

Consolidated Semi-annual Financial Results for Fiscal 2007

Additional information

November 30, 2006

Company Name : **Fuji Heavy Industries Ltd.**
Name of Stock Exchange : Tokyo Stock Exchange (First section)
Code No. : 7270
Location of Head Office : Tokyo, Japan
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Accompanying exhibits are the additional notes to Consolidated Semi-annual Financial Results for Fiscal 2007 and Non-Consolidated Semi-annual Financial Results for Fiscal 2007 announced on October 31, 2006.

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I . Note to Consolidated Semi-annual Financial Result for Fiscal 2007

(Consolidated Balance Sheet)

1. Contingent liabilities

The Company's guarantees for the indebtedness from financial institutes are as follows:

(Unit: millions of yen)

	1 st half of Fiscal 2007	Fiscal 2006
Employees	¥ 23,605	¥ 23,833
Customers of Subaru Canada, Inc.	10,413	12,674
Other	6,668	4,944
Total	¥ 40,686	¥ 41,451

(Consolidated Semi-annual Statement of Income)

1. Major components of selling, general and administrative expenses are as follows:

(Unit: Millions of yen)

	1 st half of Fiscal 2007	1 st half of Fiscal 2006
1) Salary and bonus	¥ 21,007	¥ 21,417
2) Provision for accrued bonus	¥ 6,212	¥ 6,279
3) Retirement benefit cost	¥ -	¥ 1,821
4) Advertisement cost	¥ 25,174	¥ 22,510
5) Sales incentives	¥ 27,479	¥ 17,419
6) Research and development cost	¥ 24,496	¥ 21,152

2. Gain on sale of fixed assets are as follows:

(Unit: Millions of yen)

	1 st half of Fiscal 2007	1 st half of Fiscal 2006
Machinery, equipment and vehicles	¥ 33	¥ 66
Land	5,849	26
Other	178	39
Total	¥ 6,060	¥ 131

3. Loss on sale and disposal of fixed assets are as follows:

(Unit: Millions of yen)

	1 st half of Fiscal 2007	1 st half of Fiscal 2006
Buildings and structures	1,103	301
Machinery, equipment and vehicles	731	500
Land	919	-
Other	171	127
Total	<u>¥ 2,924</u>	<u>¥ 928</u>

II. Note to Non-consolidated Semi-annual Financial Results for Fiscal 2007

(Semi-annual Balance Sheet)

1. Pledged assets and secured liabilities

Pledged assets are as follows:

	(Unit: Millions of yen)	
	1 st half of Fiscal 2007	Fiscal 2006
Buildings	¥ 5,682	¥ 10,107
Structures	209	668
Machinery and equipment	2,487	15,970
Land	1,007	1,014
Total	<u>¥ 9,385</u>	<u>¥ 27,759</u>

Secured liabilities are as follows:

	(Unit: Millions of yen)	
	1 st half of Fiscal 2007	Fiscal 2006
Long-term debts	¥ 9,020	¥ 7,020

Note: Pledged assets above are provided for secured liabilities above as the factory foundation.

2. Contingent liabilities

<1>1st half of Fiscal 2007

(1) The Company's guarantees for the indebtedness from financial institutes and the contribution from investors are as follows:

	(Unit: Millions of yen)	
Subaru Finance Co., Ltd.	¥ 98,350	
Subaru of Indiana Automotive, Inc.	¥ 29,473	
Employees	¥ 23,170	
5 other entities	¥ 4,261	
Total	<u>¥ 155,254</u>	

(2) The Company's guarantees for the indebtedness of the affiliated companies are ¥ 17 million.

(3) The Company's guarantees for accounts payable of the affiliated companies are ¥ 267 million.

(4) Total amount is ¥ 155,538 million.

<2> Fiscal 2006

(1) The Company's guarantees for the indebtedness from financial institutes and the contribution from investors are as follows:

(Unit: Millions of yen)

Subaru Finance Co., Ltd.	¥	100,350
Subaru of Indiana Automotive, Inc.	¥	29,368
Employees	¥	23,401
Yusoki Kogyo K.K.	¥	3,120
4 other entities	¥	<u>2,265</u>
Total	¥	<u>158,504</u>

(2) The Company's guarantees for the indebtedness of the affiliated companies are ¥ 24 million.

(3) The Company's guarantees for accounts payable of the affiliated companies are ¥ 187 million.

(4) Total amount is ¥ 158,715 million.

3. The balance of assets transferred to the special purpose company

(Unit: Millions of yen)

	1 st half of Fiscal 2007	Fiscal 2006
	¥ 21,458	¥ 18,174

4. The unexecuted balances of commitments for borrowings are as follows:

(Unit: Millions of yen)

	1 st half of Fiscal 2007	Fiscal 2006
Total commitments	¥ 43,000	¥ 43,000
Less amounts currently executed	¥ -	¥ -
Unexecuted balance	¥ 43,000	¥ 43,000