

FY2009 Second Quarter Financial Results
(April 1, 2008 through September 30, 2008)
English Translation of the Original Japanese-Language Document



November 5, 2008

Company name : ISUZU MOTORS LIMITED
 Stock exchange on which the shares are listed : Tokyo Stock Exchange in Japan
 Code number : 7202
 URL : <http://www.isuzu.co.jp/world/investor/index.html>
 Representative : Susumu Hosoi, President
 Contact : Hirotohi Koyama, General manager,
 General Affairs & HR Department Tel. (03) 5471 - 1141
 Expected Starting Date for Distribution of Cash Dividends : December 8, 2008
 Scheduled Date for Submission of Quarterly Financial Statements : November 13, 2008

(Amounts are rounded down to the nearest million yen.)

1. Consolidated Financial Highlights (April 1, 2008 through September 30, 2008)

<1> Consolidated Financial Results

(% indicates increase/decrease from previous 2nd quarter.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
FY2009 2nd Quarter	859,715	-	39,202	-	40,075	-	30,077	-
FY2008 2nd Quarter	874,479	6.0	48,319	(16.2)	53,774	(14.3)	37,009	(33.2)

	Net Income per Share	Net Income per Share after Dilution of Potential Stock
	yen	yen
FY2009 2nd Quarter	17.74	-
FY2008 2nd Quarter	21.60	21.37

<2> Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets per Share
	millions of yen	millions of yen	%	Yen
FY2009 2nd Quarter	1,240,326	430,988	30.3	221.63
FY2008	1,245,947	415,278	28.9	212.53

[Note] Total Amount of Shareholders' Equity
 FY2009 2nd Quarter 375,659 millions of yen
 FY2008 360,257 millions of yen

2. Cash Dividends

	Dividend per Share				
	1st Quarter	2nd Quarter	3rd Quarter	Year End	Total
	yen	yen	yen	yen	yen
FY2008	-	0.00	-	5.00	5.00
FY2009	-	3.00	-	3.00	6.00
FY2009 (Forecast)	-	-	-	-	-

[Note] Revision to Forecasted Cash Dividends of FY2009: None

3. Consolidated Forecast for FY2009 (April 1, 2008 through March 31, 2009)

(% indicates increase/decrease from previous term.)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Year-End	1,650,000	(14.3)	60,000	(45.2)	60,000	(50.9)	40,000	(47.4)	23.60

[Note] Revision to Consolidated Forecast for FY2009: Yes

4. Others

<1> Change in the Scope of Principal Subsidiaries : None

<2> Adoption of Simplified Method of Accounting and
Specific Accounting Method of Quarterly Consolidated Financial Reporting : Adopted

<3> Adoption of New Accounting Standards, Principles and Presentation for Consolidation

Adoption due to Revision of Accounting Standards : Adopted

Adoption due to Factors Other than Revision of Accounting Standards : None

<4> Number of Shares Issued (Common Stock)

Number of Shares Issued and Outstanding	FY2009 2nd Quarter	1,696,845,339	Shares
at the End of the Term (Inclusive of Treasury Stock)	FY2008	1,696,845,339	Shares
Number of Treasury Stock at the End of the Term	FY2009 2nd Quarter	1,868,907	Shares
	FY2008	1,759,316	Shares
Average Number of Stocks Issued	FY2009 2nd Quarter	1,695,051,384	Shares
	FY2008 2nd Quarter	1,695,230,122	Shares

※Explanation on the usage of the financial projection and others

<1> With the release of this FY2009 Second Quarter Financial Results, the company revised the financial projection for the year-end of FY2009 announced on May 12, 2008.

<2> The financial projection is calculated based on the information available and assumptions at the date of the announcement on uncertain factors that may give an impact to the financial results. There are possibilities that the actual financial result may differ largely due to the variation of factors.

<3> Effective April 1, 2008, the Company has adopted the ASBJ Statement No. 12 "Accounting Standard for Quarterly Financial Reporting" and ASBJ Guidance No. 14 "Guidance on Accounting Standard for Quarterly Financial Reporting".

The Quarterly Financial Statements has been described based on the revised "Regulations on Quarterly Financial Statements" (Cabinet Order No.50 of August 7, 2008).

CONSOLIDATED QUARTERLY BALANCE SHEETS

(millions of yen)

	September 30, 2008	March 31, 2008
[ASSETS]		
CURRENT ASSETS		
Cash and deposits	136,656	139,503
Notes and accounts receivable-trade	228,467	256,802
Short-term investment securities	-	5,400
Merchandise and finished goods	125,025	100,186
Work in process	11,337	18,379
Raw materials and supplies	42,770	33,502
Deferred tax assets	27,903	28,428
Other	31,177	32,639
Allowance for doubtful accounts	(2,221)	(2,342)
Total Current Assets	601,118	612,499
NON-CURRENT ASSETS		
Property, plant and equipment		
Buildings and structures, net	103,237	101,425
Machineries, equipments and vehicles, net	92,942	89,569
Land	267,240	268,680
Construction in progress	16,684	17,284
Other, net	14,851	16,518
Total Property, Plant and Equipment	494,956	493,478
Intangible assets		
Other	8,904	8,607
Total Intangible Assets	8,904	8,607
Investments and other assets		
Investment securities	103,070	104,585
Long-term loans receivable	4,248	3,799
Deferred tax assets	14,987	10,298
Other	21,612	21,545
Allowance for doubtful accounts	(8,571)	(8,867)
Total Investments and Other Assets	135,346	131,362
Total Non-Current Assets	639,208	633,448
TOTAL ASSETS	1,240,326	1,245,947

CONSOLIDATED QUARTERLY BALANCE SHEETS

(millions of yen)

	September 30, 2008	March 31, 2008
[LIABILITIES]		
CURRENT LIABILITIES		
Notes and accounts payable-trade	324,568	323,664
Short-term loans payable	69,823	69,833
Current portion of bonds	-	12
Income taxes payable	7,813	13,478
Accrued expenses	46,422	52,710
Provision for bonuses	13,261	13,063
Provision for product warranties	4,240	4,205
Deposits received	3,838	3,410
Other	25,844	33,540
Total Current Liabilities	495,811	513,920
NON-CURRENT LIABILITIES		
Bonds payable	50,000	50,048
Long-term loans payable	135,371	136,883
Deferred tax liabilities	3,407	3,843
Deferred tax liabilities for land revaluation	55,818	55,827
Provision for retirement benefits	57,586	57,186
Long-term deposits received	1,353	1,386
Negative goodwill	458	612
Other	9,531	10,960
Total Non-Current Liabilities	313,526	316,748
TOTAL LIABILITIES	809,338	830,668
[NET ASSETS]		
SHAREHOLDERS' EQUITY		
Capital stock	40,644	40,644
Capital surplus	50,427	50,427
Retained earnings	207,429	185,601
Treasury stock	(516)	(463)
Total Shareholders' Equity	297,985	276,209
VALUATION AND TRANSLATION ADJUSTMENTS		
Valuation difference on available-for-sale securities	5,476	7,415
Deferred gains or losses on hedges	267	245
Revaluation reserve for land	73,195	73,956
Foreign currency translation adjustment	(1,265)	2,428
Total Valuation and Translation Adjustments	77,674	84,047
MINORITY INTERESTS	55,328	55,021
TOTAL NET ASSETS	430,988	415,278
TOTAL LIABILITIES AND NET ASSETS	1,240,326	1,245,947

CONSOLIDATED QUARTERLY STATEMENTS OF INCOME

(millions of yen)

	FY2009 2nd Quarter
Net sales	859,715
Cost of sales	753,865
GROSS PROFIT	105,850
Selling, general and administrative expenses	66,647
OPERATING INCOME	39,202
Non-operating income	
Interest income	2,456
Dividends income	801
Amortization of negative goodwill	154
Equity in earnings of affiliates	4,736
Rent income	135
Other	1,763
Total non-operating income	10,048
Non-operating expenses	
Interest expenses	3,572
Litigation settlement	2,462
Other	3,140
Total non-operating expenses	9,175
ORDINARY INCOME	40,075
Extraordinary income	
Gain on sales of non-current assets	17
Other	512
Total extraordinary income	529
Extraordinary loss	
Loss on disposal of non-current assets	748
Loss on valuation of inventories	712
Other	626
Total extraordinary losses	2,086
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	38,518
Income taxes	3,163
Minority interests in income	5,276
NET INCOME	30,077

CONSOLIDATED QUARTERLY STATEMENTS OF CASH FLOWS

(millions of yen)

	FY2009 2nd Quarter
Cash Flows from Operating Activities	
Income before income taxes and minority interests	38,518
Depreciation and amortization	19,775
Amortization of negative goodwill	(154)
Equity in losses (earnings) of affiliates	(4,736)
Increase (decrease) in provision for retirement benefits	438
Increase (decrease) in provision for product warranties	34
Increase (decrease) in provision for bonuses	224
Increase (decrease) in allowance for doubtful accounts	(271)
Interest and dividends income	(3,258)
Interest expenses	3,572
Loss (gain) on sales of non-current assets	(17)
Loss (gain) on disposal of non-current assets	748
Other extraordinary loss (income)	640
Decrease (increase) in notes and accounts receivable-trade	24,719
Decrease (increase) in inventories	(29,626)
Decrease (increase) in other current assets	(1,990)
Increase (decrease) in notes and accounts payable-trade	2,865
Increase (decrease) in accrued expenses	(5,702)
Increase (decrease) in deposits received	376
Increase (decrease) in other liabilities	(1,860)
Other, net	(174)
(Subtotal)	44,120
Interest and dividends income received	7,131
Interest expenses paid	(3,624)
Income taxes paid	(11,858)
Net Cash Provided by (Used in) Operating Activities	35,770
Cash Flows from Investment Activities	
Purchase of investment securities	(970)
Proceeds from sales of investment securities	8
Purchase of non-current assets	(29,831)
Proceeds from sales of non-current assets	500
Payments of long-term loans receivable	(962)
Collection of long-term loans receivable	62
Decrease (increase) in short-term loans receivable	52
Decrease (increase) in time deposits	438
Other, net	186
Net Cash Provided by (Used in) Investment Activities	(30,514)
Cash Flows from Financing Activities	
Net increase (decrease) in short-term loans payable	(5,806)
Proceeds from long-term loans payable	28,626
Repayment of long-term loans payable	(25,172)
Redemption of bonds	(60)
Purchase of treasury stock	(46)
Cash dividends paid	(8,456)
Cash dividends paid to minority shareholders	(2,794)
Net Cash Provided by (Used in) Financing Activities	(13,709)
Effect of Exchange Rate Change on Cash and Cash Equivalents	(2,439)
Net Increase (Decrease) in Cash and Cash Equivalents	(10,893)
Cash and Cash Equivalents at the Beginning of the Period	149,721
Increase (Decrease) in Cash and Cash Equivalents Resulting from Change of Scope of Consolidation	901
Cash and Cash Equivalents at the End of the Period	139,729

<Geographical Segment Information>

Current 2nd Quarter (April 1, 2008 through September 30, 2008)

(millions of yen)

	Japan	North America	Asia	Other	Total	Eliminations	Consolidated
Total sales							
Sales to third parties	548,553	44,764	224,656	41,741	859,715	-	859,715
Interarea sales and transfers	77,253	3,944	28,717	2,189	112,104	(112,104)	-
Total sales	625,806	48,708	253,373	43,930	971,819	(112,104)	859,715
Operating income	21,106	1,300	15,336	1,680	39,423	(220)	39,202

1. This segmentation is based on the geographical area.
2. Major countries or areas included
 - (1) North America---USA
 - (2) Asia---Singapore, China, Philippines, Thailand, Indonesia
 - (3) Other---Australia, South Africa, United Kingdom, Germany
3. There were no unallocated operating expenses during the period.

<Overseas Sales>

Current 2nd Quarter (April 1, 2008 through September 30, 2008)

(millions of yen)

	North America	Asia	Other	Consolidated
1 Overseas sales	45,987	235,763	274,314	556,065
2 Consolidated sales	-	-	-	859,715
3 Overseas sales per Consolidated sales (%)	5.3	27.4	31.9	64.7

1. This segmentation is based on the geographical area.
2. Major countries or areas included
 - (1) North America---USA
 - (2) Asia---China, Thailand, Indonesia, Philippines
 - (3) Other---United Kingdom, Germany, Spain, Chile, South Africa, Australia
3. Overseas sales are sales to all countries and areas excluding Japan made by the parent company and consolidated subsidiaries.

<Reference>

(1) Consolidated Quarterly Statements of Income
for Previous 2nd Quarter (April 1, 2007 through September 30, 2007)

(millions of yen)

	FY2008 2nd Quarter
Net sales	874,479
Cost of sales	755,581
GROSS PROFIT	118,897
Selling, general and administrative expenses	70,578
OPERATING INCOME	48,319
Non-operating income	
Interest and dividends income	2,772
Amortization of negative goodwill	10
Equity in earnings of affiliates	7,272
Other	2,383
Total non-operating income	12,438
Non-operating expenses	
Interest expenses	4,424
Other	2,558
Total non-operating expenses	6,983
ORDINARY INCOME	53,774
Extraordinary income	
Gain on sales of non-current assets	229
Gain on sales of investment securities	9
Other	6
Total extraordinary income	245
Extraordinary loss	
Loss on disposal of non-current assets	2,086
Unrealized holding loss on non-consolidated subsidiaries & affiliates	529
Loss on sales of investment securities	12
Loss on impairment of non-current assets	12
Special warranty expense	1,374
Other	842
Total extraordinary losses	4,858
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS	49,161
Income taxes (current)	9,072
Income taxes (deferred)	(253)
Minority interests in income	3,333
NET INCOME	37,009

(2) Consolidated Quarterly Statements of Cash Flows
for Previous 2nd Quarter (April 1, 2007 through September 30, 2007)

(millions of yen)

	FY2008
	2nd Quarter
Cash Flows from Operating Activities	
Income before income taxes and minority interests	49,161
Depreciation and amortization	19,279
Amortization of negative goodwill	(10)
Equity in losses (earnings) of affiliates	(7,272)
Increase (decrease) in provision for retirement benefits	836
Increase (decrease) in provision for product warranties	585
Increase (decrease) in provision for bonuses	(978)
Increase (decrease) in allowance for doubtful accounts	589
Interest and dividends income	(2,772)
Interest expenses	4,424
Loss (gain) on sales of non-current assets	(229)
Loss (gain) on disposal of non-current assets	2,086
Loss (gain) on sales of investment securities	6
Loss on impairment of property, plant and equipment	12
Other extraordinary loss (income)	142
Decrease (increase) in notes and accounts receivable-trade	17,555
Decrease (increase) in inventories	(25,649)
Decrease (increase) in other current assets	7,109
Increase (decrease) in notes and accounts payable-trade	8,859
Increase (decrease) in accrued expenses	774
Increase (decrease) in deposits received	554
Increase (decrease) in other liabilities	1,604
Other, net	(469)
(Subtotal)	76,200
Interest and dividends income received	6,838
Interest expenses paid	(4,467)
Income taxes paid	(9,065)
Net Cash Provided by (Used in) Operating Activities	69,506
Cash Flows from Investment Activities	
Purchase of investment securities	(3,196)
Proceeds from sales of investment securities	207
Purchase of non-current assets	(17,362)
Proceeds from sales of non-current assets	196
Payments of long-term loans receivable	(79)
Collection of long-term loans receivable	71
Decrease (increase) in short-term loans receivable	705
Decrease (increase) in time deposits	191
Other, net	(2,358)
Net Cash Provided by (Used in) Investment Activities	(21,624)
Cash Flows from Financing Activities	
Net increase (decrease) in short-term loans payable	(5,761)
Proceeds from long-term loans payable	70
Repayment of long-term loans payable	(23,986)
Redemption of bonds	(3,610)
Proceeds from minority shareholders	1,428
Purchase of preferred stock	(40,000)
Purchase of treasury stock	(83)
Cash dividends paid	(7,566)
Cash dividends paid to minority shareholders	(2,766)
Net Cash Provided by (Used in) Financing Activities	(82,275)
Effect of Exchange Rate Change on Cash and Cash Equivalents	3,496
Net Increase (Decrease) in Cash and Cash Equivalents	(30,896)
Cash and Cash Equivalents at the Beginning of the Period	140,363
Increase (Decrease) in Cash and Cash Equivalents	
Resulting from Change of Scope of Consolidation	2,874
Cash and Cash Equivalents at the End of the Period	112,341

(3) Consolidated Quarterly Statements of Segment Information
for Previous 2nd Quarter (April 1, 2007 through September 30, 2007)

<Geographical Segment Information>

Previous 2nd Quarter (April 1, 2007 through September 30, 2007)

(millions of yen)

	Japan	North America	Asia	Other	Total	Eliminations	Consolidated
Total sales							
Sales to third parties	532,459	72,960	226,388	42,670	874,479	-	874,479
Interarea sales and transfers	77,967	1,402	28,039	1,357	108,768	(108,768)	-
Total sales	610,427	74,363	254,428	44,028	983,247	(108,768)	874,479
Operating expense	576,271	72,645	244,597	41,212	934,725	(108,565)	826,160
Operating income	34,156	1,718	9,830	2,816	48,521	(202)	48,319

1. This segmentation is based on the geographical area.
2. Major countries or areas included
 - (1) North America---USA
 - (2) Asia---Singapore, China, Philippines, Thailand, Indonesia
 - (3) Other---Australia, South Africa, United Kingdom, Germany
3. Amounts are rounded down to the nearest million yen.

<Overseas Sales>

Previous 2nd Quarter (April 1, 2007 through September 30, 2007)

(millions of yen)

	North America	Asia	Other	Consolidated
1 Overseas sales	81,372	241,219	218,437	541,028
2 Consolidated sales	-	-	-	874,479
3 Overseas sales per Consolidated sales (%)	9.3	27.6	25.0	61.9

1. This segmentation is based on the geographical area.
2. Major countries or areas included
 - (1) North America---USA
 - (2) Asia---China, Thailand, Indonesia, Philippines
 - (3) Other---United Kingdom, Germany, Spain, Chile, South Africa, Australia
3. Overseas sales are sales to all countries and areas excluding Japan made by the parent company and consolidated subsidiaries.
4. Amounts are rounded down to the nearest million yen.