Financial Information as of September 30, 2007

(The English translation of the “Hanki-Houkokusho”
for the six months ended September 30, 2007)

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【Document Submitted】	Half-year Report (“*Hanki-Houkokusho*”)
【Filed to】	Director, Kanto Local Finance Bureau
【Filing Date】	December 17, 2007
【Accounting Period】	First Half of 109th Fiscal Term (from April 1, 2007 to September 30, 2007)
【Company Name】	Nissan Jidosha Kabushiki-Kaisha
【Company Name (in English)】	NISSAN MOTOR CO., LTD.
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Part I Information on the Company

I. Overview of the Company

1. Trends in Key Financial Data

(1) Consolidated Financial Data

Fiscal year		First half 107th	First half 108th	First half 109th	Full year 107th	Full year 108th
Period		From Apr. 1, 2005 to Sept. 30, 2005	From Apr. 1, 2006 to Sept. 30, 2006	From Apr. 1, 2007 to Sept. 30, 2007	From Apr. 1, 2005 to Mar. 31, 2006	From Apr. 1, 2006 to Mar. 31, 2007
Net sales	(Millions of yen)	4,490,975	4,534,400	5,064,495	9,428,292	10,468,583
Ordinary income	(Millions of yen)	395,639	360,863	360,301	845,872	761,051
Net income	(Millions of yen)	230,702	274,177	212,419	518,050	460,796
Net assets	(Millions of yen)	2,712,887	3,621,969	4,035,367	3,087,983	3,876,994
Total assets	(Millions of yen)	10,600,075	11,729,935	12,509,899	11,481,426	12,402,208
Net assets per share	(Yen)	666.51	807.02	904.01	753.40	862.29
Basic net income per share	(Yen)	56.69	66.81	51.77	126.94	112.33
Diluted net income per share	(Yen)	56.25	66.41	51.62	125.96	111.71
Net assets excluding share subscription rights and minority interests as a percentage of total assets	(%)	25.6	28.3	29.6	26.9	28.6
Cash flows from operating activities	(Millions of yen)	177,270	482,078	518,027	757,869	1,042,827
Cash flows from investing activities	(Millions of yen)	(591,217)	(563,972)	(455,794)	(1,112,755)	(1,114,587)
Cash flows from financing activities	(Millions of yen)	379,777	105,195	(103,366)	457,919	106,912
Cash and cash equivalents at end of the period	(Millions of yen)	255,151	443,120	437,079	404,212	469,388
Employees [ ] represents the number of part-time employees at the end of the period not included in the above number	(Number)	163,686 [21,173] 166,981 [21,620]	165,493 [19,624] 168,993 [20,157]	162,180 [21,367] 165,706 [22,018]	162,099 [21,257] 165,397 [21,564]	165,729 [20,607] 169,299 [21,177]

Notes: 1. Net sales are presented exclusive of consumption tax.

2. The numbers in the second row of the “Employees” line include the employees of unconsolidated subsidiaries accounted for by the equity method and are presented solely for information purposes.

3. Effective first half 108th fiscal term, the amount of net assets is calculated in accordance with the ASBJ Statement No. 5 “*Accounting Standard for Presentation of Net Assets in the Balance Sheet*” and its ASBJ Implementation Guidance No. 8 “*Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet*.”

(2) Non-Consolidated Financial Data

Fiscal year		First half 107th	First half 108th	First half 109th	Full year 107th	Full year 108th
Period		From Apr. 1, 2005 to Sept. 30, 2005	From Apr. 1, 2006 to Sept. 30, 2006	From Apr. 1, 2007 to Sept. 30, 2007	From Apr. 1, 2005 to Mar. 31, 2006	From Apr. 1, 2006 to Mar. 31, 2007
Net sales	(Millions of yen)	1,903,358	1,696,986	1,740,093	3,895,553	3,608,934
Ordinary income	(Millions of yen)	117,461	98,670	67,327	337,156	169,958
Net income	(Millions of yen)	64,705	62,182	33,050	240,593	79,481
Common stock	(Millions of yen)	605,813	605,813	605,813	605,813	605,813
Number of shares issued	(Thousands)	4,520,715	4,520,715	4,520,715	4,520,715	4,520,715
Net assets	(Millions of yen)	1,685,563	1,829,356	1,702,450	1,827,030	1,775,413
Total assets	(Millions of yen)	3,952,166	3,970,612	4,035,523	3,845,041	3,804,369
Net assets per share	(Yen)	385.63	413.92	386.59	415.28	401.03
Basic net income per share	(Yen)	14.81	14.12	7.49	54.88	18.01
Diluted net income per share	(Yen)	14.70	14.04	7.47	54.48	17.92
Cash dividend per share	(Yen)	14	17	20	29	34
Net assets excluding share subscription rights as a percentage of total assets	(%)	42.6	46.0	42.1	47.5	46.6
Employees ( ) represents the number of part-time employees at the end of the period not included in the above number	(Number)	32,573 (1,028)	32,800 (291)	32,555 (297)	32,180 (845)	32,489 (257)

Notes: 1. Net sales are presented exclusive of consumption tax.

2. Effective the first half 108th fiscal term, the amount of net assets is calculated in accordance with the ASBJ Statement No. 5 "*Accounting Standard for Presentation of Net Assets in the Balance Sheet*" and its ASBJ Implementation Guidance No. 8 "*Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet*."

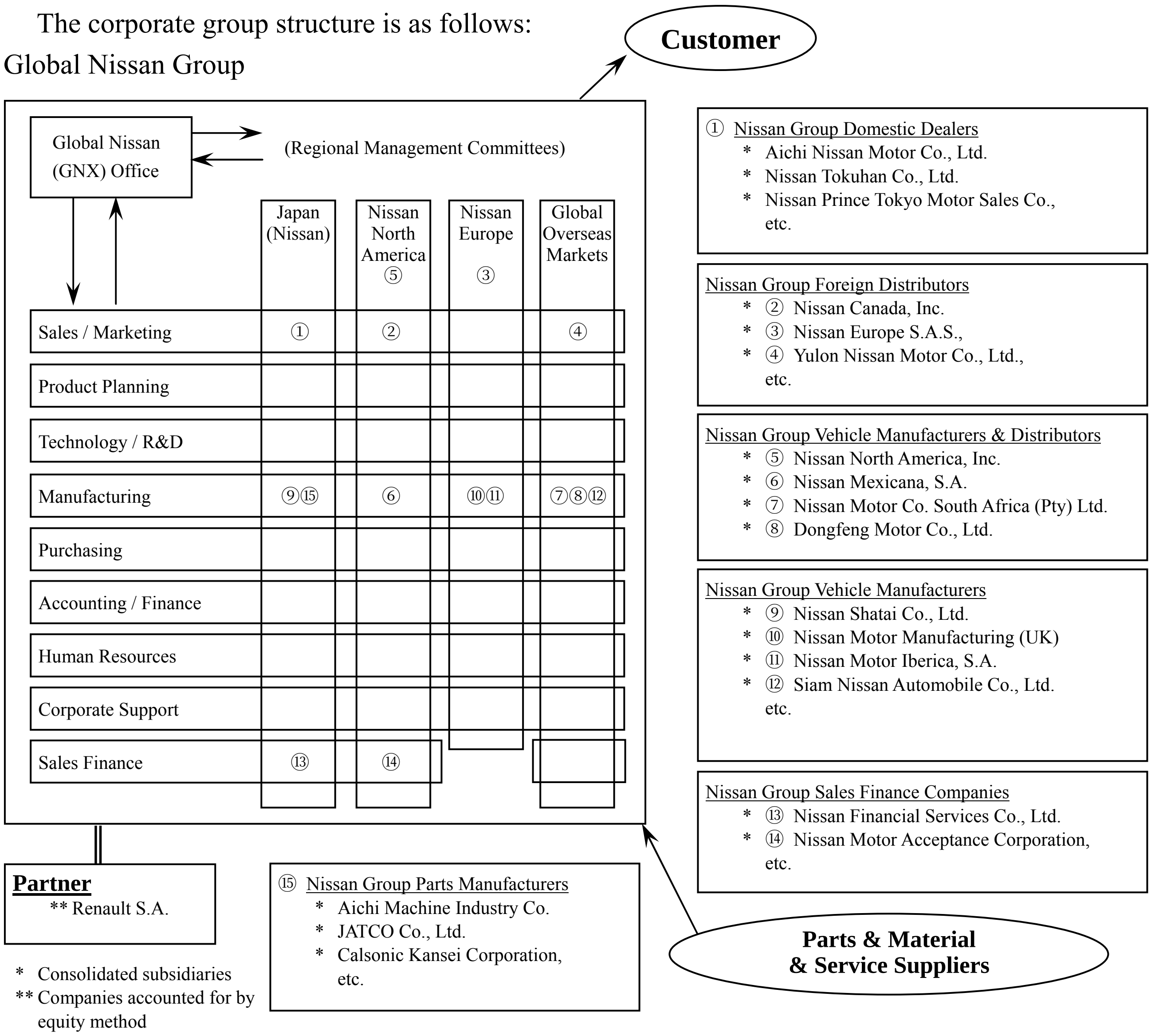
2. Description of Business

The Nissan Group (the “Group”) consists of Nissan Motor Co., Ltd. (the “Company”), subsidiaries, affiliates, and other associated companies. Its main business includes sales and production of vehicles, forklifts, marine products and related parts. Also, the Nissan Group provides various services accompanying its main business, such as logistics and sales financing.

The Group established Global Nissan (GNX) as a global headquarters function which is to focus on utilizing regional activities by 4 Regional Management Committees and cross regional functions such as R&D, Purchasing, Manufacturing, etc. and Global Nissan Group is composed of this matrix.

The corporate group structure is as follows:

Global Nissan Group



- There are other associated companies:
  *Nissan Trading Co., Ltd., *Nissan Network Holdings Co., Ltd.
- Consolidated subsidiaries listed on domestic stock exchanges are as follows:
  Nissan Shatai Co., Ltd. -- Tokyo;
  Aichi Machine Industry Co., Ltd. -- Tokyo, Nagoya;
  Calsonic Kansei Corporation -- Tokyo

3. Information on Subsidiaries and Affiliates

Effective April 1, 2007, NR Wholesale Mexico de C.V., which was mainly engaged in wholesale financing, was excluded from the list of consolidated subsidiaries as it merged with NR Finance Mexico S.A. de C.V. as of April 1, 2007 and ceased to exist.

4. Employees

(1) Consolidated Companies

(At September 30, 2007)

Geographical segment	Number of employees
Japan	84,267 (7,348)
North America	30,022 (15)
Europe	12,488 (1,521)
Other foreign countries	35,403 (12,483)
Total	162,180 (21,367)

Notes: 1. The above figures represent full-time employees. The figures in parentheses represent part-time employees at September 30, 2007, not included in the number of full-time employees.

2. Of the above figures, 2,113 (1,733) personnel are employed by the "Sales Financing" segment.

(2) The Company

(At September 30, 2007)

Number of employees	32,555 (297)

Note: The above figure represents full-time employees. The figure in parentheses represents part-time employees at September 30, 2007, not included in the number of full-time employees.

(3) Labor Unions

There are no issues to be mentioned concerning the relationship between the Group and its labor unions.

II. Business Overview

1. Overview of Business Results

(1) Operating Results

Net sales for the six months ended September 30, 2007 increased by ¥530.1 billion, or 11.7%, to ¥5,064.5 billion over those of the same period of the prior year. Operating income for the six months ended September 30, 2007 amounted to ¥367.1 billion, an increase of ¥18.5 billion, or 5.3%, from the corresponding amount for the same period of the prior year. Operating income as a percentage of net sales for the six months ended September 30, 2007 was 7.2%.

Net non-operating expenses for the six months ended September 30, 2007 amounted to ¥6.8 billion, a deterioration of ¥19.1 billion over that recorded in the same period of the prior year. This is attributable primarily to the effect of foreign exchange rates. As a consequence, ordinary income for the six months ended September 30, 2007 decreased by ¥0.6 billion, or 0.2%, to ¥360.3 billion over the corresponding amount for the same period of the prior year.

Net special loss for the six months ended September 30, 2007 amounted to ¥19.7 billion, a deterioration of ¥14.6 billion from that of the prior year. This reflects the effects of a gain on sales of investment securities and a gain on implementation of defined contribution pension plans in the same period of the prior year.

Income before income taxes and minority interests for the six months ended September 30, 2007 decreased by ¥15.1 billion, or 4.3%, to ¥340.6 billion over the corresponding amount recorded for the same period of the prior year. Net income for the six months ended September 30, 2007 decreased by ¥61.8 billion, or 22.5%, to ¥212.4 billion from the corresponding amount recorded for the same period of the prior year.

The operating results by business segment are summarized as follows:

a. Automobile

The number of vehicles sold (retail) globally by the Nissan Group for the six months ended September 30, 2007 increased by 107 thousand units, or 6.3%, from the same period of the prior year, to 1,816 thousand units. The number of vehicles sold in Japan decreased by 5.0% to 332 thousand units, that in the United States increased by 4.1% to 534 thousand units, that in Europe increased by 10.5% to 304 thousand units, and that in other foreign countries increased by 13.1% to 646 thousand units.

Net sales in the “Automobile” segment (including intersegment sales) for the six months ended September 30, 2007 increased by ¥477.3 billion, or 11.3%, to ¥4,704.3 billion from those of the same period of the prior year. This improvement is primarily attributable to the favorable effects of foreign exchange rates due to the depreciated yen and a rise in the number of vehicles sold.

Operating income for the six months ended September 30, 2007 was ¥295.7 billion, an increase of ¥9.5 billion, or 3.3%, compared to that of the same period of the prior year. This is primarily attributable to the income-increasing factors such as the increase in the number of vehicles sold, the effect of foreign exchange rates due to the depreciated yen and a reduction in purchasing costs despite the income-decreasing factors such as the change in vehicle model portfolio, rises of raw material prices, costs for improving merchantability and measures for complying with various regulations.

b. Sales Financing

Net sales in the “Sales Financing” segment (including intersegment sales) for the six months ended September 30, 2007 increased by ¥53.8 billion, or 16.4%, to ¥381.7 billion from the corresponding amount for the same period of the prior year. Operating income increased by ¥6.4 billion, or 17.0%, to ¥43.8 billion over the corresponding amount for the same period of the prior year.

Operating results by geographic segment are summarized as follows:

a) Japan

- Net sales (including intersegment sales) for the six months ended September 30, 2007 increased by ¥56.6 billion, or 2.6%, to ¥2,250.3 billion over those of the same period of the prior year.
- Operating income for the six months ended September 30, 2007 decreased by ¥12.4 billion, or 9.3%, to ¥121.2 billion comparing to that of the same period of the prior year primarily due to the decrease in the number of vehicles sold and the change in the vehicle model portfolio.

b) North America

- Net sales (including intersegment sales) for the six months ended September 30, 2007 increased by ¥210.7 billion, or 10.4%, to ¥2,240.2 billion over those of the same period of the prior year.
- Operating income for the six months ended September 30, 2007 increased by ¥18.6 billion, or 12.6%, to ¥166.1 billion over that of the same period of the prior year primarily due to the favorable effect of foreign exchange rates and the decrease in selling, general and administrative expenses.

c) Europe

- Net sales (including intersegment sales) for the six months ended September 30, 2007 increased by ¥283.7 billion, or 35.5%, to ¥1,081.8 billion over those of the same period of the prior year.
- Operating income for the six months ended September 30, 2007 amounted to ¥39.8 billion, an increase of ¥12.9 billion, or 48.1%, over that for the same period of the prior year. This is attributable mainly to the increase in the number of vehicles sold.

d) Other foreign countries

- Net sales (including intersegment sales) for the six months ended September 30, 2007 increased by ¥169.9 billion, or 26.0%, to ¥823.4 billion from those of the same period of the prior year.
- Operating income for the six months ended September 30, 2007 increased by ¥6.1 billion, or 19.2%, to ¥38.2 billion from that for the same period of the prior year primarily due to the increase in the number of vehicles sold.

(2) Cash Flows

Cash and cash equivalents at September 30, 2007 decreased by ¥6.0 billion, or 1.4%, to ¥437.1 billion from the corresponding balance at September 30, 2006. This decline reflects an increase in cash flows provided by operating activities, a decrease in cash flows used in investing activities, and a turnaround from cash flows provided by financing activities to those used in financing activities.

Cash Flows from Operating Activities

Cash flows provided by operating activities for the six months ended September 30, 2007 increased by ¥35.9 billion to ¥518.0 billion compared with ¥482.1 billion for the same period of the prior year. This principally reflects a decline in trade payables despite the decrease in sales finance receivables of our sales finance subsidiaries.

Cash Flows from Investing Activities

Cash flows used in investing activities for the six months ended September 30, 2007 decreased by ¥108.2 billion to ¥455.8 billion compared with ¥564.0 billion for the same period of the prior year. This is primarily attributable to a decrease in purchases of leased vehicles.

Cash Flows from Financing Activities

Cash flows used in financing activities for the six months ended September 30, 2007 amounted to ¥103.4 billion, a decrease of ¥208.6 billion, compared with ¥105.2 billion provided by financing activities for the same period of the prior year. This resulted mainly from the reduction in short-term borrowings.

2. Production, Orders Received and Sales

(1) Actual Production

Location of manufacturers	Number of vehicles produced (units)		Change (units)	Change (%)
	Prior first half year	Current first half year		
Japan	575,625	516,608	(59,017)	(10.3)
The United States	341,804	328,549	(13,255)	(3.9)
Mexico	198,310	246,787	48,477	24.4
The United Kingdom	159,759	176,382	16,623	10.4
Spain	106,185	105,638	(547)	(0.5)
South Africa	20,445	24,793	4,348	21.3
Indonesia	1,858	10,367	8,509	458.0
Thailand	18,624	28,273	9,649	51.8
China	116,141	151,564	35,423	30.5
Brazil	—	4,642	4,642	—
Total vehicles	1,538,751	1,593,603	54,852	3.6

Notes: 1. The figures for the current first half year represent vehicles produced during the six months ended June 30, 2007 with respect to China. Those produced in the other nine countries represent production figures for the six months ended September 30, 2007.

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 first half year	Current first half year		
Japan	339,088	318,186	(20,902)	(6.2)
North America	612,933	622,463	9,530	1.6
Europe	295,514	315,784	20,270	6.9
Other overseas countries	357,536	421,025	63,489	17.8
Total	1,605,071	1,677,458	72,387	4.5

Notes: 1. The figures for the current first half year represent vehicles sold during the six months ended June 30, 2007 with respect to China and Taiwan, both of which are included in other overseas countries. Those sold in Japan, North America, Europe and other overseas countries, excluding China and Taiwan, represent sales figures for the six months ended September 30, 2007.

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

3. Issues and Outlook for the Fiscal Year Ahead

There have been no significant changes in issues or in our outlook to be addressed by the Nissan Group (the Company and its consolidated subsidiaries) during the six months ended September 30, 2007.

4. Important Business Contracts

No important new business contracts were entered into during the six months ended September 30, 2007.

5. Research and Development Activities

The Nissan Group has been conducting research and development activities to provide vehicles which meet the expectation of our customers and to create leading technologies to protect the global environment and to improve the safety.

Research and development costs incurred by the Nissan Group amounted to ¥219.2 billion for the six months ended September 30, 2007.

The Nissan Group's research and development organization and the results of our activities are summarized as follows:

The Nissan Advanced Technology Center (NATC) was newly completed in May 2007, as an addition to the Nissan Technical Center (Atsugi-shi, Kanagawa) which takes a leading role in planning, designing and developing new products, and the Nissan Research Center (Yokosuka-shi, Kanagawa) which conducts fundamental and application research activities, both of which have been the Group's core domestic research and development organizations. Based on the "Nissan Green Program 2010," our medium-term environmental action plan released in December 2006, the Group intends to merchandise innovative technologies and products that are truly effective in reducing CO_2 emissions. The new center will be the key base mainly for the development of environmental technologies such as electrical powertrains for the aforementioned program, as well as advanced safety technologies and vehicles that the Company is developing in the "SKY PROJECT."

The Group has proving grounds in Rikubetsu in Hokkaido, Tochigi and Oppama. The improvement works at the proving ground at Oppama, which started in May 2006, were completed and became operational in September 2007 under the nickname of the GRANDRIVE. At the GRANDRIVE, we aim to determine the attributes that customers find attractive by getting feedback from Nissan employees who occasionally trial drive Nissan cars (including those of sales companies), apart from the typical verification and evaluation tests. The Group has the state-of-the-art experimental facility Nissan Advanced Crash Laboratory (NACL) in Oppama area for the purpose of improving safety performance in vehicle-to-vehicle crashes and occupant protection performance in rollover accidents. The Field Quality Center started full-fledged operation in June 2007 as the operating base for further quality improvement.

As for design development facilities, the Design Center in the Technical Center was renovated in November 2006. The extension and improvement works at the Engineering Center for the purpose of efficient and effective manufacturing with product planning, development, production and purchase departments and suppliers were completed in September 2007 and the Engineering Center became operational in October.

Major domestic subsidiaries and affiliates also conduct research and development activities: Nissan Shatai Co., Ltd., NISSAN TECHNO CO., LTD. and Nissan Light Truck Co., Ltd. are in charge of the development of certain models of passenger cars and commercial vehicles, and Aichi Machine Industry Co., Ltd. and JATCO Co., Ltd. are in charge of the development of certain engines and transmission trains.

The Group companies have attempted to share parts and to decrease the number of parts used in order to reduce manufacturing costs. In addition, they have developed many new products and systems.

Overseas, the Nissan Group operates Nissan Technical Center North America, Inc., Nissan Design America, Inc., Nissan Technical Center Europe Ltd., which has its operations in the United Kingdom and Belgium, and Nissan Motor Iberica, S.A. in Spain, all of which plan and design certain models of vehicles.

In Asia, Dongfeng Motor Co., Ltd., a joint venture in China with Dongfeng Automotive Industry Investment Co., Ltd., Yulon Nissan Motor Co., Ltd., a joint venture in Taiwan with Yulon Motor Co., Ltd., and Nissan Technical Center South East Asia Co., Ltd. in Thailand are developing designs for certain models. The Group plans to establish a 50:50 joint venture with Renault, "Renault Nissan Technology and Business Center India Private Limited (RNTBCI)," in India. This Center will handle vehicle design, manufacturing technology, purchasing, design, cost management and information system development along with approximately 1,500 personnel by the end of 2010.

During the first half period ended September 30, 2007, the Nissan Group released the new "DUALIS," the "MICRA C+C" and the "CLIPPER RIO"; conducted a full model change of the "X-TRAIL" and the "ATLAS"; and made minor changes to the "LAFESTA" and the "MARCH" in Japan.

Overseas, the Group released the new "TEANA" in India; the new "Aprio" and the "Cabstar" in Mexico; the Infinity models of the "G35 Sedan," the "FX35" and the "FX45" in China; and the "Cabstar" in Taiwan.

In addition, Nissan and Renault, partners in the Business Alliance since fiscal 1999, are proceeding jointly to unify their platforms and power trains and to develop advanced technologies and research technologies so that both companies can dramatically improve their research and development potential.

Nissan, in accordance with "Nissan Green Program 2010," moves ahead with technical development toward three specific targets: "Reducing CO_2 Emissions," "Reducing Emissions" and "Recycling Resources."

As an initiative of "Reducing CO_2 Emissions," the Group developed the M9R, a new clean diesel engine (Euro4), jointly with Renault, and this new engine feature debuted on the "X-TRAIL" model in Europe. The Group announced the near-term domestic release of a new diesel engine based on the M9R in the autumn of 2008 in compliance with the new exhaust gas restrictions in Japan. The VVEL gasoline engine, which has cleaner exhaust gases, lower fuel consumption, higher performance and higher response, was mounted onboard the "Skyline Coupe." As for comprehensive emission-reducing initiatives for both people and the traffic environment, the Group has started the world's first "Eco Driving Advice" service to support eco-conscious driving of customers by measuring the practical fuel consumption and CO_2 emissions for every vehicle and the mitigation of traffic jams effectively utilizing probe-based information. In addition, the Group set up the STAR WINGS traffic-jam-mitigating project in Beijing toward practical implementation by 2008 and has started verification tests.

As for “Reducing Emissions,” the Nissan Group has already achieved the goal of a “75% reduction from the level of the 2005 exhaust emission standards (SU-LEV)” for 85% of gasoline-powered passenger cars sold in the domestic market. The Group has developed a catalyst to halve the volume of precious metal used and will start its adoption onboard in 2008. The Group also released clean diesel technologies such as the HC•NOx trap catalyst, which enables compliance with the stringent SU-LEV standard (approximately 90% reduction of HC and 70% reduction of NOx against the Tier2Bin5 emission standard) on exhaust gas restrictions of the State of California in the United States.

Regarding the “Recycling Resources,” the actual resource recovery rate exceeded 95.2% in fiscal 2006, thereby achieving the target four years ahead of the Nissan Green Program 2010. The ultimate goal is to achieve a 100% resource recovery rate.

Regarding safety issues, the Group pursues to produce safe automobiles in order to achieve the goal of reducing the number of death toll and serious injuries to half by 2015 by analyzing on actual accidents occurred in the real world. Starting from fiscal 2004, with the perspective of reducing the number of traffic accidents, the Group has promoted “Safety Shields” with keywords of “Vehicles protect passengers,” more sophisticated and positive approach for the safety issues. This approach is to prevent to go further stage and continue to support drivers by functioning the most appropriate barriers for risk factors, which are classified in the analysis of the process of an accident from the condition without any risk of accident to the after-impact point. During fiscal 2007, the Group intends to launch three new technologies, “Around View Monitor,” “Distance Control Assist (Intelligent Pedal)” and “Lane Departure Prevention,” all of which are the world’s first technologies. Moreover, the “Pop-up Engine Hood” debuted on the “Skyline Coupe” to help reduce head impact injuries in the event of a pedestrian collision, and the “Low-Friction Seat Belt” was included on the “X-TRAIL” to improve comfort when fastening seat belts to encourage their enhanced use. Furthermore, the Company has started verification tests of the “SKY PROJECT” for the purpose of reducing encountering accidents at intersections and alleviating traffic jams through the use of the Intelligent Transport System (ITS). In addition, jointly with NTT DoCoMo, Inc., the Group has started verification tests for the advanced ITS system using cellular communications aimed at reducing pedestrian accidents. The Group announced that it will start antislip verification tests to reduce slippage accidents in November 2007 in Hokkaido. Furthermore, the Group developed “Nissan ASV-4,” the fourth generation of its Advanced Safety Vehicle, which is designed to test the latest safety technology by allowing drivers to communicate with other cars and warn the drivers of vehicles they might not be able to see. The Group is also active in materializing an approach toward the extinction of drunk driving. For example, the Group has incorporated a message alert against drunk driving into its CARWINGS (HDD) navigation systems, as a part of a wider campaign to help prevent drunk driving, and conducted testing of a new technology to prevent drunk driving in cooperation with local prefectural authorities in Japan and is proceeding with the new development of drunk driving prevention concept vehicles.

The Nissan Group has been active in manufacturing vehicles that emphasize the fun of driving. The basic concept is to regard vehicles not only as a means of transportation but also to meet diversifying customer expectations such as convenience and comfort. Based on this underlying concept, the Group mounted the newly developed, V-type, 6-cylinder “VQ37VHR Engine” onboard the “VVEL.” The VQ engine has been highly acclaimed by consumers as having been selected as one of the Word’s 10 Best Engines for 13 consecutive years in the United States. The Group also mounted onboard the 4-wheel active steering (4WAS) system onboard to help improve stability and response at high speed and help reduce a driver’s steering workload at low speed. Diverse information services for more comfortable and joyful driving were added to the “CARWINGS,” Nissan’s car navigation system, including such functions as connectability with Bluetooth and iPod, reservations for accommodations and leisure facilities, and enhanced sightseeing information.

As a result of these proactive efforts in technological development, the Company has received the following awards:

57th (2007) Society of Automotive Engineers of Japan Awards for the “Hydrogen-free DLC valve lifter and 5W30GF4 fuel-efficient oil” and the “Effects of transitional steering assistance characteristics on vehicle maneuvers,” Japan Society of Mechanical Engineers Medal for the “Hydrogen-free DLC-coated engine valve lifter” and the development of the “Hydrogen-free diamond-like carbon (DLC)-coated valve lifter,” and the Excellence Award in the Products and Technology Development Category of the second Monozukuri Nippon Grand Awards for the “Hydrogen-free DLC valve lifter that delivers improved fuel-efficiency”

The Nissan Group will always be actively involved in research and development activities designed to launch new and highly competitive products on the market and to pioneer advanced technologies for the future.

III. Property, Plant and Equipment

1. Property, Plant and Equipment

   No changes were made to the significant items of property, plant and equipment of the Group during the six months ended September 30, 2007.

2. Plans for New Additions or Disposal

   During the six months ended September 30, 2007, no significant changes were made to the plans as of March 31, 2007 for new additions or disposal of major property, plant and equipment of the Group.
   During the six months ended September 30, 2007, no plans were newly determined for significant additions or disposal of major property, plant and equipment of the Group.

IV. Corporate Information

1. Information on the Company's Shares

(1) Number of Shares and Other

① Number of Shares

Type of stock	Number of authorized shares
Common stock	6,000,000,000

② Shares Issued

Type of stock	Number of shares issued		Stock exchange on which the Company is listed or other market	Description of shares
	As of September 30, 2007	As of December 17, 2007 (filing date of the securities report)		
Common stock	4,520,715,112	4,520,715,112	First Section of the Tokyo Stock Exchange and NASDAQ (U.S.A.)	–

Note: The number of shares of common stock issued as of the filing date does not include those issued upon the exercise of share subscription rights (including the exercise of bonds with stock purchase warrants based on the former Commercial Code) for the period from December 1, 2007 through the filing date of this report.

(2) Status of Share Subscription Rights

The Company has issued bonds with stock purchase warrants based on Article 341-8 of the former Commercial Code of Japan. The details of these stock purchase warrants are as follows:

Euro-Yen Bonds with Stock Purchase Warrants Due 2008 (Issued on March 14, 2002)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Balance of stock purchase warrants (Millions of yen)	19,495	12,564
Exercise price (Yen)	880	880
Amount per share to be credited to the common stock account (Yen)	440	440

In addition to the above stock purchase warrants, the Company has issued share subscription rights based on Articles 280-20 and 280-21 of the former Commercial Code of Japan.

1st Share Subscription Rights (Issued at May 7, 2003)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Number of share subscription rights	68,937 units	67,193 units
Number of the Company’s own share subscription rights included therein	–	–
Nature of shares	Shares of common stock	Shares of common stock
Number of shares	6,893,700 shares	6,719,300 shares
Exercise price	¥93,200 (¥932 per share)	¥93,200 (¥932 per share)
Exercise period	From May 8, 2005 to May 8, 2010	From May 8, 2005 to May 8, 2010
Issuance price of shares and amount to be credited to common stock account	Issuance price : ¥932 Amount to be credited to common stock account: ¥466	Issuance price : ¥932 Amount to be credited to common stock account: ¥466
Conditions of exercise	*	*
Transfer of share subscription rights	Approval of the Company’s Board of Directors is required.	Approval of the Company’s Board of Directors is required.
Share settlement	–	–
Delivery of share subscription rights associated with an organizational restructuring act	–	–

* 1. Those to whom share subscription rights are granted must remain employees or directors of the Company, subsidiaries or affiliates until the beginning of the exercise period.

2. The Company must achieve its targeted results.

3. Each individual must achieve his (or her) targets.

Full details concerning the three conditions above and certain other conditions are more fully defined in the “Share Subscription Rights Allocation Agreement” concluded between the Company and each individual granted.

2nd Share Subscription Rights (Issued at April 16, 2004)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Number of share subscription rights	92,334 units	92,189 units
Number of the Company's own share subscription rights included therein	–	–
Nature of shares	Shares of common stock	Shares of common stock
Number of shares	9,233,400 shares	9,218,900 shares
Exercise price	¥120,200 (¥1,202 per share)	¥120,200 (¥1,202 per share)
Exercise period	From April 17, 2006 to June 19, 2013	From April 17, 2006 to June 19, 2013
Issuance price of shares and amount to be credited to common stock account	Issuance price: ¥1,202 Amount to be credited to common stock account: ¥601	Issuance price: ¥1,202 Amount to be credited to common stock account: ¥601
Conditions of exercise	*	*
Transfer of share subscription rights	Approval of the Company's Board of Directors is required.	Approval of the Company's Board of Directors is required.
Share settlement	–	–
Delivery of share subscription rights associated with an organizational restructuring act	–	–

* 1. Exercise of portion of each share subscription right is not admitted.

2. Those to whom share subscription rights are granted must remain employees or directors of the Company, subsidiaries or affiliates until the beginning of the exercise period.

3. The Company must achieve its targeted results.

4. Each individual must achieve his (or her) targets.

Full details concerning conditions 2 through 4 stated above and certain other conditions are more fully defined in the "Share Subscription Rights Allocation Agreement" concluded between the Company and each individual granted.

3rd Share Subscription Rights (Issued at April 25, 2005)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Number of share subscription rights	82,442 units	81,698 units
Number of the Company's own share subscription rights included therein	–	–
Nature of shares	Shares of common stock	Shares of common stock
Number of shares	8,244,200 shares	8,169,800 shares
Exercise price	¥111,900 (¥1,119 per share)	¥111,900 (¥1,119 per share)
Exercise period	From April 26, 2007 to June 23, 2014	From April 26, 2007 to June 23, 2014
Issuance price of shares and amount to be credited to common stock account	Issuance price: ¥1,119 Amount to be credited to common stock account: ¥560	Issuance price: ¥1,119 Amount to be credited to common stock account: ¥560
Conditions of exercise	*	*
Transfer of share subscription rights	Approval of the Company's Board of Directors is required.	Approval of the Company's Board of Directors is required.
Share settlement	–	–
Delivery of share subscription rights associated with an organizational restructuring act	–	–

* 1. Exercise of portion of each share subscription right is not admitted.

2. Those to whom share subscription rights are granted must remain employees or directors of the Company, subsidiaries or affiliates until the beginning of the exercise period.

3. The Company must achieve its targeted results.

4. Each individual must achieve his (or her) targets.

Full details concerning conditions 2 through 4 stated above and certain other conditions are more fully defined in the "Share Subscription Rights Allocation Agreement" concluded between the Company and each individual granted.

4th Share Subscription Rights (Issued at May 8, 2006)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Number of share subscription rights	79,368 units	79,368 units
Number of the Company's own share subscription rights included therein	–	–
Nature of shares	Shares of common stock	Shares of common stock
Number of shares	7,936,800 shares	7,936,800 shares
Exercise price	¥152,600 (¥1,526 per share)	¥152,600 (¥1,526 per share)
Exercise period	From May 9, 2008 to June 20, 2015	From May 9, 2008 to June 20, 2015
Issuance price of shares and amount to be credited to common stock account	Issuance price: ¥1,526 Amount to be credited to common stock account: ¥763	Issuance price: ¥1,526 Amount to be credited to common stock account: ¥763
Conditions of exercise	*	*
Transfer of share subscription rights	Approval of the Company's Board of Directors is required.	Approval of the Company's Board of Directors is required.
Share settlement	–	–
Delivery of share subscription rights associated with an organizational restructuring act	–	–

* 1. Exercise of portion of each share subscription right is not admitted.

2. Those to whom share subscription rights are granted must remain employees or directors of the Company, subsidiaries or affiliates until the beginning of the exercise period.

3. The Company must achieve its targeted results.

4. Each individual must achieve his (or her) targets.

Full details concerning conditions 2 through 4 stated above and certain other conditions are more fully defined in the "Share Subscription Rights Allocation Agreement" concluded between the Company and each individual granted.

The Company has issued share subscription rights based on Articles 236, 238 and 239 of the Corporation Law.

5th Share Subscription Rights (Issued at May 8, 2007)

	As of the end of the first half (September 30, 2007)	As of the end of the most recent month before the filing of the securities report (November 30, 2007)
Number of share subscription rights	6,800 units	6,800 units
Number of the Company's own share subscription rights included therein	–	–
Nature of shares	Shares of common stock	Shares of common stock
Number of shares	680,000 shares	680,000 shares
Exercise price	¥133,300 (¥1,333 per share)	¥133,300 (¥1,333 per share)
Exercise period	From May 9, 2009 to June 26, 2016	From May 9, 2009 to June 26, 2016
Issuance price of shares and amount to be credited to common stock account	Issuance price: ¥1,333 Amount to be credited to common stock account: ¥667	Issuance price: ¥1,333 Amount to be credited to common stock account: ¥667
Conditions of exercise	*	*
Transfer of share subscription rights	Approval of the Company's Board of Directors is required.	Approval of the Company's Board of Directors is required.
Share settlement	–	–
Delivery of share subscription rights associated with an organizational restructuring act	–	–

* 1. Exercise of portion of each share subscription right is not admitted.

2. Those to whom share subscription rights are granted must remain employees or directors of the Company, subsidiaries or affiliates until the beginning of the exercise period.
3. The Company must achieve its targeted results.
4. Each individual must achieve his (or her) targets.
5. If an individual infringes any laws or regulations, or the internal regulations of the Company, he (she) shall not be able to exercise the share subscription rights.
6. If an individual receives a disciplinary punishment of the degree at or above suspension relative to attendance, which is stipulated by the Company's working regulations, he (she) shall not be able to exercise the share subscription rights.
7. If an individual waives any of his (her) share subscription rights, he (she) shall no longer able to exercise the share subscription rights concerned.

Full details concerning conditions 2 through 7 stated above and certain other conditions are more fully defined in the "Share Subscription Rights Allocation Agreement" concluded between the Company and each individual granted.

(3) Rights Plan

Not applicable

(4) Changes in Number of Shares Issued and Amount of Additional Paid-in Capital

Periods	Changes in the number of shares issued (Thousands)	Balance of shares issued (Thousands)	Changes in common stock (Millions of yen)	Balance of common stock (Millions of yen)	Changes in additional paid-in capital (Millions of yen)	Balance of additional paid-in capital (Millions of yen)
From April 1, 2007 to September 30, 2007	–	4,520,715	–	¥605,813	–	¥804,470

(5) Principal Shareholders

(As of September 30, 2007)

Name of Shareholders	Addresses	Number of shares held (Thousands)	Number of shares held as a percentage of shares issued (%)
Renault (Standing agent: The Bank of Tokyo-Mitsubishi UFJ, Ltd.)	13-15 Quai Le Gorot, 92100 Boulogne Billancourt, Paris, France (2-7-1 Marunouchi, Chiyoda-ku, Tokyo)	2,004,000	44.33
Moxley & Co. (Standing agent: Sumitomo Mitsui Bank)	23 Wall Street, New York, NY 10015, U.S.A. (1-3-2 Marunouchi, Chiyoda-ku, Tokyo)	111,310	2.46
Japan Trustee Services Bank Ltd. (Trust account)	1-8-11 Harumi Chuo-ku, Tokyo	95,901	2.12
The Master Trust Bank of Japan Ltd. (Trust account)	2-11-3 Hamamatsucho, Minato-ku, Tokyo	95,117	2.10
Nippon Life Insurance Company	1-6-6 Marunouchi, Chiyoda-ku, Tokyo	93,000	2.06
The Dai-ichi Mutual Life Insurance Company (Standing agent: Trust & Custody Service Bank, Ltd.)	1-13-1 Yurakucho, Chiyoda-ku, Tokyo (Harumi Island Triton Square Office Tower Z, 1-8-12 Harumi, Chuo-ku, Tokyo)	89,000	1.97
Tokio Marine & Nichido Fire Insurance Co., Ltd.	1-2-1 Marunouchi, Chiyoda-ku, Tokyo	70,076	1.55
Sompo Japan Insurance Inc.	1-26-1 Nishi-Shinjuku, Shinjuku-ku, Tokyo	63,528	1.41
State Street Bank and Trust Company (Standing agent: Mizuho Corporate Bank)	P.O. Box 351, Boston, MA 02101, U.S.A. (6-7 Nihonbashi-Kabutocho, Chuo-ku, Tokyo)	53,191	1.18
State Street Bank and Trust Company 505103 (Standing agent: Mizuho Corporate Bank)	P.O. Box 351, Boston, MA 02101 U.S.A. (6-7 Nihonbashi-Kabutocho, Chuo-ku, Tokyo)	43,344	0.96
Total		2,718,469	60.13

Notes: 1. The number of shares shown above is in thousand. Fractional figures under 1,000 have been omitted.

2. The Company holds 123,109 thousand shares of treasury stock other than those listed in the table above. There are 1,000 shares titled to the Company but are not substantially owned by the Company.

3. The Company received a copy of the Significant Share Holdings Report from Alliance Bernstein Japan Ltd. reporting that the latter has the Company's shares shown in the table below as of September 28, 2007. However, its company name is not included in the "Name of Shareholders" as the Company could not confirm the number of shares substantially held by Alliance Bernstein Japan as of the end of the period, or September 30, 2007.

The Significant Share Holdings Report above describes the following:

Name of Shareholders	Address	Number of shares held (Thousands)	Number of shares held as a percentage of shares issued (%)
Alliance Bernstein L.P.	1345 Avenue of the Americans, New York, New York 10105, U.S.A.	291,883	6.46
AXA Rosenberg Investment Management Ltd.	1-17-3, Shirogane, Minato-ku, Tokyo	19,992	0.44
Alliance Bernstein Japan Ltd.	1-5-1, Otemachi, Chiyoda-ku, Tokyo	7,908	0.17
Total		319,783	7.07

(6) Status of Voting Rights

① Shares Issued

(As of September 30, 2007)

Classification	Number of shares (Even)	Number of voting rights (Even)	Description
Shares with full voting rights (Treasury stock, etc.)	(Treasury stock) Common stock 123,109,000	–	–
	(Crossholding stock) Common stock 172,500	–	–
Shares with full voting rights (Other)	Common stock 4,396,561,200	43,965,612	–
Shares under one unit	Common stock 872,412	–	–
Total shares issued	4,520,715,112	–	–
Total voting rights	–	43,965,612	–

Notes: 1. Included in "Shares with full voting rights (Others)" are 78,400 shares (784 voting rights) held under the name of Japan Securities Depository Center, Inc. and 1,000 shares (10 voting rights) held under the name of the Company, but effectively held by others.

2. Shares under one unit include 37 shares of treasury stock held by the Company and 30 shares of crossholding stock.

Crossholding Stock under One Unit

(As of September 30, 2007)

Name of Shareholders	Number of shares
Kai Nissan Motor Co., Ltd.	30

② Treasury Stock, etc.

(As of September 30, 2007)

Name of Shareholders	Addresses	Number of shares held under own name	Number of shares held under the names of others	Total	% of interest
(Treasury stock) Nissan Motor Co., Ltd.	2 Takaracho, Kanagawa-ku, Yokohama-shi, Kanagawa	123,109,000	–	123,109,000	2.72
(Crossholding stock) Kochi Nissan Prince Motor Sales Co., Ltd.	2-21 Asahi-cho, Kochi-shi, Kochi	28,600	58,600	87,200	0.00
Kai Nissan Motor Co., Ltd.	706 Kamiimai-cho, Kofu-shi, Yamanashi	37,800	27,400	65,200	0.00
Nissan Prince Kagawa Sales Co., Ltd.	1037 Ikuno-cho, Zentsuji-shi, Kagawa	–	15,200	15,200	0.00
Kagawa Nissan Motor Co., Ltd.	1-1-8 Hanazono-cho, Takamatsu-shi, Kagawa	4,800	–	4,800	0.00
Total		123,180,200	101,300	123,281,500	2.73

Notes: 1. The number of shares included in "Number of shares held under the names of others" represent those held by Nissan's crossholding share association (address: 6-17-1 Ginza, Chuo-ku, Tokyo). (Fractional figures under 100 have been omitted.)

2. The number of the Company's shares based on the shareholders' register includes 1,000 shares (10 voting rights), which are titled to the Company but are not substantially owned by the Company.

These shares are presented as "Shares with full voting rights (Other)" in the table entitled "Shares Issued."

2. Changes in the Market Prices of the Company's Shares

The highest and lowest prices for each month during the six months ended September 30, 2007 were as follows:

Month	April 2007	May	June	July	August	September
Highest (Yen)	¥1,302	¥1,363	¥1,374	¥1,358	¥1,285	¥1,181
Lowest (Yen)	¥1,191	¥1,202	¥1,282	¥1,241	¥1,048	¥1,059

Note: The prices presented above 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 report.

V. Financial Information

1. Basis of Preparation

(1) The accompanying semiannual consolidated financial statements of the Company have been prepared in accordance with the "Regulations Concerning the Terminology, Forms and Preparation Methods of Semiannual Consolidated Financial Statements" ("Regulations for Semiannual Consolidated Financial Statements") (Ministry of Finance Ordinance No. 24, 1999).

The semiannual consolidated financial statements for the prior period (from April 1, 2006 to September 30, 2006) have been prepared in accordance with "Regulations for Semiannual Consolidated Financial Statements" before amendment. The semiannual consolidated financial statements for the current period (from April 1, 2007 to September 30, 2007) have been prepared in accordance with "Regulations for Semiannual Consolidated Financial Statements" as amended.

(2) The accompanying semiannual non-consolidated financial statements of the Company have been prepared in accordance with the "Regulations Concerning the Terminology, Forms and Preparation Methods of Semiannual Non-Consolidated Financial Statements" ("Regulations for Semiannual Non-Consolidated Financial Statements") (Ministry of Finance Ordinance No. 38, 1977).

The semiannual non-consolidated financial statements for the prior period (from April 1, 2006 to September 30, 2006) have been prepared in accordance with "Regulations for Semiannual Non-Consolidated Financial Statements" before amendment. The semiannual non-consolidated financial statements for the current period (from April 1, 2007 to September 30, 2007) have been prepared in accordance with "Regulations for Semiannual Non-Consolidated Financial Statements" as amended.

2. Audit Reports
The semiannual consolidated and non-consolidated financial statements for the prior period (from April 1, 2006 to September 30, 2006) have been audited by Ernst & Young ShinNihon, pursuant to Article 193-2 of "The Securities and Exchange Law." The semiannual consolidated and non-consolidated financial statements for the current period (from April 1, 2007 to September 30, 2007) have been audited by Ernst & Young ShinNihon, pursuant to Article 193-2, Section 1 of the "Financial Instruments and Exchange Law."

1. Semiannual Consolidated Financial Statements

(1) Semiannual Consolidated Financial Statements

① Consolidated Balance Sheets

Accounts	Notes	As of September 30, 2006			As of September 30, 2007			As of March 31, 2007		
		Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)
Assets										
I Current assets										
1. Cash on hand and in banks			432,147			432,324			457,925	
2. Trade notes and accounts receivable	*3, *4		565,493			765,752			679,119	
3. Sales finance receivables	*3		3,417,347			3,404,604			3,557,223	
4. Securities			31,276			22,859			28,255	
5. Inventories			951,542			1,144,308			1,004,671	
6. Deferred tax assets			357,345			310,990			324,979	
7. Other			436,626			562,527			536,797	
8. Allowance for doubtful accounts			(92,236)			(91,010)			(96,083)	
Total current assets			6,099,540	52.0		6,552,354	52.4		6,492,886	52.4
II Fixed assets										
1. Property, plant and equipment	*1, *3									
(1) Buildings and structures		697,144			719,503			713,159		
(2) Machinery, equipment and vehicles	*2	2,568,585			2,775,998			2,726,338		
(3) Land		750,673			730,301			733,651		
(4) Other		660,580	4,676,982		694,123	4,919,925		704,040	4,877,188	
2. Intangible fixed assets	*3		187,731			176,646			185,313	
3. Investments and other assets										
(1) Investment securities		353,530			431,130			386,212		
(2) Long-term loans receivable		20,163			24,539			26,322		
(3) Deferred tax assets		161,456			134,921			157,495		
(4) Other		233,211			275,595			281,204		
(5) Allowance for doubtful accounts		(2,678)	765,682		(5,211)	860,974		(4,412)	846,821	
Total fixed assets			5,630,395	48.0		5,957,545	47.6		5,909,322	47.6
Total assets			11,729,935	100.0		12,509,899	100.0		12,402,208	100.0

Accounts	Notes	As of September 30, 2006		As of September 30, 2007		As of March 31, 2007	
		Amounts (Millions of yen)	Ratio (%)	Amounts (Millions of yen)	Ratio (%)	Amounts (Millions of yen)	Ratio (%)
Liabilities							
I Current liabilities							
1. Trade notes and accounts payable	*4	977,409		1,126,649		1,103,186	
2. Short-term borrowings	*3	1,943,197		1,093,431		1,056,319	
3. Current portion of long-term borrowings	*3	931,043		947,703		974,695	
4. Commercial paper		—		900,645		965,238	
5. Current portion of bonds		59,319		167,876		101,159	
6. Deferred tax liabilities		2,716		2,277		9,064	
7. Accrued warranty costs		94,784		92,610		92,279	
8. Lease obligations		48,843		48,898		50,421	
9. Other		1,035,453		1,109,386		1,222,958	
Total current liabilities		5,092,764	43.4	5,489,475	43.9	5,575,319	44.9
II Long-term liabilities							
1. Bonds		723,757		815,230		729,707	
2. Long-term borrowings	*3	1,232,301		1,078,072		1,167,814	
3. Deferred tax liabilities		508,475		538,494		507,600	
4. Accrued warranty costs		126,413		121,764		130,111	
5. Accrued retirement benefits		220,892		183,025		194,494	
6. Accrued retirement benefits for directors and corporate auditors		—		2,474		—	
7. Lease obligations		64,722		61,476		59,140	
8. Other long-term liabilities		138,642		184,522		161,029	
Total long-term liabilities		3,015,202	25.7	2,985,057	23.8	2,949,895	23.8
Total liabilities		8,107,966	69.1	8,474,532	67.7	8,525,214	68.7

Accounts	Notes	As of September 30, 2006 Amounts (Millions of yen)	Ratio (%)	As of September 30, 2007 Amounts (Millions of yen)	Ratio (%)	As of March 31, 2007 Amounts (Millions of yen)	Ratio (%)
Net assets							
I Shareholders' equity							
1. Common stock		605,814	5.2	605,814	4.8	605,814	4.9
2. Capital surplus		804,470	6.8	804,470	6.4	804,470	6.5
3. Retained earnings		2,287,665	19.5	2,543,825	20.4	2,402,726	19.4
4. Treasury stock		(233,371)	(2.0)	(254,827)	(2.0)	(226,394)	(1.9)
Total shareholders' equity		3,464,578	29.5	3,699,282	29.6	3,586,616	28.9
II Valuation, translation adjustments and others							
1. Unrealized holding gain on securities		7,264	0.1	6,991	0.1	5,826	0.1
2. Unrealized gain from hedging instruments		2,773	0.0	1,697	0.0	1,817	0.0
3. Adjustment for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting		53,205	0.5	74,622	0.6	68,923	0.6
4. Land revaluation of foreign subsidiaries		5,097	0.0	6,224	0.0	5,095	0.0
5. Unfunded retirement benefit obligation of foreign subsidiaries		(12,687)	(0.1)	(6,441)	(0.1)	(13,826)	(0.1)
6. Translation adjustments		(201,829)	(1.7)	(84,837)	(0.6)	(109,214)	(0.9)
Total valuation, translation adjustments and others		(146,177)	(1.2)	(1,744)	(0.0)	(41,379)	(0.3)
III Share subscription rights		2,887	0.0	2,368	0.0	2,711	0.0
IV Minority interests		300,681	2.6	335,461	2.7	329,046	2.7
Total net assets		3,621,969	30.9	4,035,367	32.3	3,876,994	31.3
Total liabilities and net assets		11,729,935	100.0	12,509,899	100.0	12,402,208	100.0

② Consolidated Statements of Income

Accounts	Notes	For the six months ended September 30, 2006			For the six months ended September 30, 2007			For the year ended March 31, 2007		
		Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)
I Net sales			4,534,400	100.0		5,064,495	100.0		10,468,583	100.0
II Cost of sales			3,456,032	76.2		3,917,006	77.3		8,027,186	76.7
Gross profit			1,078,368	23.8		1,147,489	22.7		2,441,397	23.3
III Selling, general and administrative expenses										
1. Advertising expenses		117,514			139,364			274,833		
2. Provision for warranty costs		61,247			42,727			115,490		
3. Other selling expenses		163,420			178,121			415,269		
4. Salaries and wages		182,505			192,912			381,284		
5. Retirement benefit expenses		17,217			17,621			33,491		
6. Provision for doubtful accounts		17,193			16,047			38,282		
7. Other		170,627	729,723	16.1	193,551	780,343	15.5	405,809	1,664,458	15.9
Operating income			348,645	7.7		367,146	7.2		776,939	7.4
IV Non-operating income										
1. Interest and dividend income		10,342			12,658			25,546		
2. Equity in earnings of affiliates		14,732			17,806			20,187		
3. Exchange gain		9,890			—			5,796		
4. Miscellaneous income		7,540	42,504	1.0	6,842	37,306	0.8	14,385	65,914	0.7
V Non-operating expenses										
1. Interest expense		13,948			17,887			30,664		
2. Amortization of net retirement benefit obligation at transition		5,456			5,448			10,928		
3. Loss on the net monetary position due to restatement		1,944			3,802			12,211		
4. Exchange loss		—			7,145			—		
5. Miscellaneous expenses		8,938	30,286	0.7	9,869	44,151	0.9	27,999	81,802	0.8
Ordinary income			360,863	8.0		360,301	7.1		761,051	7.3
VI Special gains										
1. Gain on sales of fixed assets	*1	1,248			17,640			31,973		
2. Gain on sales of investment securities		11,728			2,659			15,714		
3. Gain on implementation of defined contribution pension plans		18,640			1,076			19,285		
4. Other		2,935	34,551	0.7	1,619	22,994	0.4	6,715	73,687	0.7

Accounts	Notes	For the six months ended September 30, 2006			For the six months ended September 30, 2007			For the year ended March 31, 2007		
		Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)
VII Special losses										
1. Loss on disposal of fixed assets		8,801			7,448			25,402		
2. Prior-period adjustments		2,603			1,176			4,689		
3. Loss on dilution resulting from restructuring of domestic dealers		5,914			—			5,914		
4. Impairment loss	*2	7,787			4,100			22,673		
5. Loss on relocation of the headquarters of a subsidiary in North America		6,935			1,052			10,827		
6. Special retirement benefits		—			8,742			31,933		
7. Retirement benefits for directors and corporate auditors upon termination of the plan		—			6,533			—		
8. Other		7,675	39,715	0.9	13,686	42,737	0.8	35,868	137,306	1.3
Income before income taxes and minority interests			355,699	7.8		340,558	6.7		697,432	6.7
Corporate, inhabitants' and enterprise taxes		102,095			64,351			202,328		
Income taxes deferred		(33,693)	68,402	1.5	57,905	122,256	2.4	9,834	212,162	2.0
Income attributable to minority interests			13,120	0.3		5,883	0.1		24,474	0.3
Net income			274,177	6.0		212,419	4.2		460,796	4.4

③ Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2006

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	605,814	804,470	2,116,825	(249,153)	3,277,956
Changes during the period					
Cash dividends paid	-	-	(61,329)	-	(61,329)
Bonuses to directors and corporate auditors	-	-	(560)	-	(560)
Net income	-	-	274,177	-	274,177
Disposal of treasury stock	-	-	(1,293)	15,807	14,514
Purchases of treasury stock	-	-	-	(25)	(25)
Changes in the scope of consolidation	-	-	(3,728)	-	(3,728)
Changes in the scope of equity method	-	-	(763)	-	(763)
Net changes in items other than those in shareholders' equity (Note)	-	-	(35,664)	-	(35,664)
Total changes during the period	-	-	170,840	15,782	186,622
Balance as of September 30, 2006	605,814	804,470	2,287,665	(233,371)	3,464,578

(Millions of yen)

	Valuation, translation adjustments and others									
	Unrealized holding gain on securities	Unrealized gain from hedging instruments	Adjustment for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	Land revaluation of foreign subsidiaries	Unfunded retirement benefit obligation of foreign subsidiaries	Translation adjustments	Total valuation, translation adjustments and others	Share subscrip-tion rights	Minority interests	Total net assets
Balance as of March 31, 2006	14,340	-	-	-	-	(204,313)	(189,973)	3,144	285,893	3,377,020
Changes during the period										
Cash dividends paid	-	-	-	-	-	-	-	-	-	(61,329)
Bonuses to directors and corporate auditors	-	-	-	-	-	-	-	-	-	(560)
Net income	-	-	-	-	-	-	-	-	-	274,177
Disposal of treasury stock	-	-	-	-	-	-	-	-	-	14,514
Purchases of treasury stock	-	-	-	-	-	-	-	-	-	(25)
Changes in the scope of consolidation	-	-	-	-	-	-	-	-	-	(3,728)
Changes in the scope of equity method	-	-	-	-	-	-	-	-	-	(763)
Net changes in items other than those in shareholders' equity (Note)	(7,076)	2,773	53,205	5,097	(12,687)	2,484	43,796	(257)	14,788	22,663
Total changes during the period	(7,076)	2,773	53,205	5,097	(12,687)	2,484	43,796	(257)	14,788	244,949
Balance as of September 30, 2006	7,264	2,773	53,205	5,097	(12,687)	(201,829)	(146,177)	2,887	300,681	3,621,969

Note: As a result of the adoption of the Accounting Standard for Presentation of Net Assets in the Balance Sheet and the Accounting Standard for Statement of Changes in Net Assets, ¥35,664 million, which had been included in retained earnings at the end of the prior period, has been reclassified to valuation, translation adjustments, and others.

(Millions of yen)

Adjustment for revaluation of the accounts of consolidated subsidiaries based on general price-level accounting	49,915
Land revaluation of foreign subsidiaries	5,134
Unfunded retirement benefit obligation of foreign subsidiaries	(19,385)
Total amount reclassified from retained earnings to valuation, translation adjustments and others	35,664

For the six months ended September 30, 2007

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2007	605,814	804,470	2,402,726	(226,394)	3,586,616
Changes during the period					
Cash dividends paid	-	-	(69,921)	-	(69,921)
Net income	-	-	212,419	-	212,419
Disposal of treasury stock	-	-	(1,390)	13,506	12,116
Purchases of treasury stock	-	-	-	(41,939)	(41,939)
Changes due to merger	-	-	21	-	21
Changes in the scope of consolidation	-	-	(30)	-	(30)
Net changes in items other than those in shareholders' equity	-	-	-	-	-
Total changes during the period	-	-	141,099	(28,433)	112,666
Balance as of September 30, 2007	605,814	804,470	2,543,825	(254,827)	3,699,282

(Millions of yen)

	Valuation, translation adjustments and others									
	Unrealized holding gain on securities	Unrealized gain from hedging instruments	Adjustment for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	Land revaluation of foreign subsidiaries	Unfunded retirement benefit obligation of foreign subsidiaries	Translation adjustments	Total valuation, translation adjustments and others	Share subscrip-tion rights	Minority interests	Total net assets
Balance as of March 31, 2007	5,826	1,817	68,923	5,095	(13,826)	(109,214)	(41,379)	2,711	329,046	3,876,994
Changes during the period										
Cash dividends paid	-	-	-	-	-	-	-	-	-	(69,921)
Net income	-	-	-	-	-	-	-	-	-	212,419
Disposal of treasury stock	-	-	-	-	-	-	-	-	-	12,116
Purchases of treasury stock	-	-	-	-	-	-	-	-	-	(41,939)
Changes due to merger	-	-	-	-	-	-	-	-	-	21
Changes in the scope of consolidation	-	-	-	-	-	-	-	-	-	(30)
Net changes in items other than those in shareholders' equity	1,165	(120)	5,699	1,129	7,385	24,377	39,635	(343)	6,415	45,707
Total changes during the period	1,165	(120)	5,699	1,129	7,385	24,377	39,635	(343)	6,415	158,373
Balance as of September 30, 2007	6,991	1,697	74,622	6,224	(6,441)	(84,837)	(1,744)	2,368	335,461	4,035,367

For the year ended March 31, 2007

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	605,814	804,470	2,116,825	(249,153)	3,277,956
Changes during the period					
Cash dividends paid	-	-	(131,064)	-	(131,064)
Bonuses to directors and corporate auditors	-	-	(560)	-	(560)
Net income	-	-	460,796	-	460,796
Disposal of treasury stock	-	-	(3,477)	33,134	29,657
Purchases of treasury stock	-	-	-	(10,375)	(10,375)
Changes due to merger	-	-	361	-	361
Changes in the scope of consolidation	-	-	(3,728)	-	(3,728)
Changes in the scope of equity method	-	-	(763)	-	(763)
Net changes in items other than those in shareholders' equity (Note)	-	-	(35,664)	-	(35,664)
Total changes during the period	-	-	285,901	22,759	308,660
Balance as of March 31, 2007	605,814	804,470	2,402,726	(226,394)	3,586,616

(Millions of yen)

	Valuation, translation adjustments and others							Share subscrip-tion rights	Minority interests	Total net assets
	Unrealized holding gain on securities	Unrealized gain from hedging instruments	Adjustment for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	Land revaluation of foreign subsidiaries	Unfunded retirement benefit obligation of foreign subsidiaries	Translation adjustments	Total valuation, translation adjustments and others			
Balance as of March 31, 2006	14,340	-	-	-	-	(204,313)	(189,973)	3,144	285,893	3,377,020
Changes during the period										
Cash dividends paid	-	-	-	-	-	-	-	-	-	(131,064)
Bonuses to directors and corporate auditors	-	-	-	-	-	-	-	-	-	(560)
Net income	-	-	-	-	-	-	-	-	-	460,796
Disposal of treasury stock	-	-	-	-	-	-	-	-	-	29,657
Purchases of treasury stock	-	-	-	-	-	-	-	-	-	(10,375)
Changes due to merger	-	-	-	-	-	-	-	-	-	361
Changes in the scope of consolidation	-	-	-	-	-	-	-	-	-	(3,728)
Changes in the scope of equity method	-	-	-	-	-	-	-	-	-	(763)
Net changes in items other than those in shareholders' equity (Note)	(8,514)	1,817	68,923	5,095	(13,826)	95,099	148,594	(433)	43,153	155,650
Total changes during the period	(8,514)	1,817	68,923	5,095	(13,826)	95,099	148,594	(433)	43,153	499,974
Balance as of March 31, 2007	5,826	1,817	68,923	5,095	(13,826)	(109,214)	(41,379)	2,711	329,046	3,876,994

Note: As a result of the adoption of the Accounting Standard for Presentation of Net Assets in the Balance Sheet and the Accounting Standard for Statement of Changes in Net Assets, ¥35,664 million, which had been included in retained earnings at the end of the prior fiscal year, has been reclassified to valuation, translation adjustments and others.

(Millions of yen)

Adjustment for revaluation of the accounts of consolidated subsidiaries based on general price-level accounting	49,915
Land revaluation of foreign subsidiaries	5,134
Unfunded retirement benefit obligation of foreign subsidiaries	(19,385)
Total amount reclassified from retained earnings to valuation, translation adjustments and others	35,664

④ Consolidated Statements of Cash Flows

Accounts	Notes	For the six months ended September 30, 2006 Amounts (Millions of yen)	For the six months ended September 30, 2007 Amounts (Millions of yen)	For the year ended March 31, 2007 Amounts (Millions of yen)
I Cash flows from operating activities				
Income before income taxes and minority interests		355,699	340,558	697,432
Depreciation and amortization		355,321	409,972	771,223
Impairment loss		7,787	4,100	22,673
(Decrease) Increase in provision for doubtful receivables		5,145	(1,410)	9,996
Unrealized loss on investments		374	259	459
Interest and dividend income		(10,343)	(12,658)	(25,546)
Interest expense		68,853	82,692	145,547
Gain on sales of property, plant and equipment		(630)	(16,624)	(28,485)
Loss on disposal of fixed assets		8,801	7,448	25,403
Gain on sales of investment securities		(5,545)	(2,505)	(3,566)
Increase in trade notes and accounts receivable		(70,000)	(95,357)	(114,960)
Decrease in sales finance receivables		170,075	87,825	44,341
Increase in inventories		(83,139)	(118,669)	(88,765)
(Decrease) Increase in trade notes and accounts payable		(95,355)	(4,311)	54,368
Amortization of net retirement benefit obligation at transition		5,456	5,448	10,928
Retirement benefit expenses		29,806	25,766	55,438
Retirement benefit payments made and offset against the related accrual		(56,977)	(25,280)	(157,821)
Other		(30,713)	(18,767)	12,118
Subtotal		654,615	668,487	1,430,783
Interest and dividends received		10,036	12,504	24,622
Interest paid		(68,455)	(81,315)	(143,650)
Income taxes paid		(114,118)	(81,649)	(268,928)
Net cash provided by operating activities		482,078	518,027	1,042,827
II Cash flows from investing activities				
Net (increase) decrease in short-term investments		2,191	(980)	7,210
Purchases of fixed assets		(260,098)	(246,201)	(546,848)
Proceeds from sales of property, plant and equipment		16,869	41,425	72,308
Purchases of leased vehicles		(517,096)	(461,310)	(957,356)
Proceeds from sales of leased vehicles		167,584	215,504	304,912
Increase in long-term loans receivable		(3,410)	(6,814)	(12,625)
Decrease in long-term loans receivable		1,680	3,940	4,211
Purchases of investment securities		(9,221)	(19,077)	(17,117)
Proceeds from sales of investment securities		25,056	2,118	36,486
Purchases of subsidiaries' stock resulting in changes in the scope of consolidation		(802)	—	(1,391)
Proceeds from sales of subsidiaries' shares resulting in changes in the scope of consolidation		—	1,664	1,308
Other		13,275	13,937	(5,685)
Net cash used in investing activities		(563,972)	(455,794)	(1,114,587)

Accounts	Notes	For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
		Amounts (Millions of yen)	Amounts (Millions of yen)	Amounts (Millions of yen)
III Cash flows from financing activities				
Net (decrease) increase in short-term borrowings		412,007	(35,850)	492,538
Increase in long-term borrowings		389,979	382,595	969,461
Increase in bonds		53,385	193,535	123,730
Repayment of long-term borrowings		(499,538)	(474,506)	(1,102,015)
Redemption of bonds		(164,833)	(34,571)	(190,515)
Proceeds from minority shareholders		—	—	260
Purchases of treasury stock		(24)	(41,939)	(10,375)
Proceeds from sales of treasury stock		14,049	12,066	29,087
Repayment of lease obligations		(36,827)	(30,990)	(66,775)
Cash dividends paid		(61,329)	(69,921)	(131,064)
Cash dividends paid to minority shareholders		(1,685)	(3,792)	(7,453)
Other		11	7	33
Net cash (used in) provided by financing activities		105,195	(103,366)	106,912
IV Effects of exchange rate changes on cash and cash equivalents		2,223	8,797	16,640
V (Decrease) Increase in cash and cash equivalents		25,524	(32,336)	51,792
VI Cash and cash equivalents at beginning of the period		404,212	469,388	404,212
VII Increase due to inclusion of subsidiaries in consolidation		13,384	27	13,384
VIII Cash and cash equivalents at end of the period	*	443,120	437,079	469,388

Significant Accounting Policies

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
1. Scope of Consolidation (1) Number of consolidated subsidiaries 196 • Domestic companies 97 Domestic car dealers and parts distributors: Aichi Nissan Motor Co., Ltd., Nissan Tokuhan Co., Ltd., Nissan Prince Tokyo Sales Co., Ltd., Nissan Chuo Parts Sales Co., Ltd., and 74 other companies Domestic vehicles and parts manufacturers: Nissan Shatai Co., Ltd., Aichi Machine Industry Co., Ltd., JATCO Ltd., Calsonic Kansei Corp. and 4 other companies Domestic logistics and services companies: Nissan Trading Co., Ltd., Nissan Financial Services Co., Ltd., Autech Japan, Inc., and 8 other companies • Foreign companies 99 Nissan North America, Inc., Nissan Europe S.A.S., Nissan Motor Manufacturing (UK) Ltd., Nissan Mexicana, S.A. de C.V., and 95 other companies Renault Japon, which became a subsidiary through a stock acquisition, has been consolidated effective April 1, 2006. Nissan Nordic Europe and 8 other companies, which were unconsolidated subsidiaries in the prior year, have been consolidated effective April 1, 2006 because their importance has increased. Meanwhile, Kantus Corporation has been dissolved following its merger. As a result of a reorganization of domestic dealers during the half-year period ended September 30, 2006, 52 consolidated subsidiaries have been split into companies each for sales businesses and for asset management. The 52 asset management companies have then been liquidated following their merger with Nissan Real Estate Development Co., Ltd., which is then renamed as Nissan Network Holdings Co., Ltd.	1. Scope of Consolidation (1) Number of consolidated subsidiaries 175 • Domestic companies 82 Domestic car dealers and parts distributors: Aichi Nissan Motor Co., Ltd., Nissan Tokuhan Co., Ltd., Nissan Prince Tokyo Sales Co., Ltd., Nissan Chuo Parts Sales Co., Ltd., and 59 other companies Domestic vehicles and parts manufacturers: Nissan Shatai Co., Ltd., Aichi Machine Industry Co., Ltd., JATCO Ltd., Calsonic Kansei Corp. and 4 other companies Domestic logistics and services companies: Nissan Trading Co., Ltd., Nissan Financial Services Co., Ltd., Autech Japan, Inc., and 8 other companies • Foreign companies 93 Nissan North America, Inc., Nissan Europe S.A.S., Nissan Motor Manufacturing (UK) Ltd., Nissan Mexicana, S.A. de C.V., and 89 other companies The newly established Tokai Nissan Motor Co.,Ltd. and 1 other company have been consolidated. Nissan Kaz Limited Liability Partnership and 1 other company, which were unconsolidated subsidiaries in the prior year, have been consolidated effective April 1, 2007 because their importance has increased. Meanwhile, NR Wholesale Mexico, S.A. de C.V. and 8 other companies, which were consolidated subsidiaries in the prior year, have been excluded from consolidation as they have been dissolved following their merger. Sunny Osaka Service Co.,Ltd. and 6 other companies have been excluded from consolidation following their dissolution. Bocho Nissan Motor Co.,Ltd. has been excluded from consolidation following the sale of its shares.	1. Scope of Consolidation (1) Number of consolidated subsidiaries 188 • Domestic companies 94 Domestic car dealers and parts distributors: Aichi Nissan Motor Co., Ltd., Nissan Tokuhan Co., Ltd., Nissan Prince Tokyo Sales Co., Ltd., Nissan Chuo Parts Sales Co., Ltd., and 71 other companies Domestic vehicles and parts manufacturers: Nissan Shatai Co., Ltd., Aichi Machine Industry Co., Ltd., JATCO Ltd., Calsonic Kansei Corp. and 4 other companies Domestic logistics and services companies: Nissan Trading Co., Ltd., Nissan Financial Services Co., Ltd., Autech Japan, Inc., and 8 other companies • Foreign companies 94 Nissan North America, Inc., Nissan Europe S.A.S., Nissan Motor Manufacturing (UK) Ltd., Nissan Mexicana, S.A. de C.V., and 90 other companies The newly established Nissan Business Service has been consolidated. Nissan Center Europe and 1 other company have become consolidated subsidiaries through a stock acquisition. Nissan Nordic Europe and 8 other companies, which were unconsolidated subsidiaries in the prior year, have been consolidated effective April 1, 2006 because their importance has increased. Meanwhile, Tokyo Nissan Motor Co., Ltd. and 4 other companies, which were consolidated subsidiaries in the prior year, have been dissolved following their merger. Nissan Swaziland (Pty) Ltd. and 3 other companies, which were consolidated subsidiaries in the prior year, have been dissolved following their liquidation. Reicomsa, S. A. and 1 other company have been excluded from consolidation following the sale of their shares. As a result of a reorganization of domestic dealers during the year ended March 31, 2007, 52 consolidated subsidiaries have been split into companies each for sales businesses and for asset management. The 52 asset management companies have then been liquidated following their merger with Nissan Real Estate Development Co., Ltd., which was then renamed Nissan Network Holdings Co., Ltd.

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
(2) Unconsolidated subsidiaries 176 • Domestic companies 118 Nissan Marine Co., Ltd., Nissan Human Resource Development Center Co., Ltd., and others • Foreign companies 58 Nissan Industrial Equipment Co. and others These unconsolidated subsidiaries are small in terms of their total assets, total sales, total net income or loss, total retained earnings and others, and do not have a significant effect on the semiannual consolidated financial statements. As a result, they have been excluded from consolidation.	(2) Unconsolidated subsidiaries 168 • Domestic companies 108 Nissan Marine Co., Ltd., Shinwa Kogyo Co., Ltd., and others • Foreign companies 60 Nissan Industrial Equipment Co. and others These unconsolidated subsidiaries are small in terms of their total assets, total sales, total net income or loss, total retained earnings and others, and do not have a significant effect on the semiannual consolidated financial statements. As a result, they have been excluded from consolidation.	(2) Unconsolidated subsidiaries 174 • Domestic companies 115 Nissan Marine Co., Ltd., Nissan Human Resources Development Center Inc. and others • Foreign companies 59 Nissan Industrial Equipment Co. and others. These unconsolidated subsidiaries are small in terms of their total assets, total sales, total net income or loss, total retained earnings and others, and do not have a significant effect on the consolidated financial statements. As a result, they have been excluded from consolidation.

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
2. Equity Method	2. Equity Method	2. Equity Method
(1) Companies accounted for by the equity method 50	(1) Companies accounted for by the equity method 46	(1) Companies accounted for by the equity method 47
• Unconsolidated subsidiaries 32 (20 domestic and 12 foreign companies)	• Unconsolidated subsidiaries 31 (19 domestic and 12 foreign companies)	• Unconsolidated subsidiaries 32 (20 domestic and 12 foreign companies)
Nissan Marine Co., Ltd., Nissan Industrial Equipment Co. and others	Nissan Marine Co., Ltd., Nissan Industrial Equipment Co. and others	Nissan Marine Co., Ltd., Nissan Industrial Equipment Co. and others
Alliance Inspection Management Holdings and 5 other companies, which were subsidiaries not accounted for by the equity method in the prior year, have become non-consolidated subsidiaries accounted for by the equity method effective April 1, 2006 because their importance has increased. Meanwhile, Nissan Hanshin Service Center Co., Ltd. and 2 other companies have been dissolved following their mergers.	Nissan Fukuoka Service Center Co.,Ltd. which was unconsolidated subsidiaries accounted for by the equity method in the prior year, has been dissolved following its merger.	Alliance Inspection Management Holdings and 5 other companies, which were subsidiaries not accounted for by the equity method in the prior year, have become non-consolidated subsidiaries accounted for by the equity method effective April 1, 2006 because their importance has increased. Meanwhile, Nissan Hanshin Service Center Co., Ltd. and 2 other companies have been dissolved following their mergers.
• Affiliates 18 (15 domestic and 3 foreign companies)	• Affiliates 15 (14 domestic and 1 foreign company)	• Affiliates 15 (14 domestic and 1 foreign company)
Kinugawa Rubber Industrial Co., Ltd. and others	Kinugawa Rubber Industrial Co., Ltd. and others	Kinugawa Rubber Industrial Co., Ltd. and others
		Siam Metal Technologies and another company have been excluded from the scope of the equity method, following the sale of their shares. Nissan Vehicle Distributors has been liquidated and dissolved.
(2) Companies not accounted for by the equity method 186	(2) Companies not accounted for by the equity method 180	(2) Companies not accounted for by the equity method 182
• Unconsolidated subsidiaries 144	• Unconsolidated subsidiaries 137	• Unconsolidated subsidiaries 142
Nissan Human Resources Development Co., Inc. and others	Shinwa Kogyo Co., Ltd., and others	Nissan Human Resources Development Center Inc. and others
• Affiliates 42	• Affiliates 43	• Affiliates 40
Tonox Co., Ltd. and others	Tonox Co., Ltd. and others	Tonox Co., Ltd. and others
These companies are not accounted for by the equity method as their impact is not significant on consolidated net income or loss for the period or on consolidated retained earnings and others.	These companies are not accounted for by the equity method as their impact is not significant on consolidated net income or loss for the period or on consolidated retained earnings and others.	These companies are not accounted for by the equity method, as their impact is not significant on the consolidated net income or loss, consolidated retained earnings and others.
(3) No adjustments are made to the semiannual financial statements of companies accounted for by the equity method even if their accounting period is different from that of the Company.	(3) No adjustments are made to the semiannual financial statements of companies accounted for by the equity method even if their accounting period is different from that of the Company.	(3) No adjustments are made to the financial statements of the companies accounted for by the equity method even if their accounting period is different from that of the Company.

<table>
<tr><th>For the six months ended
September 30, 2006</th><th>For the six months ended
September 30, 2007</th><th>For the year ended
March 31, 2007</th></tr>
<tr><td>3. Accounting Period of Consolidated Subsidiaries

(1) The following consolidated subsidiaries close their books of account on June 30:

Nissan Mexicana, S.A. de C.A.
NR Finance Mexico, S.A. de C.V.
NR Wholesale Mexico, S.A. de C.V.
ESARA, S.A. de C.V.
Nissan Europe S.A.S. and its 20 subsidiaries
Nissan Forklift Europe B.V.
Nissan Forklift Espana S.A.
Nissan Forklift Co., North America
Nissan Trading Co., Ltd. and its 2 subsidiaries
Nissan Motor Company South Africa (Pty) Ltd. and its 8 subsidiaries
Nissan do Brasil Automoveis Ltda.
P.T. Nissan Motor Indonesia
P.T. Nissan Motor Distributor Indonesia
Siam Nissan Automobile Co., Ltd. and its 2 subsidiaries
Nissan South East Asia Co., Ltd.
Siam Motors And Nissan Co., Ltd.
Yulon Nissan Motor Co., Ltd.
NISSAN (CHINA) INVESTMENT CO., LTD.
Dongfeng Motor Co., Ltd.
Nissan Korea Co., Ltd.
Nissan Light Truck Co., Ltd.
Calsonic Kansei Mexicana, S.A. de R.L. de C.V. and its 2 subsidiaries
Nissan Asia Pacific Pte., Ltd.
Nissan International Finance Singapore Pte., Ltd.
Nissan Assurance Holding Company and its 3 subsidiaries
JATCO México, S. A. de C. V.
Nissan Motor Egypt and its 2 subsidiaries
Nissan Leasing (Thailand)
Calsonic Kansei (Thailand) Co., Ltd.
Calsonic Kansei (Shanghai) Corp.
Renault Japon
Calsonic Kansei (China) Holding Company

(2) The necessary adjustments are made to the semiannual financial statements of these 71 companies to reflect any significant transactions made between the Company’s closing date and those of the consolidated subsidiaries.</td>
<td>3. Accounting Period of Consolidated Subsidiaries

(1) The following consolidated subsidiaries close their books of account on June 30:

Nissan Mexicana, S.A. de C.A.
NR Finance Mexico, S.A. de C.V.
NR Finance Service, S.A. de C.V.
Nissan Europe S.A.S. and its15 subsidiaries
Nissan Forklift Europe B.V.
Nissan do Brasil Automoveis Ltda.
JATCO México, S. A. de C. V.
Yulon Nissan Motor Co., Ltd.
NISSAN (CHINA) INVESTMENT CO., LTD
Dongfeng Motor Co., Ltd.
Calsonic Kansei Mexicana, S.A. de R.L. de C.V.
Calsonic Kansei (Thailand) Co., Ltd.
Calsonic Kansei (Shanghai) Corp.
Calsonic Kansei (China) Holding Company
Calsonic Kansei (Guangzhou) Corp.

(2) Out of these 30 companies, semiannual financial statements based on the provisional accounts at the end of the accounting period of the Company are used to consolidate the results of Nissan Europe S.A.S., Nissan Mexicana, S.A. de C.A., and 20 other companies. Meanwhile, for Dongfeng Motor Co., Ltd., Yulon Nissan Motor Co., Ltd., and 6 other companies, their semiannual financial statements at the end of their respective accounting periods are used with necessary adjustments to reflect any significant transactions between the Company’s closing date and those of the consolidated subsidiaries.</td>
<td>3. Accounting Period of Consolidated Subsidiaries

(1) The following consolidated subsidiaries close their books of account on December 31:
Nissan Mexicana, S.A. de C.A.
NR Finance Mexico, S.A. de C.V.
NR Wholesale Mexico, S.A. de C.V.
ESARA, S.A. de C.V.
Nissan Europe S.A.S. and its14 subsidiaries
Nissan Forklift Europe B.V.
Nissan do Brasil Automoveis Ltda.
JATCO México, S. A. de C. V.
Yulon Nissan Motor Co., Ltd.
NISSAN (CHINA) INVESTMENT CO., LTD
Dongfeng Motor Co., Ltd.
Calsonic Kansei Mexicana, S.A. de R.L. de C.V. and its 2 subsidiaries
Calsonic Kansei (Thailand) Co., Ltd.
Calsonic Kansei (Shanghai) Corp.
Calsonic Kansei (China) Holding Company

(2) Out of these 31 companies, financial statements based on the provisional accounts at the end of the accounting period of the Company are used to consolidate the results of Nissan Europe S.A.S., Nissan Mexicana, S.A. de C.A., and 20 other companies. Meanwhile, for Dongfeng Motor Co., Ltd., Yulon Nissan Motor Co., Ltd. and 7 other companies, their financial statements at the end of their respective accounting periods are used with necessary adjustments to reflect any significant transactions between the Company’s closing date and those of the consolidated subsidiaries.</td></tr>
</table>

<table>
<tr><th>For the six months ended
September 30, 2006</th><th>For the six months ended
September 30, 2007</th><th>For the year ended
March 31, 2007</th></tr>
<tr><td>4. Significant Accounting Policies
(1) Method of valuation of assets
① Securities
Held-to-maturity debt securities:
Held-to-maturity debt securities are stated at amortized cost.
Other securities:
Marketable securities:
Marketable securities classified as other securities are carried at fair value with any changes in unrealized holding gain or loss, net of the applicable income taxes, directly included in net assets. Cost of securities sold is calculated by the moving average method.
Non-marketable securities:
Non-marketable securities classified as other securities are carried at cost determined by the moving average method.
② Derivatives
Derivative financial instruments are stated at fair value.
③ Inventories
Inventories are stated principally at the lower of cost or market, cost being determined by the FIFO method.
(2) Depreciation of property, plant and equipment
Depreciation of property, plant and equipment is calculated principally by the straight-line method based on the estimated useful lives and economic residual value determined by the Company.
(3) Basis for significant reserves
① Allowance for doubtful accounts
Allowance for doubtful accounts is provided at an amount determined based on the historical experience of bad debt with respect to ordinary receivables, plus an estimate of uncollectible amounts determined by reference to specific doubtful receivable from companies in experiencing financial difficulties.
② Accrued warranty costs
Accrued warranty costs are provided to cover the cost of all services anticipated to be incurred during the entire warranty period in accordance with the terms of the various warranty contracts based on historical experience.</td>
<td>4. Significant Accounting Policies
(1) Method of valuation of assets
① Securities
Held-to-maturity debt securities:
Same as on the left
Other securities:
Marketable securities:
Same as on the left
Non-marketable securities:
Same as on the left
② Derivatives
Same as on the left
③ Inventories
Same as on the left
(2) Depreciation of property, plant and equipment
Same as on the left
(3) Basis for significant reserves
① Allowance for doubtful accounts
Same as on the left
② Accrued warranty costs
Same as on the left</td>
<td>4. Significant Accounting Policies
(1) Method of valuation of assets
① Securities
Held-to-maturity debt securities:
Same as on the left
Other securities:
Marketable securities:
Same as on the left
Non-marketable securities:
Same as on the left
② Derivatives
Same as on the left
③ Inventories
Same as on the left
(2) Depreciation of property, plant and equipment
Same as on the left
(3) Basis for significant reserves
① Allowance for doubtful accounts
Same as on the left
② Accrued warranty costs
Same as on the left</td></tr>
</table>

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
③ Accrued retirement benefits Accrued retirement benefits principally to employees are provided at an amount calculated based on the estimated retirement benefit obligation and the estimated fair value of the pension plan assets at the end of the interim period. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized primarily by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.	③ Accrued retirement benefits Accrued retirement benefits or prepaid pension costs are recorded principally at an amount calculated based on the estimated retirement benefit obligation and the fair value of the pension plan assets at the end of the period. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized primarily by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.	③ Accrued retirement benefits Accrued retirement benefits or prepaid pension costs are recorded principally at an amount calculated based on the estimated retirement benefit obligation and the fair value of the pension plan assets at the end of the fiscal year. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized primarily by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.
―――――――	④ Accrued retirement benefits for directors and corporate auditors Accrued retirement benefits for directors and corporate auditors are recorded at the amount which would have been required to be paid in accordance with the Company's internal rules if those directors and corporate auditors had resigned their offices as of the balance sheet date.	―――――――
(4) Foreign currency translation Receivables and payables denominated in foreign currencies are translated into yen at the rates of exchange in effect at the semiannual balance sheet date, and differences arising from the translation are charged or credited to income. The assets and liabilities of the foreign consolidated subsidiaries are translated into yen at the rates of exchange in effect at the semiannual balance sheet date. Revenue and expense accounts are translated at the average rate of exchange in effect during the period. Differences arising from the translation are presented as translation adjustments and minority interests in net assets.	(4) Foreign currency translation Same as on the left	(4) Foreign currency translation Receivables and payables denominated in foreign currencies are translated into yen at the rates of exchange in effect at the balance sheet date, and differences arising from the translation are charged or credited to income. The assets and liabilities of the foreign consolidated subsidiaries are translated into yen at the rates of exchange in effect at the balance sheet date. Revenue and expense accounts are translated at the average rate of exchange in effect during the year. Differences arising from the translation are presented as translation adjustments and minority interests in net assets.
(5) Lease transactions Non-cancelable lease transactions which substantially transfer all risks and rewards associated with the ownership of the assets are accounted for as finance leases.	(5) Lease transactions Same as on the left	(5) Lease transactions Same as on the left
(6) Hedge accounting ① Hedge accounting Deferral hedge accounting is adopted for derivatives which qualify as hedges, under which unrealized gain or loss is deferred.	(6) Hedge accounting ① Hedge accounting Same as on the left	(6) Hedge accounting ① Hedge accounting Same as on the left.

<table>
<tr><th>For the six months ended
September 30, 2006</th><th>For the six months ended
September 30, 2007</th><th>For the year ended
March 31, 2007</th></tr>
<tr><td>② Hedging instruments and hedged items
• Hedging instruments
Derivative transactions
• Hedged items
Hedged items are primarily forecasted sales denominated in foreign currencies.</td><td>② Hedging instruments and hedged items
Same as on the left</td><td>② Hedging instruments and hedged items
Same as on the left</td></tr>
<tr><td>③ Hedging policy
It is the Company’s policy that all transactions denominated in foreign currencies are to be hedged.</td><td>③ Hedging policy
Same as on the left</td><td>③ Hedging policy
Same as on the left</td></tr>
<tr><td>④ Assessment of hedge effectiveness
Hedge effectiveness is not assessed if the substantial terms and conditions of the hedging instruments and the hedged forecasted transactions are the same.</td><td>④ Assessment of hedge effectiveness
Same as on the left</td><td>④ Assessment of hedge effectiveness
Same as on the left</td></tr>
<tr><td>⑤ Risk management policy with respect to hedge accounting
The Company manages its derivative transactions in accordance with its internal “Policies and Procedures for Risk Management.”</td><td>⑤ Risk management policy with respect to hedge accounting
Same as on the left</td><td>⑤ Risk management policy with respect to hedge accounting
Same as on the left</td></tr>
<tr><td>(7) Accounting for consumption taxes
Transactions subject to consumption taxes are recorded at amounts exclusive of consumption taxes.</td><td>(7) Accounting for consumption taxes
Same as on the left</td><td>(7) Accounting for consumption taxes
Same as on the left</td></tr>
<tr><td>―――――</td><td>(8) Adoption of consolidated taxation system
Effective from the six-month period ended September 30, 2007, the Company and certain consolidated subsidiaries have adopted a consolidated taxation system.</td><td>―――――</td></tr>
<tr><td>(8) Accounting policies adopted by foreign consolidated subsidiaries
The semiannual financial statements of the Company’s subsidiaries in Mexico and certain other countries have been prepared based on general price-level accounting. The related revaluation adjustments made to reflect the effect of inflation in those countries in the accompanying semiannual consolidated financial statements have been charged or credited to income and are reflected directly in valuation, translation adjustments and others.</td><td>(9) Accounting policies adopted by foreign consolidated subsidiaries
The semiannual financial statements of the Company’s subsidiaries in Mexico have been prepared based on general price-level accounting. The related revaluation adjustments made to reflect the effect of inflation in those countries in the accompanying semiannual consolidated financial statements have been charged or credited to income and are reflected directly in valuation, translation adjustments and others.</td><td>(8) Accounting policies adopted by foreign consolidated subsidiaries
The financial statements of the Company’s subsidiaries in Mexico and certain other countries have been prepared based on general price-level accounting. The related revaluation adjustments made to reflect the effect of inflation in those countries in the accompanying consolidated financial statements have been charged or credited to income and are reflected directly in valuation, translation adjustments and others.</td></tr>
<tr><td>5. Cash and Cash Equivalents in the Semiannual Consolidated Statement of Cash Flows
Cash and cash equivalents in the semiannual consolidated statement of cash flows consist of cash on hand, cash in banks which can be withdrawn on demand, and short-term investments with a maturity of three months or less when purchased which can easily be converted into cash and are subject to little risk of change in value.</td><td>5. Cash and Cash Equivalents in the Semiannual Consolidated Statement of Cash Flows
Same as on the left</td><td>5. Cash and Cash Equivalents in the Consolidated Statement of Cash Flows
Cash and cash equivalents in the consolidated statement of cash flows consist of cash on hand, cash in banks which can be withdrawn on demand, and short-term investments with a maturity of three months or less when purchased which can easily be converted into cash and are subject to little risk of change in value.</td></tr>
</table>

Changes in Accounting Policies

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Accounting Standard for Share-based Payment Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006). The effect of this change was to decrease operating income, ordinary income, and income before income taxes and minority interests by ¥460 million for the six months ended September 30, 2006 compared with the corresponding amounts which would have been recorded if the previous method had been adopted. The effect of this change on Segment Information is explained in the applicable notes.	Accounting for Directors' Retirement Benefits Until the year ended March 31, 2007, certain subsidiaries expensed retirement benefits for directors and corporate auditors to income when general shareholders' meetings approved resolutions for the payment of those benefits. In April 2007, a new position paper was issued by the Japanese Institute of Certified Public Accountants to clarify the accounting treatment for retirement benefits for directors and corporate auditors. In this connection, certain subsidiaries began to record an accrual for the retirement benefits for the directors and corporate auditors at the amount which would have been required to be paid in accordance with their respective internal rules if those directors and corporate auditors had resigned their offices as of the balance sheet date in order to establish a sound financial position. The effect of this change was to increase selling, general and administrative expenses by ¥211 million, to decrease operating income and ordinary income by the same amount and to decrease income before income taxes and minority interests by ¥1,336 million for the six-month period ended September 30, 2007 compared with the corresponding amounts which would have been recorded if the previous method had been followed. The effect of this change on segment information is explained in the relevant portion of this document. As a result of this change, effective April 1, 2007, accrued retirement benefits for directors and corporate auditors, which had been recorded by certain subsidiaries and included in accrued retirement benefits for employees until March 31, 2007, were separately disclosed in the semiannual consolidated financial statements.	Accounting Standard for Share-based Payment Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006). The effect of this change was to decrease operating income, ordinary income, and income before income taxes and minority interests by ¥1,037 million for the year ended March 31, 2007 compared with the corresponding amounts which would have been recorded if the previous method had been adopted. The effect of this change on Segment Information is explained in the applicable notes.
Accounting Standard for Presentation of Net Assets in the Balance Sheet Effective April 1, 2006, the Company adopted the Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5 issued on December 9, 2005) and the Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8 issued on December 9, 2005). Shareholders' equity under the previous method of presentation amounted to ¥3,315,628 million as of September 30, 2006. Net assets in the consolidated balance sheet as of September 30, 2006 have been presented in accordance with the revised "Regulations for Semiannual Consolidated Financial Statements."		Accounting Standard for Presentation of Net Assets in the Balance Sheet Effective April 1, 2006, the Company adopted the Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5 issued on December 9, 2005) and the Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8 issued on December 9, 2005). Shareholders' equity under the previous method of presentation amounted to ¥3,543,420 million as of March 31, 2007. Net assets in the consolidated balance sheet as of March 31, 2007 have been presented in accordance with the revised "Regulations for Consolidated Financial Statements."

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
		Change of Closing Dates of Consolidated Subsidiaries Until the year ended March 31, 2006, since the difference between the fiscal year end of the parent company and those of 55 consolidated subsidiaries was within three months, the operating results of those subsidiaries were consolidated by using their financial statements as of their respective fiscal year ends. Effective the year ended March 31, 2007, 22 consolidated subsidiaries have been consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their respective fiscal year end. This change was made, upon the completion of the internal reporting systems which allow those subsidiaries to accelerate their financial statement closing process, in order to make the disclosures of the consolidated financial statements more meaningful by unifying the fiscal year. In addition, 33 consolidated subsidiaries have also changed their fiscal year end to March 31 for the same reason. As a result, the financial statements of the 55 consolidated subsidiaries described above were prepared for the 15-month period from January 1, 2006 to March 31, 2007. The effect of this change was to increase consolidated net sales by ¥767,606 million, operating income by ¥21,443 million, ordinary income by ¥18,483 million, net income before income taxes and minority interests by ¥15,661 million, and net income by ¥11,589 million compared with the corresponding amounts which would have been recorded if the previous method had been followed. This change was made during the second half of the fiscal year, because the subsidiaries' internal systems to accelerate their financial statements closing processes were completed during that period. The effect of this change on Segment Information is explained in the applicable notes.

Changes in Presentation

For the six months ended September 30, 2006	For the six months ended September 30, 2007
Semiannual Consolidated Statement of Cash Flows In the presentation of "Cash flows from financing activities," "Repayment or redemption of long-term debt" has been separated into "Repayment of long-term borrowings" and "Redemption of bonds" due to the increased materiality of the respective accounts. "Repayment or redemption of long-term debt" for the six months ended September 30, 2005 consisted of "Repayment of long-term borrowings" in the amount of ¥389,093 million and "Redemption of bonds" in the amount of ¥156,422 million.	Semiannual Consolidated Balance Sheet In the presentation of "Current liabilities," "Commercial paper" has been presented separately from "Short-term borrowings" due to its increased materiality. "Commercial paper" in the amount of ¥964,895 million was included in "Short-term borrowings" for the six months ended September 30, 2006.

Additional Information

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
―――――――	Change of Closing Dates of Consolidated Subsidiaries Until the year ended March 31, 2006, since the difference between the fiscal year end of the parent company and those of 55 consolidated subsidiaries was within three months, the operating results of those subsidiaries were consolidated by using their financial statements as of their respective fiscal year ends. Effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end. The remaining 33 consolidated subsidiaries changed their fiscal year end to March 31. These changes were made during the second half of the year ended March 31, 2007. Therefore, the relevant subsidiaries closed their accounts for the period from January 1, 2006 to June 30, 2006 to prepare consolidated financial statements for the six-month period ended September 30, 2006, and those for the period from April 1, 2007 to September 30, 2007 for the six-month period ended September 30, 2007. Accrued Retirement Benefits for Directors and Corporate Auditors Until the year ended March 31, 2007, the Company expensed retirement benefits for directors and corporate auditors to income when general shareholders' meetings approved resolutions for the payments of those benefits. However, a resolution was approved at the general shareholders' meeting held on June 20, 2007 that retirement benefits for directors and corporate auditors in response to the discontinuation of such system to be paid to the relevant directors and corporate auditors when they retire. Accordingly, the Company recognized the amount of expected payments for this purpose as a special loss and included the outstanding balance in "Other long-term liabilities" for the six-month period ended September 30, 2007.	―――――――

Notes to Semiannual Consolidated Financial Statements

All amounts are in millions of yen unless otherwise indicated except for amounts per share.

For the Semiannual Consolidated Balance Sheets

At September 30, 2006	At September 30, 2007	At March 31, 2007
1. *1 Accumulated depreciation of property, plant and equipment ¥4,221,834 This balance includes the accumulated depreciation of leased assets (lessees) in the amount of ¥196,327 million.	1. *1 Accumulated depreciation of property, plant and equipment ¥4,486,383 This balance includes the accumulated depreciation of leased assets (lessees) in the amount of ¥161,508 million.	1. *1 Accumulated depreciation of property, plant and equipment ¥4,349,349 This balance includes the accumulated depreciation of leased assets (lessees) in the amount of ¥160,851 million.
2. *2 Machinery, equipment and vehicles includes certain items leased to others under lease agreements in the amount of ¥1,710,600 million.	2. *2 Machinery, equipment and vehicles includes certain items leased to others under lease agreements in the amount of ¥1,838,987 million.	2. *2 Machinery, equipment and vehicles includes certain items in the amount of ¥1,796,072 million leased to others under lease agreements.
3. *3 These assets include the following assets pledged as collateral: (1) Assets pledged as collateral: Notes and accounts receivable ¥778 Sales finance receivables 1,402,286 Property, plant and equipment 900,048 Intangible fixed assets 336 Total ¥2,303,448 (2) Liabilities secured by the above collateral: Short-term borrowings ¥ 447,397 Long-term borrowings (including the current portion) 1,468,739 Total ¥1,916,136 In addition to the above, sales finance receivables totaling ¥44,138 million, which were eliminated in consolidation, were pledged as collateral for short-term borrowings of ¥44,056 million.	3. *3 These assets include the following assets pledged as collateral: (1) Assets pledged as collateral: Sales finance receivables ¥1,238,558 Property, plant and equipment 1,104,131 Intangible fixed assets 302 Total ¥2,342,991 (2) Liabilities secured by the above collateral: Short-term borrowings ¥ 545,321 Long-term borrowings (including the current portion) 1,366,523 Total ¥1,911,844	3. *3 These assets include the following assets pledged as collateral: (1) Assets pledged as collateral: Notes and accounts receivable ¥741 Sales finance receivable 1,378,045 Property, plant and equipment 1,057,988 Intangible fixed assets 445 Total ¥2,437,219 (2) Liabilities secured by the above collateral: Short-term borrowings ¥612,193 Long-term borrowings (including the current portion) 1,422,841 Total ¥2,035,034 In addition to the above, sales finance receivables totaling ¥55,066 million, which were eliminated in consolidation, were pledged as collateral for short-term borrowings of ¥54,957 million.
4. Guarantees and others (1) Guarantees Guarantees / Balance of liabilities guaranteed / Description of liabilities guaranteed Employees / ¥167,167* / Employees' housing loans and others AG Global Private Ltd. Co. and 176 other companies / 39,513 / Loans Total / ¥206,680 * Allowance for doubtful receivables is provided for these loans mainly based on past experience.	4. Guarantees and others (1) Guarantees Guarantees / Balance of liabilities guaranteed / Description of liabilities guaranteed Employees / ¥152,805* / Employees' housing loans and others 463 foreign dealers and 6 other companies / 62,499 / Loans Total / ¥215,304 * Allowance for doubtful receivables is provided for these loans mainly based on past experience.	4. Guarantees and others (1) Guarantees Guarantees / Balance of liabilities guaranteed / Description of liabilities guaranteed Employees / ¥160,182* / Employees' housing loans and others 593 foreign dealers and 6 other companies / 51,403 / Loans Total / ¥211,585 * Allowance for doubtful receivables is provided for these loans mainly based on past experience.

At September 30, 2006	At September 30, 2007	At March 31, 2007
(2) Commitments to provide guarantees Guarantees — Balance of commitments to provide guarantees — Description of commitments MONC LIBERIA, INC and another company — ¥2,363 — Commitments to provide guarantees for loans	(2) Commitments to provide guarantees Guarantees — Balance of commitments to provide guarantees — Description of commitments Hibikinada Development Co., Ltd. — ¥1,007 — Commitments to provide guarantees for loans	(2) Commitments to provide guarantees Guarantees — Balance of commitments to provide guarantees — Description of commitments Hibikinada Development Co., Ltd. — ¥1,064 — Commitments to provide guarantees for loans
(3) Outstanding balance of installment receivables sold with recourse ¥8,485	(3) Outstanding balance of installment receivables sold with recourse ¥5,383	(3) Outstanding balance of installment receivables sold with recourse ¥6,076
5. Notes receivable discounted with banks ¥198	5. Notes receivable discounted with banks ¥173	5. Notes receivable discounted with banks ¥5,229
6. *4 Notes maturing at end of the period Notes maturing at the end of this period have been eliminated at the date of clearing. The end of this period was a holiday for financial institutions, so the following notes are included in the balance of notes at the end of this period. Notes receivable ¥3,653 Notes payable ¥95	6. *4 Notes maturing at end of the period Notes maturing at the end of this period have been eliminated at the date of clearing. The end of this period was a holiday for financial institutions, so the following notes are included in the balance of notes at the end of this period. Notes receivable ¥4,704 Notes payable ¥1,133	6. *4 Notes maturing at end of the period Notes maturing at the end of this fiscal year have been eliminated at the date of clearing. The end of this fiscal year was a holiday for financial institutions, so the following notes are included in the balance of notes at the end of this fiscal year. Notes receivable ¥2,534 Notes payable ¥163
7. The unused balances granted under overdraft and loan commitment agreements of certain consolidated subsidiaries are summarized as follows: Total lines of credit, overdrafts and loans ¥229,692 Loans receivable outstanding 54,597 Unused lines of credit ¥175,095 A significant portion of the above overdraft and loan commitment agreements frequently expires without being utilized and loans under such agreements are sometimes subject to a prior credit investigation of the borrowers. Accordingly, the unused balance may not necessarily be fully utilized.	7. The unused balances granted under overdraft and loan commitment agreements of certain consolidated subsidiaries are summarized as follows: Total lines of credit, overdrafts and loans ¥230,138 Loans receivable outstanding 65,747 Unused lines of credit ¥164,391 A significant portion of the above overdraft and loan commitment agreements frequently expires without being utilized and loans under such agreements are sometimes subject to a prior credit investigation of the borrowers. Accordingly, the unused balance may not necessarily be fully utilized.	7. The amount of unused balances of overdrafts and loan commitment agreements entered into by consolidated subsidiaries are as follows: Total lines of credit, overdrafts and loans ¥229,767 Loans receivable outstanding 63,039 Unused lines of credit ¥166,728 A significant portion of the above overdraft and loan commitment agreements frequently expires without being utilized and loans under such agreements are sometimes subject to a prior credit investigation of the borrowers. Accordingly, the unused balance may not necessarily be fully utilized.

For the Semiannual Consolidated Statements of Income

For the six months ended September 30, 2006

*1 Gain on sales of fixed assets primarily consisted of gain on sales of land and buildings of ¥719 million in the aggregate.

*2 The following loss on impairment of fixed assets was recorded for the six months ended September 30, 2006:

Usage	Description	Location	Amount (Millions)
Idle assets	Land, buildings structures and Machinery	Osaka-city, Osaka Prefecture and 37 other locations	¥1,759
Assets to be sold	Land, buildings and structures	Ageo-city, Saitama Prefecture and 2 other locations	¥ 158
Assets to be disposed of	Land, buildings and structures	Kyoto-city, Kyoto Prefecture and 28 other locations	¥5,870

The Group bases its grouping for assessing the impairment loss on fixed assets on its business segments (automobiles and sales financing) and geographical segments. However, the Group determines whether an asset is impaired on an individual asset basis if the asset is considered idle or if it is to be disposed of.

The Company and some of its domestic consolidated subsidiaries have recognized an impairment loss on idle assets and assets to be disposed of due to a significant decline in their market value by reducing their book value to the respective net realizable value of each asset. Such loss amounted to ¥7,787 million and has been recorded as a special loss in the accompanying semiannual consolidated statement of income. This impairment loss consisted of losses on idle assets of ¥1,759 million (land - ¥627 million, buildings - ¥1,046 million, and machinery - ¥86 million), losses on assets to be sold of ¥158 million (land - ¥126 million and buildings and structures - ¥32 million) and losses of ¥5,870 million on assets to be disposed of (land - ¥4,475 million and buildings - ¥1,395 million).

The net realizable value of the idle assets and assets to be disposed of was based on their appraisal value and that of the assets to be sold was estimated based on their respective sales contracts.

For the six months ended September 30, 2007

*1 Gain on sales of fixed assets primarily consisted of gain on sales of land and buildings of ¥16,965 million in the aggregate.

*2 The following loss on impairment of fixed assets was recorded for the six months ended September 30, 2007:

Usage	Description	Location	Amount (Millions)
Idle assets	Land, buildings, structures and Machinery	Ota-ku, Tokyo and 45 other locations	¥2,281
Assets to be sold	Buildings and structures	Brandenburg, Germany	¥ 218
Assets to be disposed of	Land, buildings, structures and Machinery	Numazu-city, Shizuoka Prefecture and 2 other locations	¥1,601

The Group bases its grouping for assessing the impairment loss on fixed assets on its business segments (automobiles and sales financing) and geographical segments. However, the Group determines whether an asset is impaired on an individual asset basis if the asset is considered idle or if it is to be disposed of.

The Company and some of its consolidated subsidiaries have recognized an impairment loss on idle assets and assets to be disposed of due to a significant decline in their market value by reducing their book value to the respective net realizable value of each asset. Such loss amounted to ¥4,100 million and has been recorded as a special loss in the accompanying semiannual consolidated statement of income. This impairment loss consisted of losses on idle assets of ¥2,281 million (land - ¥1,250 million, buildings and structures - ¥1,003 million, and machinery - ¥28 million), losses on assets to be sold of ¥218 million (buildings and structures - ¥218 million) and losses of ¥1,601 million on assets to be disposed of (land - ¥471 million, buildings and structures - ¥385 million, machinery - ¥682 million, and others - ¥63 million).

The net realizable value of the idle assets and assets to be disposed of was based on their appraisal value and that of the assets to be sold was estimated based on their respective sales contracts.

For the year ended March 31, 2007

*1 Gain on sales of fixed assets primarily consisted of gain on sales of land and buildings of ¥30,536 million in the aggregate.

*2 The following loss on impairment of fixed assets was recorded for the year ended March 31, 2007:

Usage	Description	Location	Amount (Millions)
Idle assets	Land, buildings structures and Machinery	Yatsuo-city, Osaka Prefecture and 93 other locations	¥9,298
Assets to be sold	Land, buildings and structures	Kita-ku, Tokyo and 14 other locations	¥ 1,078
Assets to be disposed of	Land, buildings and structures	Kyoto-city, Kyoto Prefecture and 106 other locations	¥12,297

The Group bases its grouping for assessing the impairment loss on fixed assets on its business segments (automobiles and sales financing) and geographical segments. However, the Group determines whether an asset is impaired on an individual asset basis if the asset is considered idle or if it is to be disposed of.

The Company and some of its domestic consolidated subsidiaries have recognized an impairment loss on idle assets and assets to be disposed of due to a significant decline in their market value by reducing their net book value to the respective net realizable value of each asset. Such loss amounted to ¥22,673 million and has been recorded as a special loss in the accompanying consolidated statement of income. This impairment loss consisted of losses on idle assets of ¥9,298 million (land - ¥6,907 million, buildings and structures - ¥2,305 million and machinery - ¥86 million), losses on assets to be sold of ¥1,078 million (land - ¥467 million and buildings and structures - ¥611 million), and losses of ¥12,297 on assets to be disposed of (land - ¥7,476 million and buildings and structures - ¥4,821 million).

The net realizable value of the idle assets and assets to be disposed of was based on their appraisal value and that of the assets to be sold was estimated based on their respective sales contracts.

For the Consolidated Statement of Changes in Net Assets

For the six months ended September 30, 2006

1. Shares issued and outstanding / Treasury stock

(Thousands of shares)

Types of share	Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this period
Shares issued: Common stock	4,520,715	–	–	4,520,715
Treasury stock: Common stock	422,763	20	14,009	408,774

Notes: 1. Details of the increase are as follows:
Increase due to purchase of the stocks of less than standard unit 19 thousand shares
Increase in stocks held by affiliates accounted for by the equity method 1 thousand shares
2. Details of the decrease are as follows:
Decrease due to exercising share subscription rights 14,007 thousand shares
Decrease in stocks held by affiliates accounted for by the equity method 2 thousand shares

2. Share subscription rights

Company	Description	Type of shares to be issued	Number of shares to be issued (in thousands)				Balance at the end of this period (Millions of yen)
			Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this period	
Parent company	Euro-yen bonds with warrants due 2007	Common stock	15,937	–	9,477	6,460	357
	Euro-yen bonds with warrants due 2008	Common stock	44,703	–	3,797	40,906	2,070
	Subscription rights as stock options	–					460
	Total	–					2,887

Notes 1. The decrease in Euro-yen bonds with warrants due 2007 reflects the exercise of some of the warrants.
2. The decrease in Euro-yen bonds with warrants due 2008 reflects the exercise of some of the warrants.

3. Dividends

(1) Dividends

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Cut-off date	Effective date
Annual general meeting of the shareholders on June 27, 2006	Common stock	61,329	15	March 31, 2006	June 28, 2006

Note: Cash dividends paid have been adjusted by the portion of dividends paid to Renault.

(2) Dividends with a cutoff date in the 1st half of FY2006 and with an effective date after October 1, 2006

Resolution	Type of shares	Total dividends (Millions of yen)	Source of dividend distribution	Dividends per share (Yen)	Cut-off date	Effective date
Meeting of the Board of directors on October 26, 2006	Common stock	75,014	Retained earnings	17	September 30, 2006	November 28, 2006

For the six months ended September 30, 2007

1. Shares issued and outstanding / Treasury stock

(Thousands of shares)

Types of share	Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this period
Shares issued: Common stock	4,520,715	–	–	4,520,715
Treasury stock: Common stock	409,297	34,216	12,967	430,546

Notes: 1. Details of the increase are as follows:
- Increase due to purchase of treasury stocks 34,192 thousand shares
- Increase due to purchase of the stocks of less than standard unit 22 thousand shares
- Increase in stocks held by companies accounted for by the equity method 2 thousand shares

2. Details of the decrease are as follows:
- Decrease due to exercising share subscription rights 11,404 thousand shares
- Decrease in stocks held by companies accounted for by the equity method 1,563 thousand shares

2. Share subscription rights

Company	Description	Type of shares to be issued	Number of shares to be issued (in thousands)				Balance at the end of this period (Millions of yen)
			Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this period	
Parent company	Euro-yen bonds with warrants due 2008	Common stock	33,078	–	10,925	22,153	1,121
	Subscription rights as stock options	–					1,247
Total		–					2,368

Note: The decrease in Euro-yen bonds with warrants due 2008 reflects the exercise of some of the warrants.

3. Dividends

(1) Dividends

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Cut-off date	Effective date
Annual general meeting of the shareholders on June 20, 2007	Common stock	69,921	17	March 31, 2007	June 21, 2007

Note: Cash dividends paid have been adjusted by the portion of dividends paid to Renault.

(2) Dividends with a cutoff date in the 1st half of FY2007 and with an effective date after October 1, 2007

Resolution	Type of shares	Total dividends (Millions of yen)	Source of dividend distribution	Dividends per share (Yen)	Cut-off date	Effective date
Meeting of the Board of directors on October 26, 2007	Common stock	81,804	Retained earnings	20	September 30, 2007	November 27, 2007

Note: Cash dividends paid have been adjusted by the portion of dividends paid to Renault.

For the year ended March 31, 2007

1. Shares issued and outstanding / Treasury stock

(Thousands of shares)

Types of share	Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this fiscal year
Shares issued: Common stock	4,520,715	–	–	4,520,715
Treasury stock: Common stock	422,763	16,193	29,659	409,297

Notes: 1. Details of the increase are as follows:
Increase in stocks held by companies accounted for by the equity method 8,337 thousand shares
Increase due to purchase of treasury stocks 7,810 thousand shares
Increase due to purchase of the stocks of less than standard unit 46 thousand shares
2. Details of the decrease are as follows:
Decrease due to exercising share subscription rights 29,657 thousand shares
Decrease in stocks held by companies accounted for by the equity method 2 thousand shares

2. Share subscription rights

Company	Description	Type of shares to be issued	Number of shares to be issued (in thousands)				Balance at the end of this fiscal year (Millions of yen)
			Number of shares at the end of the prior fiscal year	Increase	Decrease	Number of shares at the end of this fiscal year	
Parent company	Euro-yen bonds with warrants due 2007	Common stock	15,937	–	15,937	–	–
	Euro-yen bonds with warrants due 2008	Common stock	44,703	–	11,625	33,078	1,674
	Subscription rights as stock options	–					1,037
	Total	–					2,711

Notes 1. The decrease in Euro-yen bonds with warrants due 2007 reflects the exercise of the warrants.
2. The decrease in Euro-yen bonds with warrants due 2008 reflects the exercise of some of the warrants.

3. Dividends
(1) Dividends

Resolution	Type of shares	Total dividends (Millions of yen)	Dividends per share (Yen)	Cut-off date	Effective date
Annual general meeting of the shareholders on June 27, 2006	Common stock	61,329	15	March 31, 2006	June 28, 2006
Meeting of the Board of directors on October 26, 2006	Common stock	69,735	17	September 30, 2006	November 28, 2006

Note: Total dividends have been adjusted by the portion of dividends paid to Renault.

(2) Dividends with a cutoff date in the fiscal year ended March 31, 2007 and with an effective date after April 1, 2007

Resolution	Type of shares	Total dividends (Millions of yen)	Source of dividend distribution	Dividends per share (Yen)	Cut-off date	Effective date
Annual general meeting of the shareholders on June 20, 2007	Common stock	69,894	Retained earnings	17	March 31, 2007	June 21, 2007

Note: Total dividends have been adjusted by the portion of dividends paid to Renault.

For the Consolidated Statements of Cash Flows

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
* Cash and cash equivalents as of the balance sheet date are reconciled to the accounts reported in the semiannual consolidated balance sheet as follows: (As of September 30, 2006) Cash on hand and in banks ¥432,147 Time deposits with maturities of more than three months (18,870) Cash equivalents included in marketable securities (*) 29,843 Cash and cash equivalents ¥443,120 * This represents short-term highly liquid investments readily convertible into cash held by foreign subsidiaries	* Cash and cash equivalents as of the balance sheet date are reconciled to the accounts reported in the semiannual consolidated balance sheet as follows: (As of September 30, 2007) Cash on hand and in banks ¥432,324 Time deposits with maturities of more than three months (16,461) Cash equivalents included in marketable securities (*) 21,216 Cash and cash equivalents ¥437,079 * This represents short-term highly liquid investments readily convertible into cash held by foreign subsidiaries	* Cash and cash equivalents as of the year end are reconciled to the accounts reported in the consolidated balance sheet as follows: (As of March 31, 2007) Cash on hand and in banks ¥457,925 Time deposits with maturities of more than three months (14,356) Cash equivalents included in marketable securities (*) 25,819 Cash and cash equivalents ¥469,388 * This represents short-term highly liquid investments readily convertible into cash held by foreign subsidiaries.

For Lease Transactions

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to September 30, 2006 are summarized as follows: Due in one year or less ¥ 7,243 Due after one year 26,614 Total ¥33,857	Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to September 30, 2007 are summarized as follows: Due in one year or less ¥ 8,041 Due after one year 25,055 Total ¥33,096	Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to March 31, 2007 are summarized as follows: Due in one year or less ¥ 7,098 Due after one year 25,470 Total ¥32,568
Lessors' Accounting Operating lease transactions Future minimum lease income subsequent to September 30, 2006 is summarized as follows: Due in one year or less ¥378,208 Due after one year 450,002 Total ¥828,210	Lessors' Accounting Operating lease transactions Future minimum lease income subsequent to September 30, 2007 is summarized as follows: Due in one year or less ¥395,543 Due after one year 417,057 Total ¥812,600	Lessors' Accounting Operating lease transactions Future minimum lease income subsequent to March 31, 2007 is summarized as follows: Due in one year or less ¥382,028 Due after one year 418,280 Total ¥800,308

For Securities

At September 30, 2006

1. Marketable held-to-maturity debt securities

Type of securities	Carrying value	Estimated fair value	Unrealized gain (loss)
Corporate bonds	¥59	¥59	–
National and local government bonds	¥358	¥358	–
Total	¥417	¥417	–

2. Marketable other securities

Type of securities	Acquisition costs	Carrying value	Unrealized gain (loss)
(1) Stocks	¥4,823	¥15,878	¥11,055
(2) Bonds			
National and local government bonds	19	20	1
(3) Others	8,091	8,097	6
Total	¥12,933	¥23,995	¥11,062

3. The carrying value and a description of major securities whose fair value was not determinable are as follows:

Other securities	
Unlisted domestic stocks (excluding those traded on the over-the-counter market)	¥ 8,446
Unlisted foreign stocks	807
Unlisted foreign investment trusts	21,747

At September 30, 2007

1. Marketable held-to-maturity debt securities

Type of securities	Carrying value	Estimated fair value	Unrealized gain (loss)
Corporate bonds	¥64	¥64	–
National and local government bonds	¥312	¥312	–
Total	¥376	¥376	–

2. Marketable other securities

Type of securities	Acquisition costs	Carrying value	Unrealized gain (loss)
(1) Stocks	¥4,048	¥15,921	¥11,873
(2) Bonds			
National and local government bonds	1,183	1,183	–
(3) Others	13,079	13,953	874
Total	¥18,310	¥31,057	¥12,747

3. The carrying value and a description of major securities whose fair value was not determinable are as follows:

Other securities	
Unlisted domestic stocks (excluding those traded on the over-the-counter market)	¥ 6,920
Unlisted foreign stocks	728
Unlisted foreign investment trusts	11,457

At March 31, 2007

1. Marketable held-to-maturity debt securities

Type of securities	Carrying value	Estimated fair value	Unrealized gain (loss)
Corporate bonds	¥59	¥59	–
National and local government bonds	¥294	¥294	–
Total	¥353	¥353	–

2. Marketable other securities

Type of securities	Acquisition costs	Carrying value	Unrealized gain (loss)
(1) Stocks	¥4,434	¥15,321	¥10,887
(2) Bonds			
National and local government bonds	20	20	–
(3) Others	4,573	4,619	46
Total	¥9,027	¥19,960	¥10,933

3. The carrying value and a description of major securities whose fair value was not determinable are as follows:

Other securities:	
Unlisted domestic stocks (excluding those traded on the over-the-counter market)	¥8,170
Unlisted foreign stocks	2,357
Unlisted foreign investment trusts	21,199

For Derivatives Transactions

Notional Amounts, Fair Value and Unrealized Gain or Loss

(Millions of yen)

Type of related items	Type of transactions	At September 30, 2006			At September 30, 2007			At March 31, 2007		
		Notional amounts	Fair value	Unrealized gain (loss)	Notional amounts	Fair value	Unrealized gain (loss)	Notional amounts	Fair value	Unrealized gain (loss)
Currency	Forward foreign exchange contracts:									
	Sell:									
	USD	¥8,351	¥8,199	¥152	¥13,286	¥13,166	¥120	¥12,849	¥12,928	¥(79)
	EUR	1,332	1,288	44	679	683	(4)	1,064	1,080	(16)
	AUD	882	880	2	2	2	—	—	—	—
	ZAR	508	561	(53)	—	—	—	695	694	1
	THB	2,570	2,592	(22)	6,890	6,920	(30)	—	—	—
	GBP	14	14	—	87	88	(1)	22	22	0
	Other	—	—	—	—	—	—	12	12	0
	Buy:									
	USD	3,146	3,187	41	2,869	2,861	(8)	3,483	3,477	(6)
	EUR	406	408	2	1,094	1,103	9	757	763	6
	Other	6	6	—	6	6	—	10	10	0
	Swaps:									
	USD	30,067	(157)	(157)	15,927	555	555	20,816	424	424
	EUR	51,442	171	171	75,720	(444)	(444)	59,657	(269)	(269)
	AUD	1,231	(5)	(5)	—	—	—	1,291	(29)	(29)
	CAD	54,849	(824)	(824)	4,256	(661)	(661)	4,353	(42)	(42)
	THB	17,791	(170)	(170)	36,532	273	273	25,513	(81)	(81)
	ZAR	—	—	—	2,390	(148)	(148)	—	—	—
Interest rate	Swaps:									
	Receive floating/ pay fixed	86,411	140	140	209,177	454	454	203,495	108	108
	Receive fixed/ pay floating	126,001	612	612	247,475	(402)	(402)	251,648	280	280
	Options:									
	Caps sold	483,977			532,003			460,851		
	(Option premium)	(—)	(2,827)	(2,827)	(—)	(1,494)	(1,494)	(—)	(1,558)	(1,558)
	Caps purchased	483,977			532,003			460,851		
	(Option premium)	(—)	2,827	2,827	(—)	1,494	1,494	(—)	1,558	1,558
Total		—	—	(67)	—	—	(287)	—	—	297

Notes: 1. Calculation of fair value
Fair value is primarily based on discounted present value.

2. The notional amounts of the derivative transactions presented above exclude those for which hedge accounting has been adopted.

For Share-based Payments

For the six months ended September 30, 2006

1. The account and the amount of stock options charged as expenses for the period

Salaries and wages in Selling, general, and administrative expenses ¥460 million

2. Description of stock options granted during the period

Company name	The Company
Date of resolution	June 21, 2005
Category and number of people to whom stock options are granted	The Company's employees: 456 Directors of the Company's subsidiaries: 72 Total: 528
Type and number of shares	13,075,000 shares of common stock
Grant date	May 8, 2006
Vesting conditions	(1) Those who hold share subscription rights (hereinafter, the "Holders") must remain employees or directors of the Company, its subsidiaries, or affiliates until the beginning of the exercise period. (2) The Company must achieve its targeted results. (3) The Holders must achieve their respective targets.
Vesting period	From May 8, 2006 to May 8, 2008
Exercise period	From May 9, 2008 to June 20, 2015
Exercise price	¥1,526 per share
Fair value per share at grant date	¥222.30 per share

For the six months ended September 30, 2007

1. The account and the amount of stock options charged as expenses for the period

Salaries and wages in Selling, general, and administrative expenses ¥210 million

2. Description of stock options granted during the period

Company name	The Company
Date of resolution	June 27, 2006
Category and number of people to whom stock options are granted	The Company's employees: 23
Type and number of shares	680,000 shares of common stock
Grant date	May 8, 2007
Vesting conditions	(1) Those who hold share subscription rights (hereinafter, the "Holders") must remain employees or directors of the Company, its subsidiaries, or affiliates until the beginning of the exercise period. (2) The Company must achieve its targeted results. (3) The Holders must achieve their respective targets.
Vesting period	From May 8, 2007 to May 8, 2009
Exercise period	From May 9, 2009 to June 26, 2016
Exercise price	¥1,333 per share
Fair value per share at grant date	¥136.29 per share

For the year ended March 31, 2007

1. The account and the amount of stock options charged as expenses for the period

   Salaries and wages in Selling, general, and administrative expenses ¥1,037 million

2. Description of stock options granted during the period

Company name	The Company
Date of resolution	June 21, 2005
Category and number of people to whom stock options are granted	The Company's employees: 456 Directors of the Company's subsidiaries: 72 Total: 528
Type and number of shares	13,075,000 shares of common stock
Grant date	May 8, 2006
Vesting conditions	(1) Those who hold share subscription rights (hereinafter, the "Holders") must remain employees or directors of the Company, its subsidiaries, or affiliates until the beginning of the exercise period. (2) The Company must achieve its targeted results. (3) The Holders must achieve their respective targets.
Vesting period	From May 8, 2006 to May 8, 2008
Exercise period	From May 9, 2008 to June 20, 2015
Exercise price	¥1,526 per share
Fair value per share at grant date	¥222.30 per share

Segment Information

Business Segment Information

For the six months ended September 30, 2006

(Millions of yen)

	Automobile	Sales Financing	Total	Eliminations	Consolidated
Net sales: (1) Sales to third parties (2) Inter-segment sales	 ¥4,214,036 13,001	 ¥320,364 7,455	 ¥4,534,400 20,456	 – ¥(20,456)	 ¥4,534,400 –
Total	4,227,037	327,819	4,554,856	(20,456)	4,534,400
Operating expenses	3,940,859	290,396	4,231,255	(45,500)	4,185,755
Operating income	¥ 286,178	¥ 37,423	¥ 323,601	¥ 25,044	¥ 348,645

Notes: 1. Businesses are segmented based on their proximity in terms of types, nature and market of their products.

2. Major products and services in each segment are;

(1) Automobile: Passenger cars, trucks, buses, forklifts, and parts for production in overseas countries, etc.

(2) Sales Financing: Credit, lease, etc.

3. Accounting standard for share-based payment

Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006).

The effect of this change was to decrease the operating income of the "Automobile" segment by ¥460 million.

4. Consolidated financial statements by business segment for the six months ended September 30, 2006

- The "Sales Financing" segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (USA), NR Finance Mexico S.A de C.A. (Mexico), NR Wholesale Mexico (Mexico), ESARA, S.A. De C.V. (Mexico), Nissan Leasing (Thailand) Co., Ltd. (Thailand) and sales financing division 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 Consolidated Balance Sheets by Business Segment

(Millions of yen)

	As of September 30, 2006		
	Automobile & eliminations	Sales Financing	Consolidated total
Assets			
I Current assets			
Cash on hand and in banks	¥ 425,746	¥ 6,401	¥ 432,147
Notes and accounts receivable	565,421	72	565,493
Sales finance receivables	(128,807)	3,546,154	3,417,347
Inventories	938,788	12,754	951,542
Other current assets	527,235	205,776	733,011
Total current assets	2,328,383	3,771,157	6,099,540
II Fixed assets			
Property, plant and equipment, net	2,960,551	1,716,431	4,676,982
Investment securities	351,690	1,840	353,530
Other fixed assets	463,697	136,186	599,883
Total fixed assets	3,775,938	1,854,457	5,630,395
Total assets	¥ 6,104,321	¥ 5,625,614	¥ 11,729,935
Liabilities			
I Current liabilities			
Notes and accounts payable	¥ 961,112	¥ 16,297	¥ 977,409
Short-term borrowings	(329,012)	3,262,571	2,933,559
Lease obligations	48,108	735	48,843
Other current liabilities	1,013,947	119,006	1,132,953
Total current liabilities	1,694,155	3,398,609	5,092,764
II Long-term liabilities			
Bonds	379,783	343,974	723,757
Long-term borrowings	167,507	1,064,794	1,232,301
Lease obligations	64,722	–	64,722
Other long-term liabilities	618,134	376,288	994,422
Total long-term liabilities	1,230,146	1,785,056	3,015,202
Total liabilities	2,924,301	5,183,665	8,107,966
Net assets			
I Shareholders' equity			
Common stock	¥ 513,628	¥ 92,186	¥ 605,814
Capital surplus	773,623	30,847	804,470
Retained earnings	2,001,368	286,297	2,287,665
Treasury stock	(233,371)	–	(233,371)
Total shareholders' equity	3,055,248	409,330	3,464,578
II Valuation, translation adjustments and others			
Adjustments for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	53,179	26	53,205
Translation adjustments	(230,783)	28,954	(201,829)
Other	698	1,749	2,447
Total valuation, translation adjustments and others	(176,906)	30,729	(146,177)
III Share subscription rights	2,887	–	2,887
IV Minority interests	298,791	1,890	300,681
Total net assets	3,180,020	441,949	3,621,969
Total liabilities and net assets	¥ 6,104,321	¥ 5,625,614	¥ 11,729,935

Notes: 1. Sales finance receivables of Automobile & eliminations represent the amount eliminated for intercompany transactions related to wholesale finance made by the "Sales Financing" segment.

2. Borrowings of Automobile & eliminations represent the amount after deducting internal loans receivable from the "Sales Financing" segment amounting to ¥1,112,196 million.

(2) Summarized statements of income by business segment

(Millions of yen)

	For the six months ended September 30, 2006		
	Automobile & eliminations	Sales Financing	Consolidated total
Net sales	¥4,206,581	¥327,819	¥4,534,400
Cost of sales	3,207,621	248,411	3,456,032
Gross profit	998,960	79,408	1,078,368
Operating income as a percentage of net sales	7.4%	11.4%	7.7%
Operating income	311,222	37,423	348,645
Financial income/expenses, net	(3,614)	8	(3,606)
Other non-operating income and expenses, net	15,212	612	15,824
Ordinary income	322,820	38,043	360,863
Income before income taxes and minority interests	317,900	37,799	355,699
Net income	¥ 251,251	¥ 22,926	¥ 274,177

(3) Summarized statements of cash flows by business segment

(Millions of yen)

	For the six months ended September 30, 2006		
	Automobile and eliminations	Sales Financing	Consolidated
I Cash flows from operating activities			
Income before income taxes and minority interests	¥317,900	¥ 37,799	¥355,699
Depreciation and amortization	201,569	153,752	355,321
(Increase) Decrease in sales finance receivables	(103,770)	273,845	170,075
Others	(419,962)	20,945	(399,017)
Net cash provided by (used in) operating activities	(4,263)	486,341	482,078
II Cash flows from investing activities			
Proceeds from sales of investment securities	25,056	–	25,056
Proceeds from sales of property, plant and equipment	16,869	–	16,869
Purchases of fixed assets	(255,579)	(4,519)	(260,098)
Purchases of leased vehicles	(6,486)	(510,610)	(517,096)
Proceeds from sales of leased vehicles	11,764	155,820	167,584
Others	(11,041)	14,754	3,713
Net cash used in investing activities	(219,417)	(344,555)	(563,972)
III Cash flows from financing activities			
Net increase (Decrease) in short-term borrowings	458,765	(46,758)	412,007
Net changes in long-term borrowings and redemption of bonds	(130,443)	(143,949)	(274,392)
Increase in bonds	–	53,385	53,385
Others	(85,645)	(160)	(85,805)
Net cash provided by (used in) financing activities	242,677	(137,482)	105,195
IV Effect of exchange rate changes on cash and cash equivalents	2,958	(735)	2,223
V Increase in cash and cash equivalents	21,955	3,569	25,524
VI Cash and cash equivalents at beginning of period	392,505	11,707	404,212
VII Increase due to inclusion in consolidation	12,571	813	13,384
VIII Cash and cash equivalents at end of period	¥427,031	¥ 16,089	¥443,120

Note: Increase in short-term borrowings of Automobile & eliminations include the amount of ¥138,491 million eliminated for increase in internal loans receivable from the “Sales Financing” segment.

For the six months ended September 30, 2007

(Millions of yen)

	Automobile	Sales Financing	Total	Eliminations	Consolidated
Net sales:					
(1) Sales to third parties	¥4,687,287	¥377,208	¥5,064,495	—	¥5,064,495
(2) Inter-segment sales	17,018	4,459	21,477	¥(21,477)	—
Total	4,704,305	381,667	5,085,972	(21,477)	5,064,495
Operating expenses	4,408,645	337,878	4,746,523	(49,174)	4,697,349
Operating income	¥ 295,660	¥ 43,789	¥ 339,449	¥ 27,697	¥367,146

Notes: 1. Businesses are segmented based on their proximity in terms of types, nature and market of their products.

2. Major products and services in each segment are;

(1) Automobile: Passenger cars, trucks, buses, forklifts, and parts for production in overseas countries, etc.

(2) Sales Financing: Credit, lease, etc.

3. Until the year ended March 31, 2006, since the difference between the fiscal year end of the parent company and those of 55 consolidated subsidiaries was within three months, the operating results of those subsidiaries were consolidated by using their financial statements as of their respective fiscal year ends. Effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end. In addition, 33 consolidated subsidiaries changed their fiscal year end to March 31.

Those changes were made during the second half of the year ended March 31, 2007. Therefore, the relevant subsidiaries closed their accounts for the period from January 1, 2006 to June 30, 2006 to prepare consolidated financial statements for the six-month period ended September 30, 2006, and those for the period from April 1, 2007 to September 30, 2007 for the six-month period ended September 30, 2007.

4. As discussed in "Changes in Accounting Policies," certain subsidiaries began to record an accrual for retirement benefits for directors and corporate auditors at the amount which would have been required to be paid in accordance with their respective internal rules if those directors and corporate auditors had resigned their offices as of the balance sheet date. The effect of this change was to increase operating expenses in the "Automobile" segment by ¥211 million and to decrease operating income in the "Automobile" segment by the same amount for the six-month period ended September 30, 2007 compared with the corresponding amounts which would have been recorded if the previous method had been followed.

5. Consolidated financial statements by business segment for the six months ended September 30, 2007

- The "Sales Financing" segment consists of Nissan Financial Services Co., Ltd. (Japan), Nissan Motor Acceptance Corporation (USA), NR Finace Mexico S.A de C.A. (Mexico), NR Finance Service S.A. de C.V. (Mexico), Nissan Leasing (Thailand) Co., Ltd. (Thailand) and sales financing division of Nissan Canada Inc. (Canada).
- The financial data on Automobile & eliminations represent the differences between the consolidated totals and those for the "Sales Financing" segment.

(1) Summarized Consolidated Balance Sheets by Business Segment

(Millions of yen)

	As of September 30, 2007		
	Automobile & eliminations	Sales Financing	Consolidated total
Assets			
I Current assets			
Cash on hand and in banks	¥ 424,632	¥ 7,692	¥ 432,324
Notes and accounts receivable	765,637	115	765,752
Sales finance receivables	(82,476)	3,487,080	3,404,604
Inventories	1,117,448	26,860	1,144,308
Other current assets	587,285	218,081	805,366
Total current assets	2,812,526	3,739,828	6,552,354
II Fixed assets			
Property, plant and equipment, net	3,079,815	1,840,110	4,919,925
Investment securities	429,328	1,802	431,130
Other fixed assets	477,881	128,609	606,490
Total fixed assets	3,987,024	1,970,521	5,957,545
Total assets	¥ 6,799,550	¥ 5,710,349	¥ 12,509,899
Liabilities			
I Current liabilities			
Notes and accounts payable	¥ 1,075,473	¥ 51,176	¥ 1,126,649
Short-term borrowings	(41,592)	3,151,247	3,109,655
Lease obligations	48,442	456	48,898
Other current liabilities	1,083,921	120,352	1,204,273
Total current liabilities	2,166,244	3,323,231	5,489,475
II Long-term liabilities			
Bonds	398,203	417,027	815,230
Long-term borrowings	12,452	1,065,620	1,078,072
Lease obligations	61,476	—	61,476
Other long-term liabilities	618,660	411,619	1,030,279
Total long-term liabilities	1,090,791	1,894,266	2,985,057
Total liabilities	¥ 3,257,035	¥ 5,217,497	¥ 8,474,532
Net assets			
I Shareholders' equity			
Common stock	¥ 513,155	¥ 92,659	¥ 605,814
Capital surplus	773,623	30,847	804,470
Retained earnings	2,204,667	339,158	2,543,825
Treasury stock	(254,827)	—	(254,827)
Total shareholders' equity	3,236,618	462,664	3,699,282
II Valuation, translation adjustments and others			
Adjustments for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	74,583	39	74,622
Translation adjustments	(111,342)	26,505	(84,837)
Other	8,242	229	8,471
Total valuation, translation adjustments and others	(28,517)	26,773	(1,744)
III Share subscription rights	2,368	—	2,368
IV Minority interests	332,046	3,415	335,461
Total net assets	3,542,515	492,852	4,035,367
Total liabilities and net assets	¥ 6,799,550	¥ 5,710,349	¥ 12,509,899

Notes:
1. Sales finance receivables of Automobile & eliminations represent the amount eliminated for intercompany transactions related to wholesale finance made by the "Sales Financing" segment.
2. Borrowings of Automobile & eliminations represent the amount after deducting internal loans receivable from the "Sales Financing" segment amounting to ¥1,127,138 million.

(2) Summarized statements of income by business segment

(Millions of yen)

	For the six months ended September 30, 2007		
	Automobile & eliminations	Sales Financing	Consolidated total
Net sales	¥4,682,828	¥ 381,667	¥5,064,495
Cost of sales	3,621,399	295,607	3,917,006
Gross profit	1,061,429	86,060	1,147,489
Operating income as a percentage of net sales	6.9%	11.5%	7.2%
Operating income	323,357	43,789	367,146
Financial income/expenses, net	(5,507)	278	(5,229)
Other non-operating income and expenses, net	(605)	(1,011)	(1,616)
Ordinary income	317,245	43,056	360,301
Income before income taxes and minority interests	297,577	42,981	340,558
Net income	¥ 183,905	¥ 28,514	¥ 212,419

(3) Summarized statements of cash flows by business segment

(Millions of yen)

	For the six months ended September 30, 2007		
	Automobile and eliminations	Sales Financing	Consolidated
I Cash flows from operating activities			
Income before income taxes and minority interests	¥297,577	¥ 42,981	¥340,558
Depreciation and amortization	227,641	182,331	409,972
(Increase) Decrease in sales finance receivables	(127,161)	214,986	87,825
Others	(327,582)	7,254	(320,328)
Net cash provided by operating activities	70,475	447,552	518,027
II Cash flows from investing activities			
Proceeds from sales of investment securities	3,782	—	3,782
Proceeds from sales of property, plant and equipment	41,411	14	41,425
Purchases of fixed assets	(238,000)	(8,201)	(246,201)
Purchases of leased vehicles	(2,872)	(458,438)	(461,310)
Proceeds from sales of leased vehicles	1,767	213,737	215,504
Others	(33,136)	24,142	(8,994)
Net cash used in investing activities	(227,048)	(228,746)	(455,794)
III Cash flows from financing activities			
Net increase (Decrease) in short-term borrowings	188,948	(224,798)	(35,850)
Net changes in long-term borrowings and redemption of bonds	(38,428)	(88,054)	(126,482)
Increase in bonds	99,762	93,773	193,535
Others	(134,423)	(146)	(134,569)
Net cash provided by (used in) financing activities	115,859	(219,225)	(103,366)
IV Effect of exchange rate changes on cash and cash equivalents	8,947	(150)	8,797
V Decrease in cash and cash equivalents	(31,767)	(569)	(32,336)
VI Cash and cash equivalents at beginning of period	459,964	9,424	469,388
VII Increase due to inclusion in consolidation	27	—	27
VIII Cash and cash equivalents at end of period	¥ 428,224	¥ 8,855	¥ 437,079

Notes:
1. Increase (Decrease) in short-term borrowings of Automobile & eliminations include the amount of ¥112,800 million eliminated for increase in internal loans receivable from the “Sales Financing” segment.
2. Changes in long-term borrowings and redemption of bonds of Automobile & eliminations include the amount of ¥23,408 million eliminated for increase in internal loans receivable from the “Sales Financing” segment.

For the year ended March 31, 2007

(Millions of yen)

	Automobile	Sales Financing	Total	Eliminations	Consolidated
I. Sales and operating income					
Net sales:					
(1) Sales to third parties	9,790,484	678,099	10,468,583	—	10,468,583
(2) Inter-segment sales	28,767	16,613	45,380	(45,380)	—
Total sales	9,819,251	694,712	10,513,963	(45,380)	10,468,583
Operating expenses	9,171,272	618,959	9,790,231	(98,587)	9,691,644
Operating income	647,979	75,753	723,732	53,207	776,939
II. Assets, depreciation, impairment loss and capital expenditures					
Total assets	7,910,116	5,910,380	13,820,496	(1,418,288)	12,402,208
Depreciation	447,924	323,299	771,223	—	771,223
Impairment loss	22,673	—	22,673	—	22,673
Capital expenditures	578,363	925,841	1,504,204	—	1,504,204

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

2. Major products and services included in each business segment are;

(1) Automobile: Passenger cars, trucks, buses, and forklifts, parts for production in overseas countries, etc.

(2) Sales Financing: Credit, lease, etc.

3. Changes in accounting policies

(1) Accounting standard for share-based payment

Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006).

The effect of this change was to decrease the operating income of the "Automobile" segment by ¥1,037 million.

(2) Change in closing dates of consolidated subsidiaries

As described in "Changes in Accounting Policies," effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end, and 33 consolidated subsidiaries changed their fiscal year end to March 31.

The effect of these changes was to increase net sales by ¥759,391 million for the "Automobile" segment, ¥9,586 million for the "Sales Financing" segment, and ¥1,371 million for Eliminations, compared with the corresponding results that would have been obtained under the previous method of consolidation. These changes also resulted in increases in operating income of ¥18,785 million for the "Automobile" segment, ¥1,796 million for the "Sales Financing" segment, and ¥862 million for Eliminations, compared with the corresponding results that would have been obtained under the previous method of consolidation.

4. 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.A. (Mexico), NR Wholesale Mexico (Mexico), ESARA, S.A. de C.V. (Mexico), Nissan Leasing (Thailand) Co., Ltd. (Thailand) and sales financing division of Nissan Canada Inc. (Canada).
- The financial data on Automobile & eliminations represent the differences between the consolidated totals and those for the "Sales Financing" segment.

(1) Summarized consolidated balance sheets by business segment

(Millions of yen)

	As of March 31, 2007		
	Automobile & eliminations	Sales Financing	Consolidated total
Assets			
I Current assets			
Cash on hand and in banks	¥ 450,916	¥ 7,009	¥ 457,925
Notes and accounts receivable	679,087	32	679,119
Sales finance receivables	(209,718)	3,766,941	3,557,223
Inventories	986,150	18,521	1,004,671
Other current assets	588,138	205,810	793,948
Total current assets	2,494,573	3,998,313	6,492,886
II Fixed assets			
Property, plant and equipment, net	3,097,369	1,779,819	4,877,188
Investment securities	384,337	1,875	386,212
Other fixed assets	515,549	130,373	645,922
Total fixed assets	3,997,255	1,912,067	5,909,322
Total assets	¥ 6,491,828	¥ 5,910,380	¥ 12,402,208
Liabilities			
I Current liabilities			
Notes and accounts payable	¥ 1,076,607	¥ 26,579	¥ 1,103,186
Short-term borrowings	(295,103)	3,392,514	3,097,411
Lease obligations	49,819	602	50,421
Other current liabilities	1,187,862	136,439	1,324,301
Total current liabilities	2,019,185	3,556,134	5,575,319
II Long-term liabilities			
Bonds	349,689	380,018	729,707
Long-term borrowings	39,863	1,127,951	1,167,814
Lease obligations	59,140	—	59,140
Other long-term liabilities	612,435	380,799	993,234
Total long-term liabilities	1,061,127	1,888,768	2,949,895
Total liabilities	¥ 3,080,312	¥ 5,444,902	¥ 8,525,214
Net assets			
I Shareholders' equity			
Common stock	¥ 513,167	¥ 92,647	¥ 605,814
Capital surplus	773,623	30,847	804,470
Retained earnings	2,092,036	310,690	2,402,726
Treasury stock	(226,394)	—	(226,394)
Total shareholders' equity	3,152,432	434,184	3,586,616
II Valuation, translation adjustments and others			
Adjustments for revaluation of the accounts of the consolidated subsidiaries based on general price-level accounting	68,887	36	68,923
Translation adjustments	(137,380)	28,166	(109,214)
Other	(1,486)	398	(1,088)
Total valuation, translation adjustments and others	(69,979)	28,600	(41,379)
III Share subscription rights	2,711	—	2,711
IV Minority interests	326,352	2,694	329,046
Total net assets	3,411,516	465,478	3,876,994
Total liabilities and net assets	¥ 6,491,828	¥ 5,910,380	¥ 12,402,208

Notes: 1. Sales finance receivables of Automobile & eliminations represent the amount eliminated for intercompany transactions related to wholesale finance made by the "Sales Financing" segment.

2. Borrowings of Automobile & eliminations represent the amount after deducting internal loans receivable from the "Sales Financing" segment amounting to ¥1,013,908 million.

(2) Summarized consolidated statements of income by business segment

(Millions of yen)

	For the year ended March 31, 2007		
	Automobile & eliminations	Sales Financing	Consolidated total
Net sales	9,773,871	694,712	10,468,583
Cost of sales	7,498,350	528,836	8,027,186
Gross profit	2,275,521	165,876	2,441,397
Operating income as a percentage of net sales	7.2%	10.9%	7.4%
Operating income	701,186	75,753	776,939
Financial income/expenses, net	(5,664)	546	(5,118)
Other non-operating income and expenses, net	(11,520)	750	(10,770)
Ordinary income	684,002	77,049	761,051
Income before income taxes and minority interests	621,236	76,196	697,432
Net income	413,529	47,267	460,796

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

(Millions of yen)

	For the year ended March 31, 2007		
	Automobile & eliminations	Sales Financing	Consolidated total
I Cash flows from operating activities			
Income before income taxes and minority interests	621,236	76,196	697,432
Depreciation and amortization	447,924	323,299	771,223
(Increase) Decrease in sales finance receivables	(22,914)	67,255	44,341
Others	(528,386)	58,217	(470,169)
Net cash provided by operating activities	517,860	524,967	1,042,827
II Cash flows from investing activities			
Proceeds from sales of investment securities	37,794	—	37,794
Proceeds from sales of property, plant and equipment	72,308	0	72,308
Purchases of fixed assets	(537,129)	(9,719)	(546,848)
Purchases of leased vehicles	(41,234)	(916,122)	(957,356)
Proceeds from sales of leased vehicles	7,253	297,659	304,912
Others	(35,804)	10,407	(25,397)
Net cash used in investing activities	(496,812)	(617,775)	(1,114,587)
III Cash flows from financing activities			
Net increase in short-term borrowings	418,824	73,714	492,538
Net changes in long-term borrowings and redemption of bonds	(215,299)	(107,770)	(323,069)
Increase in bonds	—	123,730	123,730
Others	(186,460)	173	(186,287)
Net cash provided by financing activities	17,065	89,847	106,912
IV Effect of exchange rate changes on cash and cash equivalents	16,775	(135)	16,640
V Increase (decrease) in cash and cash equivalents	54,888	(3,096)	51,792
VI Cash and cash equivalents at beginning of period	392,505	11,707	404,212
VII Increase due to inclusion in consolidation	12,571	813	13,384
VIII Cash and cash equivalents at end of period	459,964	9,424	469,388

Notes:
1. Net increase in short-term borrowings of Automobile & eliminations include the amount of ¥16,522 million eliminated for increase in internal loans receivable from the "Sales Financing" segment.
2. Net changes in long-term borrowings and redemption of bonds of Automobile & eliminations include the amount of ¥25,073 million eliminated for increase in internal loans receivable from the "Sales Financing" segment.

Geographical Segment Information

For the six months ended September 30, 2006

(Millions of yen)

	Japan	North America	Europe	Other foreign countries	Total	Eliminations	Consolidated
Net sales:							
(1) Sales to third parties	¥1,170,119	¥1,964,032	¥755,622	¥644,627	¥4,534,400	–	¥4,534,400
(2) Inter-segment sales	1,023,673	65,480	42,513	8,890	1,140,556	¥(1,140,556)	–
Total	2,193,792	2,029,512	798,135	653,517	5,674,956	(1,140,556)	4,534,400
Operating expenses	2,060,124	1,881,941	771,290	621,479	5,334,834	(1,149,079)	4,185,755
Operating income	¥ 133,668	¥ 147,571	¥ 26,845	¥ 32,038	¥ 340,122	¥ 8,523	¥ 348,645

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

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

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

(2) Europe...................... France, the United Kingdom, Spain and other European countries

(3) Other .... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa.

3. Accounting standard for share-based payment

Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006).

The effect of this change was to decrease the operating income of the "Japan" segment by ¥460 million.

For the six months ended September 30, 2007

(Millions of yen)

	Japan	North America	Europe	Other foreign countries	Total	Eliminations	Consolidated
Net sales:							
(1) Sales to third parties	¥ 1,152,460	¥ 2,135,675	¥ 973,284	¥ 803,076	¥ 5,064,495	–	¥ 5,064,495
(2) Inter-segment sales	1,097,883	104,539	108,517	20,372	1,331,311	¥(1,331,311)	—
Total	2,250,343	2,240,214	1,081,801	823,448	6,395,806	(1,331,311)	5,064,495
Operating expenses	2,129,098	2,074,084	1,042,045	785,270	6,030,497	(1,333,148)	4,697,349
Operating income	¥ 121,245	¥ 166,130	¥ 39,756	¥ 38,178	¥ 365,309	¥ 1,837	¥ 367,146

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

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

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

(2) Europe...................... France, the United Kingdom, Spain and other European countries

(3) Other .... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa.

3. Until the year ended March 31, 2006, since the difference between the fiscal year end of the parent company and those of 55 consolidated subsidiaries was within three months, the operating results of those subsidiaries were consolidated by using their financial statements as of their respective fiscal year ends. Effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end. In addition, 33 consolidated subsidiaries changed their

fiscal year end to March 31.

These changes were made during the second half of the year ended March 31, 2007. Therefore, the relevant subsidiaries closed their accounts for the period from January 1, 2006 to June 30, 2006 to prepare consolidated financial statements for the six-month period ended September 30, 2006, and those for the period from April 1, 2007 to September 30, 2007 for the six-month period ended September 30, 2007.

4. As discussed in “Changes in Accounting Policies,” certain subsidiaries began to record an accrual for retirement benefits for directors and corporate auditors at the amount which would have been required to be paid in accordance with their respective internal rules if those directors and corporate auditors had resigned their offices as of the balance sheet date. The effect of this change was to increase operating expenses in the “Japan” segment by ¥211 million and to decrease operating income in the “Japan” segment by the same amount for the six-month period ended September 30, 2007 compared with the corresponding amounts which would have been recorded if the previous method had been followed.

For the year ended March 31, 2007

(Millions of yen)

	Japan	North America	Europe	Other foreign countries	Total	Eliminations	Consolidated
I. Sales and operating income Net sales: 1. Sales to third parties	2,478,549	4,550,498	2,038,026	1,401,510	10,468,583	—	10,468,583
2. Inter-segment sales	2,205,469	138,945	128,388	27,528	2,500,330	(2,500,330)	—
Total Sales	4,684,018	4,689,443	2,166,414	1,429,038	12,968,913	(2,500,330)	10,468,583
Operating expenses	4,411,824	4,329,427	2,084,112	1,370,801	12,196,164	(2,504,520)	9,691,644
Operating income	272,194	360,016	82,302	58,237	772,749	4,190	776,939
II. Total assets	6,031,316	6,085,485	1,482,333	1,070,801	14,669,935	(2,267,727)	12,402,208

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, Canada, and Mexico

(2) Europe...................... France, the United Kingdom, Spain and other European countries

(3) Others....................... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa

3. Changes in accounting policies

(1) Accounting standard for share-based payment

Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006).

The effect of this change was to decrease the operating income of the "Japan" segment by ¥1,037 million.

(2) Change in closing dates of consolidated subsidiaries

As described in "Changes in Accounting Policies," effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end, and 33 consolidated subsidiaries changed their fiscal year end to March 31.

The effect of these changes were to increase net sales by ¥62,479 million for Japan, ¥219,878 million for North America, ¥454,769 million for Europe, ¥87,087 million for other foreign countries and ¥56,607 million for Eliminations, compared with the corresponding results that would have been obtained under the former method of consolidation. These changes also resulted in increases in operating income of ¥1,586 million for Japan, ¥21,403 million for North America, ¥2,744 million for Europe and ¥210 million for Other foreign countries, and a decrease in operating income of ¥4,500 million for Eliminations, compared with the corresponding results that would have been obtained under the former method of consolidation.

Overseas Net Sales

For the six months ended September 30, 2006

(Millions of yen)

	North America	Europe	Other foreign countries	Total
I Overseas net sales	¥1,913,868	¥765,549	¥817,266	¥3,496,683
II Consolidated net sales				4,534,400
III Overseas net sales as a percentage of consolidated net sales	42.2%	16.9%	18.0%	77.1%

Notes:
1. Overseas net sales consisted of export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of the foreign consolidated subsidiaries.
2. Countries and 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, Canada, and Mexico
   (2) Europe.......................... France, the United Kingdom, Spain and other European countries
   (3) Others........................... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa

For the six months ended September 30, 2007

(Millions of yen)

	North America	Europe	Other foreign countries	Total
I Overseas net sales	¥2,079,036	¥974,334	¥1,005,402	¥4,058,772
II Consolidated net sales				5,064,495
III Overseas net sales as a percentage of consolidated net sales	41.1%	19.2%	19.9%	80.1%

Notes:
1. Overseas net sales consisted of export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of the foreign consolidated subsidiaries.
2. Countries and 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, Canada, and Mexico
   (2) Europe.......................... France, the United Kingdom, Spain and other European countries
   (3) Others........................... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa
4. Until the year ended March 31, 2006, since the difference between the fiscal year end of the parent company and those of 55 consolidated subsidiaries was within three months, the operating results of those subsidiaries were consolidated by using their financial statements as of their respective fiscal year ends. Effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end. The remaining 33 consolidated subsidiaries changed their fiscal year end to March 31.

   These changes were made during the second half of the year ended March 31, 2007. Therefore, the relevant subsidiaries closed their accounts for the period from January 1, 2006 to June 30, 2006 to prepare consolidated financial statements for the six-month period ended September 30, 2006, and those for the period from April 1, 2007 to September 30, 2007 for the six-month period ended September 30, 2007.

For the year ended March 31, 2007

(Millions of yen)

	North America	Europe	Other foreign countries	Total
I Overseas net sales	¥4,410,531	¥2,023,772	¥1,829,617	¥8,263,920
II Consolidated net sales				10,468,583
III Overseas net sales as a percentage of consolidated net sales	42.1%	19.3%	17.5%	78.9%

Notes: 1. Overseas net sales consisted of export sales of the Company and its domestic consolidated subsidiaries and sales (other than exports to Japan) of the foreign consolidated subsidiaries.

2. Countries and 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, Canada, and Mexico

(2) Europe.......................... France, the United Kingdom, Spain and other European countries

(3) Others........................... Asia, Oceania, the Middle East, Central and South Americas excluding Mexico, and South Africa

4. Changes in accounting policies

Change of closing dates of consolidated subsidiaries

As described in "Changes in Accounting Policies," effective the year ended March 31, 2007, 22 subsidiaries were consolidated by using their financial statements as of the parent's fiscal year end prepared solely for consolidation purposes instead of those as of their fiscal year end, and 33 consolidated subsidiaries changed their fiscal year end to March 31.

The effect of these changes were to increase overseas net sales by ¥177,178 million for North America, ¥402,598 million for Europe and ¥138,990 million for Other foreign countries, compared with the corresponding results that would have been obtained under the previous method of consolidation.

Amounts Per Share

For the six months ended September 30, 2006		For the six months ended September 30, 2007		For the year ended March 31, 2007	
Net assets per share	¥807.02	Net assets per share	¥904.01	Net assets per share	¥862.29
Basic net income per share	¥ 66.81	Basic net income per share	¥ 51.77	Basic net income per share	¥112.33
Diluted net income per share	¥ 66.41	Diluted net income per share	¥ 51.62	Diluted net income per share	¥111.71

Note: The basis for calculation is as follows.

1. Net assets per share

	For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Total net assets (Millions of yen)	—	4,035,367	3,876,994
Amounts deducted from total net assets (Millions of yen)	—	337,829	331,757
(Share subscription rights)	—	2,368	2,711
(Minority interests)	—	335,461	329,046
Net assets attributable to shares of common stock at end of period (Millions of yen)	—	3,697,538	3,545,237
The end-of-period number of common stock used for the calculation of net assets per share (Thousands)	—	4,090,169	4,111,418

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

	For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Basic net income per share: Net income (Millions of yen)	274,177	212,419	460,796
Net income attributable to shares of common stock (Millions of yen)	274,177	212,419	460,796
Average number of shares of common stock during the period (Thousands)	4,103,869	4,103,506	4,102,114
Diluted net income per share: Increase in shares of common stock (Thousands)	24,530	11,163	22,736
(Exercise of warrants)	19,551	8,232	17,446
(Exercise of share subscription rights)	4,979	2,931	5,290
Securities excluded from the computation of diluted net income per share because they do not have dilutive effect.	4th Share Subscription Rights (130,300 options) Refer to “Status of Share Subscription Rights” for a summary.	4th Share Subscription Rights (79,368 options) and 5th Share Subscription Rights (6,800 options) Refer to “Status of Share Subscription Rights” for a summary.	4th Share Subscription Rights (130,000 options) Refer to “Status of Share Subscription Rights” for a summary.

Significant Subsequent Events

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
―――――	―――――	On June 19, 2007, the Company issued unsecured bonds. The terms and conditions of these bonds are summarized as follows. 1 (1) Name 46th unsecured bonds (2) Principal ¥65,000 million (3) Interest rate 1.76% per annum (4) Issue price ¥99.99 for a par value of ¥100 (5) Maturity date June 20, 2012 (6) Payment due date June 19, 2007 (7) Use of proceeds Working capital 2 (1) Name 47th unsecured bonds (2) Principal ¥35,000 million (3) Interest rate 1.95% per annum (4) Issue price ¥99.97 for a par value of ¥100 (5) Maturity date June 20, 2014 (6) Payment due date June 19, 2007 (7) Use of proceeds Working capital

(2) Other

Not applicable.

2. Semiannual Non-Consolidated Financial Statements

(1) Semiannual Non-Consolidated Financial Statements

① Non-Consolidated Balance Sheets

Accounts	Notes	As of September 30, 2006 Amounts (Millions of yen)		Ratio (%)	As of September 30, 2007 Amounts (Millions of yen)		Ratio (%)	As of March 31, 2007 Amounts (Millions of yen)		Ratio (%)
Assets										
I Current assets										
1. Cash on hand and in banks		24,023			17,785			39,949		
2. Trade notes receivable		321			314			393		
3. Trade accounts receivable		389,637			375,120			286,975		
4. Finished products		75,950			87,514			71,682		
5. Other inventories		81,907			100,863			85,080		
6. Short-term loans receivable from subsidiaries and affiliates		736,005			725,693			548,590		
7. Other		235,686			236,408			274,689		
8. Allowance for doubtful accounts		(2,423)			(6,979)			(5,832)		
Total current assets			1,541,108	38.8		1,536,720	38.1		1,301,528	34.2
II Fixed assets										
1. Property, plant and equipment	*									
(1) Buildings		181,668			203,485			192,856		
(2) Machinery and equipment		232,991			256,946			245,462		
(3) Land		139,680			138,612			139,001		
(4) Other		234,538			260,700			268,902		
Total property, plant and equipment		788,878			859,744			846,222		
2. Intangible assets		47,377			45,996			48,821		
3. Investments and other assets										
(1) Investment securities		17,095			17,770			16,714		
(2) Investments in stock of subsidiaries and affiliates		1,477,468			1,483,265			1,473,858		
(3) Long-term loans receivable		1,041			852			943		
(4) Prepaid pension costs		–			28,955			39,804		
(5) Other		99,243			64,211			78,558		
(6) Allowance for doubtful accounts		(1,602)			(1,995)			(2,082)		
Total investments and other assets		1,593,247			1,593,061			1,607,797		
Total fixed assets			2,429,503	61.2		2,498,803	61.9		2,502,841	65.8
Total assets			3,970,612	100.0		4,035,523	100.0		3,804,369	100.0

Accounts	Notes	As of September 30, 2006 Amounts (Millions of yen)		Ratio (%)	As of September 30, 2007 Amounts (Millions of yen)		Ratio (%)	As of March 31, 2007 Amounts (Millions of yen)		Ratio (%)
Liabilities										
I Current liabilities										
1. Trade notes payable		341			225			457		
2. Trade accounts payable		408,204			448,947			444,355		
3. Short-term borrowings		205,000			383,000			77,000		
4. Commercial paper		490,000			450,000			450,000		
5. Current portion of bonds		59,763			132,570			82,316		
6. Accrued expenses		212,020			222,748			281,565		
7. Income taxes payable		3,709			1,028			7,889		
8. Accrued warranty costs		30,838			28,749			30,842		
9. Lease obligations		24,213			32,481			26,741		
10. Other		144,721			115,995			161,430		
Total current liabilities			1,578,811	39.7		1,815,746	45.0		1,562,599	41.0
II Long-term liabilities										
1. Bonds		377,959			397,955			347,965		
2. Bonds with share subscription rights		52,064			–			–		
3. Long-term borrowings		44,902			37,950			41,400		
4. Accrued warranty costs		48,272			44,473			48,213		
5. Accrued retirement benefits		10,792			–			–		
6. Lease obligations		27,397			29,508			27,855		
7. Other		1,055			7,439			922		
Total long-term liabilities			562,444	14.2		517,326	12.8		466,356	12.3
Total liabilities			2,141,255	53.9		2,333,073	57.8		2,028,955	53.3
Net assets										
I Shareholders' equity										
1. Common stock			605,813	15.3		605,813	15.0		605,813	15.9
2. Capital surplus										
Additional paid-in capital		804,470			804,470			804,470		
Total capital surplus			804,470	20.3		804,470	19.9		804,470	21.1
3. Retained earnings										
(1) Legal reserve		53,838			53,838			53,838		
(2) Voluntary reserve										
Reserve for reduction of replacement cost of specified properties		68,154			68,842			69,206		
Reserve for losses on overseas investments		725			239			479		
Reserve for special depreciation		749			940			884		
Unappropriated retained earnings		405,255			299,680			343,469		
Total retained earnings			528,724	13.3		423,542	10.5		467,878	12.3
4. Treasury stock			(118,079)	(3.0)		(140,374)	(3.5)		(111,323)	(2.9)
Total shareholders' equity			1,820,928	45.9		1,693,452	41.9		1,766,839	46.4
II Valuation, translation adjustments and others										
1. Unrealized holding gain on securities			5,969	0.1		6,629	0.2		5,863	0.2
2. Unrealized gain or loss from hedging instruments			(428)	(0.0)		–	–		–	–
Total valuation, translation adjustments and others			5,540	0.1		6,629	0.2		5,863	0.2
III Share subscription rights			2,887	0.1		2,368	0.1		2,711	0.1
Total net assets			1,829,356	46.1		1,702,450	42.2		1,775,413	46.7
Total liabilities and net assets			3,970,612	100.0		4,035,523	100.0		3,804,369	100.0

② Non-Consolidated Statements of Income

Accounts	Notes	For the six months ended September 30, 2006			For the six months ended September 30, 2007			For the year ended March 31, 2007		
		Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)	Amounts (Millions of yen)		Ratio (%)
I Net sales			1,696,986	100.0		1,740,093	100.0		3,608,934	100.0
II Cost of sales			1,422,764	83.8		1,485,681	85.4		3,030,447	84.0
Gross profit			274,222	16.2		254,411	14.6		578,487	16.0
III Selling, general and administrative expenses			172,101	10.2		180,178	10.3		392,926	10.9
Operating income			102,121	6.0		74,233	4.3		185,561	5.1
IV Non-operating income	*1		9,679	0.6		9,994	0.6		14,249	0.4
V Non-operating expenses	*2		13,130	0.8		16,900	1.0		29,852	0.8
Ordinary income			98,670	5.8		67,327	3.9		169,958	4.7
VI Special gains	*3		38,099	2.2		4,875	0.3		53,043	1.5
VII Special losses	*4, *5		61,527	3.6		12,588	0.8		109,112	3.0
Income before income taxes			75,242	4.4		59,614	3.4		113,889	3.2
Corporate, inhabitants' and enterprise taxes		30			(7,373)			4,476		
Income taxes – deferred		13,029	13,060	0.7	33,937	26,563	1.5	29,931	34,408	1.0
Net income			62,182	3.7		33,050	1.9		79,481	2.2

③ Non-Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2006

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
	Common stock	Additional paid-in capital	Total capital surplus	Legal reserve	Voluntary reserve (Note)	Total retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	605,813	804,470	804,470	53,838	482,326	536,165	(133,351)	1,813,097
Changes in 1st half of FY2006								
Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders								
Reserve provided	–	–	–	–	–	–	–	–
Reserve reversed	–	–	–	–	–	–	–	–
Cash dividends paid	–	–	–	–	(65,979)	(65,979)	–	(65,979)
Bonuses to directors and corporate auditors	–	–	–	–	(390)	(390)	–	(390)
Reserve reversed in accordance with the tax regulations	–	–	–	–	–	–	–	–
Net income	–	–	–	–	62,182	62,182	–	62,182
Purchases of treasury stock	–	–	–	–	–	–	(25)	(25)
Disposal of treasury stock	–	–	–	–	(3,254)	(3,254)	15,297	12,043
Net changes in items other than those in shareholders' equity	–	–	–	–	–	–	–	–
Total changes in 1st half of FY2006	–	–	–	–	(7,441)	(7,441)	15,272	7,831
Balance as of September 30, 2006	605,813	804,470	804,470	53,838	474,885	528,724	(118,079)	1,820,928

(Millions of yen)

	Valuation, translation adjustments and others				
	Unrealized holding gain on securities	Unrealized gain or loss from hedging instruments	Total valuation, translation adjustments and others	Share subscription rights	Total net assets
Balance as of March 31, 2006	13,932	–	13,932	3,143	1,830,173
Changes in 1st half of FY2006					
Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders					
Reserve provided	–	–	–	–	–
Reserve reversed	–	–	–	–	–
Cash dividends paid	–	–	–	–	(65,979)
Bonuses to directors and corporate auditors	–	–	–	–	(390)
Reserve reversed in accordance with the tax regulations	–	–	–	–	–
Net income	–	–	–	–	62,182
Purchases of treasury stock	–	–	–	–	(25)
Disposal of treasury stock	–	–	–	–	12,043
Net changes in items other than those in shareholders' equity	(7,963)	(428)	(8,391)	(255)	(8,647)
Total changes in 1st half of FY2006	(7,963)	(428)	(8,391)	(255)	(816)
Balance as of September 30, 2006	5,969	(428)	5,540	2,887	1,829,356

Note: Details of voluntary reserve

(Millions of yen)

	Reserve for reduction of replacement cost of specified properties	Reserve for losses on overseas investments	Reserve for special depreciation	Unappropriated retained earnings	Total voluntary reserve
Balance as of March 31, 2006	77,175	1,471	687	402,990	482,326
Changes in 1st half of FY2006 Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders					
Reserve provided	1,769	–	286	(2,055)	–
Reserve reversed	(7,176)	(499)	(139)	7,814	–
Cash dividends paid	–	–	–	(65,979)	(65,979)
Bonuses to directors and corporate auditors	–	–	–	(390)	(390)
Reserve reversed in accordance with the tax regulations	(3,614)	(246)	(86)	3,947	–
Net income	–	–	–	62,182	62,182
Purchases of treasury stock	–	–	–	–	–
Disposal of treasury stock	–	–	–	(3,254)	(3,254)
Total changes in 1st half of FY2006	(9,020)	(746)	61	2,264	(7,441)
Balance as of September 30, 2006	68,154	725	749	405,255	474,885

For the six months ended September 30, 2007

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity
		Additional paid-in capital	Total capital surplus	Legal reserve	Voluntary reserve (Note)	Total retained earnings		
Balance as of March 31, 2007	605,813	804,470	804,470	53,838	414,039	467,878	(111,323)	1,766,839
Changes in 1st half of FY2007								
Cash dividends paid	–	–	–	–	(75,147)	(75,147)	—	(75,147)
Reserve provided in accordance with the tax regulations	–	–	–	–	–	–	–	–
Reserve reversed in accordance with the tax regulations	–	–	–	–	–	–	–	–
Net income	–	–	–	–	33,050	33,050	–	33,050
Purchases of treasury stock	–	–	–	–	–	–	(41,939)	(41,939)
Disposal of treasury stock	–	–	–	–	(2,239)	(2,239)	12,888	10,649
Net changes in items other than those in shareholders' equity	–	–	–	–	–	–	–	–
Total changes in 1st half of FY2007	–	–	–	–	(44,336)	(44,336)	(29,050)	(73,386)
Balance as of September 30, 2007	605,813	804,470	804,470	53,838	369,703	423,542	(140,374)	1,693,452

(Millions of yen)

	Valuation, translation adjustments and others		Share subscription rights	Total net assets
	Unrealized holding gain on securities	Total valuation, translation adjustments and others		
Balance as of March 31, 2007	5,863	5,863	2,711	1,775,413
Changes in 1st half of FY2007				
Cash dividends paid	–	–	–	(75,147)
Reserve provided in accordance with the tax regulations	–	–	–	–
Reserve reversed in accordance with the tax regulations	–	–	–	–
Net income	–	–	–	33,050
Purchases of treasury stock	–	–	–	(41,939)
Disposal of treasury stock	–	–	–	10,649
Net changes in items other than those in shareholders' equity	766	766	(342)	423
Total changes in 1st half of FY2007	766	766	(342)	(72,963)
Balance as of September 30, 2007	6,629	6,629	2,368	1,702,450

Note: Details of voluntary reserve

(Millions of yen)

	Reserve for reduction of replacement cost of specified properties	Reserve for losses on overseas investments	Reserve for special depreciation	Unappropriated retained earnings	Total voluntary reserve
Balance as of March 31, 2007	69,206	479	884	343,469	414,039
Changes in 1st half of FY2007					
Cash dividends paid	–	–	–	(75,147)	(75,147)
Reserve provided in accordance with the tax regulations	2,120	–	143	(2,264)	–
Reserve reversed in accordance with the tax regulations	(2,483)	(239)	(88)	2,811	–
Net income	–	–	–	33,050	33,050
Purchases of treasury stock	–	–	–	–	–
Disposal of treasury stock	–	–	–	(2,239)	(2,239)
Total changes in 1st half of FY2007	(363)	(239)	55	(43,788)	(44,336)
Balance as of September 30, 2007	68,842	239	940	299,680	369,703

For the year ended March 31, 2007

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity
		Additional paid-in capital	Total capital surplus	Legal reserve	Voluntary reserve (Note)	Total retained earnings		
Balance as of March 31, 2006	605,813	804,470	804,470	53,838	482,326	536,165	(133,351)	1,813,097
Changes in FY2006 Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders								
Reserve provided	–	–	–	–	–	–	–	–
Reserve reversed	–	–	–	–	–	–	–	–
Cash dividends paid	–	–	–	–	(65,979)	(65,979)	–	(65,979)
Bonuses to directors and corporate auditors	–	–	–	–	(390)	(390)	–	(390)
Reserve provided in accordance with the tax regulations	–	–	–	–	–	–	–	–
Reserve reversed in accordance with the tax regulations	–	–	–	–	–	–	–	–
Cash dividends paid	–	–	–	–	(75,014)	(75,014)	–	(75,014)
Net income	–	–	–	–	79,481	79,481	–	79,481
Purchases of treasury stock	–	–	–	–	–	–	(10,374)	(10,374)
Disposal of treasury stock	–	–	–	–	(6,384)	(6,384)	32,402	26,018
Net changes in items other than those in shareholders' equity	–	–	–	–	–	–	–	–
Total changes in FY2006	–	–	–	–	(68,286)	(68,286)	22,028	(46,258)
Balance as of March 31, 2007	605,813	804,470	804,470	53,838	414,039	467,878	(111,323)	1,766,839

(Millions of yen)

	Valuation, translation adjustments and others		Share subscription rights	Total net assets
	Unrealized holding gain on securities	Total valuation, translation adjustments and others		
Balance as of March 31, 2006	13,932	13,932	3,143	1,830,173
Changes in FY2006 Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders				
Reserve provided	–	–	–	–
Reserve reversed	–	–	–	–
Cash dividends paid	–	–	–	(65,979)
Bonuses to directors and corporate auditors	–	–	–	(390)
Reserve provided in accordance with the tax regulations	–	–	–	–
Reserve reversed in accordance with the tax regulations	–	–	–	–
Cash dividends paid	–	–	–	(75,014)
Net income	–	–	–	79,481
Purchases of treasury stock	–	–	–	(10,374)
Disposal of treasury stock	–	–	–	26,018
Net changes in items other than those in shareholders' equity	(8,069)	(8,069)	(432)	(8,501)
Total changes in FY2006	(8,069)	(8,069)	(432)	(54,760)
Balance as of March 31, 2007	5,863	5,863	2,711	1,775,413

Note: Details of voluntary reserve

(Millions of yen)

	Reserve for reduction of replacement cost of specified properties	Reserve for losses on overseas investments	Reserve for special depreciation	Unappropriated retained earnings	Total voluntary reserve
Balance as of March 31, 2006	77,175	1,471	687	402,990	482,326
Changes in FY2006					
Appropriations of retained earnings in accordance with a resolution approved at the annual general meeting of shareholders					
Reserve provided	1,769	–	286	(2,055)	–
Reserve reversed	(7,176)	(499)	(139)	7,814	–
Cash dividends paid	–	–	–	(65,979)	(65,979)
Bonuses to directors and corporate auditors	–	–	–	(390)	(390)
Reserve provided in accordance with the tax regulations	4,094	–	224	(4,318)	–
Reserve reversed in accordance with the tax regulations	(6,657)	(493)	(175)	7,325	–
Cash dividends paid	–	–	–	(75,014)	(75,014)
Net income	–	–	–	79,481	79,481
Purchases of treasury stock	–	–	–	–	–
Disposal of treasury stock	–	–	–	(6,384)	(6,384)
Total changes in FY2006	(7,969)	(992)	197	(59,521)	(68,286)
Balance as of March 31, 2007	69,206	479	884	343,469	414,039

Significant Accounting Policies

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
1 Method of valuation of assets (1) Inventories Inventories are stated at the lower of cost or market, cost being determined by the FIFO method. (2) Securities Held-to-maturity securities: Held-to-maturity securities are stated at amortized cost (Straight-line method). Equity securities issued by subsidiaries and affiliates Equity securities issued by subsidiaries and affiliates are carried at cost determined by the moving average method. Other securities: Marketable securities: Marketable securities classified as other securities are carried at fair value with any changes in unrealized holding gain or loss, net of the applicable income taxes, directly included in net assets. Cost of securities sold is calculated by the moving average method. Non-marketable securities: Non-marketable securities classified as other securities are carried at cost determined by the moving average method. (3) Derivatives Derivatives are carried at fair value.	1 Method of valuation of assets (1) Inventories Same as on the left (2) Securities Held-to-maturity securities: Same as on the left Equity securities issued by subsidiaries and affiliates Same as on the left Other securities: Marketable securities: Same as on the left Non-marketable securities: Same as on the left (3) Derivatives Same as on the left	1 Method of valuation of assets (1) Inventories Same as on the left (2) Securities Held-to-maturity securities: Same as on the left Equity securities issued by subsidiaries and affiliates Same as on the left Other securities: Marketable securities: Sam as on the left Non-marketable securities: Same as on the left (3) Derivatives Same as on the left
2 Depreciation and amortization of fixed assets (1) Property, plant and equipment Depreciation of property, plant and equipment is calculated by the straight-line method based on the estimated useful lives and the residual value determined by the Company. (Immaterial depreciable assets) Assets whose acquisition costs range from ¥100 thousand to ¥200 thousand are depreciated evenly for 3 years based on the Japanese Income Tax laws. (2) Intangible fixed assets Amortization of intangible fixed assets is calculated by the straight-line method. Amortization of software for internal use is calculated by the straight-line method over the estimated useful lives (5years).	2 Depreciation and amortization of fixed assets (1) Property, plant and equipment Same as on the left (Immaterial depreciable assets) Same as on the left (2) Intangible fixed assets Same as on the left	2 Depreciation and amortization of fixed assets (1) Property, plant and equipment Same as on the left (Immaterial depreciable assets) Same as on the left (2) Intangible fixed assets Same as on the left

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
3 Basis for reserves (1) Allowance for doubtful accounts Allowance for doubtful accounts is provided at an amount determined based on the historical experience of bad debt with respect to ordinary receivables, plus an estimate of uncollectible amounts determined by reference to specific doubtful receivable from companies in experiencing financial difficulties. (2) Accrued warranty costs Accrued warranty costs are provided to cover the cost of all services anticipated to be incurred during the entire warranty period in accordance with the terms of the various warranty contracts based on historical experience. (3) Accrued retirement benefits To provide for retirement benefits to employees, an amount calculated based on the estimated retirement benefit obligation and the estimated fair value of the pension plan assets at the end of the interim period is stated as accrued retirement benefits. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.	3 Basis for reserves (1) Allowance for doubtful accounts Same as on the left (2) Accrued warranty costs Same as on the left (3) Accrued retirement benefits To provide for retirement benefits to employees, accrued retirement benefits or prepaid pension costs are recorded principally at an amount calculated based on the estimated retirement benefit obligation and the fair value of the pension plan assets at the end of the period. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.	3 Basis for reserves (1) Allowance for doubtful accounts Same as on the left (2) Accrued warranty costs Same as on the left (3) Accrued retirement benefits To provide principally for retirement benefits to employees, an amount calculated based on the estimated retirement benefit obligation and the estimated fair value of the pension plan assets at the end of the year is stated as accrued retirement benefits or prepaid pension cost. The net retirement benefit obligation at transition is being amortized over a period of 15 years by the straight-line method. Prior service cost is being amortized as incurred by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees. Actuarial gain or loss is amortized in the year following the year in which the gain or loss is recognized by the straight-line method over certain periods which are shorter than the average remaining years of service of the eligible employees.
4 Foreign currency translation Receivables and payables denominated in foreign currencies are translated into yen at the rates of exchange in effect at the semiannual balance sheet date, and differences arising from the translation are charged or credited to income.	4 Foreign currency translation Same as on the left	4 Foreign currency translation Receivables and payables denominated in foreign currencies are translated into yen at the rates of exchange in effect at the balance sheet date, and differences arising from the translation are charged or credited to income.
5 Lease accounting Noncancelable lease transactions that transfer substantially all risks and rewards associated with the ownership of assets are accounted for as finance leases.	5 Lease accounting Same as on the left	5 Lease accounting Same as on the left

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
6 Hedge accounting (1) Hedge accounting Deferral hedge accounting is adopted for derivatives which qualify as hedges, under which unrealized gain or loss is deferred. (2) Hedging instruments and hedged items • Hedging instruments Derivative transactions • Hedged items Hedged items are primarily forecasted sales denominated in foreign currencies. (3) Hedging policy It is the Company's policy that all transactions denominated in foreign currencies are to be hedged. (4) Assessment of hedge effectiveness Hedge effectiveness is not assessed if the substantial terms and conditions of the hedging instruments and the hedged forecasted transactions are the same. (5) Risk management policy with respect to hedge accounting The Company manages its derivative transactions in accordance with its internal "Policies and Procedures for Risk Management."	6 Hedge accounting (1) Hedge accounting Same as on the left (2) Hedging instruments and hedged items Same as on the left (3) Hedging policy Same as on the left (4) Assessment of hedge effectiveness Same as on the left (5) Risk management policy with respect to hedge accounting Same as on the left	6 Hedge accounting (1) Hedge accounting Same as on the left (2) Hedging instruments and hedged items Same as on the left (3) Hedging policy Same as on the left (4) Assessment of hedge effectiveness Same as on the left (5) Risk management policy with respect to hedge accounting Same as on the left
7 Other significant accounting policies Accounting for consumption taxes: Transactions subject to consumption taxes are recorded at amounts exclusive of consumption taxes. ―――――――	7 Other significant accounting policies (1) Accounting for consumption taxes: Same as on the left (2) Adoption of consolidated taxation system: Effective the six-month period ended September 30, 2007, the Company has adopted the consolidated taxation system.	7 Other significant accounting policies Accounting for consumption taxes: Same as on the left ―――――――

Changes in Accounting Policies

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Accounting Standard for Share-based Payment Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006). The effect of this change was to decrease operating income, ordinary income, and income before income taxes by ¥460 million for the six months ended September 30, 2006 compared with the corresponding amounts which would have been recorded if the previous method had been followed. Accounting Standard for Presentation of Net Assets in the Balance Sheet Effective April 1, 2006, the Company adopted the Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5 issued on December 9, 2005) and the Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8 issued on December 9, 2005). Shareholders' equity under the previous presentation method amounted to ¥1,826,897 million as of September 30, 2006. Net assets in the non-consolidated balance sheet as of September 30, 2006 have been presented in accordance with the revised "Regulations for Semiannual Non-Consolidated Financial Statements."	―――――――――	Accounting Standard for Share-based Payment Effective April 1, 2006, the Company adopted the Accounting Standard for Share-based Payment (ASBJ Statement No. 8 issued on December 27, 2005) and the Implementation Guidance on Accounting Standard for Share-based Payment (ASBJ Guidance No. 11 issued on May 31, 2006). The effect of this change was to decrease operating income, ordinary income, and income before income taxes by ¥1,037 million for the year ended March 31, 2007 compared with the corresponding amounts which would have been recorded if the previous method had been followed. Accounting Standard for Presentation of Net Assets in the Balance Sheet Effective April 1, 2006, the Company adopted the Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5 issued on December 9, 2005) and the Implementation Guidance on Accounting Standard for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8 issued on December 9, 2005). Shareholders' equity under the previous presentation method amounted to ¥1,772,702 million as of March 31, 2007. Net assets in the non-consolidated balance sheet as of March 31, 2007 have been presented in accordance with the revised "Regulations for Non-Consolidated Financial Statements."

Additional Information

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
	Accrued retirement benefits to directors and corporate auditors Until the year ended March 31, 2007, the Company expensed retirement benefits for directors and corporate auditors to income when the general shareholders' meetings approved resolutions for the payment of those benefits. However, a resolution was approved at the general shareholders' meeting held on June 20, 2007 that required retirement benefits for directors and corporate auditors in response to the discontinuation of such system to be paid to the relevant directors and corporate auditors when they retire. Accordingly, the Company recognized the amount of expected payments for this purpose as a special loss and included the outstanding balance in "Other long-term liabilities" for the six-month period ended September 30, 2007.	

Notes to Semiannual Non-Consolidated Financial Statements

All amounts are in millions of yen unless otherwise indicated except for amounts per share.

For the Semiannual Non-Consolidated Balance Sheets

At September 30, 2006

1. * Accumulated depreciation of property, plant and equipment ¥1,302,890

This balance includes the accumulated depreciation of leased assets in the amount of ¥113,931 million.

2. Guarantees and others

(1) Guarantees

Guarantees	Balance of liabilities guaranteed	Description of liabilities guaranteed
Employees	¥152,513*	Employees' housing loans
Nissan North America Inc.	88,787	Loans (Equipment funds)
Nissan Motor Acceptance Corp	27,117	Loans
AG Global Private Ltd. Co.	25,500	Loans (The right of pledge established)
Nissan Motor Manufacturing (UK) Ltd.	9,750	Loans (Equipment funds)
Nissan Mexicana, S.A. de CV,	3,315	Loans (Equipment funds)
Nissan International Finance BV	3,080	Loans
53 Domestic subsidiaries	7,894	Notes and account payable etc.
Total	¥317,959	

* 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	Description of commitments
Hibikinada Development Co. Ltd.	¥1,150	Loans

(3) Keep-well Agreements

In addition to the items as described above, the Company has entered into keep-well agreements for the purpose of enhancing credits of subsidiaries.

Outstanding obligations of each financial subsidiary at the end of September, 2006 are as follows:

Name of subsidiaries	Balance of liabilities
Nissan Motor Acceptance Corp	¥2,275,890
Nissan Financial Services Co., Ltd	988,109
Nissan International Finance BV	3,080
Total	¥3,267,080

3. Documentary bills discounted with banks ¥198

4. Consumption tax

Consumption taxes paid and received are netted and included in "Other current assets."

At September 30, 2007

1. * Accumulated depreciation of property, plant and equipment ¥1,261,504

This balance includes the accumulated depreciation of leased assets in the amount of ¥86,662 million.

2. Guarantees and others

(1) Guarantees

Guarantees	Balance of liabilities guaranteed	Description of liabilities guaranteed
Employees	¥139,394*	Employees' housing loans
Nissan North America Inc.	92,321	Loans (Equipment funds)
Nissan Motor Manufacturing (UK) Ltd.	10,798	Loans (Equipment funds)
Nissan International Finance BV	1,120	Loans
Nissan Mexicana, S.A. de CV,	1,082	Loans (Equipment funds)
47 Domestic subsidiaries	9,026	Notes and accounts payable etc.
Total	¥253,744	

* 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	Description of commitments
Hibikinada Development Co. Ltd.	¥1,006	Loans

(3) Keep-well Agreements

In addition to the items as described above, the Company has entered into keep-well agreements for the purpose of enhancing credits of subsidiaries.

Outstanding obligations of each financial subsidiary at the end of September, 2007 are as follows:

Name of subsidiaries	Balance of liabilities
Nissan Motor Acceptance Corp	¥2,207,494
Nissan Financial Services Co., Ltd	939,513
Nissan International Finance BV	1,120
Total	¥3,148,128

3. Documentary bills discounted with banks ¥173

4. Consumption tax

Same as on the left

At March 31, 2007

1. * Accumulated depreciation of property, plant and equipment ¥1,264,472

This balance includes the accumulated depreciation of leased assets in the amount of ¥91,651million.

2. Guarantees and others

(1) Guarantees

Guarantees	Balance of liabilities guaranteed	Description of liabilities guaranteed
Employees	¥146,101*	Employees' housing loans
Nissan North America Inc.	86,985	Loans (Equipment funds)
Nissan Motor Manufacturing (UK) Ltd.	10,682	Loans (Equipment funds)
Nissan Mexicana, S.A. de CV,	2,213	Loans (Equipment funds)
Nissan International Finance BV	2,157	Loans
49 Domestic subsidiaries	9,202	Notes and account payable etc.
Total	¥257,342	

* 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	Description of commitments
Hibikinada Development Co. Ltd.	¥1,063	Loans

(3) Keep-well Agreements

In addition to the items as described above, the Company has entered into keep-well agreements for the purpose of enhancing credits of subsidiaries.

Outstanding obligations of each financial subsidiary at the end of March, 2007 are as follows:

Name of subsidiaries	Balance of liabilities
Nissan Motor Acceptance Corp	¥2,360,683
Nissan Financial Services Co., Ltd	1,148,431
Nissan International Finance BV	2,157
Total	¥3,511,272

3. Documentary bills discounted with banks ¥5,229

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For the Semiannual Non-Consolidated Statements of Income

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
1. *1 The main components of non-operating income are as follows: Interest received ¥1,340 Dividend income 4,827	1. *1 The main components of non-operating income are as follows: Interest received ¥3,280 Dividend income 2,633	1. *1 The main components of non-operating income are as follows: Interest received ¥3,965 Dividend income 5,597
2. *2 The main components of non-operating expenses are as follows: Interest expense ¥4,835 Amortization of net retirement benefit obligation at transition 4,027	2. *2 The main components of non-operating expenses are as follows: Interest expense ¥6,316 Amortization of net retirement benefit obligation at transition 4,027	2. *2 The main components of non-operating expenses are as follows: Interest expense ¥9,227 Amortization of net retirement benefit obligation at transition 8,054
3. *3 The main components of special gains are as follows: Gain on sales of investment securities ¥11,215 Reversal of allowance for doubtful accounts 25,789	3. *3 The main components of special gains are as follows: Gain on sales of land ¥3,841	3. *3 The main components of special gains are as follows: Gain on sales of land and buildings ¥8,216 Gain on sales of investment securities 11,551 Reversal of allowance for doubtful accounts 25,789
4. *4 The main components of special losses are as follows: Loss on disposal of machinery and equipment ¥4,277 Impairment loss 77 Loss on devaluation of investments and receivables 51,137	4. *4 The main components of special losses are as follows: Loss on disposal of machinery and equipment ¥2,800 Impairment loss 27 Estimated provision for abolition of retirement benefits program for directors and corporate auditors. 6,533	4. *4 The main components of special losses are as follows: Loss on disposal of machinery and equipment ¥8,702 Impairment loss 228 Loss on devaluation of investments and receivables 52,909 Special retirement addition 22,600
5. Depreciation Property, plant and equipment ¥52,196 Intangible fixed assets 8,866 Total 61,063 (The above figures include the amortization of ¥20,985 for leased assets.)	5. Depreciation Property, plant and equipment ¥53,655 Intangible fixed assets 9,239 Total 62,895 (The above figures include the amortization of ¥19,029 for leased assets.)	5. Depreciation Property, plant and equipment ¥107,627 Intangible fixed assets 18,410 Total 126,037 (The above figures include amortization of ¥40,670 on leased assets.)
6. *5 The following loss on impairment of fixed assets was recorded for the six months ended September 30, 2006: Usage / Description / Location / Amount (Millions) Idle assets / Machinery and equipment / Tochigi Plant (Kaminokawa-cho, Tochigi-ken) / ¥77	6. *5 The following loss on impairment of fixed assets was recorded for the six months ended September 30, 2007: Usage / Description / Location / Amount (Millions) Idle assets / Machinery and equipment / Zama Operations Center (Zama-shi, Kanagawa-ken) / ¥27	6. *5 The following loss on impairment of fixed assets was recorded for the year ended March 31, 2007: Usage / Description / Location / Amount (Millions) Idle assets / Land and others / Zama-shi, Kanagawa-ken and 1 other location / ¥228
The Company determined that the Company, taken as whole, constituted a single group of assets because the Company's automobile business, mainly consisting of manufacturing and sales of vehicles, generates cash flows as a group. However, The Company determines whether an asset is impaired on an individual asset basis if the asset is either considered idle or is to be disposed of. The Company has recognized an impairment loss on certain idle assets by reducing their book value to the respective net realizable value of each asset. The resulting loss amounted to ¥77 million and has been recorded as a special loss in the accompanying non-consolidated statements of income. This special loss consisted entirely of an impairment loss on machinery and equipment. The net realizable value of each idle asset was measured based on its appraisal value.	The Company determined that the Company, taken as whole, constituted a single group of assets because the Company's automobile business, mainly consisting of manufacturing and sales of vehicles, generates cash flows as a group. However, The Company determines whether an asset is impaired on an individual asset basis if the asset is either considered idle or is to be disposed of. The Company has recognized an impairment loss on certain idle assets by reducing their book value to the respective net realizable value of each asset. The resulting loss amounted to ¥27 million and has been recorded as a special loss in the accompanying non-consolidated statements of income. This special loss consisted entirely of an impairment loss on machinery and equipment. The net realizable value of each idle asset was measured based on its appraisal value.	The Company determined that the Company, taken as whole, constituted a single group of assets because the Company's automobile business, mainly consisting of manufacturing and sales of vehicles, generates cash flows as a group. However, The Company determines whether an asset is impaired on an individual asset basis if the asset is either considered idle or is to be disposed of. The Company has recognized an impairment loss on certain idle assets due to the significant decline in their market value by reducing their net book value to the respective net realizable value of each asset. The resulting loss amounted to ¥228 million and has been recorded as a special loss in the accompanying non-consolidated statements of income. This special loss consisted of an impairment loss on land and others. The net realizable value of each idle asset was measured based on its appraisal value.

For the Non-Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2006

Type and number of treasury shares

Type	As of March 31, 2006	Increase	Decrease	As of September 30, 2006
Common stock (thousand shares)	122,101	19	14,007	108,113

Description of the changes:

Major reasons for the changes are as follows:

Increase due to purchase of the stocks of less than standard unit: 19 thousand shares

Decrease due to exercising share subscription rights: 14,007 thousand shares

For the six months ended September 30, 2007

Type and number of treasury shares

Type	As of March 31, 2007	Increase	Decrease	As of September 30, 2007
Common stock (thousand shares)	100,299	34,214	11,404	123,109

Description of the changes:

Major reasons for the changes are as follows:

Increase due to purchase of treasury stock according to a resolution of the Board of Directors: 34,192 thousand shares

Increase due to purchase of the stocks of less than standard unit: 22 thousand shares

Decrease due to exercising share subscription rights: 11,404 thousand shares

For the year ended March 31, 2007

Type and number of treasury shares

Type	As of March 31, 2006	Increase	Decrease	As of March 31, 2007
Common stock (thousand shares)	122,101	7,856	29,657	100,299

Description of the changes:

Major reasons for the changes are as follows:

Increase due to purchase of treasury stock according to a resolution of the Board of Directors: 7,810 thousand shares

Increase due to purchase of the stocks of less than standard unit: 46 thousand shares

Decrease due to exercising share subscription rights: 29,657 thousand shares

For Lease Transactions

(Millions of yen)

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to September 30, 2006 are summarized as follows: Due in one year or less ¥237 Due after one year 522 Total ¥759	Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to September 30, 2007 are summarized as follows: Due in one year or less ¥258 Due after one year 459 Total ¥718	Lessees' Accounting Operating lease transactions Future minimum lease payments subsequent to March 31, 2007 are summarized as follows: Due in one year or less ¥264 Due after one year 535 Total ¥800

For Securities

Investments in subsidiaries and affiliates whose fair value is determinable

(Millions of yen)

Type of securities	At September 30, 2006			At September 30, 2007			At March 31, 2007		
	Carrying value	Estimated fair value	Unrealized gain (loss)	Carrying value	Estimated fair value	Unrealized gain (loss)	Carrying value	Estimated fair value	Unrealized gain (loss)
Subsidiaries' shares	¥91,267	¥182,936	¥91,669	¥91,267	¥131,136	¥39,869	¥91,267	¥153,058	¥61,791
Affiliates' shares	1,090	2,929	1,839	1,090	1,921	830	1,090	2,888	1,798
Total	¥92,357	¥185,866	¥93,508	¥92,357	¥133,057	¥40,700	¥92,357	¥155,947	¥63,590

Amounts Per Share

Amounts per share information is omitted because semiannual consolidated financial statements are prepared.

Significant Subsequent Events

For the six months ended September 30, 2006	For the six months ended September 30, 2007	For the year ended March 31, 2007
————	————	On June 19, 2007, the Company issued unsecured bonds. The terms and conditions of these bonds are summarized as follows. 1 (1) Name 46th unsecured bonds (2) Principal ¥65,000 million (3) Interest rate 1.76% per annum (4) Issue price ¥99.99 for a par value of ¥100 (5) Maturity date June 20, 2012 (6) Payment due date June 19, 2007 (7) Use of proceeds Working capital 2 (1) Name 47th unsecured bonds (2) Principal ¥35,000 million (3) Interest rate 1.95% per annum (4) Issue price ¥99.97 for a par value of ¥100 (5) Maturity date June 20, 2014 (6) Payment due date June 19, 2007 (7) Use of proceeds Working capital

(2) Other

Interim cash dividends for the fiscal year ending March 31, 2008 were approved on October 26, 2007 by resolution of the Company's 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, 2007.

(1) Total interim cash dividends .... ¥87,952 million
(2) Amount per share ¥20
(3) Entitlement date and commencement date of the payment............... November 27, 2007

VI. Reference Information on the Company

The Company filed the following documents between the beginning of the fiscal year ending March 31, 2008 and the date when this Securities Report *(Hanki-Hokokusho)* was filed.

(1)	Securities Report and Accompanying Documents	Fiscal Year (the 108th)	From April 1, 2006 To March 31, 2007	Submitted to the director of the Kanto Local Finance Bureau on June 25, 2007.
(2)	Amendment to Securities Report	Fiscal Year (the 108th)	From April 1, 2006 To March 31, 2007	Submitted to the director of the Kanto Local Finance Bureau on September 11, 2007.

(3) Extraordinary Report (Certificates of the 5th Share Subscription Rights) — Submitted to the director of the Kanto Local Finance Bureau on April 26, 2007.
According to the provision of Article 19, Paragraph 2, Item 2-2, "Allotment of Share Subscription Rights" of the Cabinet Office Regulations, regarding the disclosure of corporate information.

(4) Amendment to Extraordinary Report (Certificates of the 5th Share Subscription Rights) — Submitted to the director of the Kanto Local Finance Bureau on May 8, 2007.
According to the provision of Article 24, Paragraph 5, Item 5, of the Securities Exchange Law, a report was made on the exercise price, which had been determined subsequent to the submittal of the above extraordinary report.

(5) Extraordinary Report (Certificates of the 6th Share Subscription Rights) — Submitted to the director of the Kanto Local Finance Bureau on April 26, 2007.
According to the provision of Article 19, Paragraph 2, Item 2-2, "Allotment of Share Subscription Rights" of the Cabinet Office Regulations, regarding the disclosure of corporate information.

(6) Supplemental Document to Shelf Registration Statement and Attachments — Submitted to the director of the Kanto Local Finance Bureau on June 8, 2007.

(7) Amended Shelf Registration Statements — Submitted to the director of the Kanto Local Finance Bureau on April 26, 2007 and May 8, 2007.

(8) Shelf Registration Statement and Attachments — Submitted to the director of the Kanto Local Finance Bureau on October 12, 2007

(9) Reports on Purchase of Treasury Stock — Submitted to the director of the Kanto Local Finance Bureau on
April 13, 2007
June 6, 2007
July 13, 2007
August 14, 2007
September 13, 2007
October 9, 2007
November 14, 2007 and
December 14, 2007

Part II Information on Guarantors for the Company

Not applicable.

Independent Auditors' Report

November 29, 2006

The Board of Directors
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Yoji Murohashi
Designated and Engagement Partner	Takeshi Hori

Pursuant to Article 193-2 of the Securities and Exchange Law of Japan, we have performed semiannual audit procedures on the accompanying semiannual consolidated balance sheet of Nissan Motor Co., Ltd. and consolidated subsidiaries as of September 30, 2006, and the related semiannual consolidated statements of income, net assets, and cash flows for the six-month period then ended, all expressed in yen. These semiannual consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion independently on these semiannual consolidated financial statements based on our semiannual audit procedures.

We conducted our semiannual audit procedures in accordance with semiannual auditing standards generally accepted in Japan. Those standards require that we plan and perform the semiannual audit procedures to obtain reasonable assurance about whether the semiannual financial statements taken as a whole are free of material misstatement with respect to the presentation of useful accounting information which may result in misinterpretation by investors. Semiannual audit procedures consist primarily of analytical review procedures and additional audit procedures as deemed necessary. We believe that our semiannual audit procedures provide a reasonable basis for our opinion.

In our opinion, the semiannual financial statements referred to above present useful accounting information regarding the semiannual consolidated financial position of Nissan Motor Co., Ltd. and consolidated subsidiaries at September 30, 2006, and the consolidated results of their operations and their cash flows for the six-month period then ended in conformity with accounting principles and practices applicable to semiannual consolidated financial statements generally accepted in Japan.

Supplementary Information

As described in "Changes in Accounting Policies," effective April 1, 2006, the Company adopted a new accounting standard for presentation of net assets in the balance sheet.

We have no interest in the Company that should be disclosed pursuant to the provisions of the Certified Public Accountants Law.

Independent Auditors' Report

December 14, 2007

The Board of Directors
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Yoji Murohashi
Designated and Engagement Partner	Takeshi Hori

Pursuant to Article 193-2, Section 1 of the Financial Instruments and Exchange Law of Japan, we have performed semiannual audit procedures on the accompanying semiannual consolidated balance sheet of Nissan Motor Co., Ltd. and consolidated subsidiaries as of September 30, 2007, and the related semiannual consolidated statements of income, changes in net assets, and cash flows for the six-month period then ended. These semiannual consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion independently on these semiannual consolidated financial statements based on our semiannual audit procedures.

We conducted our semiannual audit procedures in accordance with semiannual auditing standards generally accepted in Japan. Those standards require that we plan and perform the semiannual audit procedures to obtain reasonable assurance about whether the semiannual financial statements taken as a whole are free of material misstatement with respect to the presentation of useful accounting information which may result in misinterpretation by investors. Semiannual audit procedures consist primarily of analytical review procedures and additional audit procedures as deemed necessary. We believe that our semiannual audit procedures provide a reasonable basis for our opinion.

In our opinion, the semiannual financial statements referred to above present useful accounting information regarding the semiannual consolidated financial position of Nissan Motor Co., Ltd. and consolidated subsidiaries at September 30, 2007, and the consolidated results of their operations and their cash flows for the six-month period then ended in conformity with accounting principles applicable to semiannual consolidated financial statements generally accepted in Japan.

We have no interest in the Company that should be disclosed pursuant to the provisions of the Certified Public Accountants Law.

Independent Auditors' Report

November 29, 2006

The Board of Directors
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Yoji Murohashi
Designated and Engagement Partner	Takeshi Hori

Pursuant to Article 193-2 of the Securities and Exchange Law of Japan, we have performed semiannual audit procedures on the accompanying semiannual non-consolidated balance sheet of Nissan Motor Co., Ltd. as of September 30, 2006 and the related semiannual non-consolidated statements of income and net assets for the six-month period then ended, all expressed in yen. These semiannual non-consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion independently on these semiannual non-consolidated financial statements based on our semiannual audit procedures.

We conducted our semiannual audit procedures in accordance with semiannual auditing standards generally accepted in Japan. Those standards require that we plan and perform the semiannual audit procedures to obtain reasonable assurance about whether the semiannual financial statements taken as a whole are free of material misstatement with respect to the presentation of useful accounting information which may result in misinterpretation by investors. Semiannual audit procedures consist primarily of analytical review procedures and additional audit procedures as deemed necessary. We believe that our semiannual audit procedures provide a reasonable basis for our opinion.

In our opinion, the semiannual financial statements referred to above present useful accounting information regarding the semiannual non-consolidated financial position of Nissan Motor Co., Ltd. at September 30, 2006, and the non-consolidated results of its operations for the six-month period then ended in conformity with accounting principles and practices applicable to semiannual non-consolidated financial statements generally accepted in Japan.

Supplementary Information

As described in "Changes in Accounting Policies," effective April 1, 2006, the Company adopted a new accounting standard for presentation of net assets in the balance sheet.

We have no interest in the Company that should be disclosed pursuant to the provisions of the Certified Public Accountants Law.

Independent Auditors' Report

December 14, 2007

The Board of Directors
Nissan Motor Co., Ltd.

Ernst & Young ShinNihon

Designated and Engagement Partner	Yasunobu Furukawa
Designated and Engagement Partner	Kenji Ota
Designated and Engagement Partner	Yoji Murohashi
Designated and Engagement Partner	Takeshi Hori

Pursuant to Article 193-2, Section 1 of the Financial Instruments and Exchange Law of Japan, we have performed semiannual audit procedures on the accompanying semiannual non-consolidated balance sheet of Nissan Motor Co., Ltd. as of September 30, 2007, and the related semiannual non-consolidated statements of income and changes in net assets for the six-month period then ended. These semiannual non-consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion independently on these semiannual non-consolidated financial statements based on our semiannual audit procedures.

We conducted our semiannual audit procedures in accordance with semiannual auditing standards generally accepted in Japan. Those standards require that we plan and perform the semiannual audit procedures to obtain reasonable assurance about whether the semiannual financial statements taken as a whole are free of material misstatement with respect to the presentation of useful accounting information which may result in misinterpretation by investors. Semiannual audit procedures consist primarily of analytical review procedures and additional audit procedures as deemed necessary. We believe that our semiannual audit procedures provide a reasonable basis for our opinion.

In our opinion, the semiannual financial statements referred to above present useful accounting information regarding the semiannual non-consolidated financial position of Nissan Motor Co., Ltd. at September 30, 2007, and the non-consolidated results of its operations for the six-month period then ended in conformity with accounting principles applicable to semiannual non-consolidated financial statements generally accepted in Japan.

We have no interest in the Company that should be disclosed pursuant to the provisions of the Certified Public Accountants Law.