Consolidated Financial Results for the year ended March 31,2007

(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: April 25,2007

Date of the ordinary general meeting of shareholders: June 28,2007

Payment date of cash dividends: June 29,2007 U.S. accounting standards: Not applied

1. Financial results for the year ended 31 March 2007

(1) Consolidated financial results

	Turnover		Operating Profit		Profit before exceptional items		Profit after tax	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY 2007	53,307	(13.7)	4,200	(20.0)	3,324	(27.0)	1,666	(10.7)
FY 2006	46,900	(2.0)	3,499	(55.3)	2,617	(30.9)	1,504	(77.2)

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of profit before exceptional items to total assets	Ratio of Operating Profit to turnover
	Yen	Yen	%	%	%
FY 2007	58.44	-	18.5	5.7	7.9
FY 2006	52.32	-	23.5	4.7	7.5

(2) Consolidated financial position

	Total assets	Shareholder's funds	Ratio of shareholder's funds	Shareholder's funds per share
	Million yen	Million yen	%	Yen
FY 2007	59,427	11,301	18.2	338.83
FY 2006	56,360	7,244	12.9	255.66

Note: Shareholder's funds: FY2007 10,789 Million yen

(3) Consolidated cash flows

	From operating activities	From invensting activities	From financing activities	Cash and cash equivarents at end of period
•	Million yen	Million yen	Million yen	Million yen
FY 2007	4,896	-1,244	-829	6,817
FY 2006	4,668	-1,273	-3,103	3,875

2. Cash dividends

	Annual cash dividends per share			Total amount of	Dividends payout	Ratio of total amount of dividends		
	Q1	Interim	Q3	Year-end	Total	annual cash dividends	ratio	to shareholder's
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY 2007	-	-	-	5.00	5.00	159	9.6	2.2
FY 2006	-	-	-	5.00	5.00	141	8.6	1.7

3. Forecast for FY 2008 (April 1, 2007 — March 31, 2008)

	Turnover	Operating Profit	Profit before exceptional items	Profit after tax	Basic earnings per share
Interim Full year	Million yen 25,000 59,000	Million yen 1,400 4,300	Million yen 1,200 3,700	Million yen 300 2,000	Million yen 9.42 62.79

4.Other

(1) Changes in scope of consolidation or equity method

Consolidated subsidiaries

Newly included: — Newly exempted: —

Affiliates (based on equity method)

Newly included: — Newly exempted: —

(2) Changes in accounting method: None

(3) Total number of shares issued at end of each year

FY2007 31,850,000 shares FY2006 28,400,000 shares

Number of shares of treasury stock at year-end

FY2007 7,249 shares FY2006 64,781 shares

Reference: Unconsolidated financial results

1. Unconsolidated financial results for the year ended 31 March 2007

(1) Unconsolidated financial results

	Turnover		Operatin	g Profit	Profit before exceptional items	
	Million	yen %	Millio	n yen %	Million	n yen %
FY 2007	41,465	(16.6)	2,233	(34.0)	2,179	(39.3)
FY 2006	35,562	(4.2)	1,666	(107.7)	1,564	(112.0)

	Profit after tax	Basic earnings per share	Diluted earnings per share
	Million yen %	Yen	Yen
FY 2007	850 (69.1)	29. 79	-
FY 2006	502 (158.7)	16.94	-

(2) Unconsolidated financial position

	Total assets	Shareholder's funds	Ratio of Shareholder's funds	Shareholder's funds Per share
_	Million yen	Million yen	%	Yen
FY 2007	47,538	9,767	20.5	306.74
FY 2006	43,879	7,121	16.2	250.82

2. Unconsolidated Forecast for FY 2008 (April 1, 2007 — March 31, 2008)

	Turnover	Operating Profit	Profit before exceptional items	Profit after tax	Basic earnings per share
Interim Full year	Million yen 20,000 48,000	Million yen 950 2,600	Million yen 900 2,500	Million yen 500 1,100	yen 15.70 34.54