

# Consolidated Interim Financial Statements

November 6, 2003

For the First Half of Fiscal Year 2003 (April 1, 2003 to September 30, 2003)

## AICHI MACHINE INDUSTRY CO.,LTD.

Code No. : 7263  
 URL : http://www.aichikikai.co.jp  
 Stock Exchange Listed : Tokyo and Nagoya Stock Exchange First Section  
 Corporate Headquarters : 2-12, Kawanami cho, Atsuta ku, Nagoya, 456-8601, Japan  
 Corporate Representative : Masato Nakagawa, President and CEO  
 Investor Relations : Shinichi Nabata, Deputy Director, Finance & Accounts Division  
 : TEL (052) 681 - 1113

Date of the meeting of the Board of Directors for approval  
 of non consolidated interim financial statements : November 6, 2003  
 Adoption of U.S.GAAP : None

### 1. Consolidated Financial Results for the First Half of Fiscal Years Ended September 30, 2003 and 2002

#### (1) Consolidated Results of Operations (million yen, except per share amount)

	Sales	Operating Income	Ordinary Income
Six Months ended Sep. 30, 2003	58,758 (10.1)%	1,881 110.8%	2,047 169.1%
Six Months ended Sep. 30, 2002	65,348 19.4%	892 51.3%	760 76.9%
Year ended Mar. 31, 2003	138,706	3,522	3,199

	Net Income (Loss)	Net Income (Loss) per Share	Diluted Net Income per Share
Six Months ended Sep. 30, 2003	2,714	29.96 yen	-
Six Months ended Sep. 30, 2002	(9,014)	(99.45) yen	-
Year ended Mar. 31, 2002	(9,433)	(104.31) yen	-

Notes: 1. Equity in earnings (losses) of affiliates: For the first half of fiscal year ended September 30, 2003: - million yen  
 For the first half of fiscal year ended September 30, 2002: - million yen  
 For the fiscal year ended March 31, 2003: - million yen  
 2. Average number of shares outstanding: Six Months ended September 30, 2003: 90,607,267 shares  
 Six Months ended September 30, 2002: 90,643,428 shares  
 Year ended March 31, 2003: 90,631,441 shares  
 3. Changes in accounting policies: Yes  
 4. Percent indications show percentage of changes from corresponding figures for the previous semi-annual period.

#### (2) Consolidated Financial Position (million yen, except per share amount)

	Total Assets	Shareholders' Equity	Ratio of Shareholders' Equity to Total Assets	Shareholders' Equity per Share
As of Sep. 30, 2003	88,698	46,010	51.9 %	507.81 yen
As of Sep. 30, 2002	108,273	44,747	41.3 %	493.69 yen
As of Mar. 31, 2002	89,723	43,255	48.2 %	477.16 yen

Note: Number of shares issued and outstanding at the end of each of period (consolidated)  
 As of September 30, 2003: 90,605,850  
 As of September 30, 2002: 90,637,460  
 As of March 31, 2003: 90,608,204

#### (3) Consolidated Cash Flows (million yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at End of the Period
Six Months ended Sep. 30, 2003	3,721	(3,682)	(159)	2,183
Six Months ended Sep. 30, 2002	1,697	(3,829)	590	3,393
Year ended Mar. 31, 2002	3,185	(8,739)	2,921	2,304

#### (4) Number of consolidated companies and companies accounted for using the equity method

The number of consolidated subsidiaries: 9  
 The number of unconsolidated subsidiaries accounted for using the equity method: -  
 The number of affiliates accounted for using the equity method: -

#### (5) Change of reporting entities

The number of consolidated companies added: -  
 The number of consolidated companies removed: -  
 The number of companies carried by the equity method added: -  
 The number of companies carried by the equity method removed: -

### 2. Consolidated Financial Forecasts for the Fiscal Year ending March 31, 2003

(million yen, except per share amount)

	Sales	Ordinary Income	Net Income (Loss)
Year ending Mar. 31, 2003	121,000	4,200	4,600

(Reference) Expected Net Income per Share: 50.77yen

Management of the Company has made estimates and assumptions relating to financial forecasts based on information available as of the reporting date. Actual results could differ from those estimates.  
 Amounts are disregarded to omit fraction less than 1 million yen, through this report.