

**Consolidated Financial Results**  
**For the First Half of the Fiscal Year Ending March 2012**  
**(For the Six Months Ended September 30, 2011)**



Prepared in Conformity with Accounting Principles Generally Accepted in Japan  
 English Translation from the Original Japanese-Language Document

November 2, 2011

Company Name : **Mazda Motor Corporation** (Tokyo Stock Exchange/Code No. 7261)  
 URL : <http://www.mazda.co.jp>  
 Representative Person : Takashi Yamanouchi, Representative Director, President and CEO  
 Contact Person : Shinji Maeda, General Manager, Accounting Department, Financial Services Division  
 Phone (082) 282-1111

Filing of *Shihannki Hokokusho*, statutory interim business and financial report : Scheduled for November 11, 2011  
 Payment of Dividends : -  
 Supplementary Material : Yes  
 Briefing Session : Yes (Intended for securities analysts, institutional investors and media)

(in Japanese yen rounded to millions, except amounts per share)

**1. Consolidated Financial Highlights (April 1, 2011 through September 30, 2011)**

**(1) Consolidated Financial Results**

(Changes in net sales, operating income, ordinary income, and net income from the previous period are shown in percentage.)

	Net Sales		Operating Income/(Loss)		Ordinary Income/(Loss)		Net Income/(Loss)	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
<b>FY2012 1st Half</b>	<b>959,162</b>	(17.1)	<b>(21,636)</b>	-	<b>(30,610)</b>	-	<b>(39,879)</b>	-
FY2011 1st Half	1,157,698	16.9	12,178	-	20,809	-	5,516	-

Note: Comprehensive income/(loss) **FY2012 1st Half** **(36,554)** millions of yen ( - % )  
 FY2011 1st Half (2,368) millions of yen ( - % )

	Net Income/(Loss) Per Share	Net Income Per Share (Diluted)
	yen	yen
<b>FY2012 1st Half</b>	<b>(22.53)</b>	-
FY2011 1st Half	3.12	-

**(2) Consolidated Financial Position**

	Total Assets	Equity	Equity Ratio
	millions of yen	millions of yen	%
<b>As of Sep. 30, 2011</b>	<b>1,834,293</b>	<b>396,807</b>	<b>21.4</b>
As of Mar. 31, 2011	1,771,767	430,539	24.2

Notes on equity and equity ratio:

- Equity for calculation of equity ratio: **As of Sep. 30, 2011** **392,350** millions of yen  
 As of Mar. 31, 2011 428,812 millions of yen
- Presentation of the minority interests in consolidated subsidiaries: The minority interests are presented as a separate component of the equity. However, the minority interests are excluded from the calculation of the equity ratio.
- Recognition of the stock acquisition rights in the equity: The fair value of stock option is recognized, as stock acquisition rights, in the equity as a separate component for the amounts amortized in expense. However, the stock acquisition rights are excluded from the calculation of the equity ratio.

**2. Dividends**

	Dividends Per Share				
	1st. Qtr	2nd. Qtr	3rd. Qtr	Year End	Full-Year
	yen	yen	yen	yen	yen
FY2011	-	0.00	-	0.00	0.00
<b>FY2012</b>	-	<b>0.00</b>	-	-	-
FY2012 (Forecast)	-	-	-	0.00	0.00

Note: Revisions to dividends forecast for FY2012 as of April 28, 2011 : Yes

**3. Consolidated Financial Forecast (April 1, 2011 through March 31, 2012)**

(Changes in net sales, operating income, ordinary income, and net income from the previous periods are shown in percentage.)

	Net sales		Operating Income/(Loss)		Ordinary Income/(Loss)		Net Income/(Loss)		Net Income/(Loss) Per Share	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen	
<b>FY2012 Full Year</b>	<b>2,160,000</b>	(7.1)	<b>0</b>	(100.0)	<b>(2,000)</b>	-	<b>(19,000)</b>	-	<b>(10.73)</b>	

Note: Revisions to forecast of consolidated operating results for FY2012 as of June 17, 2011 : Yes

#### 4. Other

**(1) Significant Changes in Consolidation Scope:** None

Note: Refers to changes in consolidation scope of subsidiaries that meet certain criteria of materiality.

**(2) Unique to Preparing Interim Consolidated Financial Statements:** None

**(3) Changes of accounting policy / Changes of accounting estimate / Restatement:**

- |  |      |
|--|------|
| 1) Changes of accounting policy with accompanying revision of accounting standards | None |
| 2) Voluntary changes of accounting policy except 1)                                | None |
| 3) Changes of accounting estimate  | None |
| 4) Restatement   | None |

**(4) Number of Shares Outstanding (Common Stock)**

1) Shares issued (including treasury shares)	<b>As of September 30, 2011</b>	<b>1,780,377,399</b>	shares
	As of March 31, 2011	1,780,377,399	shares
2) Treasury shares	<b>As of September 30, 2011</b>	<b>10,195,758</b>	shares
	As of March 31, 2011	10,194,637	shares
3) The average number of outstanding shares over period	<b>For 6 months ended September 30, 2011</b>	<b>1,770,182,667</b>	shares
	For 6 months ended September 30, 2010	1,770,207,478	shares

#### **Note on Progress in Interim Review Procedures by Independent Auditors**

This document is out of the scope of the interim review procedures based on the Financial Instruments and Exchange Act.

The interim review procedures for the financial statements under this Act have not been completed as of the timing of disclosure of this document.

#### **Cautionary Statements with Respect to Forward-Looking Statements**

The financial forecast and other descriptions of the future presented in this document are an outlook based on our judgments and projections. The judgments and projections are based on information presently available. As such, the financial forecast and future descriptions are subject to uncertainties and risks. Accordingly, the actual financial performance may vary significantly due to various factors. For assumptions underlying the financial forecast, please refer to "(3) Consolidated Financial Forecast" on page 4 of the attachment.

## **Attachment**

### **Table of Contents**

<b>1. Qualitative Discussions on Consolidated Financial Information for the Current Quarter</b>	<b>P. 2</b>
<b>(1) Consolidated Financial Results</b>	<b>P. 2</b>
<b>(2) Consolidated Financial Position</b>	<b>P. 3</b>
<b>(3) Consolidated Financial Forecast</b>	<b>P. 4</b>
<b>2. Other Information</b>	<b>P. 4</b>
<b>(1) Significant Changes in Consolidation Scope</b>	<b>P. 4</b>
<b>3. Interim Consolidated Financial Statements and Notes</b>	<b>P. 5</b>
<b>(1) Consolidated Balance Sheet</b>	<b>P. 5</b>
<b>(2) Consolidated Statements of Operations and Comprehensive Income</b>	<b>P. 7</b>
<b>For the first half ended September 30, 2010 and 2011</b>	
<b>Consolidated Statements of Operations</b>	<b>P. 7</b>
<b>Consolidated Statements of Comprehensive Income</b>	<b>P. 8</b>
<b>For the three months ended September 30, 2010 and 2011</b>	
<b>Consolidated Statements of Operations</b>	<b>P. 9</b>
<b>Consolidated Statements of Comprehensive Income</b>	<b>P. 10</b>
<b>(3) Consolidated Statement of Cash Flows</b>	<b>P. 11</b>
<b>(4) Note on the Assumption as Going Concern</b>	<b>P. 13</b>
<b>(5) Segment Information</b>	<b>P. 13</b>
<b>(6) Significant Changes in the Amount of Equity</b>	<b>P. 13</b>
<b>4. Supplementary Information</b>	<b>P. 14</b>
<b>Production and Sales Information</b>	<b>P. 14</b>

### **(Reference)**

**Financial Summary (Consolidated) For the First Half of the Fiscal Year Ending March 2012**

# 1. Qualitative Discussions on Consolidated Financial Information for the Current Quarter

## (1) Consolidated Financial Results

Economic and business environment surrounding the Mazda Group for the first half of Fiscal Year ending March 2012 was as follows.

In overseas, though Asian economy remains on the expanding trend mainly supported by domestic demand, this falls into a sluggish pace and inflation is of increasing concern. In addition, there is a concern about slow down of the trend of recovery of U.S. economy and economic stagnation of European economy affected by repetition and spillover of concern about public finance and tight budget.

On the other hand, Japanese economy is in the process of recovery from stagnation affected by the Great East Japan Earthquake and the major problems on shortage of power supply were evaded. However, there is a concern about a downturn in economy such as decline in corporate profit caused by prolonged yen appreciation and delayed economic recovery in abroad.

Under such situation, consolidated sales for the first half of Fiscal Year ending March 2012 decreased by ¥198.5 billion (down 17.1%) year-on-year to ¥959.2 billion, owing to decreased production and retail volume. Consolidated operating results amounted to a loss of ¥21.6 billion, down ¥33.8 billion from the same quarter of last year. Consolidated ordinary results decreased by ¥51.4 billion year-over-year to a loss of ¥30.6 billion. Consolidated net results amounted to a loss of ¥39.9 billion, down ¥45.4 billion year-on-year.

Year-to-year performance in retail volume by primary markets for the first half of Fiscal Year ending March 2012 was as follows. In Japan, retail volume decreased by 24.1% year-over-year to 95,000 units as the sales were strong in the previous year due to the government subsidy program for eco-friendly cars.

In overseas, in North America, retail volume was up 2.6% to 182,000 units maintained by a high level of sales in U.S. and Mexico. In Europe, retail volume was down 16.0% to 91,000 units in spite of increase in sales in Russia. In China, retail volume was down 4.3% to 107,000 units. In other areas, retail volume was down 5.5% to 129,000 units though high level of sales was maintained in Australia and ASEAN countries. As a result, the global retail volume was 604,000 units, down 8.3% from the same period of the prior fiscal year.

Performance by reportable segment for the first half of Fiscal Year ending March 2012 was as follows.

In Japan, net sales decreased by ¥171.1 billion (down 17.0%) year-on-year to ¥835.1 billion and segment loss (operating loss) increased by ¥27.6 billion to ¥17.5 billion. In North America, net sales decreased by ¥77.0 billion (down 24.1%) year-on-year to ¥241.9 billion and segment loss (operating loss) increased by ¥9.7 billion to ¥22.3 billion. In Europe, net sales decreased by ¥31.0 billion (down 16.0%) year-on-year to ¥163.1 billion and segment income (operating income) increased by ¥3.5 billion to ¥6.4 billion. In other areas, net sales increased by ¥0.8 billion (up 0.6%) year-to-year to ¥144.5 billion and segment income (operating income) decreased by ¥0.8 billion to ¥5.8 billion.

## **(2) Consolidated Financial Position**

(Assets, Liabilities and Equity)

As of September 30, 2011, total assets amounted to ¥1,834.3 billion, an increase of ¥62.5 billion compared to the end of the last year. Total liabilities amounted to ¥1,437.5 billion, an increase of ¥96.3 billion compared to the end of the last year.

Equity as of September 30, 2011 decreased by ¥33.7 billion to ¥396.8 billion from the end of the prior year, mainly due to reduction in retained earnings as a result of net loss. Equity ratio decreased by 2.8 percentage points from the end of the prior year to 21.4%.

(Cash Flows)

As of September 30, 2011, cash and cash equivalents amounted to ¥349.4 billion, an increase of ¥26.6 billion compared to the end of the last year.

For the first half of Fiscal Year ending March 2012, net cash used in operating activities was ¥21.0 billion, mainly reflecting the recognition of loss before income taxes of ¥36.7 billion, an increase in inventories of ¥41.9 billion and accounts payable of ¥55.5 billion. (For the first half of the last year, net cash provided by operating activities was ¥18.4 billion.)

Net cash used in investing activities amounted to ¥30.4 billion, mainly reflecting ¥26.2 billion capital investments. (For the first half of the last year, net cash provided by investing activities was ¥5.3 billion.)

As a result, consolidated free cash flow (net of operating and investing activities) was negative ¥51.4 billion. (For the first half of the last year, consolidated free cash flow was positive ¥23.8 billion.)

Also, net cash provided by financing activities amounted to ¥90.2 billion, mainly reflecting funding from long-term loans. (For the first half of the last year, net cash used in financing activities was ¥37.4 billion.)

As of September 30, 2011, after deducting cash and cash equivalents from financial debt, net financial debt totaled ¥423.2 billion, an increase of ¥53.1 billion from the end of the last year, and the net debt-to-equity ratio was at 107.9%.

### (3) Consolidated Financial Forecast

In the light of recent trends in our financial performance, we have revised the financial forecast for the Fiscal Year ending March 2012, as shown below. The prior forecast was announced on June 17, 2011. Business environment in the third quarter and beyond is anticipated to remain harsh due to a continuing trend of the strong yen and the exchange impact could be more than we expect. Under the situation, the Mazda Group will continue to implement countermeasures against the strong yen such as further improvements of cost and business efficiency, activities to expand retail volume, improvement of the sales mix, and expansion of overseas procurement. The exchange rate assumptions for full year forecast are ¥78 to the dollar and ¥110 to the Euro. (¥76 to the dollar and ¥105 to the Euro for the second half of the fiscal year)

#### Consolidated Financial Forecast

Full Year		Vs. Prior Year
Net Sales	¥ 2,160 billion	down 7.1%
Operating Income	¥ 0 billion	down 100.0%
Ordinary Income	¥ (2) billion	-
Net Income	¥ (19) billion	-

#### Global Retail Volume Forecast

Full Year		Vs. Prior Year
Domestic	209,000 units	up 1.5%
North America	376,000 units	up 9.8%
Europe	204,000 units	down 3.6%
China	260,000 units	up 10.3%
Other	261,000 units	down 5.7%
Total	1,310,000 units	up 2.9%

Note: The forecast stated above is based on management's judgment and views in the light of information currently available. By nature, such forecasts are subject to risks and uncertainties. Therefore, we advise against making an investment decision by solely relying on this forecast. Variables that could affect the actual financial results include, but are not limited to, economic environments related to our business areas and fluctuations in yen-to-dollar and other exchange rates.

## 2. Other Information

### (1) Significant Changes in Consolidation Scope:

None.

From the second quarter of Fiscal Year ending March 2012, newly founded Mazda Motor Manufacturing de Mexico S.A. de C.V. and Mazda Motor Operaciones de Mexico S.A. de C.V. are in the scope of consolidation. In addition, an equity method-applied affiliate, Mazda Parts Sales Yamaguchi Co., Ltd. was excluded from consolidation scope as the rest of all shares were transferred to a company outside of the Mazda Group.

### 3. Interim Consolidated Financial Statements and Notes

#### (1) Consolidated Balance Sheet

March 31 and September 30, 2011

	(Millions of Yen)	
	FY2011	FY2012
As of	March 31, 2011	September 30, 2011
<b>ASSETS</b>		
<b>Current Assets:</b>		
Cash and time deposits	170,228	176,941
Trade notes and accounts receivable	154,498	158,786
Securities	152,630	172,512
Inventories	197,011	221,514
Other	147,788	155,474
Allowance for doubtful receivables	(1,726)	(1,639)
Total current assets	820,429	883,588
<b>Fixed Assets:</b>		
Tangible fixed assets:		
Buildings and structures (net)	139,131	138,054
Machinery, equipment and vehicles (net)	155,174	152,856
Land	430,367	429,782
Leased assets (net)	14,510	10,840
Other (net)	47,039	45,403
Total tangible fixed assets	786,221	776,935
Intangible fixed assets	20,104	20,663
Investments and other fixed assets		
Investment securities	90,142	94,806
Other	59,699	63,101
Allowance for doubtful receivables	(3,809)	(3,781)
Investment valuation allowance	(1,019)	(1,019)
Total investments and other fixed assets	145,013	153,107
Total fixed assets	951,338	950,705
<b>Total Assets</b>	1,771,767	1,834,293

(Millions of Yen)

	FY2011 March 31, 2011	FY2012 September 30, 2011
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Trade notes and accounts payable	208,111	258,806
Short-term loans payable	79,447	70,954
Long-term loans payable due within one year	93,905	53,470
Bonds due within one year	20,100	45,100
Lease obligations	11,799	9,870
Income taxes payable	9,026	6,338
Accrued expenses	123,883	114,610
Reserve for warranty expenses	42,556	38,323
Other	53,490	37,502
Total current liabilities	642,317	634,973
<b>Fixed Liabilities:</b>		
Bonds	95,750	70,700
Long-term loans payable	379,519	514,750
Lease obligations	12,480	7,815
Deferred tax liability related to land revaluation	93,431	93,424
Employees' and executive officers' severance and retirement benefits	78,284	75,467
Reserve for loss from business of affiliates	9,998	8,533
Reserve for environmental measures	1,474	1,477
Other reserves	390	371
Other	27,585	29,976
Total fixed liabilities	698,911	802,513
<b>Total Liabilities</b>	1,341,228	1,437,486
<b>EQUITY</b>		
<b>Capital and Retained Earnings:</b>		
Common stock	186,500	186,500
Capital surplus	170,192	170,192
Retained earnings	15,082	(24,797)
Treasury stock	(2,189)	(2,189)
Total capital and retained earnings	369,585	329,706
<b>Accumulated Other Comprehensive Income/(Loss)</b>		
Net unrealized income/(loss) on available-for-sale securities	(167)	(157)
Net income/(loss) on derivative instruments	(2,841)	5,485
Land revaluation	135,794	135,794
Foreign currency translation adjustments	(71,233)	(76,351)
Pension adjustments recognized by foreign consolidated subsidiaries	(2,326)	(2,127)
Total accumulated other comprehensive income	59,227	62,644
<b>Stock Acquisition Rights</b>	460	263
<b>Minority Interests in Consolidated Subsidiaries</b>	1,267	4,194
<b>Total Equity</b>	430,539	396,807
<b>Total Liabilities and Equity</b>	1,771,767	1,834,293



## (2) Consolidated Statements of Operations and Comprehensive Income

For the first half ended September 30, 2010 and 2011

### Consolidated Statement of Operations

	(Millions of Yen)	
	FY2011	FY2012
For the first half ended	September 30, 2010	September 30, 2011
Net sales	1,157,698	959,162
Costs of sales	923,398	777,726
Gross profit on sales	234,300	181,436
Selling, general and administrative expenses	222,122	203,072
<b>Operating income/(loss)</b>	12,178	(21,636)
Non-operating income		
Interest income	813	1,143
Equity in net income of affiliated companies	7,072	7,040
Foreign exchange gain	6,368	-
Other	2,656	2,430
Total	16,909	10,613
Non-operating expenses		
Interest expense	6,026	5,688
Foreign exchange loss	-	11,672
Other	2,252	2,227
Total	8,278	19,587
<b>Ordinary income/(loss)</b>	20,809	(30,610)
Extraordinary profits		
Profit on sale of tangible fixed assets	517	123
Gain on reversal of subscription rights to shares	5	198
Total	522	321
Extraordinary losses		
Loss on retirement and sale of tangible fixed assets	1,035	1,341
Loss on impairment of fixed assets	634	665
Adoption of accounting standards for asset retirement obligations	2,684	-
Loss on disaster	-	3,653
Other	36	721
Total	4,389	6,380
<b>Income/(loss) before income taxes</b>	16,942	(36,669)
Income taxes		
Current	9,044	6,632
Prior year	-	(2,158)
Deferred	2,305	(1,290)
Total	11,349	3,184
<b>Income/(loss) before minority interests</b>	5,593	(39,853)
Minority interests in consolidated subsidiaries	77	26
<b>Net income/(loss)</b>	5,516	(39,879)

**Consolidated Statement of Comprehensive Income**  
**For the first half ended September 30, 2010 and 2011**

	Millions of Yen		
	For the first half ended	September 30, 2010	FY2012 September 30, 2011
<b>Income/(loss) before minority interests</b>		5,593	<b>(39,853)</b>
Other comprehensive income/(loss)			
Net unrealized income/(loss) on available-for-sale securities		(442)	<b>10</b>
Net gain on derivative instruments		2,835	<b>8,284</b>
Foreign currency translation adjustments		(5,382)	<b>(4,422)</b>
Pension adjustments recognized by foreign consolidated subsidiaries		(2,602)	<b>200</b>
Share of other comprehensive income of affiliates accounted for using equity method		(2,370)	<b>(773)</b>
Total		(7,961)	<b>3,299</b>
<b>Comprehensive income/(loss)</b>		(2,368)	<b>(36,554)</b>
Comprehensive income/(loss) attributable to:			
Owners of the parent		(2,432)	<b>(36,462)</b>
Minority interests		64	<b>(92)</b>

## Consolidated Statement of Operations

For the three months ended September 30, 2010 and 2011

	(Millions of Yen)	
	FY2011	FY2012
	September 30, 2010	September 30, 2011
For the three months ended		
Net sales	579,661	551,030
Costs of sales	464,759	445,950
Gross profit on sales	114,902	105,080
Selling, general and administrative expenses	109,090	103,630
<b>Operating income</b>	5,812	1,450
Non-operating income		
Interest income	428	562
Equity in net income of affiliated companies	3,180	3,368
Foreign exchange gain	10,188	-
Other	1,231	1,063
Total	15,027	4,993
Non-operating expenses		
Interest expense	2,977	3,023
Foreign exchange loss	-	7,029
Other	1,196	1,160
Total	4,173	11,212
<b>Ordinary income/(loss)</b>	16,666	(4,769)
Extraordinary profits		
Profit on sale of tangible fixed assets	445	106
Gain on reversal of subscription rights to shares	3	194
Total	448	300
Extraordinary losses		
Loss on retirement and sale of tangible fixed assets	652	558
Loss on impairment of fixed assets	299	280
Loss on abolishment of retirement benefit plan	-	662
Other	13	59
Total	964	1,559
<b>Income/(loss) before income taxes</b>	16,150	(6,028)
Income taxes		
Current	3,949	3,187
Deferred	4,559	5,124
Total	8,508	8,311
<b>Income/(loss) before minority interests</b>	7,642	(14,339)
Minority interests in consolidated subsidiaries	25	(3)
<b>Net income/(loss)</b>	7,617	(14,336)

**Consolidated Statement of Comprehensive Income**  
**For the three months ended September 30, 2010 and 2011**

	Millions of Yen	
	FY2011 September 30, 2010	FY2012 September 30, 2011
For the three months ended		
<b>Income/(loss) before minority interests</b>	7,642	<b>(14,339)</b>
Other comprehensive income/(loss)		
Net unrealized income/(loss) on available-for-sale securities	(157)	<b>140</b>
Net gain/(loss) on derivative instruments	(5,744)	<b>6,087</b>
Foreign currency translation adjustments	2,103	<b>(5,160)</b>
Pension adjustments recognized by foreign consolidated subsidiaries	141	<b>132</b>
Share of other comprehensive income of affiliates accounted for using equity method	(3,645)	<b>(2,956)</b>
Total	(7,302)	<b>(1,757)</b>
<b>Comprehensive income/(loss)</b>	340	<b>(16,096)</b>
Comprehensive income/(loss) attributable to:		
Owners of the parent	320	<b>(15,980)</b>
Minority interests	20	<b>(116)</b>

### (3) Consolidated Statement of Cash Flows

For the first half ended September 30, 2010 and 2011

	(Millions of Yen)	
	FY2011	FY2012
For the first half ended	September 30, 2010	September 30, 2011
<b>Cash flows from operating activities:</b>		
Income/(loss) before income taxes	16,942	(36,669)
Adjustments to reconcile income/(loss) before income taxes to net cash provided by operating activities:		
Depreciation and amortization	36,160	34,779
Loss on impairment of fixed assets	634	665
Adoption of accounting standards for asset retirement obligations	2,684	-
Allowance for doubtful receivables	(318)	(30)
Investment valuation allowance	23	-
Reserve for warranty expenses	3,168	(4,233)
Employees' and executive officers' severance and retirement benefits	(2,901)	(2,817)
Reserve for loss from business of affiliates	(1,465)	(1,465)
Interest and dividend income	(901)	(1,255)
Interest expense	6,026	5,688
Equity in net income of affiliated companies	(7,072)	(7,040)
Loss/(gain) on retirement and sale of tangible fixed assets	518	1,218
Loss/(gain) on sale of investment securities	4	-
Decrease/(increase) in trade notes and accounts receivable	8,352	(6,250)
Decrease/(increase) in inventories	(17,791)	(41,879)
Increase/(decrease) in trade notes and accounts payable	3,239	55,455
Increase/(decrease) in other current liabilities	(13,161)	439
Other	(5,984)	(6,094)
Subtotal	28,157	(9,488)
Interest and dividends received	4,226	1,849
Interest paid	(6,132)	(5,448)
Income taxes refunded/(paid)	(7,814)	(7,917)
<b>Net cash provided by/(used in) operating activities</b>	<b>18,437</b>	<b>(21,004)</b>
<b>Cash flows from investing activities:</b>		
Payments into time deposits	(10,000)	-
Proceeds from withdrawal of time deposits	10,013	-
Proceeds from sales and redemption of securities	20,000	-
Purchase of investment securities	(1,189)	(7)
Proceeds from sales and redemption of investment securities	166	173
Acquisition of tangible fixed assets	(13,163)	(26,166)
Proceeds from sale of tangible fixed assets	1,825	624
Acquisition of intangible fixed assets	(2,279)	(4,789)
Decrease/(increase) in short-term loans receivable	(54)	(1)
Long-term loans receivable made	(70)	(286)
Collections of long-term loans receivable	76	43
Other	5	(7)
<b>Net cash provided by/(used in) investing activities</b>	<b>5,330</b>	<b>(30,416)</b>

	(Millions of Yen)	
	FY2011	FY2012
For the first half ended	September 30, 2010	September 30, 2011
<b>Cash flows from financing activities:</b>		
Increase/(decrease) in short-term loans payable	(8,071)	(2,853)
Proceeds from long-term loans payable	65,050	152,550
Repayment of long-term loans payable	(84,259)	(56,194)
Redemption of bonds	(50)	(50)
Proceeds from sale and leaseback transactions	2,073	-
Payment of lease obligations	(6,869)	(6,240)
Cash dividends paid	(5,311)	-
Proceeds from stock issuance to minority shareholders	-	2,990
Cash dividends paid to minority shareholders	(12)	(1)
Other	18	-
<b>Net cash provided by /(used in) financing activities</b>	<b>(37,431)</b>	<b>90,202</b>
<b>Effects of exchange rate fluctuations on cash and cash equivalents</b>	<b>(13,343)</b>	<b>(12,187)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(27,007)</b>	<b>26,595</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>346,303</b>	<b>322,849</b>
<b>Cash and cash equivalents at end of the period</b>	<b>319,296</b>	<b>349,444</b>

#### (4) Note on the Assumption as Going Concern

None

#### (5) Segment Information

I. FY2011 First Half (April 1, 2010 through September 30, 2010)

##### 1) Sales and Income or Loss by Reportable Segments

FY2011 First Half Ended September 30, 2010	(Millions of Yen)						Adjustment (Note 1)	Consolidated (Note 2)
	Reportable Segments							
	Japan	North America	Europe	Other areas	Total			
Net sales:								
Outside customers	509,966	315,256	189,623	142,853	1,157,698	-	1,157,698	
Inter-segment	496,254	3,601	4,476	821	505,152	(505,152)	-	
Total	1,006,220	318,857	194,099	143,674	1,662,850	(505,152)	1,157,698	
Segment income/(loss)	10,099	(12,668)	2,915	6,628	6,974	5,204	12,178	

Notes:

1. The adjustment on segment income/(loss) are eliminations of inter-segment transactions.
2. Segment income/(loss) is reconciled with the operating income/(loss) in the consolidated statement of operations for FY2011 first half ended September 30, 2010.

##### 2) Impairment Loss on Fixed Assets and Goodwill by Reportable Segment

In FY2011 first half ended September 30, 2010, impairment losses on fixed assets, gains from negative goodwill and changes in the amount of goodwill, that were material, were not recognized.

II. FY2012 First Half (April 1, 2011 through September 30, 2011)

##### 1) Sales and Income or Loss by Reportable Segments

FY2012 First Half Ended September 30, 2011	(Millions of Yen)						Adjustment (Note 1)	Consolidated (Note 2)
	Reportable Segments							
	Japan	North America	Europe	Other areas	Total			
Net sales:								
Outside customers	418,643	239,042	157,544	143,933	959,162	-	959,162	
Inter-segment	416,467	2,864	5,596	538	425,465	(425,465)	-	
Total	835,110	241,906	163,140	144,471	1,384,627	(425,465)	959,162	
Segment income/(loss)	(17,483)	(22,343)	6,432	5,801	(27,593)	5,957	(21,636)	

Notes:

1. The adjustment on segment income/(loss) are eliminations of inter-segment transactions.
2. Segment income/(loss) is reconciled with the operating income/(loss) in the consolidated statement of operations for FY2012 first half ended September 30, 2011.

##### 2) Impairment Loss on Fixed Assets and Goodwill by Reportable Segment

In FY2012 first half ended September 30, 2011, impairment losses on fixed assets, gains from negative goodwill and changes in the amount of goodwill, that were material, were not recognized.

#### (6) Significant Changes in the Amount of Equity

None

#### 4. Supplementary Information

##### Production and Sales Information

###### a) Production Volume

		FY2011 First Half Ended September 30, 2010	FY2012 First Half Ended September 30, 2011	Increase/ (Decrease)
		units	units	units
Japan	Passenger cars	444,438	<b>401,119</b>	(43,319)
	Trucks	9,963	<b>8,274</b>	(1,689)
	Total	454,401	<b>409,393</b>	(45,008)

Note: Production volume figures do not include those Mazda-brand vehicles produced by the following joint venture assembly plants with Ford Motor Company (that are accounted for by the equity method):

	FY2011 First Half	FY2012 First Half	Increase/ (Decrease)
AutoAlliance International, Inc.	20,779 units	<b>16,411 units</b>	(4,368) units
AutoAlliance (Thailand) Co., Ltd.	40,011	<b>39,989</b>	(22)

###### b) Sales by Reportable Segment

	FY2011 First Half Ended September 30, 2010	FY2012 First Half Ended September 30, 2011	Increase/ (Decrease)
	millions of yen	millions of yen	millions of yen
Japan	509,966	<b>418,643</b>	(91,323)
North America	315,256	<b>239,042</b>	(76,214)
Europe	189,623	<b>157,544</b>	(32,079)
Other areas	142,853	<b>143,933</b>	1,080
Total	1,157,698	<b>959,162</b>	(198,536)

Note: Inter-segment transactions are eliminated from the sales figures shown in the above table.

###### c) Sales by Product Type

	FY2011 First Half Ended September 30, 2010		FY2012 First Half Ended September 30, 2011		Increase/ (Decrease)	
	units	millions of yen	units	millions of yen	units	millions of yen
Vehicles	550,036	855,775	<b>469,674</b>	<b>690,314</b>	(80,362)	(165,461)
Knockdown Parts (Overseas)	-	63,737	-	<b>53,618</b>	-	(10,119)
Parts	-	109,236	-	<b>100,334</b>	-	(8,902)
Other	-	128,950	-	<b>114,896</b>	-	(14,054)
Total	-	1,157,698	-	<b>959,162</b>	-	(198,536)

###### < Wholesales Volume by Market >

		FY2011 First Half Ended September 30, 2010	FY2012 First Half Ended September 30, 2011	Increase/ (Decrease)
		units	units	units
Vehicles	Japan	125,214	<b>108,648</b>	(16,566)
	North America	181,340	<b>152,534</b>	(28,806)
	Europe	89,964	<b>73,991</b>	(15,973)
	Other areas	153,518	<b>134,501</b>	(19,017)
	Overseas Total	424,822	<b>361,026</b>	(63,796)
Total	550,036	<b>469,674</b>	(80,362)	



**Financial Summary (Consolidated)**  
**For the First Half of the Fiscal Year Ending March 2012**  
**(For the Six Months Ended September 30, 2011)**

November 2, 2011  
Mazda Motor Corporation

(In 100 millions of yen) (In thousands of units) (Upper left: return on sales)		FY March 2011 First Half (Apr.'10-Sep.'10)		FY March 2012 First Half (Apr.'11-Sep.'11)				FY March 2011 Full Year (Apr.'10-Mar.'11)		FY March 2012 Full Year Forecast (Apr.'11-Mar.'12)			
				1st. Qtr.	2nd. Qtr.								
Domestic	1	3,041	8.6	1,160	1,542	2,702	(11.1)	5,415	(5.8)	5,700	5.3		
	Overseas	2	8,536	20.2	2,921	3,969	6,890	(19.3)	17,842	12.3	15,900	(10.9)	
Net sales		3	11,577	16.9	4,081	5,511	9,592	(17.1)	23,257	7.5	21,600	(7.1)	
Operating income/(loss)		4	1.1%	122	-	(5.7%)	0.3%	(231)	15	(2.3%)	-	-	
Ordinary income/(loss)		5	1.8%	208	-	(6.3%)	(0.9%)	(258)	(48)	(3.2%)	-	-	
Income/(loss) before income taxes		6	1.5%	169	-	(7.5%)	(1.1%)	(306)	(61)	(3.8%)	-	-	
Net income/(loss)		7	0.5%	55	-	(6.3%)	(2.6%)	(255)	(144)	(4.2%)	-	-	
Operating income/(loss) by segment (geographic area)													
Japan		8		101		(219)	44	(175)		326			
North America		9		(127)		(79)	(144)	(223)		(317)			
Europe		10		29		31	33	64		79			
Other areas		11		66		23	35	58		128			
Operating profit changes													
Volume & mix		12				(317)	(67)	(384)				(124)	
Exchange rate		13				(31)	(36)	(67)				(391)	
Cost improvement		14				(4)	58	54				167	
Marketing expense		15				7	(37)	(30)				(27)	
Other		16				50	39	89				137	
Total		17				(295)	(43)	(338)				(238)	
Average rate for the period	Yen / USD	18		89		82	78	80		86		78	
	Yen / EUR			114		117	110	114		113		110	
Transaction rate	Yen / USD	19		90		82	79	81		86		78	
	Yen / EUR			117		116	112	114		115		112	
Capital investment		20		183		155	158	313		447		800	
Depreciation and amortization		21		362		174	174	348		716		700	
R & D cost		22		457		252	221	473		910		920	
Total assets		23		18,738		17,942		18,343		17,718			
Equity		24		5,018		4,101		3,968		4,305			
Financial debt		25		6,784		7,280		7,727		6,930			
Net financial debt		26		3,591		4,137		4,232		3,702			
Free cash flow (Operating & Investing)		27		238		(461)	(53)	(514)		16			
Domestic	28	125	19.0	35	60	95	(24.1)	206	(6.8)	209	1.5		
	North America	29	177	12.4	86	96	182	2.6	342	11.7	376	9.8	
	Europe	30	108	(12.5)	44	47	91	(16.0)	212	(11.5)	204	(3.6)	
	China	31	112	31.0	53	54	107	(4.3)	236	20.2	260	10.3	
	Other	32	137	30.7	63	66	129	(5.5)	277	20.0	261	(5.7)	
	Overseas	33	534	13.3	246	263	509	(4.7)	1,067	9.7	1,101	3.2	
Global retail volume		34		659	14.4	281	323	604	(8.3)	1,273	6.6	1,310	2.9
Domestic production volume		35		454	17.9	178	231	409	(9.9)	867	4.7	895	3.2

Note: Global retail volume refers to the total retail units of Mazda-brand vehicles sold on a global basis.

Results for FY ended Mar. 2011 include 15 months' operations of overseas subsidiaries that changed their accounting period.