

Summary of Non-Consolidated Financial Statements for the First Half of the 104th Term
(Six months ended September 30, 2005)



November 17, 2005

Company name : Isuzu Motors Ltd.
 Stock exchanges on which the shares are listed : Tokyo Stock Exchange in Japan
 Code number : 7202
 Location of the head office : 6-26-1 Minami-oi, Shinagawa, Tokyo
 URL : <http://www.isuzu.co.jp/world/investor/index.html>
 Representative person : Yoshinori Ida, President
 Contact person : Hirotohi Kouyama, General manager,
 General Affairs & HR Department
 Tel. (03) 5471 - 1141
 Date of the meeting of the Board of Directors for FY2006 semi-annual financial results : November 17, 2005
 Provision for interim cash dividends : Provision exists.
 Number of shares in unit share system : 1,000 shares

1. Results of FY2006 semi-annual period (April 1, 2005 through September 30, 2005)

<1> Results of non-consolidated operations

	Net sales		Operating profit		Working profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
First half FY2006	440,305	1.3	19,455	(35.8)	31,800	8.9
First half FY2005	434,546	(2.6)	30,328	(3.9)	29,190	7.1
FY2005	880,072		60,566		53,907	

	Net income		Net income per share
	Millions of yen	%	Yen
First half FY2006	23,809	24.8	20.04
First half FY2005	19,082	10.8	21.08
FY2005	27,019		25.18

Note 1: Average number of shares issued and outstanding in each period

Common Stock: First half FY2006	1,120,701,879
First half FY2005	905,104,911
FY2005	954,151,478

Note 2: Change in accounting treatment method.

Note 3: Regarding net sales, operating profit, working profit and net income, percent indications show percentage of changes from the previous semi-annual period.

<2> Cash dividends

	Interim cash dividends per share	Annual cash dividends per share
	Yen	Yen
First half FY2006	0.00	-
First half FY2005	0.00	-
FY2005	-	1.50

<3> Non-consolidated financial position

	Total assets	Shareholders' equity	Ratio of shareholders' equity	Shareholders' equity per share
	Millions of yen	Millions of yen	%	Yen
First half FY2006	802,996	207,632	25.9	120.69
First half FY2005	909,584	175,831	19.3	83.54
FY2005	812,521	169,353	20.8	91.67

Note 1: Number of shares issued and outstanding at the end of each period

Common Stock: First half FY2006	1,140,391,539	Shares
First half FY2005	907,683,757	Shares
FY2005	1,072,833,759	Shares

Note 2: Number of treasury stock at the end of each period

Common Stock: First half FY2006	898,247	Shares
First half FY2005	614,950	Shares
FY2005	786,073	Shares

2.Non-consolidated forecast for FY06 (April 1, 2005 through March 31, 2006)

	Net sales	Working profit	Net income	Annual cash dividends per share	
				Final	
	Millions of yen	Millions of yen	Millions of yen	Yen	Yen
FY2006	940,000	65,000	50,000	3.00	3.00

Reference : Forecast of Net income per share (yen) 40.92

The financial projection is calculated based on the information available presently. There are possibilities that the actual financial result would differ largely due to the variation of important factors such as supply and demand trend in major markets and foreign exchange rate.

Attachment

1. Average number of shares issued and outstanding in each period

	First half FY2006	First half FY2005	FY2005
	shares	shares	shares
Common stock	1,120,701,879	905,104,911	954,151,478
Preferred Stock			
Class 1 preferred stock	37,500,000	37,500,000	37,500,000
Class 2 preferred stock	-	37,500,000	31,027,397
Class 3 preferred stock	25,000,000	25,000,000	25,000,000
Class 4 preferred stock	25,000,000	25,000,000	25,000,000

2. Number of shares issued and outstanding at the end of each period

	First half FY2006	First half FY2005	FY2005
	shares	shares	shares
Common stock	1,140,391,539	907,683,757	1,072,833,759
Preferred Stock			
Class 1 preferred stock	37,500,000	37,500,000	37,500,000
Class 2 preferred stock	-	37,500,000	-
Class 3 preferred stock	25,000,000	25,000,000	25,000,000
Class 4 preferred stock	25,000,000	25,000,000	25,000,000

Note: Details on change of Number of Shares issued in current period

Exercised Date of Stock Acquisition	Right	(Stock Type)	Number of Shares issued	Amount added to capital
2005.4.14		Common stock	15,313,935 shares	2,006,125,485 Yen
2005.5.31		Common stock	17,452,006 shares	2,006,980,690 Yen
2005.6.6		Common stock	34,904,013 shares	4,013,961,495 Yen
TOTAL		Common stock	67,669,954 shares	8,027,067,670 Yen

3. Dividend Information

		Dividends per share		Total dividend amount (Yearly)
		Interim	Year-end	
First half FY2006	Yen	Yen	Yen	Millions of Yen
Class 1 preferred stock	0.000	0.000	—	—
Class 2 preferred stock	—	—	—	—
Class 3 preferred stock	0.000	0.000	—	—
Class 4 preferred stock	0.000	0.000	—	—
First half FY2005	Yen	Yen	Yen	Millions of Yen
Class 1 preferred stock	0.000	0.000	—	—
Class 2 preferred stock	0.000	0.000	—	—
Class 3 preferred stock	0.000	0.000	—	—
Class 4 preferred stock	0.000	0.000	—	—
FY2005	Yen	Yen	Yen	Millions of Yen
Class 1 preferred stock	6.912	0.000	6.912	259
Class 2 preferred stock	—	—	—	—
Class 3 preferred stock	12.912	0.000	12.912	322
Class 4 preferred stock	16.912	0.000	16.912	422

Forecast for FY2006

	Dividends per share		
	Interim	Year-end	
FY2006	Yen	Yen	Yen
Class 1 preferred stock	0.000	6.944	6.944
Class 3 preferred stock	0.000	12.944	12.944
Class 4 preferred stock	0.000	16.944	16.944

4. Calculation for "1. Results of FY2006 semi-annual period"

$$\text{Net income per share} = \frac{\text{Net income}}{\text{Average number of common stock issued and outstanding in each period} + \text{Number of common stock increased based on if-converted method of Conversion type participative stock} - \text{Average number of common stock for treasury}}$$

Shareholders' equity per share =

$$\frac{\text{Total shareholder's equity} - \text{Number of preferred shares issued and outstanding at the end of each period} \times \text{Amount per share}}{\text{Number of common stock issued and outstanding at the end of each period} - \text{Average number of common stock for treasury}}$$

5. Calculation for "2. Non-consolidated forecast for FY2006"

$$\text{Forecast of Net income per share} = \frac{\text{Forecast of Net income} - \text{Accounts not belonging to common stock}}{\text{Number of common stock issued and outstanding at the end of each period} + \text{Number of Common stock increased based on if-converted method of Conversion type participative stock} - \text{Average number of common stock for treasury}}$$

Isuzu Motors Limited

NONCONSOLIDATED STATEMENTS OF OPERATIONS

The following information has been prepared in accordance with accounting principles and practices generally accepted in Japan

(Yen in millions)

	First half FY2006	First half FY2005	Change	FY2005
Net sales	440,305	434,546	5,758	880,072
Cost of sales	367,515	360,583	6,931	728,369
GROSS PROFIT	72,789	73,962	(1,173)	151,702
Selling, general and administrative expenses	53,333	43,634	9,699	91,135
OPERATING PROFIT	19,455	30,328	(10,872)	60,566
Non-operating income	16,814	4,153	12,661	5,343
Interest and dividend income	15,308	3,183	12,124	4,502
Other	1,506	969	536	841
Non-operating Expenses	4,470	5,291	(821)	12,002
Interest expense	3,056	3,429	(373)	6,740
Other	1,413	1,862	(448)	5,262
WORKING PROFIT	31,800	29,190	2,610	53,907
Extraordinary profit	5,815	5,307	507	6,099
Gain on disposal of PP&E	0	65	(65)	94
Gain on sales of investments in securities	56	4,875	(4,818)	5,634
Settled amounts on North America joint venture	4,897	—	4,897	—
Other	860	366	494	370
Extraordinary loss	13,707	17,443	(3,736)	37,660
Loss on disposal of PP&E	2,474	1,247	1,226	10,725
Unrealized holding loss on non-consolidated subsidiaries & affiliates	4	11,449	(11,445)	17,691
Loss on restructuring of Domestic subsidiaries & affiliates	1,385	4,145	(2,759)	6,498
Special warranty expense	4,448	—	4,448	—
Loss on impairment of fixed asset	931	—	931	—
Dismantlement and other cost on former Kawasaki factory	2,371	—	2,371	—
Other	2,091	602	1,489	2,745
PRETAX INCOME	23,908	17,054	6,854	22,345
Corporation tax	384	1,182	(797)	4,390
Corporation tax adjustments	(284)	(3,210)	2,926	(9,064)
NET INCOME	23,809	19,082	4,726	27,019
Unappropriated retained earnings brought forward	10,522	(75,277)	85,800	(75,277)
Reduction of capital reserve making up for deficit	—	—	—	50,000
Pulled down amount from variance of land revaluation	(114)	(20)	(94)	11,394
UNAPPROPRIATED RETAINED EARNINGS	34,217	(56,215)	90,432	13,136

Note: Amounts under millions of yen are omitted in the figures above.

Isuzu Motors Limited

NONCONSOLIDATED BALANCE SHEET

The following information has been prepared in accordance with
accounting principles and practices generally accepted in Japan.

(Yen in millions)

	Sep.30, 2005	March 31, 2005	Change	Sep.30, 2004
[ASSETS]				
CURRENT ASSETS	286,987	332,974	(45,986)	418,145
Cash and cash equivalents	47,040	82,047	(35,007)	160,186
Trade notes receivable	592	737	(144)	334
Trade accounts receivable	135,208	141,535	(6,326)	136,580
Finished Products	38,924	42,403	(3,479)	42,267
Productive material	10,776	10,712	63	9,119
Work in progress	7,490	5,595	1,895	5,968
Supplies	4,923	4,320	602	4,387
Advance accounts	2,381	1,596	785	2,715
Prepaid cost	1,477	1,233	244	2,125
Short-term loans	7,808	10,663	(2,855)	21,316
Employee loan receivable	28	35	(6)	45
Other accounts receivable	5,567	8,430	(2,863)	4,865
Deferred income tax	27,987	27,626	361	29,383
Other	3,361	1,231	2,129	5,089
Allowance for doubtful accounts	(6,581)	(5,195)	(1,386)	(6,240)
FIXED ASSETS	516,009	479,547	36,461	491,439
Property, plant & equipment	310,197	314,419	(4,222)	334,755
Buildings	45,830	46,459	(628)	47,043
Structures	8,434	8,585	(150)	8,967
Machinery & equipment	42,870	44,689	(1,818)	44,305
Vehicles	367	419	(51)	420
Tools, furniture and fixtures	9,472	9,732	(259)	9,912
Land	196,781	200,688	(3,907)	220,257
Construction in progress	6,440	3,846	2,593	3,847
Intangible assets	4,250	4,139	110	2,425
Software	4,189	4,074	115	2,353
Other	61	65	(4)	71
Investments & other assets	201,561	160,988	40,572	154,258
Investments in securities	25,863	26,625	(761)	24,103
Securities investment of affiliates	120,688	77,616	43,071	79,185
Investment	379	92	286	321
Investment in affiliates	9,787	14,534	(4,747)	15,150
Long-term loans	32	67	(35)	102
Long-term loans to employee	47	60	(12)	80
Long-term loans to affiliates	66,337	63,554	2,783	57,344
Long-term prepaid cost	120	116	4	35
Other	11,989	12,165	(176)	15,594
Allowance for doubtful accounts	(30,962)	(31,122)	160	(34,759)
Provision for unrealized loss in securities	(2,722)	(2,722)	—	(2,900)
TOTAL ASSETS	802,996	812,521	(9,525)	909,584

(Yen in millions)

	Sep.30, 2005	March 31, 2005	Change	Sep.30, 2004
[LIABILITIES]				
CURRENT LIABILITIES	284,791	282,706	2,084	413,200
Trade notes payable	29,061	30,559	(1,497)	34,437
Trade accounts payable	140,347	135,563	4,783	148,082
Short-term borrowings	640	840	(200)	59,388
Commercial paper	—	—	—	500
Current payable portion of long-term borrowings	41,388	42,739	(1,350)	79,775
Current maturities of bonds	—	—	—	15,000
Other accounts payable	4,898	7,865	(2,967)	10,228
Income tax payable	103	3,751	(3,647)	905
Accrued expenses	45,158	37,331	7,826	38,350
Prepaid assets	337	2,617	(2,279)	5,653
Deposits received	3,331	4,103	(771)	3,789
Deferred revenue	13	94	(81)	64
Accrued warranty cost	4,421	4,139	281	4,020
Accrued bonus cost	6,989	5,720	1,268	5,457
Employees' saving deposits	7,488	7,332	155	7,381
Other	611	47	563	166
LONG-TERM LIABILITIES	310,573	360,461	(49,887)	320,553
Bonds	30,000	10,000	20,000	—
Bonds with warrant attached	—	56,000	(56,000)	100,000
Long-term borrowings	189,209	204,907	(15,698)	124,817
Accrued retirement benefits	34,577	33,639	937	32,892
Deferred income tax	3,399	2,694	704	2,106
Deferred income tax related to land revaluation	49,647	49,571	76	57,181
Long-term deposits received	3,738	3,647	90	3,554
TOTAL LIABILITIES	595,364	643,168	(47,803)	733,753
[SHAREHOLDERS' EQUITY]				
Common stock and preferred stock	40,644	32,617	8,027	70,573
Additional paid-in capital	49,855	41,882	7,972	69,926
Capital reserve	49,855	41,882	7,972	69,926
Retained earnings	34,217	13,136	21,080	(56,215)
Unappropriated profit/loss for the period	34,217	13,136	21,080	(56,215)
Variance of land revaluation	74,471	74,356	114	85,772
Unrealized holding gain on securities	8,596	7,478	1,118	5,842
Treasury stock	(153)	(118)	(34)	(67)
TOTAL SHAREHOLDERS' EQUITY	207,632	169,353	38,278	175,831
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	802,996	812,521	(9,525)	909,584

Note: Amounts under millions of yen are omitted in the figures above.