



<Reference for the First Half of FY2007(Apr. 2006 to Sep. 2006) Consolidated Financial Results>

( Oct 31, 2006 )

Fuji Heavy Industries Ltd.

(in 100 millions of yen) (in thousands of units)	RESULTS	RESULTS		RESULTS	FORECAST		FORECAST
	1st HALF of FY2006 Apr. 2005 to Sep. 2005	1st HALF of FY2007 Apr. 2006 to Sep. 2006		FY2006 Apr. 2005 to Mar. 2006	FY2007 Apr. 2006 to Mar. 2007		FY2007 (May 2006) Apr. 2006 to Mar. 2007
<b>Net Sales</b>	6,671	6,987	4.7 %	14,764	15,000	1.6 %	15,500
Domestic	2,955	2,864	(3.1) %	6,041	5,800	(4.0) %	6,400
Overseas	3,716	4,123	11.0 %	8,722	9,200	5.5 %	9,100
Margin Percentage	2.6%	2.6%		4.0%	3.3%		3.2%
<b>Operating Income</b>	174	181	4.1 %	583	500	(14.2) %	500
Margin Percentage	2.0%	2.0%		3.2%	2.8%		3.2%
<b>Ordinary Income</b>	135	139	2.6 %	468	420	(10.2) %	500
Margin Percentage	1.2%	1.7%		1.1%	2.0%		1.9%
<b>Net Income</b>	80	116	45.8 %	156	300	92.2 %	300
<b>Factors of Change in Operating Income</b>		<b>Gain factors</b>			<b>Gain factors</b>		<b>Gain factors</b>
		Foreign exchange	84		Foreign exchange	96	Increases in sales mix 107
		Reduction in cost	36		Reduction in cost	77	Reduction in cost 27
		<b>Loss factors</b>			<b>Loss factors</b>		<b>Loss factors</b>
		Decrease in sales mix	63		Decrease in sales mix	208	Increase of expenses
		Increases in R&D expenses	35		Increases in R&D expenses	41	and others 96
		Increases of expenses and others	15		Increases of expenses and others	7	Increase in R&D expenses 71 Foreign exchange 50
<b>Foreign Exchange Rate</b>							
YEN/US\$	109	115		112	115		110
<b>Capital Investment</b>	324	209		562	730		930
<b>Depreciation and Amortization</b>	270	289		575	590		605
<b>R&amp;D Expenses</b>	216	251		469	510		540
<b>Interest bearing debt</b>	3,981	3,671		3,741	3,500		3,700
<b>Performance of Operation</b>		Net Sales to increase			Net Sales to increase		
		Net Income to increase			Net Income to increase		
		Best Net Sales			Best Net Sales		
<b>Domestic Sales</b>	114	112	(1.7) %	230	237	3.0 %	264
Small Cars	48	40	(18.2) %	98	82	(16.3) %	97
Minicars	66	72	10.4 %	132	155	17.2 %	167
<b>Overseas Sales</b>	150	157	4.2 %	341	345	1.1 %	347
North America	88	89	1.1 %	210	207	(1.6) %	220
Europe	31	32	5.4 %	65	69	7.0 %	65
Other	31	35	11.7 %	67	69	3.8 %	62
<b>Units Total</b>	264	269	1.7 %	571	582	1.8 %	611

\* Figures of Total Sales are the sum of retail sales units of the Japanese subsidiary dealers, wholesale units of the overseas subsidiary distributors, and wholesale units of FHI to other distributors/dealers.

\* Exchange rate is the non-consolidated base of Fuji Heavy Industries Ltd..