥229.5 billion for the six months ended September 30, 2017.

(6) Factors that may affect operating results

The Group's worldwide automobile sales (on a retail basis) for the six months ended September 30, 2017 increased by 4.6% from the last year to 2,733 thousand units.

The overall demand for vehicles increased by 7.7% in the domestic market, and the number of vehicles sold in Japan increased by 34.1%, resulting in 283 thousand units, accounting for a market share of 11.4%, an increase of 2.2 percentage points from the last year.

The overall demand for vehicles in China increased by 2.1%, and the number of vehicles sold in China increased by 6.7%, resulting in 651 thousand units, accounting for a market share of 5.2%.

The overall demand for vehicles in the United States of America decreased by 2.1%, and the number of vehicles sold in the United States of America decreased by 0.4% to 779 thousand units, accounting for a market share of 8.8%. Meanwhile, the number of vehicles sold in North America, including Mexico and Canada, decreased by 1.3% to 1,035 thousand units.

The overall demand for vehicles in Europe increased by 2.5%, and the number of vehicles sold in Europe excluding Russia increased by 2.1% to 326 thousand units, accounting for a market share of 3.6%. The number of vehicles sold in Russia increased by 15.1% to 49 thousand units.

The number of vehicles sold in other countries including Asia, Oceania, Africa, Central and South America excluding Mexico, and Middle East increased by 2.3% to 390 thousand units.

(7) Analysis of sources of capital and liquidity

Cash and cash equivalents at September 30, 2017 decreased by ¥37.9 billion (3.1%) from the end of the prior fiscal year to ¥1,203.2 billion. This reflected ¥333.8 billion in net cash provided by operating activities, ¥620.1 billion in net cash used in investing activities and ¥240.9 billion in net cash provided by financing activities, as well as an increase of ¥7.5 billion in the effects of exchange rate changes on cash and cash equivalents.

It is necessary to pay careful attention to the liquidity of funds in view of the drastic environmental changes in the financial markets and other relevant concerns. However, as the Group has entered into loan commitment agreements with major international banks in addition to the cash and cash equivalents held, the Group believes that a level of liquidity is sufficient to meet the Group's funding requirements.

(8) Production and sales

Actual production

Location of manufacturers	Number of vehicles produced (units)		Change (units)	Change (%)
	Six months ended September 30, 2016	Six months ended September 30, 2017		
Japan	431,405	521,573	90,168	20.9
The United States of America	495,860	460,423	(35,437)	(7.1)
Mexico	425,092	414,602	(10,490)	(2.5)
The United Kingdom	257,513	233,117	(24,396)	(9.5)
Spain	63,528	47,401	(16,127)	(25.4)
Russia	18,616	22,114	3,498	18.8
Thailand	55,333	63,781	8,448	15.3
Indonesia	18,434	9,107	(9,327)	(50.6)
Philippines	1,557	2,895	1,338	85.9
India	160,858	122,115	(38,743)	(24.1)
South Africa	16,416	17,048	632	3.8
Brazil	25,387	40,986	15,599	61.4
Egypt	8,591	6,988	(1,603)	(18.7)
Total	1,978,590	1,962,150	(16,440)	(0.8)

Note: The figures represent the production figures for the 6-month period from April 1 to September 30, 2017.

Actual sales

Sales to	Number of vehicles sold (on a consolidated basis: units)		Change (units)	Change (%)
	Six months ended September 30, 2016	Six months ended September 30, 2017		
Japan	201,942	272,044	70,102	34.7
North America	1,057,613	1,020,961	(36,652)	(3.5)
(The United States of America included therein)	774,370	747,652	(26,718)	(3.5)
Europe	355,466	370,637	15,171	4.3
Asia	203,144	196,306	(6,838)	(3.4)
Other overseas countries	232,197	234,059	1,862	0.8
Total	2,050,362	2,094,007	43,645	2.1

Note: The figures in China and Taiwan, which are included in "Asia" represent the sales figures for the 6-month period from January 1 to June 30, 2017. Those sold in Japan, North America, Europe, Other overseas countries and Asia (excluding China and Taiwan) represent vehicles sold for the 6-month period from April 1 to September 30, 2017.

3. 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	Description
	As of September 30, 2017	As of November 10, 2017 (filing date of this quarterly securities report)		
Common stock	4,220,715,112	4,220,715,112	First Section of the Tokyo Stock Exchange	The number of shares constituting a standard unit is 100
Total	4,220,715,112	4,220,715,112	—	—

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, 2017, through the filing date of this quarterly securities report.

(2) Status of the share subscription rights

There were no issued items during the current second quarter.

(3) Exercise status of bonds with share subscription rights containing a clause for exercise price adjustment

Not applicable

(4) Right 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 legal capital surplus (Millions of yen)	Balance of legal capital surplus (Millions of yen)
From July 1, 2017 To September 30, 2017	—	4,220,715	—	605,813	—	804,470

(6) Principal shareholders

(As of September 30, 2017)

Name	Address	Number of shares held (Thousands)	Number of shares held as a percentage of total shares issued (%)
Renault S.A. (Standing agent: Settlement & Clearing Services Division, Mizuho Bank, Ltd.)	13-15 QUAI ALPHONSE LE GALLO 92100 BOULOGNE BILLANCOURT FRANCE (Shinagawa Intercity A Bldg., 2-15-1 Konan, Minato-ku, Tokyo)	1,831,837	43.40
THE CHASE MANHATTAN BANK, N.A., LONDON SPECIAL ACCOUNT NO. 1 (Standing agent: Settlement & Clearing Services Division, Mizuho Bank, Ltd.) (Note)	WOOLGATE HOUSE, COLEMAN STREET LONDON EC2P 2HD, ENGLAND (Shinagawa Intercity A Bldg., 2-15-1 Konan, Minato-ku, Tokyo)	141,758	3.36
The Master Trust Bank of Japan, Ltd. (Trust account)	2-11-3 Hamamatsu-cho, Minato-ku, Tokyo	126,713	3.00
Japan Trustee Services Bank, Ltd. (Trust account)	1-8-11 Harumi, Chuo-ku, Tokyo	125,373	2.97
Japan Trustee Services Bank, Ltd. (Trust account 9)	1-8-11 Harumi, Chuo-ku, Tokyo	62,538	1.48
Nippon Life Insurance Company (Standing agent: The Master Trust Bank of Japan, Ltd.)	1-6-6 Marunouchi, Chiyoda-ku, Tokyo (Nippon Life securities management portion) (2-11-3 Hamamatsu-cho, Minato-ku, Tokyo)	54,029	1.28
Japan Trustee Services Bank, Ltd. (Trust account 5)	1-8-11 Harumi, Chuo-ku, Tokyo	49,482	1.17
STATE STREET BANK WEST CLIENT - TREATY 505234 (Standing agent: Settlement & Clearing Services Division, Mizuho Bank, Ltd.)	1776 HERITAGE DRIVE, NORTH QUINCY, MA 02171, U.S.A. (Shinagawa Intercity A Bldg., 2-15-1 Konan, Minato-ku, Tokyo)	36,633	0.87
Japan Trustee Services Bank, Ltd. (Trust account 7)	1-8-11 Harumi, Chuo-ku, Tokyo	34,833	0.83
Japan Trustee Services Bank, Ltd. (Trust account 2)	1-8-11 Harumi, Chuo-ku, Tokyo	33,342	0.79
Total	—	2,496,538	59.15

Note: Daimspain, S.L. substantially holds 140,142 thousand shares of the Company although those shares are in custody of THE CHASE MANHATTAN BANK, N.A. LONDON SPECIAL ACCOUNT NO. 1 on the shareholders' register.

(7) Status of voting rights

① Shares issued

(As of September 30, 2017)

Classification	Number of shares (Shares)	Number of voting rights (Units)	Description
Shares with full voting rights (Treasury stock, etc.)	(Treasury stock) Common stock 29,551,000	—	—
	(Crossholding stock) Common stock 237,600	—	—
Shares with full voting rights (Others)	Common stock 4,190,376,100	41,903,761	—
Stocks of less than a standard unit	Common stock 550,412	—	—
Total shares issued	4,220,715,112	—	—
Total voting rights held by all shareholders	—	41,903,761	—

Note: “Stocks of less than a standard unit” include 50 shares of treasury stock and 30 crossholding shares.

Crossholding stocks of less than a standard unit (As of September 30, 2017)

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

② Treasury stock, etc.

(As of September 30, 2017)

Shareholders	Addresses of shareholders	Number of shares held		Total	% of interest
		under own name	under the names of others		
Treasury stock: Nissan Motor Co., Ltd.	2 Takara-cho, Kanagawa-ku, Yokohama-shi, Kanagawa	Shares 29,551,000	Shares —	Shares 29,551,000	% 0.70
Crossholding stock: Kochi Nissan Prince Motor Sales Co., Ltd.	2-21 Asahi-cho, Kochi-shi, Kochi	105,600	—	105,600	0.00
Kai Nissan Motor Co., Ltd.	706 Kamiimai-cho, Kofu-shi, Yamanashi	37,800	43,700	81,500	0.00
Kagawa Nissan Motor Co., Ltd.	1-1-8 Hanazono-cho, Takamatsu-shi, Kagawa	4,800	100	4,900	0.00
NDC Sales Co., Ltd.	2-39-1 Mimomi, Narashino-shi, Chiba	45,600	—	45,600	0.00
Total		29,744,800	43,800	29,788,600	0.71

Note: The 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. Members of the Board of Directors and Statutory Auditors

Not applicable

4. 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”).

Pursuant to Article 64, Paragraph 3 and Article 83-2, Paragraph 3 of the Regulations for Quarterly Consolidated Financial Statements, the quarterly consolidated statements of income and the quarterly consolidated statements of comprehensive income are prepared.

2. Quarterly review report

The quarterly consolidated financial statements for the current second quarter (from July 1, 2017 to September 30, 2017) and for the six months ended September 30, 2017 (from April 1, 2017 to September 30, 2017) were reviewed by Ernst & Young ShinNihon LLC, pursuant to Article 193-2, Paragraph 1 of the Financial Instruments and Exchange Law.

1. Quarterly Consolidated Financial Statements

(1) Quarterly consolidated balance sheets

	(Millions of yen)	
	Prior Fiscal Year (As of March 31, 2017)	Current Second Quarter (As of September 30, 2017)
Assets		
Current assets		
Cash on hand and in banks	1,122,484	1,046,568
Trade notes and accounts receivable	808,981	590,101
Sales finance receivables	7,340,636	7,805,130
Securities	121,524	156,631
Merchandise and finished goods	911,553	1,203,445
Work in process	73,409	94,755
Raw materials and supplies	288,199	324,276
Other	903,107	940,503
Allowance for doubtful accounts	(107,344)	(114,298)
Total current assets	11,462,549	12,047,111
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	609,769	607,734
Machinery, equipment and vehicles, net	※1 3,342,305	※1 3,492,897
Land	599,626	600,371
Construction in progress	177,394	203,985
Other, net	546,127	473,922
Total property, plant and equipment	5,275,221	5,378,909
Intangible fixed assets	127,807	133,061
Investments and other assets		
Investment securities	1,158,676	1,225,295
Other	398,603	409,787
Allowance for doubtful accounts	(1,848)	(1,539)
Total investments and other assets	1,555,431	1,633,543
Total fixed assets	6,958,459	7,145,513
Total assets	18,421,008	19,192,624

(Millions of yen)

	Prior Fiscal Year (As of March 31, 2017)	Current Second Quarter (As of September 30, 2017)
Liabilities		
Current liabilities		
Trade notes and accounts payable	1,578,594	1,680,764
Short-term borrowings	980,654	904,558
Current portion of long-term borrowings	1,339,982	1,226,684
Commercial papers	430,019	563,070
Current portion of bonds	368,101	338,438
Lease obligations	31,565	29,277
Accrued expenses	1,112,591	1,105,558
Accrued warranty costs	110,086	113,629
Other	1,102,628	1,086,651
Total current liabilities	7,054,220	7,048,629
Long-term liabilities		
Bonds	1,493,159	1,946,065
Long-term borrowings	3,103,803	3,185,194
Lease obligations	20,398	16,797
Accrued warranty costs	128,394	126,845
Net defined benefit liability	369,346	374,628
Other	1,084,552	1,121,441
Total long-term liabilities	6,199,652	6,770,970
Total liabilities	13,253,872	13,819,599
Net assets		
Shareholders' equity		
Common stock	605,814	605,814
Capital surplus	817,464	818,585
Retained earnings	4,349,136	4,531,762
Treasury stock	(140,697)	(140,609)
Total shareholders' equity	5,631,717	5,815,552
Accumulated other comprehensive income		
Unrealized holding gain and loss on securities	57,778	63,350
Unrealized gain and loss from hedging instruments	7,154	5,084
Translation adjustments	(687,841)	(652,439)
Remeasurements of defined benefit plans	(133,016)	(130,446)
Other	(13,945)	(13,945)
Total accumulated other comprehensive income	(769,870)	(728,396)
Share subscription rights	391	275
Non-controlling interests	304,898	285,594
Total net assets	5,167,136	5,373,025
Total liabilities and net assets	18,421,008	19,192,624

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income
The Six-Month Period Ended September 30
Quarterly consolidated statements of income

	(Millions of yen)	
	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
Net sales	5,321,037	5,652,509
Cost of sales	4,289,483	4,625,572
Gross profit	1,031,554	1,026,937
Selling, general and administrative expenses		
Advertising expenses	151,025	141,006
Provision for warranty costs	56,231	53,218
Other selling expenses	107,004	107,077
Salaries and wages	190,485	196,943
Provision for doubtful accounts	34,132	42,818
Other	152,946	204,043
Total selling, general and administrative expenses	691,823	745,105
Operating income	339,731	281,832
Non-operating income		
Interest income	8,188	9,346
Dividends income	7,204	6,601
Equity in earnings of affiliates	74,554	93,957
Derivative gain	73,844	—
Exchange gain	—	23,978
Miscellaneous income	5,670	3,862
Total non-operating income	169,460	137,744
Non-operating expenses		
Interest expense	6,629	6,001
Derivative loss	—	34,384
Exchange loss	96,490	—
Credit liquidation costs	5,193	6,249
Miscellaneous expenses	4,044	3,409
Total non-operating expenses	112,356	50,043
Ordinary income	396,835	369,533
Special gains		
Gain on sales of fixed assets	4,586	2,917
Insurance income	5,849	11
Other	562	667
Total special gains	10,997	3,595
Special losses		
Loss on sales of fixed assets	1,842	1,779
Loss on disposal of fixed assets	3,396	3,118
Other	2,677	3,281
Total special losses	7,915	8,178
Income before income taxes	399,917	364,950
Income taxes	101,784	78,932
Net income	298,133	286,018
Net income attributable to non-controlling interests	15,700	9,509
Net income attributable to owners of parent	282,433	276,509

Quarterly consolidated statements of comprehensive income

	(Millions of yen)	
	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
Net income	298,133	286,018
Other comprehensive income		
Unrealized holding gain and loss on securities	(17,862)	7,527
Unrealized gain and loss from hedging instruments	4,043	(1,931)
Translation adjustments	(372,927)	30,272
Remeasurements of defined benefit plans	(28,213)	(2,371)
The amount for equity method company portion	(98,065)	9,928
Total other comprehensive income	(513,024)	43,425
Comprehensive income	(214,891)	329,443
(Breakdown of comprehensive income)		
Comprehensive income attributable to owners of parent	(207,825)	317,983
Comprehensive income attributable to non-controlling interests	(7,066)	11,460

The Three-Month Period Ended September 30
Quarterly consolidated statements of income

(Millions of yen)

	Prior Second Quarter (From July 1, 2016 To September 30, 2016)	Current Second Quarter (From July 1, 2017 To September 30, 2017)
Net sales	2,666,538	2,892,073
Cost of sales	2,135,863	2,358,492
Gross profit	530,675	533,581
Selling, general and administrative expenses		
Advertising expenses	78,686	72,699
Provision for warranty costs	28,109	26,635
Other selling expenses	61,954	60,176
Salaries and wages	96,595	97,548
Provision for doubtful accounts	20,874	22,752
Other	80,557	125,255
Total selling, general and administrative expenses	366,775	405,065
Operating income	163,900	128,516
Non-operating income		
Interest income	3,706	4,890
Dividends income	60	19
Equity in earnings of affiliates	45,535	56,558
Exchange gain	—	4,970
Miscellaneous income	2,952	2,009
Total non-operating income	52,253	68,446
Non-operating expenses		
Interest expense	3,171	2,365
Derivative loss	1,882	9,322
Exchange loss	7,977	—
Credit liquidation costs	2,389	3,523
Miscellaneous expenses	2,146	1,818
Total non-operating expenses	17,565	17,028
Ordinary income	198,588	179,934
Special gains		
Gain on sales of fixed assets	3,085	1,965
Insurance income	5,849	11
Other	88	484
Total special gains	9,022	2,460
Special losses		
Loss on sales of fixed assets	782	1,102
Loss on disposal of fixed assets	2,505	1,851
Other	2,335	581
Total special losses	5,622	3,534
Income before income taxes	201,988	178,860
Income taxes	47,325	33,158
Net income	154,663	145,702
Net income attributable to non-controlling interests	8,607	4,109
Net income attributable to owners of parent	146,056	141,593

Quarterly consolidated statements of comprehensive income

(Millions of yen)

	Prior Second Quarter (From July 1, 2016 To September 30, 2016)	Current Second Quarter (From July 1, 2017 To September 30, 2017)
Net income	154,663	145,702
Other comprehensive income		
Unrealized holding gain and loss on securities	10,633	9,098
Unrealized gain and loss from hedging instruments	5,808	(572)
Translation adjustments	(123,915)	31,287
Remeasurements of defined benefit plans	(43,113)	(1,268)
The amount for equity method company portion	(64,748)	20,279
Total other comprehensive income	(215,335)	58,824
Comprehensive income	(60,672)	204,526
(Breakdown of comprehensive income)		
Comprehensive income attributable to owners of parent	(61,541)	199,005
Comprehensive income attributable to non-controlling interests	869	5,521

(3) Quarterly consolidated statements of cash flows

	(Millions of yen)	
	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
Cash flows from operating activities		
Income before income taxes	399,917	364,950
Depreciation and amortization (for fixed assets excluding leased vehicles)	189,220	190,011
Depreciation and amortization (for long term prepaid expenses)	11,824	12,907
Depreciation and amortization (for leased vehicles)	211,623	226,710
Increase (decrease) in allowance for doubtful accounts	8,545	4,730
Interest and dividends income	(15,392)	(15,947)
Interest expense	55,011	75,892
Equity in losses (earnings) of affiliates	(74,554)	(93,957)
Loss (gain) on sales of fixed assets	(2,744)	(1,138)
Loss on disposal of fixed assets	3,396	3,118
Decrease (increase) in trade notes and accounts receivable	124,315	237,745
Decrease (increase) in sales finance receivables	(284,941)	(392,326)
Decrease (increase) in inventories	(162,672)	(277,385)
Increase (decrease) in trade notes and accounts payable	40,687	75,616
Retirement benefit expenses	12,572	12,963
Payments related to net defined benefit assets and liability	(13,039)	(12,391)
Other	90,918	127,648
Subtotal	594,686	539,146
Interest and dividends received	12,010	14,641
Proceeds from dividends income from affiliates accounted for by equity method	51,061	54,733
Interest paid	(54,373)	(74,289)
Income taxes paid	(63,240)	(200,396)
Net cash provided by operating activities	540,144	333,835
Cash flows from investing activities		
Net decrease (increase) in short-term investments	(2,605)	3,460
Purchase of fixed assets	(237,182)	(197,931)
Proceeds from sales of fixed assets	34,366	19,338
Purchase of leased vehicles	(631,337)	(734,809)
Proceeds from sales of leased vehicles	250,648	307,225
Payments of long-term loans receivable	(128)	(127)
Collection of long-term loans receivable	1,838	405
Purchase of investment securities	(12,538)	(10,980)
Proceeds from sales of investment securities	—	5,995
Net decrease (increase) in restricted cash	(2,565)	(13,092)
Other	(6,396)	378
Net cash used in investing activities	(605,899)	(620,138)

	(Millions of yen)	
	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(223,204)	43,977
Proceeds from long-term borrowings	1,117,300	595,827
Proceeds from issuance of bonds	438,950	549,695
Repayments of long-term borrowings	(723,190)	(665,625)
Redemption of bonds	(221,004)	(143,055)
Proceeds from non-controlling shareholders	1,274	—
Purchase of treasury stock	(214,580)	(3)
Proceeds from sales of treasury stock	—	257
Repayments of lease obligations	(10,889)	(16,486)
Cash dividends paid	(87,540)	(93,883)
Cash dividends paid to non-controlling interests	(8,970)	(15,315)
Purchase of treasury stock of subsidiaries	—	(14,273)
Other	—	(197)
Net cash provided by financing activities	68,147	240,919
Effects of exchange rate changes on cash and cash equivalents	(93,912)	7,443
Decrease in cash and cash equivalents	(91,520)	(37,941)
Cash and cash equivalents at beginning of the period	992,095	1,241,124
Increase due to inclusion in consolidation	5,405	—
Cash and cash equivalents at end of the period	※1 905,980	※1 1,203,183

[Notes to Quarterly Consolidated Financial Statements]

(Specific accounting policies adopted in preparing quarterly consolidated financial statements)

Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
(Calculation of tax expense) Income taxes are determined based on the amount of income before income taxes for the current second quarter ended September 30, 2017, multiplied by the effective tax rate, after the adoption of tax-effect accounting, estimated for the whole fiscal year ending March 31, 2018. Deferred income taxes are included in income taxes.

(For quarterly consolidated balance sheets)

1 ※1 “Machinery, equipment and vehicles, net” includes the following assets leased to others under lease agreements.

	Prior Fiscal Year (As of March 31, 2017)	Current Second Quarter (As of September 30, 2017)
(Millions of yen)		
Assets leased to others under lease agreements (lessor)	2,623,111	2,785,347

2 Guarantees and others

Prior Fiscal Year (As of March 31, 2017)

(1) Guarantees

Guarantees	Balance of liabilities guaranteed (Millions of yen)	Description of liabilities guaranteed
Employees	※39,851	Guarantees for employees' housing loans and others
13 foreign dealers	214	Guarantees for loans and others
Total	40,065	

※ Allowance for doubtful accounts is provided for these loans mainly based on past experience.

(2) Commitments to provide guarantees

Guarantees	Balance of commitments to provide guarantees (Millions of yen)	Description of liabilities guaranteed
Hibikinada Development Co., Ltd.	72	Commitments to provide guarantees for loans

Current Second Quarter (As of September 30, 2017)

(1) Guarantees

Guarantees	Balance of liabilities guaranteed (Millions of yen)	Description of liabilities guaranteed
Employees	※36,300	Guarantees for employees' housing loans and others
8 foreign dealers	170	Guarantees for loans and others
Total	36,470	

※ Allowance for doubtful accounts is provided for these loans mainly based on past experience.

(2) Commitments to provide guarantees

Guarantees	Balance of commitments to provide guarantees (Millions of yen)	Description of liabilities guaranteed
Hibikinada Development Co., Ltd.	62	Commitments to provide guarantees for loans

3 Contingent Liabilities

- Lawsuits related to Takata's airbag inflators

In the United States ("U.S."), Canada and Israel there are various putative class action lawsuits and civil lawsuits related to Takata's airbag inflator have been filed against the Company, Nissan North America, Inc. (NNA) and Nissan Canada, Inc. (collectively, "Nissan") and other Original Equipment Manufacturers (OEMs). The lawsuits include claims for improperly functioning airbag inflators, economic losses, including incurred costs, alleged decline in the value of vehicles, and, in certain cases, personal injury as well as punitive damages. Most of the class action lawsuits in the U.S. were transferred to the U.S. District Court for the Southern District of Florida and consolidated into a multi-district litigation ("MDL"). Also the Attorneys General for New Mexico, Hawaii, and the U.S. Virgin Islands have initiated litigation against Takata and various OEMs, including Nissan. NML and NNA have agreed to a proposed settlement that would resolve the US class actions that are pending against them in the MDL, through a number of customer-focused programs. On September 18, 2017, the court in the MDL granted preliminary approval to the proposed settlement, and a final approval hearing will be held in early February 2018. If final approval is granted the total payment amount for the settlement will be \$87.9 million to be paid over four years. The discounted obligation has been recorded for \$86.6 million at NNA. For the Canadian or Israel or the Attorneys General for New Mexico, Hawaii and the U.S. Virgin Islands litigation claims, Management has not recognized a provision for loss contingencies because as of the date of this report it is not possible to reasonably estimate the amount, if any, of any potential future losses because there are some uncertainties, such as these lawsuits are still in progress.

- Pending lawsuits against Nissan Motor Acceptance Corporation (NMAC)

In May, 2017, a California jury awarded Superior Auto of Fremont, LLC, et al (Superior) a verdict against NMAC for compensatory damages in the amount of \$121.9 million, plus punitive damages in the amount of \$134.6 million, for a total of \$ 256.5 million. On August 22, 2017 the jury award to Superior of \$256.5 million was entered into judgment. The award related to allegations of concealment and negligent misrepresentation by NMAC concerning NMAC suspending Superior's floor plan and credit lines in February 2009. Previously, NMAC won a judgment of approximately \$40 million against Superior for breach of contract. This judgment is still valid and all appeals on it have been exhausted. Assuming assessment of statutory post-judgment interest, that judgment currently totals approximately \$61 million. This amount would have been applied against any judgment that Superior received against NMAC. After the judgement was entered, NMAC filed motions for new trial and for judgment notwithstanding the verdict. On October 18, 2017, the Superior Court of California ruled in favor of NMAC, vacated the May 22, 2017 jury verdict, and granted NMAC's motion for a new trial regarding the Superior Matter on the grounds of (1) irregularity of the proceedings and (2) juror misconduct. Management does not consider the Superior Matter to be probable nor estimable at this time, therefore, Management has not recognized a provision for loss contingencies.

(For quarterly consolidated statements of cash flows)

※1 Cash and cash equivalents as of the end of the quarter are reconciled to the accounts reported in the quarterly consolidated balance sheets as follows.

	(Millions of yen)	
	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
Cash on hand and in banks	821,202	1,046,568
Time deposits with maturities of more than three months	(2,842)	(16)
Cash equivalents included in securities (*)	87,620	156,631
Cash and cash equivalents	905,980	1,203,183

*These represent short-term, highly liquid investments readily convertible into cash.

(For net assets)

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

1. Dividends paid

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Annual general meeting of the shareholders on June 22, 2016	Common stock	87,540	21	March 31, 2016	June 23, 2016	Retained earnings

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

2. Dividends which the record date fell in the period from April 1 to September 30, 2016, and the effective date of which will be after September 30, 2016

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Meeting of the Board of Directors on November 7, 2016	Common stock	95,263	24	September 30, 2016	November 25, 2016	Retained earnings

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

3. Significant changes in shareholders' equity

Based on resolution at the Board of Directors meetings on June 22 and September 22, 2016, the Company retired 212 million shares of treasury stock that had been purchased during the six months ended September 30, 2016. As a result, retained earnings and treasury stock decreased by ¥215,862 million, respectively. The total number of outstanding shares after the retirement became 4,283 million shares. As of September 30, 2016, retained earnings was ¥4,129,771 million, and treasury stock was ¥142,382 million.

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

1. Dividends paid

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Annual general meeting of the shareholders on June 27, 2017	Common stock	93,883	24	March 31, 2017	June 28, 2017	Retained earnings

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

2. Dividends which the record date fell in the period from April 1 to September 30, 2017, and the effective date of which will be after September 30, 2017

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Record date	Effective date	Source of dividends
Meeting of the Board of Directors on November 8, 2017	Common stock	103,658	26.5	September 30, 2017	November 22, 2017	Retained earnings

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

(Segments of an enterprise and related information)

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 and parts. The Sales financing business provides sales finance service and leasing to support sales activities of the above business.

2. Calculation method of net sales and profits or losses by reportable segments

The accounting method for the reportable segments is the same as basis of preparation for the quarterly consolidated financial statements.

The segment profits are based on operating income. Inter-segment sales are based on the price in arms-lengths transactions.

3. Net sales and profits or losses by reportable segments

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

(Millions of yen)

	Reportable segments			Elimination of inter-segment transactions	Six Months Ended September 30, 2016
	Automobile	Sales financing	Total		
Net sales					
Sales to third parties	4,869,506	451,531	5,321,037	—	5,321,037
Inter-segment sales or transfers	49,293	14,326	63,619	(63,619)	—
Total	4,918,799	465,857	5,384,656	(63,619)	5,321,037
Segment profits	226,036	97,151	323,187	16,544	339,731

Prior Second Quarter (From July 1, 2016 To September 30, 2016)

(Millions of yen)

	Reportable segments			Elimination of inter-segment transactions	Prior Second Quarter
	Automobile	Sales financing	Total		
Net sales					
Sales to third parties	2,443,358	223,180	2,666,538	—	2,666,538
Inter-segment sales or transfers	22,440	7,253	29,693	(29,693)	—
Total	2,465,798	230,433	2,696,231	(29,693)	2,666,538
Segment profits	110,551	44,264	154,815	9,085	163,900

Note 1: Quarterly consolidated financial statements by business segments

- The Sales financing segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (U.S.A.), NR Finance Mexico S.A. de C.V. SOFOM ER (Mexico), other 8 companies and the sales finance operations of Nissan Canada Inc. (Canada).
- The financial data on the Automobile & Eliminations represent the differences between the consolidated figures and those for the Sales financing segment.

(1) Summarized quarterly consolidated balance sheets by business segments

(Millions of yen)

Accounts	Prior Second Quarter (As of September 30, 2016)		
	Automobile & Eliminations	Sales financing	Consolidated total
Assets			
I. Current assets			
Cash on hand and in banks	789,002	32,200	821,202
Trade notes and accounts receivable	663,793	1,823	665,616
Sales finance receivables	(76,542)	6,312,228	6,235,686
Inventories	1,260,031	51,637	1,311,668
Other current assets	614,498	364,644	979,142
Total current assets	3,250,782	6,762,532	10,013,314
II. Fixed assets			
Property, plant and equipment	2,543,369	2,329,107	4,872,476
Investment securities	787,202	24,758	811,960
Other fixed assets	400,413	122,842	523,255
Total fixed assets	3,730,984	2,476,707	6,207,691
Total assets	6,981,766	9,239,239	16,221,005
Liabilities			
I. Current liabilities			
Trade notes and accounts payable	1,351,773	37,908	1,389,681
Short-term borrowings	(971,908)	3,607,616	2,635,708
Lease obligations	25,391	—	25,391
Other current liabilities	1,521,837	309,932	1,831,769
Total current liabilities	1,927,093	3,955,456	5,882,549
II. Long-term liabilities			
Bonds	375,000	843,870	1,218,870
Long-term borrowings	110,547	2,764,219	2,874,766
Lease obligations	21,621	6	21,627
Other long-term liabilities	831,519	762,055	1,593,574
Total long-term liabilities	1,338,687	4,370,150	5,708,837
Total liabilities	3,265,780	8,325,606	11,591,386
Net assets			
I. Shareholders' equity			
Common stock	432,905	172,909	605,814
Capital surplus	781,225	33,380	814,605
Retained earnings	3,327,639	802,132	4,129,771
Treasury stock	(142,382)	—	(142,382)
Total shareholders' equity	4,399,387	1,008,421	5,407,808
II. Accumulated other comprehensive income			
Translation adjustments	(904,376)	(117,364)	(1,021,740)
Others	(157,554)	(3,215)	(160,769)
Total accumulated other comprehensive income	(1,061,930)	(120,579)	(1,182,509)
III. Share subscription rights	414	—	414
IV. Non-controlling interests	378,115	25,791	403,906
Total net assets	3,715,986	913,633	4,629,619
Total liabilities and net assets	6,981,766	9,239,239	16,221,005

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 ¥1,360,789 million.

(2) Summarized quarterly consolidated statements of income by business segments

(Millions of yen)

Accounts	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)		
	Automobile & Eliminations	Sales financing	Consolidated total
Net sales	4,855,180	465,857	5,321,037
Cost of sales	3,981,926	307,557	4,289,483
Gross profit	873,254	158,300	1,031,554
Operating income as a percentage of net sales	5.0%	20.9%	6.4%
Operating income	242,580	97,151	339,731
Financial income / expenses, net	8,745	18	8,763
Other non-operating income and expenses, net	48,570	(229)	48,341
Ordinary income	299,895	96,940	396,835
Income before income taxes	302,913	97,004	399,917
Net income attributable to owners of parent	231,370	51,063	282,433

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

(Millions of yen)

Accounts	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)		
	Automobile & Eliminations	Sales financing	Consolidated total
I. Cash flows from operating activities			
Income before income taxes	302,913	97,004	399,917
Depreciation and amortization	189,413	223,254	412,667
Decrease (increase) in sales finance receivables	71,371	(356,312)	(284,941)
Others	22,323	(9,822)	12,501
Net cash provided by (used in) operating activities	586,020	(45,876)	540,144
II. Cash flows from investing activities			
Purchase of fixed assets	(211,065)	(26,117)	(237,182)
Proceeds from sales of fixed assets	12,327	22,039	34,366
Purchase of leased vehicles	(322)	(631,015)	(631,337)
Proceeds from sales of leased vehicles	7	250,641	250,648
Others	(22,816)	422	(22,394)
Net cash used in investing activities	(221,869)	(384,030)	(605,899)
III. Cash flows from financing activities			
Net decrease in short-term borrowings	(85,898)	(137,306)	(223,204)
Net change in long-term borrowings and redemption of bonds	(69,905)	243,011	173,106
Proceeds from issuance of bonds	125,000	313,950	438,950
Others	(325,342)	4,637	(320,705)
Net cash provided by (used in) financing activities	(356,145)	424,292	68,147
IV. Effects of exchange rate changes on cash and cash equivalents	(88,517)	(5,395)	(93,912)
V. Decrease in cash and cash equivalents	(80,511)	(11,009)	(91,520)
VI. Cash and cash equivalents at the beginning of the period	944,212	47,883	992,095
VII. Increase due to inclusion in consolidation	5,405	—	5,405
VIII. Cash and cash equivalents at the end of the period	869,106	36,874	905,980

Notes: 1. The net increase (decrease) in short-term borrowings of Automobile & Eliminations includes the amount of ¥31,773 million eliminated for net 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 ¥64,343 million eliminated for net decrease in internal loans receivable from the Sales financing segment.

Note 2: Net sales and profits or losses by region

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

(Millions of yen)

	Japan	North America	Europe	Asia	Other overseas countries	Total	Eliminations	Consolidated
Net sales								
(1) Sales to third parties	927,018	2,724,590	724,244	483,163	462,022	5,321,037	—	5,321,037
(2) Inter-segment sales	1,114,904	207,320	143,506	278,093	5,947	1,749,770	(1,749,770)	—
Total	2,041,922	2,931,910	867,750	761,256	467,969	7,070,807	(1,749,770)	5,321,037
Operating income	153,252	142,800	9,775	35,809	2,173	343,809	(4,078)	339,731

Prior Second Quarter (From July 1, 2016 To September 30, 2016)

(Millions of yen)

	Japan	North America	Europe	Asia	Other overseas countries	Total	Eliminations	Consolidated
Net sales								
(1) Sales to third parties	490,960	1,353,457	344,782	243,743	233,596	2,666,538	—	2,666,538
(2) Inter-segment sales	567,806	103,217	78,697	136,412	2,994	889,126	(889,126)	—
Total	1,058,766	1,456,674	423,479	380,155	236,590	3,555,664	(889,126)	2,666,538
Operating income (loss)	85,281	63,411	896	12,942	(3,852)	158,678	5,222	163,900

Notes: 1. Regions represent the 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, Russia and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other overseas countries: Oceania, Middle East, Central and South America excluding Mexico and South Africa

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

(Millions of yen)

	Reportable segments			Elimination of inter-segment transactions	Six Months Ended September 30, 2017
	Automobile	Sales financing	Total		
Net sales					
Sales to third parties	5,112,827	539,682	5,652,509	—	5,652,509
Inter-segment sales or transfers	71,573	22,775	94,348	(94,348)	—
Total	5,184,400	562,457	5,746,857	(94,348)	5,652,509
Segment profits	154,334	111,228	265,562	16,270	281,832

Current Second Quarter (From July 1, 2017 To September 30, 2017)

(Millions of yen)

	Reportable segments			Elimination of inter-segment transactions	Current Second Quarter
	Automobile	Sales financing	Total		
Net sales					
Sales to third parties	2,614,868	277,205	2,892,073	—	2,892,073
Inter-segment sales or transfers	38,023	11,820	49,843	(49,843)	—
Total	2,652,891	289,025	2,941,916	(49,843)	2,892,073
Segment profits	63,934	56,382	120,316	8,200	128,516

Note 1: Quarterly consolidated financial statements by business segments

- The Sales financing segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (U.S.A.), NR Finance Mexico S.A. de C.V. SOFOM ER (Mexico), other 8 companies and the sales finance operations of Nissan Canada Inc. (Canada).
- The financial data on the Automobile & Eliminations represent the differences between the consolidated figures and those for the Sales financing segment.

(1) Summarized quarterly consolidated balance sheets by business segments

(Millions of yen)

Accounts	Current Second Quarter (As of September 30, 2017)		
	Automobile & Eliminations	Sales financing	Consolidated total
Assets			
I. Current assets			
Cash on hand and in banks	991,665	54,903	1,046,568
Trade notes and accounts receivable	589,138	963	590,101
Sales finance receivables	(113,387)	7,918,517	7,805,130
Inventories	1,575,815	46,661	1,622,476
Other current assets	590,466	392,370	982,836
Total current assets	3,633,697	8,413,414	12,047,111
II. Fixed assets			
Property, plant and equipment	2,619,332	2,759,577	5,378,909
Investment securities	1,200,716	24,579	1,225,295
Other fixed assets	440,713	100,596	541,309
Total fixed assets	4,260,761	2,884,752	7,145,513
Total assets	7,894,458	11,298,166	19,192,624
Liabilities			
I. Current liabilities			
Trade notes and accounts payable	1,634,679	46,085	1,680,764
Short-term borrowings	(880,515)	3,913,265	3,032,750
Lease obligations	29,277	—	29,277
Other current liabilities	1,839,313	466,525	2,305,838
Total current liabilities	2,622,754	4,425,875	7,048,629
II. Long-term liabilities			
Bonds	275,000	1,671,065	1,946,065
Long-term borrowings	(65,458)	3,250,652	3,185,194
Lease obligations	16,791	6	16,797
Other long-term liabilities	779,109	843,805	1,622,914
Total long-term liabilities	1,005,442	5,765,528	6,770,970
Total liabilities	3,628,196	10,191,403	13,819,599
Net assets			
I. Shareholders' equity			
Common stock	432,905	172,909	605,814
Capital surplus	785,205	33,380	818,585
Retained earnings	3,646,096	885,666	4,531,762
Treasury stock	(140,609)	—	(140,609)
Total shareholders' equity	4,723,597	1,091,955	5,815,552
II. Accumulated other comprehensive income			
Translation adjustments	(627,306)	(25,133)	(652,439)
Others	(80,251)	4,294	(75,957)
Total accumulated other comprehensive income	(707,557)	(20,839)	(728,396)
III. Share subscription rights	275	—	275
IV. Non-controlling interests	249,947	35,647	285,594
Total net assets	4,266,262	1,106,763	5,373,025
Total liabilities and net assets	7,894,458	11,298,166	19,192,624

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 ¥1,411,395 million.

(2) Summarized quarterly consolidated statements of income by business segments

(Millions of yen)

Accounts	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)		
	Automobile & Eliminations	Sales financing	Consolidated total
Net sales	5,090,052	562,457	5,652,509
Cost of sales	4,248,255	377,317	4,625,572
Gross profit	841,797	185,140	1,026,937
Operating income as a percentage of net sales	3.4%	19.8%	5.0%
Operating income	170,604	111,228	281,832
Financial income / expenses, net	9,879	67	9,946
Other non-operating income and expenses, net	75,983	1,772	77,755
Ordinary income	256,466	113,067	369,533
Income before income taxes	250,575	114,375	364,950
Net income attributable to owners of parent	204,801	71,708	276,509

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

(Millions of yen)

Accounts	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)		
	Automobile & Eliminations	Sales financing	Consolidated total
I. Cash flows from operating activities			
Income before income taxes	250,575	114,375	364,950
Depreciation and amortization	177,002	252,626	429,628
Decrease (increase) in sales finance receivables	105,276	(497,602)	(392,326)
Others	(115,658)	47,241	(68,417)
Net cash provided by (used in) operating activities	417,195	(83,360)	333,835
II. Cash flows from investing activities			
Purchase of fixed assets	(185,192)	(12,739)	(197,931)
Proceeds from sales of fixed assets	8,498	10,840	19,338
Purchase of leased vehicles	—	(734,809)	(734,809)
Proceeds from sales of leased vehicles	7	307,218	307,225
Others	(761)	(13,200)	(13,961)
Net cash used in investing activities	(177,448)	(442,690)	(620,138)
III. Cash flows from financing activities			
Net increase (decrease) in short-term borrowings	(49,844)	93,821	43,977
Net change in long-term borrowings and redemption of bonds	(103,434)	(109,419)	(212,853)
Proceeds from issuance of bonds	—	549,695	549,695
Others	(139,702)	(198)	(139,900)
Net cash provided by (used in) financing activities	(292,980)	533,899	240,919
IV. Effects of exchange rate changes on cash and cash equivalents	7,385	58	7,443
V. Increase (decrease) in cash and cash equivalents	(45,848)	7,907	(37,941)
VI. Cash and cash equivalents at the beginning of the period	1,189,975	51,149	1,241,124
VII. Increase due to inclusion in consolidation	—	—	—
VIII. Cash and cash equivalents at the end of the period	1,144,127	59,056	1,203,183

Notes: 1. The net increase (decrease) in short-term borrowings of Automobile & Eliminations includes the amount of ¥78,030 million eliminated for net 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 ¥3,655 million eliminated for net increase in internal loans receivable from the Sales financing segment.

Note 2: Net sales and profits or losses by region

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

(Millions of yen)

	Japan	North America	Europe	Asia	Other overseas countries	Total	Eliminations	Consolidated
Net sales								
(1) Sales to third parties	1,067,485	2,890,391	784,527	479,046	431,060	5,652,509	—	5,652,509
(2) Inter-segment sales	1,262,461	215,394	149,999	261,613	6,517	1,895,984	(1,895,984)	—
Total	2,329,946	3,105,785	934,526	740,659	437,577	7,548,493	(1,895,984)	5,652,509
Operating income (loss)	182,426	82,775	(5,213)	28,331	(7,849)	280,470	1,362	281,832

Current Second Quarter (From July 1, 2017 To September 30, 2017)

(Millions of yen)

	Japan	North America	Europe	Asia	Other overseas countries	Total	Eliminations	Consolidated
Net sales								
(1) Sales to third parties	572,822	1,391,206	449,515	254,672	223,858	2,892,073	—	2,892,073
(2) Inter-segment sales	657,963	112,076	63,747	132,022	3,952	969,760	(969,760)	—
Total	1,230,785	1,503,282	513,262	386,694	227,810	3,861,833	(969,760)	2,892,073
Operating income (loss)	87,233	31,964	(2,487)	10,838	(6,739)	120,809	7,707	128,516

Notes: 1. Regions represent the 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, Russia and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other overseas countries: Oceania, Middle East, Central and South America excluding Mexico and South Africa

4. Information about the impairment loss on fixed assets by reportable segments

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

There were no significant impairment losses on fixed assets in the reportable segments for the six months ended September 30, 2016.

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

There were no significant impairment losses on fixed assets in the reportable segments for the six months ended September 30, 2017.

5. Information about goodwill by reportable segments

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

There were no significant changes in the reported amounts of goodwill in the reportable segments for the six months ended September 30, 2016.

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

There were no significant changes in the reported amounts of goodwill in the reportable segments for the six months ended September 30, 2017.

6. Information about the gain recognized on negative goodwill by reportable segments

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)

There were no significant gains recognized on negative goodwill in the reportable segments for the six months ended September 30, 2016.

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)

There were no significant gains recognized on negative goodwill in the reportable segments for the six months ended September 30, 2017.

7. Information about geographical area

Net sales

The Six-Month Period Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)
(Millions of yen)

Japan	North America		Europe	Asia	Other overseas countries	Total
		U.S.A.				
757,277	2,676,599	2,195,205	752,547	610,261	524,353	5,321,037

Prior Second Quarter (From July 1, 2016 To September 30, 2016)
(Millions of yen)

Japan	North America		Europe	Asia	Other overseas countries	Total
		U.S.A.				
406,319	1,328,604	1,097,743	360,194	305,570	265,851	2,666,538

Notes: 1. Regions represent 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, Russia and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other overseas countries : Oceania, Middle East, Central and South America excluding Mexico, South Africa, etc.

The Six-Month Period Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
(Millions of yen)

Japan	North America		Europe	Asia	Other overseas countries	Total
		U.S.A.				
888,518	2,827,623	2,266,150	814,980	624,865	496,523	5,652,509

Current Second Quarter (From July 1, 2017 To September 30, 2017)
(Millions of yen)

Japan	North America		Europe	Asia	Other overseas countries	Total
		U.S.A.				
474,103	1,361,546	1,078,567	464,699	337,963	253,762	2,892,073

Notes: 1. Regions represent 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, Russia and other European countries
- (3) Asia : China, Thailand, India and other Asian countries
- (4) Other overseas countries : Oceania, Middle East, Central and South America excluding Mexico, South Africa, etc.

(Amounts per share)

Basic earnings per share, diluted earnings per share and the basis for calculation thereof are as follows.

	Six Months Ended September 30, 2016 (From April 1, 2016 To September 30, 2016)	Six Months Ended September 30, 2017 (From April 1, 2017 To September 30, 2017)
(1) Basic earnings per share	¥69.40	¥70.69
(Basis for calculation)		
Net income attributable to owners of parent (Millions of yen)	282,433	276,509
Net income attributable to owners of parent relating to common stock (Millions of yen)	282,433	276,509
Average number of shares of common stock during the period (Thousands of shares)	4,069,584	3,911,479
(2) Diluted earnings per share	¥69.40	¥70.69
(Basis for calculation)		
Adjustment in net income attributable to owners of parent (Millions of yen)	—	—
Increase in shares of common stock (Thousands of shares)	66	173
Any significant changes from the prior fiscal year- end in potential securities excluded from the computation of diluted earnings per share because they do not have dilutive effects	—	—

(Significant subsequent events)

Due to the discovery of issues in the final inspection process for vehicles produced for the Japan market at the six vehicle production plants in Japan, the Group has suspended its vehicle production, inspection procedures, shipment from plants and domestic registration process starting from October 18, 2017. After having confirmation by the Ministry of Land, Infrastructure, Transport and Tourism on the preventive measures implemented at the aforementioned plants, the Group is resuming its production, shipment from plants and domestic registration process for vehicles marketed in Japan from November 7, 2017, sequentially.

Our consolidated operating results for the third quarter in the fiscal year ending March 31, 2018 and thereafter, are expected to be impacted by the suspension, however it is not possible to make a reasonable estimate.

2. Other

Interim dividends for the fiscal year ending March 31, 2018 were approved on November 8, 2017 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, 2017.

(1) Total interim dividends:	¥103,658 million
(2) Dividends per share:	¥26.5
(3) Entitlement date and commencement date of the payment	November 22, 2017

Note: Total dividends were obtained by deducting the amount corresponding to the equity of Renault shares held by the Company. Total amount of dividends before deducting the amount corresponding to the equity of Renault shares held by the Company was ¥111,066 million.

Part II Information on Guarantors for the Company

Not applicable

(For Translation Purposes Only)

Independent Auditor's Quarterly Review Report

November 9, 2017

The Board of Directors
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon LLC

Designated and Engagement Partner Certified Public Accountant	Yoji Murohashi
Designated and Engagement Partner Certified Public Accountant	Takeshi Hori
Designated and Engagement Partner Certified Public Accountant	Koji Fujima
Designated and Engagement Partner Certified Public Accountant	Masayuki Nakamura

Pursuant to Article 193-2, Section 1 of the Financial Instruments and Exchange Law of Japan, we have reviewed the accompanying quarterly consolidated financial statements of Nissan Motor Co., Ltd. (the "Company") and its consolidated subsidiaries, which comprise the quarterly consolidated balance sheet as of September 30, 2017, the quarterly consolidated statements of income, quarterly consolidated statements of comprehensive income for the three-month and six-month periods then ended, quarterly consolidated statement of cash flows for the six-month period then ended, and the related notes included in "Financial Information".

Management's Responsibility for the Quarterly Consolidated Financial Statements

The Company's management is responsible for the preparation and fair presentation of these quarterly consolidated financial statements in conformity with the accounting principles for quarterly consolidated financial statements generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of quarterly consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Auditor's Conclusion

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 its consolidated subsidiaries at September 30, 2017, 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.

Other Matter

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

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 scope of Quarterly Review.

【Cover】

【Document Submitted】	Confirmation Note
【Article of the Applicable Law Requiring Submission of This Document】	Article 24-4-8, Paragraph 1 of the Financial Instruments and Exchange Law
【Filed to】	Director, Kanto Local Finance Bureau
【Date of Submission】	November 10, 2017
【Company Name】	Nissan Jidosha Kabushiki-Kaisha
【Company Name (in English)】	Nissan Motor Co., Ltd.
【Position and Name of Representative】	Saikawa Hiroto, President
【Position and Name of Chief Financial Officer】	Joseph G. Peter, Chief Financial Officer
【Location of Head Office】	2, Takaracho, Kanagawa-ku, Yokohama-shi, Kanagawa
【Place Where Available for Public Inspection】	Tokyo Stock Exchange, Inc. 2-1, Nihonbashi Kabutocho, Chuo-ku, Tokyo

1. Accuracy of the Descriptions in This Quarterly Securities Report

Saikawa Hiroto, President of Nissan Motor Co., Ltd., and Joseph G. Peter, Chief Financial Officer have confirmed that this Quarterly Securities Report “Shihanki-Houkokusho” for the second quarter (from July 1, 2017 to September 30, 2017) of the 119th 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.