

Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2010

Company name: **Mitsubishi Motors Corporation**
 Listing: First Sections, the Tokyo and Osaka Stock Exchanges
 Stock code: 7211
 URL: <http://www.mitsubishi-motors.co.jp/>
 Representative: Osamu Masuko, President
 Contact: Yoshikazu Nakamura, Senior Executive Officer and
 Corporate General Manager of CSR Promotion Office
 TEL: +81-3-6852-4206 (from overseas)
 Scheduled date to file quarterly report: August 7, 2009
 Scheduled date to deliver cash dividends: TBD

(Figures less than one million yen are rounded, unless otherwise noted)

1. Consolidated performance for the first quarter of fiscal year 2009 (from April 1, 2009 to June 30, 2009)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY2009 1 st quarter	259,115	(57.5)	(29,613)	-	(27,768)	-	(26,436)	-
FY2008 1 st quarter	610,098	-	9,856	-	16,175	-	10,298	-

	Net income per share	Diluted net income per share
	Yen	Yen
FY2009 1 st quarter	(4.77)	-
FY2008 1 st quarter	1.86	1.13

(2) Consolidated financial position

As of	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
June 30, 2009	1,079,361	201,670	17.8	(44.33)
March 31, 2009	1,138,009	223,024	18.8	(40.47)

Reference: Equity As of June 30, 2009: ¥192,121 million As of March 31, 2009: ¥213,450 million

2. Cash dividends

Record date	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Fiscal year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2008	-	0.00	-	0.00	0.00
FY2009	-				
FY2009 (Forecast)		0.00	-	0.00	0.00

Note: Revisions to the forecasts of cash dividends in the current quarter: Nil

3. Consolidated earnings forecasts for fiscal year 2009 (from April 1, 2009 to March 31, 2010)

(Percentages indicate changes over the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
FY2009 2 nd quarter	600,000	(50.6)	(35,000)	-	(40,000)	-	(45,000)	-	(8.13)
Full year	1,500,000	(24.0)	30,000	664.1	15,000	-	5,000	-	0.90

Note: Revisions to the consolidated earnings forecasts in the current quarter: Nil

4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Application of simple accounting as well as specific accounting for preparing the quarterly consolidated financial statements: Yes

Note: For more details, please refer to the section of "4. Others" of [Qualitative Information and Financial Statements] on page 5.

(3) Changes in accounting policies, procedures, and methods of presentation for preparing the quarterly consolidated financial statements (changes described in the section of "Changes in significant matters forming the basis of preparing the quarterly consolidated financial statements")

- Changes due to revisions to accounting standards: Yes
- Changes due to other reasons: No

Note: For more details, please refer to the section of "4. Others" of [Qualitative Information and Financial Statements] on page 5.

(4) Number of issued shares (common stock)

- Total number of issued shares and outstanding at the end of the period (including treasury stock)
 - As of June 30, 2009: 5,537,956,840 shares
 - As of March 31, 2009: 5,537,898,840 shares
- Number of shares of treasury stock at the end of the period
 - As of June 30, 2009: 83,858 shares
 - As of March 31, 2009: 83,358 shares
- Average number of shares during the period (cumulative from the beginning of the fiscal year)
 - FY2009 1st quarter: 5,537,816,526 shares
 - FY2008 1st quarter: 5,537,817,124 shares

* Proper use of earnings forecasts, and other special matters

1. The consolidated earnings forecasts for the 2nd quarter and full year announced on April 27, 2009 were not revised in this document.
2. The earnings 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 and uncertainties. Changes in the company's business environment, in market trends and in foreign exchange rates may cause actual results to differ materially from these forecast figures.

[Qualitative Information and Financial Statements]

1. Qualitative information on consolidated operating results

Because many companies proceeded with lowering their inventories and various governments and central banks enacted economic stimulus measures and loosened their money supplies, the sudden economic downturn of the latter half of FY2008 had slowed and it seemed that the worst was over; however business conditions for the period of the first quarter of FY2009 remained harsh.

Amidst this business environment, the Mitsubishi Motors Group posted year-on-year decreases in net sales, operating income, ordinary income, and net income.

Retail sales volume by unit decreased in all regions (i.e. Japan, North America, Europe, and Asia and other regions) by 101 thousand units, or 32%, year-on-year to 213 thousand units.

Year-on-year retail sales results by region were as follows: In Japan, although unit sales improved month by month with signs of positive effects from the government's eco-car incentives such as tax reductions and subsidies, total sales volume failed to recover to 2008 levels, showing a decrease of 8 thousand units, or 21%, year-on-year to 31 thousand units. In North America, despite sales volume in Canada remaining almost unchanged from the previous year, overall sales volume decreased 16 thousand units, or 42%, year-on-year to 21 thousand units due to lower sales volume in the United States, where overall demand remains stagnant. In Europe, although government economic stimulus measures showed effects on improving sales in markets including Germany, market downturns in Russia and the Ukraine severely impacted the region's sales volume. As a result, sales volume for Europe decreased 43 thousand units, or 47%, year-on-year to 49 thousand units. In Asia and other regions, although sales volume increased in markets including China and the Philippines, and signs of recovery are starting to be seen in Australia and other countries, overall sales volume for the region decreased 34 thousand units, or 24%, year-on-year to 112 thousand units.

Net sales decreased 351.0 billion yen, or 58%, year-on-year to 259.1 billion yen due to lower sales volume and the stronger yen.

Operating income fell 39.5 billion yen year-on-year from an operating profit of 9.9 billion yen to a loss of 29.6 billion yen. Despite positive factors such as reductions in sales expenses, lower depreciation from impairment losses accounted for last fiscal year at the company's U.S. manufacturing facility, and company-wide cost reductions including reduced labor cost, these positive factors were overcome by greater negative factors such as lower sales volume and the stronger yen, contributing to the loss.

MMC reported an ordinary loss of 27.8 billion yen. The company booked foreign exchange gains as non-operating income. Finally, MMC posted a net loss of 26.4 billion yen. The company booked a reversal of allowance for doubtful accounts stemming from decreased accounts receivable as extraordinary income.

2. Qualitative information on consolidated financial position

Total assets as of June 30, 2009 were 1,079.4 billion yen, a drop of 58.6 billion yen from the 1,138.0 billion yen recorded at the end of FY2008. Total liabilities amounted to 877.7 billion yen, decreasing 37.3 billion yen from the 915.0 billion yen recorded at the end of FY2008. Out of total liabilities, the balance of interest-bearing debt was 346.9 billion yen, a decrease of 6.5 billion yen from the end of FY2008 (353.4 billion yen). Net assets decreased 21.3 billion yen from the end of FY2008 (223.0 billion yen) to 201.7 billion yen.

3. Qualitative information on consolidated earnings forecasts

MMC leaves the FY2009 first-half and full-year consolidated forecasts announced on April 27, 2009 unchanged at this time.

4. Others

- (1) **Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation)**

N/A

- (2) **Application of simple accounting as well as specific accounting for preparing the quarterly consolidated financial statements**

With respect to the inventories at the end of the first quarter period, physical inventory counts are omitted and the inventories are determined by the reasonable calculation method based on the physical inventories at the end of FY2008.

Depreciation expense of noncurrent assets to which the declining balance method is applied is determined dividing the depreciation expense for the consolidated fiscal year proportionally over the period.

- (3) **Changes in accounting policies, procedures, and methods of presentation for preparing the quarterly consolidated financial statements**

a. Change in the accounting policies:

MMC and its subsidiaries have adopted the completed contract method to recognize revenues for construction contracts. Notwithstanding, we have adopted the percentage of completion method in accordance with ASBJ Statement No.15 "Accounting Standard for Construction Contracts" (December 27, 2007) and ASBJ Guidance No. 18 "Guidance on Accounting Standard for Construction Contracts" (December 27, 2007) from the 1st quarter of the current fiscal year. Then the construction contracts initiated during the current 1st quarter has been accounted for based on the percent of completion method, if the outcome of the construction contracts to the end of the current 1st quarter can be estimated reliably (the percentage of completion shall be estimated based on the cost method). The completed contract method has been applied to account for other construction contracts.

Nevertheless, there is no impact on the net sales, operating loss, ordinary loss and loss before income taxes by these changes in the accounting policies.

5. Consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of June 30, 2009	As of March 31, 2009 (Summary)
Assets		
Current assets		
Cash and deposits	137,617	167,841
Notes and accounts receivable-trade	71,593	89,607
Short-term investment securities	4,176	-
Merchandise and finished goods	98,087	110,658
Work in process	23,831	19,174
Raw materials and supplies	55,239	59,287
Other	95,620	101,902
Allowance for doubtful accounts	(5,752)	(7,528)
Total current assets	480,414	540,943
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	94,415	98,855
Machinery, equipment and vehicles, net	154,899	163,687
Tools, furniture and fixtures, net	75,874	71,775
Land	96,667	96,494
Construction in progress	11,855	9,125
Total Property, plant and equipment	433,712	439,936
Intangible assets	15,528	16,436
Investments and other assets		
Investment securities	61,277	54,650
Other	100,852	98,365
Allowance for doubtful accounts	(12,424)	(12,322)
Total investments and other assets	149,705	140,693
Total noncurrent assets	598,946	597,066
Total assets	1,079,361	1,138,009

(Millions of yen)

	As of June 30, 2009	As of March 31, 2009 (Summary)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	149,402	155,600
Short-term loans payable	217,788	223,026
Current portion of bonds	-	25,600
Accounts payable-other and accrued expenses	98,265	114,578
Income taxes payable	3,229	4,994
Provision for product warranties	31,338	35,561
Other	64,106	60,732
Total current liabilities	564,132	620,093
Noncurrent liabilities		
Bonds payable	200	200
Long-term loans payable	128,934	104,579
Provision for retirement benefits	106,451	106,311
Provision for directors' retirement benefits	925	929
Other	77,047	82,870
Total noncurrent liabilities	313,558	294,891
Total liabilities	877,690	914,985
Net assets		
Shareholders' equity		
Capital stock	657,355	657,350
Capital surplus	432,666	432,661
Retained earnings	(797,342)	(770,750)
Treasury stock	(14)	(14)
Total shareholders' equity	292,663	319,246
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,649	1,183
Deferred gains or losses on hedges	847	789
Foreign currency translation adjustment	(105,039)	(107,769)
Total valuation and translation adjustments	(100,542)	(105,795)
Minority interests	9,549	9,573
Total net assets	201,670	223,024
Total liabilities and net assets	1,079,361	1,138,009

(2) Consolidated statement of income

(Millions of yen)

	FY2008 1 st quarter (from April 1, 2008 to June 30, 2008)	FY2009 1 st quarter (from April 1, 2009 to June 30, 2009)
Net sales	610,098	259,115
Cost of sales	510,430	237,215
Gross profit	99,667	21,899
Selling, general and administrative expenses		
Advertising and promotion expenses	27,253	11,478
Freightage expenses	12,450	2,505
Directors' compensations, salaries and allowances	18,239	14,623
Provision for retirement benefits	1,334	1,233
Depreciation	3,659	3,034
Research and development expenses	9,586	6,514
Other	17,286	12,123
Total selling, general and administrative expenses	89,811	51,513
Operating income (loss)	9,856	(29,613)
Non-operating income		
Interest income	2,282	532
Foreign exchange gains	8,408	3,449
Other	1,660	1,597
Total non-operating income	12,351	5,579
Non-operating expenses		
Interest expenses	4,014	3,054
Litigation expenses	1,427	375
Other	590	304
Total non-operating expenses	6,032	3,735
Ordinary income (loss)	16,175	(27,768)
Extraordinary income		
Gain on sales of noncurrent assets	164	247
Reversal of allowance for doubtful accounts	383	942
Reversal of loss on liquidation of subsidiaries and affiliates	-	474
Other	29	192
Total extraordinary income	576	1,856
Extraordinary loss		
Loss on retirement of noncurrent assets	366	275
Loss on sales of noncurrent assets	75	3
Early retirement expense	1,139	405
Other	303	55
Total extraordinary losses	1,884	738
Income (Loss) before income taxes and minority interests	14,868	(26,651)
Income taxes-current	2,300	1,402
Income taxes-deferred	1,537	(2,376)
Total income taxes	3,837	(973)
Minority interests in income	731	758
Net income (loss)	10,298	(26,436)

(3) Consolidated statement of cash flows (cumulative)

(Millions of yen)

	FY2008 1 st quarter (from April 1, 2008 to June 30, 2008)	FY2009 1 st quarter (from April 1, 2009 to June 30, 2009)
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	14,868	(26,651)
Depreciation and amortization	20,202	17,329
Increase (decrease) in allowance for doubtful accounts	(1,265)	(1,723)
Increase (decrease) in provision for retirement benefits	340	120
Interest and dividends income	(2,508)	(884)
Interest expenses	4,014	3,054
Foreign exchange losses (gains)	(11)	(784)
Equity in (earnings) losses of affiliates	(1,034)	(557)
Loss (gain) on sales and retirement of noncurrent assets	277	31
Decrease (increase) in notes and accounts receivable-trade	45,233	20,982
Decrease (increase) in inventories	18,496	16,953
Increase (decrease) in notes and accounts payable-trade	(51,539)	(9,085)
Early retirement expense	1,139	405
Other, net	2,568	(21,349)
Subtotal	50,782	(2,158)
Interest and dividends income received	3,879	977
Interest expenses paid	(3,912)	(3,180)
Compensation based on stock transfer contract paid	(10,896)	-
Payment for early retirement	(2,428)	(1,122)
Income taxes paid	(3,559)	(2,946)
Net cash provided by (used in) operating activities	33,864	(8,430)

(Millions of yen)

	FY2008 1 st quarter (from April 1, 2008 to June 30, 2008)	FY2009 1 st quarter (from April 1, 2009 to June 30, 2009)
Net cash provided by (used in) investment activities		
Decrease (increase) in time deposits	-	12,686
Purchase of property, plant and equipment	(25,628)	(10,459)
Proceeds from sales of property, plant and equipment	4,949	2,745
Purchase of investment securities	(577)	(0)
Payments of long-term loans receivable	(319)	(2)
Collection of long-term loans receivable	196	157
Other, net	(474)	(936)
Net cash provided by (used in) investment activities	(21,853)	4,189
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term loans payable	(9,739)	(15,339)
Proceeds from long-term loans payable	-	36,400
Repayment of long-term loans payable	(4,311)	(3,262)
Redemption of bonds	-	(25,600)
Cash dividends paid to minority shareholders	(578)	(586)
Other, net	(2,417)	(1,924)
Net cash provided by (used in) financing activities	(17,047)	(10,313)
Effect of exchange rate change on cash and cash equivalents	7,020	973
Net increase (decrease) in cash and cash equivalents	1,984	(13,581)
Cash and cash equivalents at beginning of period	360,902	154,666
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	666	25
Cash and cash equivalents at end of period	363,554	141,110

(4) Notes on premise of going concern

N/A

(5) Segment information

[Business segment]

FY2008 1st quarter (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	Automobiles	Financial services	Total	Corporate and eliminations	Consolidated
Net sales					
(1) External customers	606,891	3,206	610,098	-	610,098
(2) Intersegment sales & transfers	(35)	-	(35)	35	-
Total	606,855	3,206	610,062	35	610,098
Operating income (loss)	8,799	1,021	9,821	35	9,856

FY2009 1st quarter (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	Automobiles	Financial services	Total	Corporate and eliminations	Consolidated
Net sales					
(1) External customers	256,193	2,922	259,115	-	259,115
(2) Intersegment sales & transfers	(17)	-	(17)	17	-
Total	256,175	2,922	259,097	17	259,115
Operating income (loss)	(30,200)	569	(29,631)	17	(29,613)

- Notes: 1. Segments are divided by sector and by market.
2. Major products by business segment
(1) AutomobilesPassenger cars
(2) Financial servicesSales-finance products

[Geographical segment]

FY2008 1st quarter (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	Japan	North America	Europe	Asia	Other	Total	Corporate and eliminations	Consolidated
Net sales								
(1) External customers	338,287	76,980	105,204	29,288	60,337	610,098	-	610,098
(2) Intersegment sales & transfers	126,790	5,333	9,764	55,293	112	197,294	(197,294)	-
Total	465,077	82,314	114,968	84,582	60,449	807,392	(197,294)	610,098
Operating income (loss)	8,661	(3,711)	(1,997)	6,515	1,215	10,684	(827)	9,856

FY2009 1st quarter (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	Japan	North America	Europe	Asia	Other	Total	Corporate and eliminations	Consolidated
Net sales								
(1) External customers	127,085	30,759	42,718	20,474	38,076	259,115	-	259,115
(2) Intersegment sales & transfers	52,935	706	4,882	18,936	66	77,528	(77,528)	-
Total	180,021	31,466	47,601	39,411	38,143	336,644	(77,528)	259,115
Operating income (loss)	(25,880)	(3,768)	(1,863)	587	724	(30,200)	587	(29,613)

- Notes:
1. National and regional groupings are classified 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
 - (2) Europe.....The Netherlands
 - (3) Asia.....Thailand, The Philippines
 - (4) Other.....Australia, New Zealand, U.A.E., Puerto Rico

[Overseas sales]

FY2008 1st quarter (from April 1, 2008 to June 30, 2008)

(Millions of yen)

	North America	Europe	Asia	Other	Total
I. Overseas sales	82,509	222,979	67,111	142,962	515,562
II. Consolidated sales					610,098
III. Overseas sales as a percentage of total sales	13.5%	36.6%	11.0%	23.4%	84.5%

FY2009 1st quarter (from April 1, 2009 to June 30, 2009)

(Millions of yen)

	North America	Europe	Asia	Oceania	Other	Total
I. Overseas sales	31,693	50,466	41,513	31,298	30,555	185,528
II. Consolidated sales						259,115
III. Overseas sales as a percentage of total sales	12.2%	19.5%	16.0%	12.1%	11.8%	71.6%

- Notes:
- National and regional groupings are classified by geographical proximity and mutual relevance of business activities.
 - Main countries and regions outside Japan are grouped as follows:
 - North America.....The United States
 - Europe.....The Netherlands, Italy, Germany, Russia, Ukraine
 - Asia.....Thailand, Malaysia, Taiwan
 - Oceania.....Australia, New Zealand
 - Other.....U.A.E., Puerto Rico
 - Overseas sales are classified by the region of the wholesaler or end users. The figures consist of sales outside of Japan of MMC and its consolidated subsidiaries.
 - Change in the geographic segmentation
 The overseas sales for Oceania, which had been included in "Other" until the previous fiscal year, have exceeded 10% in the total consolidated sales. Then, the overseas sales for Oceania are presented separately from the 1st quarter of the current fiscal year ending March 31, 2010.
 The overseas sales for Oceania for the 1st quarter of the fiscal year ended March 31, 2009 were ¥ 50,470 million, and the percentage in the total consolidated sales was 8.3%. The overseas sales for Other, excluding those for Oceania were ¥ 92,492 million, and the percentage in the total consolidated sales was 15.1% for the same period.

(6) Notes on significant changes in the amount of shareholders' equity

N/A