

Consolidated Interim Financial Statements

For the First Half of Fiscal Year 2005(April 1,2005 to September 30,2005)

October 28,2005

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 : Yoshio Kokuryou, General Manager, Business Administration Department
 : TEL (052) 681 - 1113

Date of the meeting of the Board of Directors for approval of interim financial statements : October 28,2005
 Parent company : Nissan Motor Co.,Ltd (Code No.7201 Tokyo Stock Exchange-First Section)
 Parent company's own of Aichi Machine Industry's voting shares : 41.7%
 Adoption of U.S.GAAP : None

1.Consolidated Financial Results for the First Half of Fiscal Years Ended September 30,2005 and 2004

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

| | Sales | | Operating Income | | Ordinary Income | |
|------------------------------|---------|--------|------------------|-------|-----------------|-------|
| Six Months ended Sep.30,2005 | 62,680 | (0.3)% | 2,881 | 16.0% | 2,828 | 13.2% |
| Six Months ended Sep.30,2004 | 62,842 | 7.0% | 2,485 | 32.1% | 2,499 | 22.1% |
| Year ended Mar.31,2005 | 130,523 | | 5,930 | | 5,928 | |

| | Net Income | | Net Income per Share | Diluted Net Income per Share |
|------------------------------|------------|---------|----------------------|------------------------------|
| Six Months ended Sep.30,2005 | 260 | (81.7)% | 2.87 yen | - |
| Six Months ended Sep.30,2004 | 1,422 | (47.6)% | 15.70 yen | - |
| Year ended Mar.31,2005 | 2,186 | | 24.14 yen | - |

Notes: 1. Equity in earnings(losses) of affiliates: For the first half of fiscal year ended Sep.30,2005: - million yen
 For the first half of fiscal year ended Sep.30,2004: - million yen
 For the fiscal year ended Mar.31,2005: - million yen

2. Average number of shares outstanding: Six Months ended Sep.30,2005: 90,585,949 shares
 Six Months ended Sep.30,2004: 90,598,865 shares
 Year ended Mar.31,2005: 90,596,520 shares

3. Change in accounting policy: Yes

4. Percentage above represent annual changes over the preceding year unless otherwise stated.

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

| | Total Assets | Shareholders' Equity | Ratio of Shareholders' Equity to Total Assets | Shareholders' Equity per Share |
|------------------------------|--------------|----------------------|---|--------------------------------|
| Six Months ended Sep.30,2005 | 95,053 | 50,513 | 53.1 % | 557.65 yen |
| Six Months ended Sep.30,2004 | 93,163 | 49,731 | 53.4 % | 548.93 yen |
| Year ended Mar.31,2005 | 96,958 | 50,457 | 52.0 % | 556.99 yen |

Note: Number of shares issued and outstanding at the end of each of period(consolidated)

As of Sep.30,2005: 90,582,608 shares
 As of Sep.30,2004: 90,597,798 shares
 As of Mar.31,2005: 90,589,427 shares

(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.30,2005 | 4,740 | (5,270) | (381) | 1,002 |
| Six Months ended Sep.30,2004 | 4,963 | (10,489) | 5,292 | 1,856 |
| Year ended Mar.31,2005 | 11,068 | (14,349) | 3,103 | 1,914 |

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

The number of consolidated subsidiaries: 5
 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: 1
 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 31,2006

(million yen)

| | Sales | Ordinary Income | Net Income |
|-------------------------|---------|-----------------|------------|
| Year ending Mar.31,2006 | 128,000 | 6,600 | 2,500 |

(Reference) Expected Net Income per Share: 27.60yen

※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.