shares28,336,383

Consolidated Financial Results for six months ended September 30,2006

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

English translation from the original Japanese-language document

Company name: Daihatsu Diesel Mfg. Co., Ltd.

Listing: Second Section Osaka Stock Exchange

Stock code number: 6023

Location of the head office: Osaka Prefecture URL: http://www.dhtd.co.jp

Date of the meeting of the Board of Director for Consolidated Financial Result: October 25,2006

U.S. accounting standards: Not applied

1. Financial results for six months ended September 30,2006

(1) Consolidated financial results

	Turnover	Operating Profit	Profit before exceptional items	
	Million yen %	Million yen %	Million yen %	
FY2007 interim	24,835 (16.7)	1,369 (38.0)	1,131 (62.0)	
FY2006 interim	21,278 (-1.4)	992 (32.6)	698 (22.8)	
FY 2006	46,900	3,499	2,617	

	Profit after tax	Basic earnings per share	Diluted earnings per share
	Million yen %	Yen	Yen
FY2007 interim	267 (38.4)	9.43	-
FY2006 interim	193 (380.9)	6.81	-
FY 2006	1,504	52.32	-

Note1: Average number of shares issued and outstanding in each year(consolidated):

FY2007 interim 28.334.985 shares FY2006 interim 28.336.782 shares FY2006

2: Changes in accounting method: None

3: Percentage figures shown in Turnover, Operating profit, Profit before exceptional items, and Profit after tax columns indicate year-on-year changes for those items

(2) Consolidated financial position

	Total assets	Shareholder's funds	Ratio of Shareholder's funds	Shareholder's funds Per share
_	Million yen	Million yen	%	Yen
FY2007 interim	55,537	7,674	13.1	257.14
FY2006 interim	53,059	5,758	10.9	203.22
FY 2006	56,360	7,244	12.9	255.66

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

FY2007 interim 28,334,919 shares FY2006 interim 28,336,739 shares FY2006 28,335,219 shares

(3) Consolidated cash flows

	From operating	From investing	From financing	Cash and cash equivalents
	activities	activities	activities	at end of period
	Million yen	Million yen	Million yen	Million yen
FY2007 interim	2,127	-415	-1,478	4,122
FY2006 interim	1,859	-427	-1,449	3,491
FY 2006	4,668	-1,273	-3,103	3,875

(4) Included in scope of consolidation or applicable under equity method

Consolidated subsidiaries: 15 Non-consolidated subsidiaries: — Affiliates: —

(5) Changes in scope of consolidation or equity method

Consolidated subsidiaries

Newly included: — Newly exempted: —

Affiliates (based on equity method)

Newly included: — Newly exempted: —

2. Forecast for FY 2007 (April 1, 2006 — March 31, 2007)

	Turnover	Profit before exceptional items	Profit after tax	
	Million yen	Million yen	Million yen	
FY2007	51,000	2,700	1,600	

Note: Forecast Basic earnings per share (full year) (consolidated) 56.34Yen