

(TRANSLATION OF ORIGINAL JAPANESE)

FY2007 First Quarter Results: Consolidated Financial Statements

July 30, 2007

(April 1, 2007 through June 30, 2007)

Mitsubishi Motors Corporation

(Code: 7211 1st Section, Tokyo and Osaka Stock Exchange)

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(All amounts described in this report are rounded down to the nearest million yen.)

1. Financial highlights (April 1, 2007 through June 30, 2007)

(1) Consolidated financial results

Note: Percentages indicate changes over the same period in the previous fiscal year.

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2007 1Q	630,794	30.4	6,000	-	2,566	-	-8,229	-
FY2006 1Q	483,884	-0.4	-6,786	-	-12,213	-	-15,107	-
(Ref.) FY2006	2,202,869	3.9	40,237	493.1	18,542	-	8,745	-

	Net Income per Share-Basic	Net Income per Share-Diluted
	Yen	Yen
FY2007 1Q	-1.50	-
FY2006 1Q	-2.75	-
(Ref.) FY2006	1.59	0.96

(2) Consolidated financial position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Million Yen	Million Yen	%	Yen
FY2007 1Q	1,777,279	307,327	16.6	-26.95
FY2006 1Q	1,536,611	259,698	16.2	-35.14
(Ref.) FY2006	1,778,693	308,304	16.6	-26.73

2. Cash dividends

Record Date	Cash Dividend per Share		
	Interim	Year-end	Full Year
	Yen	Yen	Yen
FY2006	-	-	0.00
FY2007 (Forecast)	-	-	0.00

3. FY 2007 Full Year Results Forecast (From April 1, 2007 to March 31, 2008) [Reference]

Note: Percentages indicate changes over the same period in the previous fiscal year.

	Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen
FY2007									
Half Year	1,170,000	16.4	5,000	-	-5,000	-	-15,000	-	-2.73
Full Year	2,430,000	10.3	51,000	26.7	30,000	61.8	20,000	128.7	3.64

4. Others

(1) Change in significant subsidiaries during the term: Not applicable

(resulting in a change in scope of consolidation)

(2) Adoption of simplified accounting policies: Applicable

(3) Change in accounting policies: Not applicable

Note: For details, please refer to 4. *Others, Qualitative information and financial statements* on page 3.

*Disclaimer regarding forward-looking information including appropriate use of forecasted financial results

These forecasts are based on judgments and estimates that have been made on the basis of currently available information and are subject to a number of risks, uncertainties and assumptions. Changes in the company's business environment, in market trends and in exchange rates may cause actual results to differ materially from these forecasts.

[Qualitative information and financial statements]

1. Qualitative information on consolidated financial results

Sales for the FY2007 first quarter, driven by buoyant sales volume and favorable Yen exchange rate, increased 146.9 billion yen over the 483.9 billion total, from the FY2006 first quarter, to 630.8 billion yen.

Although sales by unit volume (retail) decreased in Japan, overall they increased 41 thousand units year-on-year to 334 thousand units, due to a increase in volume in all regions other than Japan, including North America, Europe, Asia and other regions.

Regionally, unit volume totals were as follows. In Japan, due mainly to the effect of decreased minicar sales, volume decreased 6 thousand units year-on-year to 46 thousand. In North America, due mainly to new models introduced and other effects, volume increased by 10 thousand units year-on-year to 52 thousand. In Europe, strong growth in Russia and Ukraine led volume for the region higher by 9 thousand units year-on-year to 80 thousand. Finally in Asia and other regions unit volume increased 28 thousand units year-on-year to 156 thousand units due to the recovery of China, Malaysia and Indonesia that declined significantly in the previous year as well as continued solid sales in Latin America, the Middle East and Africa.

Operating income for the period under review improved by 12.8 billion yen turning the 6.8 billion yen loss of the FY2006 first quarter into a 6.0 billion yen surplus. This was due to an improvement in results in volume/mix and favorable foreign exchange rates, and despite an increase in sales expenses resulting from the release of a series of new models. Although the Company incurred a non-operating loss of 3.4 billion yen mainly due to foreign exchange gains, this was an improvement of 2.0 billion yen from the 5.4 billion yen loss recorded in the FY2006 first quarter. As a result of the above, ordinary income for the FY2007 first quarter totaled a gain of 2.6 billion yen, an improvement of 14.8 billion yen over the 12.2 billion yen loss recorded in the FY2006 first quarter. Extraordinary income/loss, income tax and others for the FY2007 first quarter decreased by 7.9 billion yen due to a reorganization cost of consolidated sales companies in Japan and an increase of income tax and others. Finally, net income for the period totaled a loss of 8.2 billion yen, a year-on-year improvement of 6.9 billion over the 15.1 billion yen loss of the FY2006 first quarter.

2. Qualitative information on consolidated financial position.

Total assets at the end of the FY 2007 first quarter totaled one trillion 777.3 billion yen, a drop of 1.4 billion from the one trillion 778.7 billion yen recorded at the end of FY 2006 (March 31, 2007). Interest bearing debt fell 37.7 billion yen from the March 31, 2007 total of 503.8 billion yen, to 466.1 billion yen due mainly to scheduled debt repayments and debenture redemption. Due mainly to the net loss recorded in the period, net assets fell 1.0 billion yen from the March 31, 2007 total to 307.3 billion yen.

3. Qualitative information on consolidated financial results forecast.

No change is being made to the forecast announced on April 26, 2007 at this time.

Although the Company expects favorable overseas sales and leverage effect by foreign exchange, the Company will carefully examine the influence of the Chuetsu-oki earthquake in Niigata, and the trends of raw material prices, etc.

4. Others

- (1) Change in significant subsidiaries during the term: Not applicable
(resulting in a change in scope of consolidation)
- (2) Adoption of simplified accounting policies: Applicable
Partial adoption of simplified accounting policy in calculation of income tax.
- (3) Change in accounting policies: Not applicable

5. Consolidated financial statements (Summary)

(1) Consolidated balance sheet (Summary)

Millions of yen

	3/31/2007	6/30/2007	Change	Reference 6/30/2006
Assets				
Current assets	1,059,633	1,048,887	-10,746	821,736
Cash and cash equivalents.....	358,058	390,799	32,741	257,308
Trade notes and accounts receivable.....	195,021	168,072	-26,949	143,585
Finance receivables.....	40,480	32,793	-7,687	42,841
Marketable securities.....	12,225	7,551	-4,674	2,340
Inventories.....	351,991	337,277	-14,714	259,646
Short-term loans receivable.....	3,277	1,479	-1,798	2,433
Deferred tax assets.....	846	677	-169	889
Others.....	124,825	132,741	7,916	138,523
Allowance for doubtful accounts.....	-27,092	-22,502	4,590	-25,832
Non-current assets	719,060	728,391	9,331	714,875
Tangible fixed assets.....	517,464	520,773	3,309	497,735
Intangible fixed assets.....	38,530	36,249	-2,281	24,243
Long-term finance receivables.....	18,872	16,803	-2,069	17,700
Investment securities.....	71,460	80,694	9,234	75,530
Long-term loans receivable.....	13,262	13,628	366	12,026
Retained interests in securitized assets.....	9,358	10,239	881	54,032
Deferred tax assets.....	8,468	8,742	274	7,880
Others.....	59,545	59,673	128	68,002
Allowance for doubtful accounts.....	-17,903	-18,413	-510	-42,277
<i>Total assets</i>	1,778,693	1,777,279	-1,414	1,536,611

Millions of yen

	3/31/2007	6/30/2007	Change	Reference 6/30/2006
Liabilities				
Current liabilities	1,110,874	1,116,865	5,991	877,860
Trade notes and accounts payable.....	451,053	445,894	-5,159	295,636
Short-term loan payable.....	352,044	317,239	-34,805	250,679
Accrued expenses and other payable	194,941	205,297	10,356	167,338
Accrued income taxes.....	7,220	6,758	-462	3,437
Allowance for warranty claims	53,213	58,887	5,674	49,701
Others	52,400	82,788	30,388	111,067
Non-current liabilities	359,514	353,085	-6,429	399,051
Bonds.....	53,490	55,030	1,540	48,940
Long-term loan payable	98,316	93,789	-4,527	141,557
Deferred tax liabilities.....	24,259	28,327	4,068	17,621
Accrued retirement benefits.....	105,881	102,202	-3,679	103,976
Accrued retirement benefits for executives.....	1,005	944	-61	1,986
Others	76,561	72,790	-3,771	84,969
<i>Total liabilities</i>	1,470,389	1,469,951	-438	1,276,912
Net assets				
Stockholders' equity				
Common & preferred stock.....	657,342	657,343	1	657,342
Capital surplus	432,654	432,654	0	432,654
Retained earnings.....	-740,454	-748,683	-8,229	-764,305
Treasury stock.....	-13	-13	-0	-13
<i>Total stockholders' equity</i>	349,528	341,300	-8,228	325,678
Valuation, translation adjustments and others				
Unrealized gains/losses on securities	10,132	14,212	4,080	8,297
Deferred gains/losses on hedging activities	1,393	-6,033	-7,426	-1,173
Translation adjustments.....	-65,272	-54,877	10,395	-83,165
<i>Total valuation, translation adjustments and others</i>	-53,746	-46,698	7,048	-76,040
Minority interest	12,522	12,725	203	10,061
<i>Total net assets</i>	308,304	307,327	-977	259,698
<i>Total liabilities and net assets</i>	1,778,693	1,777,279	-1,414	1,536,611

(2) Consolidated statement of income/loss (Summary)

Millions of yen, %

	4/1/'06-6/30/'06	4/1/'07-6/30/'07	Change	% Change	Reference 4/1/'06-3/31/'07
Net sales	483,884	630,794	146,910	30.4	2,202,869
Cost of sales	400,118	529,952	129,834	32.4	1,788,897
Gross profit before provision for unrealized profit on installment sales...	83,765	100,841	17,076	20.4	413,971
Provision for unrealized profit on installment sales	0	0	-0		0
Gross profit	83,766	100,841	17,075	20.4	413,972
Selling, general and administrative expenses	90,552	94,841	4,289		373,735
Operating income/loss	-6,786	6,000	12,786	-	40,237
Non-operating income	1,708	4,749	3,041		11,351
(Interest and dividend income)	(1,223)	(2,187)	(964)		(8,098)
(Other income)	(485)	(2,562)	(2,077)		(3,253)
Non-operating expenses	7,135	8,183	1,048		33,046
(Interest expense)	(4,878)	(6,015)	(1,137)		(20,777)
(Other expenses)	(2,257)	(2,167)	(-90)		(12,268)
Ordinary income/loss	-12,213	2,566	14,779	-	18,542
Extraordinary gains	906	604	-302		23,401
Extraordinary losses	1,869	6,333	4,464		18,839
Net income/loss before income taxes	-13,176	-3,162	10,014	-	23,104
Income taxes	1,741	4,518	2,777		12,303
Minority interest	-188	-548	-360		-2,055
Net income/loss	-15,107	-8,229	6,878	-	8,745

(3) Consolidated statement of changes in net assets (Summary)

FY2007 1Q 4/1/'07-6/30/'07

Millions of yen

	Stockholders' equity				
	Common and preferred stock	Capital surplus	Retained earnings	Treasury stock	Total stockholders' equity
Balance as of March 31, 2007	657,342	432,654	-740,454	-13	349,528
Changes in items during the period					
Issuance of stock	0	0			1
Net income			-8,229		-8,229
Acquisition of treasury stock				-0	-0
Net changes in items other than stockholders' equity (net amount)					
Total changes in items during the period	0	0	-8,229	-0	-8,228
Balance as of June 30, 2007	657,343	432,654	-748,683	-13	341,300

	Valuation, translation adjustments and others				Minority interest	Total net assets
	Unrealized gains/losses on securities	Deferred gains/losses on hedging activities	Translation adjustments	Total valuation, translation adjustments and others		
Balance as of March 31, 2007	10,132	1,393	-65,272	-53,746	12,522	308,304
Changes in items during the period						
Issuance of stock						1
Net income						-8,229
Acquisition of treasury stock						-0
Net changes in items other than stockholders' equity (net amount)	4,079	-7,426	10,394	7,047	203	7,251
Total changes in items during the period	4,079	-7,426	10,394	7,047	203	-976
Balance as of June 30, 2007	14,212	-6,033	-54,877	-46,698	12,725	307,327

(4) Segment information

Business segment (4/1/07-6/30/07)

Millions of yen

FY2007 1Q	Automobiles	Financial services	Total	Corporate and eliminations	Consolidated
Net sales & operating income/loss					
Net sales					
(1) External customers	622,002	8,792	630,794	-	630,794
(2) Intersegment sales & transfers	(54)	-	(54)	54	-
Total	621,948	8,792	630,740	54	630,794
Operating expenses	620,528	4,266	624,794	-	624,794
Operating income/loss	1,419	4,526	5,945	54	6,000

Notes: 1. Segments are dividend by sector and by market.

2. Major products by business segment

(1) AutomobilesPassenger cars

(2) Financial ServicesSales-finance products

Geographical segment (4/1/07-6/30/07)

Millions of yen

FY2007 1Q	Japan	North America	Europe	Asia	Other areas	Total	Corporate and eliminations	Consolidated
Net sales & operating income/loss								
Net sales								
(1) External customers	287,966	108,680	154,457	25,073	54,617	630,794	-	630,794
(2) Intersegment sales & transfers	152,244	4,692	10,668	62,526	104	230,237	(230,237)	-
Total	440,210	113,372	165,126	87,599	54,721	861,031	(230,237)	630,794
Operating expenses	445,838	113,979	160,264	83,150	54,706	857,940	(233,145)	624,794
Operating income/loss	(5,627)	(607)	4,862	4,448	15	3,091	2,908	6,000

Notes: 1. National and regional groupings are by geographical proximity and mutual relevance of business activities.

2. Main countries and regions outside Japan are grouped as follows:

(1) North America.....The United States, Puerto Rico

(2) Europe.....The Netherlands

(3) Asia.....Thailand, Philippines

(4) Other.....Australia, New Zealand, UAE

Overseas sales (4/1/'07-6/30/'07)

Millions of yen

FY2007 1Q	North America	Europe	Asia	Other areas	Total
I. Overseas sales	110,271	226,657	49,266	137,692	523,888
II. Consolidated sales					630,794
III. Overseas sales as a percentage of total sales	17.5%	35.9%	7.8%	21.9%	83.1%

Notes: 1. National and regional groupings are by geographical proximity and mutual relevance of business activities.

2. Main countries and regions outside Japan are grouped as follows:

(1) North America.....The United States, Puerto Rico

(2) Europe.....The Netherlands, Italy, Germany, Russia

(3) Asia.....Thailand, Malaysia, Taiwan

(4) Other.....Australia, New Zealand

3. Overseas sales are classified by the region of the wholesaler or end users. The figures consists of sales outside of Japan of MMC and its consolidated subsidiaries.

[Reference] Non-consolidated financial statements (Summary)

Statement of income/loss (Summary)

Millions of yen

	FY2006 1Q (4/1/06 - 6/30/06)	FY2007 1Q (4/1/07 - 6/30/07)	Change
Net sales.....	265,291	405,377	140,086
Operating income/loss	-13,900	-2,163	11,737
Ordinary income/loss	-14,808	436	15,244
Net income/loss before income taxes	-14,907	1,274	16,181
Net income/loss	-14,605	716	15,321

Balance sheet (Summary)

Millions of yen

	At 3/31/2007	At 6/30/2007	Change
Assets			
Current assets	695,001	686,003	-8,998
Cash and cash equivalents	219,758	247,665	27,907
Trade notes and accounts receivable	256,420	195,332	-61,088
Short-term loans receivable	59,265	54,817	-4,448
Others	159,556	188,188	28,632
Non-current assets	471,214	482,879	11,665
Tangible fixed assets	194,372	192,596	-1,776
Intangible fixed assets	13,065	12,384	-681
Investments and other assets	263,776	277,897	14,121
Total assets	1,166,216	1,168,882	2,666
Liabilities			
Current liabilities	721,334	719,444	-1,890
Trade notes and accounts payable	390,490	386,328	-4,162
Short-term loans payable	184,880	173,839	-11,041
Others	145,963	159,276	13,313
Non-current liabilities	236,349	243,465	7,116
Bonds	27,600	27,600	-
Long-term loans payable	63,924	63,420	-504
Others	144,824	152,445	7,621
Total liabilities	957,683	962,910	5,227
Net assets			
Stockholders' equity	198,501	199,219	718
Common and preferred stock	657,342	657,343	1
Capital surplus	433,189	433,190	1
Retained earnings	-892,016	-891,300	716
Treasury stock	-13	-13	-0
Valuation, translation adjustments and others	10,031	6,752	-3,279
Total net assets	208,533	205,971	-2,562
Total liabilities and net assets	1,166,216	1,168,882	2,666