



April 27, 2010
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Recognition of Extraordinary Losses

In the consolidated and unconsolidated financial results for the year ended March 31, 2010, Mazda Motor Corporation (“Mazda”) has recognized extraordinary losses as described in the following.

1. Consolidated

1) Reserve for loss from business of affiliates: ¥5,862 million

For a certain foreign affiliate, Mazda estimated a loss from business of the affiliate that Mazda is expected to incur and accrued ¥5,862 million as an extraordinary loss in the consolidated statement of operations for the year ended March 31, 2010.

2) Reserve for environmental measures: ¥1,464 million

As it became possible to reasonably estimate the costs to dispose of PCB (polychlorinated biphenyl) waste, Mazda and its consolidated domestic subsidiaries estimated the amount of the disposal costs and accrued ¥1,464 million as an extraordinary loss in the consolidated statement of operations for the year ended March 31, 2010.

2. Unconsolidated

1) Valuation loss on investment securities for affiliates: ¥17,541 million

Among the investment securities of affiliates Mazda holds, for a certain foreign subsidiary whose net assets severely had deteriorated to the extent a recovery is not expected, Mazda recognized a valuation loss of ¥29,288 million as an extraordinary loss. At the same time, ¥11,747 million of allowance for loss on business of subsidiaries and affiliates that Mazda recognized on the subsidiary in the last year was reversed. As a result, in the unconsolidated statement of operations for the year ended March 31, 2010, Mazda recognized a net valuation loss of ¥17,541 million on the investment securities of the subsidiary as an extraordinary loss.

2) Allowance for loss on business of subsidiaries and affiliates: ¥11,827 million

For certain foreign subsidiaries and affiliates, Mazda estimated a loss on business of subsidiaries and affiliates that Mazda is expected to incur and accrued ¥11,827 million in extraordinary loss in the unconsolidated statement of operations for the year ended March 31, 2010.

3) Reserve for environmental measures: ¥1,427 million

As it became possible to reasonably estimate the costs to dispose of PCB (polychlorinated biphenyl) waste, Mazda estimated the amount of the disposal costs and accrued ¥1,427 million in extraordinary loss in the unconsolidated statement of operations for the year ended March 31, 2010.

3. Effects on financial performance

The extraordinary losses discussed in the above were reflected in the consolidated and unconsolidated financial statements of Mazda for the year ended March 31, 2010 that have been released today.