

Consolidated Interim Financial Statements

October 26,2006

For the First Half of Fiscal Year 2006(April 1,2006 to September 30,2006)

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 : Yoshikazu Ishizaki, President and CEO
 Investor Relations : Yoshio Kokuryou, Senior Manager, Business Administration Department
 : TEL (052) 681 - 1113

Date of the meeting of the Board of Directors for approval of interim financial statements : October 26,2006
 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 30,2006 and 2005

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

	Sales	Operating Income	Ordinary Income
Six Months ended Sep.30,2006	54,290 (13.4)%	2,329 (19.2)%	2,382 (15.8)%
Six Months ended Sep.30,2005	62,680 (0.3)%	2,881 16.0%	2,828 13.2%
Year ended Mar.31,2006	123,000	5,530	5,522

	Net Income	Net Income per Share	Diluted Net Income per Share
Six Months ended Sep.30,2006	592 127.6%	6.54 yen	-
Six Months ended Sep.30,2005	260 (81.7)%	2.87 yen	-
Year ended Mar.31,2006	1,720	18.99 yen	-

Notes: 1. Equity in earnings(losses) of affiliates: For the first half of fiscal year ended Sep.30,2006: - million yen
 For the first half of fiscal year ended Sep.30,2005: - million yen
 For the fiscal year ended Mar.31,2006: - million yen
 2. Average number of shares outstanding: Six Months ended Sep.30,2006: 90,571,234 shares
 Six Months ended Sep.30,2005: 90,585,949 shares
 Year ended Mar.31,2006: 90,582,121 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	Net Assets	Ratio of Net Assets to Total Assets	Net Assets per Share
Six Months ended Sep.30,2006	92,193	52,379	56.8 %	578.33 yen
Six Months ended Sep.30,2005	95,053	50,513	53.1 %	557.65 yen
Year ended Mar.31,2006	95,575	51,968	54.4 %	573.78 yen

Note: Number of shares issued and outstanding at the end of each of period(consolidated)
 As of Sep.30,2006: 90,568,937 shares
 As of Sep.30,2005: 90,582,608 shares
 As of Mar.31,2006: 90,572,448 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.30,2006	5,468	(4,635)	(912)	1,823
Six Months ended Sep.30,2005	4,740	(5,270)	(381)	1,002
Year ended Mar.31,2006	11,718	(8,211)	(3,519)	1,902

(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: -
 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 31,2007

(million yen)

	Sales	Ordinary Income	Net Income
Year ending Mar.31,2007	105,000	3,800	700

(Reference) Expected Net Income per Share: 7.73yen

※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.