

Consolidated Financial Results
For the First Quarter of the Fiscal Year Ending March 31, 2015
(For the Three Months Ended June 30, 2014)



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

July 31, 2014

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

Filing of *Shihanki Hokokusho*,
 quarterly securities report : Scheduled for August 7, 2014
 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, 2014 through June 30, 2014)

(1) Consolidated Financial Results

(Percentage indicates change from same period of the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
FY2015 1st Quarter	705,639	14.6	56,382	54.4	54,574	550.0	48,891	795.8
FY2014 1st Quarter	615,851	21.6	36,515	-	8,396	-	5,458	-

Note: Comprehensive income
FY2015 1st Quarter 47,313 millions of yen (89.5 %)
FY2014 1st Quarter 24,969 millions of yen (- %)

	Net Income	Net Income
	Per Share	Per Share (Diluted)
FY2015 1st Quarter	16.36	-
FY2014 1st Quarter	1.83	-

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio
	millions of yen	millions of yen	%
As of June 30, 2014	2,262,599	723,947	31.3
March 31, 2014	2,246,036	676,837	29.4

Reference: Net Assets excluding minority interests
As of June 30, 2014 708,452 millions of yen
As of March 31, 2014 660,722 millions of yen

2. Dividends

	Dividends Per Share				
	1st. Qtr.	2nd. Qtr.	3rd. Qtr.	Year End	Full-Year
FY2014	-	0.00	-	1.00	1.00
FY2015	-	-	-	-	-
FY2015 (Forecast)	-	0.00	-	10.00	10.00

Note1: Revision of the dividend forecast most recently announced: None

Note2: Mazda Motor Corporation is planning to implement a share consolidation with a ratio of five shares to one share. Accordingly, the above dividend for FY2015 (Forecast) is calculated in consideration of this share consolidation.

3. Consolidated Financial Forecast (April 1, 2014 through March 31, 2015)

(Percentage indicates change from the previous fiscal year)

	Net sales		Operating Income		Ordinary Income		Net Income		Net Income
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	Per Share
FY2015 First Half	1,390,000	10.8	100,000	35.2	98,000	170.0	75,000	200.2	125.45
FY2015 Full Year	2,900,000	7.7	210,000	15.3	210,000	49.3	160,000	17.9	267.64

Note1: Revision of the consolidated financial forecast most recently announced: Yes

Note2: Net income per share of the forecast for the fiscal year ending March 31, 2015 is calculated in consideration of share consolidation.

Notes:

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly added subsidiaries: None Excluded subsidiaries: None

(2) Application of accounting treatment specific to preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies / Changes in accounting estimates / Restatement:

- | | |
|--|------|
| 1) Changes in accounting policies with accompanying revision of accounting standards | Yes |
| 2) Voluntary changes in accounting policies except 1) | None |
| 3) Changes in accounting estimates | None |
| 4) Restatement | None |

Note: Please refer to "(1) Changes in accounting policies / Changes in accounting estimates / Restatement" on Page 4 of the attachment.

(4) Number of outstanding shares (Common stock)

1) Number of outstanding shares (including treasury stock)	As of June 30, 2014	2,999,377,399 shares
	As of March 31, 2014	2,999,377,399 shares
2) Number of treasury stock	As of June 30, 2014	10,246,391 shares
	As of March 31, 2014	10,241,243 shares
3) Average number of outstanding shares	For 3 months ended June 30, 2014	2,989,133,343 shares
	For 3 months ended June 30, 2013	2,989,161,194 shares

Note on Progress in Quarterly Review Procedures by Independent Auditors

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

The quarterly 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, and are not contemplated to ensure the fulfillment thereof.

Accordingly, the actual financial performance may vary significantly due to various factors.

For detail such as precondition of the financial forecast, please refer to "1. Qualitative Information on Consolidated Results for the Quarterly Period - (3) Future Estimates such as Consolidated Financial Forecast" on page 4 of the attachment.

(Financial forecast and dividend forecast after the share consolidation)

At the Company's 148th ordinary general meeting of shareholders held on June 24, 2014, the consolidation of shares with a ratio of five shares to one share, effective August 1, 2014, was approved. In consideration of it, FY2015 (forecast) dividends per share and net income per share are stated based on the number of shares after consolidation, calculated based on the consolidation ratio.

ATTACHMENT

Table of Contents

1. Qualitative Information on Consolidated Results for the Quarterly Period.....	P. 2
(1) Consolidated Financial Results.....	P. 2
(2) Consolidated Financial Position.....	P. 3
(3) Future Estimates such as Consolidated Financial Forecast.....	P. 4
2. Matters Regarding Summary Information (Notes).....	P. 4
(1) Changes in accounting policies / Changes in accounting estimates / Restatement.....	P. 4
3. Quarterly Consolidated Financial Statements.....	P. 5
(1) Quarterly Consolidated Balance Sheet.....	P. 5
(2) Quarterly Consolidated Statements of Operations and Comprehensive Income.....	P. 7
(3) Quarterly Consolidated Statement of Cash Flows.....	P. 9
(4) Footnotes to the Quarterly Consolidated Financial Statements.....	P. 10
Note on the Assumptions as Going Concern.....	P. 10
Significant Changes in the Amount of Equity.....	P. 10
Segment Information.....	P. 10
Significant Subsequent Events.....	P. 11
4. Supplementary Information	P. 12
Production and Sales Information.....	P. 12

(Reference)

Financial Summary (Consolidated)

For the First Quarter of the Fiscal Year Ending March 31, 2015

1. Qualitative Information on Consolidated Results for the Quarterly period

(1) Consolidated Financial Results

The Mazda Group has pressed forward with the global expansion of sales of vehicles with its new generation technology, “SKYACTIV TECHNOLOGY” (hereinafter referred to as “SKYACTIV”), and has strove to maximize customer satisfaction through Mazda unique and attractive products and services, so as to improve its earnings structure by the realization of both growth in sales volume and right-price sales.

Global retail volume for the first three months of the fiscal year ending March 31, 2015 was 319 thousand units, up 6.2% year on year, owing to the ongoing strong sales of “Mazda CX-5” and “Mazda Atenza (called Mazda6 in overseas markets)” as well as commencement of the full-scale sales of all-new “Mazda Axela (called Mazda3 in overseas markets)” in global markets.

Retail volume by market was as follows. In Japan, retail volume was 40 thousand units, down 21.5% year on year, due to the effect of the decline in demand caused by the recent changes in the consumption tax rate, etc. In North America, retail volume was 110 thousand units, up 16.1% year on year with increased volume in the U.S., where all-new “Mazda3” and “CX-5” is good in demand, and record sales in Mexico. In Europe, all-new “Mazda3” and “CX-5” drove sales and sales in Germany, Russia, and the United Kingdom were increased. As a result, retail volume was 56 thousand units, up 23.4% year on year. In China, retail volume was 44 thousand units, up 17.5% year on year, due to the strong sales of the locally manufactured “CX-5”. In other markets, retail volume was 69 thousand units, down 4.0% year on year, due to the influence of a decline in demand in Thailand, where the political uncertainty has continued.

Financial performance on a consolidated basis for the first three months of the fiscal year ending March 31, 2015 was as follows. Net sales amounted to ¥705.6 billion, an increase of ¥89.8 billion or 14.6% compared to the corresponding period in the previous fiscal year, owing to increasing sales of “SKYACTIV” models in global markets. Operating income amounted to ¥56.4 billion, an increase of ¥19.9 billion or 54.4% compared to the corresponding period in the previous fiscal year, owing to improvements in volume and product mix as well as ongoing costs improvement through Monotsukuri Innovation. Ordinary income amounted to ¥54.6 billion, an increase of ¥46.2 billion or 550.0% compared to the corresponding period in the previous fiscal year. Net income amounted to ¥48.9 billion, an increase of ¥43.4 billion or 795.8% compared to the corresponding period in the previous fiscal year.

Financial results by reportable segment for the first three months of the fiscal year ending March 31, 2015 was as follows. In Japan, net sales amounted to ¥575.5 billion, an increase of ¥68.2 billion or 13.4% compared to the corresponding period in the previous fiscal year, and segment income (operating income) amounted to ¥42.4 billion, an increase of ¥15.5 billion or 57.5% compared to the corresponding period in the previous fiscal year. In North America, net sales amounted to ¥273.8 billion, an increase of ¥78.4 billion or 40.1% compared to the corresponding period in the previous fiscal year, and segment income (operating income) amounted to ¥4.2 billion, an increase of ¥3.1 billion or 288.6% compared to the corresponding period in the previous fiscal year. In Europe, net sales amounted to ¥149.5 billion, an increase of ¥38.0 billion or 34.1% compared to the

corresponding period in the previous fiscal year, and segment income (operating income) amounted to ¥2.8 billion, an increase of ¥0.5 billion or 21.5% compared to the corresponding period in the previous fiscal year. In other areas, net sales amounted to ¥106.6 billion, a decrease of ¥0.5 billion or 0.4% compared to the corresponding period in the previous fiscal year, and segment income (operating income) amounted to ¥3.9 billion, an increase of ¥1.2 billion or 47.4% compared to the corresponding period in the previous fiscal year.

(2) Consolidated Financial Position

(Assets, Liabilities and Net Assets)

As of June 30, 2014, total assets increased ¥16.6 billion from the end of the previous fiscal year, to ¥2,262.6 billion. Total liabilities decreased ¥30.5 billion from the end of the previous fiscal year, to ¥1,538.7 billion. Interest-bearing debt as of June 30, 2014 decreased ¥2.5 billion from the end of previous fiscal year, to ¥740.3 billion. After subtracting cash and cash equivalents from the interest-bearing debt, net interest-bearing debt increased ¥0.6 billion, to ¥263.6 billion. The net debt-to-equity ratio improved 2.6 percentage points, to 37.2% (Percentage after consideration of the equity credit attributes of the subordinated loan was 30.8%).

Net Assets as of June 30, 2014 increased ¥47.1 billion from the end of the previous fiscal year, to ¥723.9 billion. Equity ratio increased 1.9 percentage points from the end of the previous fiscal year, to 31.3% (Percentage after consideration of the equity credit attributes of the subordinated loan was 32.9%).

(Cash Flows)

Cash and cash equivalent as of June 30, 2014 decreased ¥3.1 billion from the end of the previous fiscal year, to ¥476.6 billion. Net cash provided by operating activities for the first three months of the fiscal year ending March 31, 2015 was ¥38.1 billion, reflecting income before income taxes of ¥52.8 billion and others. (For the first three months of the previous fiscal year, net cash used in operating activities was ¥7.1 billion.) Net cash used in investing activities was ¥36.5 billion, mainly reflecting capital expenditure for the acquisition of tangible fixed assets of ¥34.5 billion. (For the first three months of the previous fiscal year, net cash used in investing activities was ¥24.4 billion.) As a result, consolidated free cash flow (net of operating and investing activities) was positive ¥1.6 billion. (For the first three months of the previous fiscal year, consolidated free cash flow was negative ¥31.5 billion.) Net cash used in financing activities was ¥4.0 billion, mainly reflecting dividend payment. (For the first three months of the previous fiscal year, net cash used in financing activities was ¥17.9 billion.)

(3) Future Estimates such as Consolidated Financial Forecast

In light of the recent situation such as sales volume in Japan, we have revised the consolidated financial forecast for the first half of fiscal year ending March 31, 2015, as shown below. The prior forecast was released in “Consolidated Financial Results For the Fiscal Year Ended March 31, 2014” on April 25, 2014.

The consolidated financial forecast for the full year of fiscal year ending March 31, 2015 and its underlying assumption remain unchanged from the prior forecast.

Consolidated Financial Forecast

(First Half of the Fiscal Year ending March 31, 2015)

Revised Forecast		Previous Forecast (April 25, 2014)	
Net sales	¥ 1,390 billion	Net sales	¥ 1,420 billion
Operating income	¥ 100 billion	Operating income	¥ 100 billion
Ordinary income	¥ 98 billion	Ordinary income	¥ 98 billion
Net income	¥ 75 billion	Net income	¥ 75 billion

Note: The forecast stated above is based on management’s judgment and views in the light of information presently available. By nature, such forecasts are subject to risks and uncertainties, and are not contemplated to ensure the fulfillment thereof. 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, the economic environments surrounding our business areas and fluctuations in yen-to-dollar and other exchange rates.

2. Matters Regarding Summary Information (Notes)

(1) Changes in accounting policies / Changes in accounting estimates / Restatement

(Changes in accounting policies)

Effective from the fiscal year ending March 31, 2015, the Company and its domestic subsidiaries have applied the article 35 of the Accounting Standard for Retirement Benefits (Accounting Standards Board of Japan (“ASBJ”) Statement No.26, May 17, 2012 (hereinafter, the “Statement No.26”)) and the article 67 of the Guidance on Accounting Standard for Retirement Benefits ASBJ Guidance No.25, May 17, 2012. As a result, the Company and its domestic subsidiaries have reviewed the determination of retirement benefit obligations and current service costs and have changed the method of attributing expected benefit to periods from a straight-line basis to a benefit formula basis. In addition, the method for determination of the discount rate has been also amended. The amended method is to use the different discount rates, which are reflected the estimated timing of each benefit payment. Under the previous method, the discount rate was determined based on the average period up to the estimated timing of benefit payment.

In accordance with the article 37 of the Statement No.26, the effect of changing the determination of retirement benefit obligations and current service costs has been recognized in retained earnings, at the beginning of the current fiscal year.

As a result of the application, an asset for retirement benefits has increased by ¥221 million, a liability for retirement benefits has decreased by ¥2,861 million and retained earnings has increased by ¥2,841 million, at the beginning of the current fiscal year. In addition, operating income, ordinary income, and income before income tax for the first three months of the fiscal year ending March 31, 2015 have each increased by ¥158 million.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(June 30 and March 31, 2014)

(Millions of Yen)

As of	FY2014 March 31, 2014	FY2015 June 30, 2014
ASSETS		
Current Assets:		
Cash and time deposits	328,154	311,597
Trade notes and accounts receivable	180,544	170,044
Securities	152,738	166,196
Inventories	323,677	334,326
Other	148,262	165,250
Allowance for doubtful receivables	(848)	(719)
Total current assets	1,132,527	1,146,694
Fixed Assets:		
Tangible fixed assets:		
Buildings and structures (net)	155,386	154,429
Machinery and equipment (net)	197,356	197,481
Land	411,886	414,524
Leased assets (net)	4,291	3,794
Other (net)	97,038	100,038
Total tangible fixed assets	865,957	870,266
Intangible fixed assets	22,826	23,676
Investments and other fixed assets:		
Investment securities	148,352	147,116
Asset for retirement benefits	2,046	1,870
Other	77,517	76,204
Allowance for doubtful receivables	(2,940)	(2,978)
Investment valuation allowance	(249)	(249)
Total investments and other fixed assets	224,726	221,963
Total fixed assets	1,113,509	1,115,905
Total Assets	2,246,036	2,262,599

(Millions of Yen)

As of	FY2014 March 31, 2014	FY2015 June 30, 2014
LIABILITIES		
Current Liabilities:		
Trade notes and accounts payable	331,678	323,107
Short-term loans payable	105,283	113,916
Long-term loans payable due within one year	87,496	117,675
Bonds due within one year	20,100	20,100
Lease obligations	2,119	1,692
Income taxes payable	3,476	5,133
Accrued expenses	155,781	163,147
Reserve for warranty expenses	32,080	33,925
Other	74,060	51,268
Total current liabilities	812,073	829,963
Fixed Liabilities:		
Bonds	20,450	20,450
Long-term loans payable	504,446	463,792
Lease obligations	2,841	2,650
Deferred tax liability related to land revaluation	75,195	75,190
Reserve for loss from business of subsidiaries and affiliates	44,249	40,530
Reserve for environmental measures	1,584	1,584
Other reserves	270	231
Liability for retirement benefits	70,149	65,694
Other	37,942	38,568
Total fixed liabilities	757,126	708,689
Total Liabilities	1,569,199	1,538,652
NET ASSETS		
Capital and Retained Earnings:		
Common stock	258,957	258,957
Capital surplus	242,649	242,649
Retained earnings	89,424	138,177
Treasury stock	(2,204)	(2,207)
Total capital and retained earnings	588,826	637,576
Accumulated Other Comprehensive Income/(Loss)		
Net unrealized gain/(loss) on available-for-sale securities	1,152	1,535
Deferred gains/(losses) on hedges	(1,223)	(525)
Land revaluation	135,541	135,531
Foreign currency translation adjustments	(55,586)	(58,479)
Accumulated adjustments for retirement benefit	(7,988)	(7,186)
Total accumulated other comprehensive income	71,896	70,876
Minority Interests in Consolidated Subsidiaries	16,115	15,495
Total Net Assets	676,837	723,947
Total Liabilities and Net Assets	2,246,036	2,262,599

(2) Quarterly Consolidated Statements of Operations and Comprehensive Income
(For the first three months ended June 30, 2014 and 2013)

Quarterly Consolidated Statement of Operations

(Millions of Yen)

For the first three months ended	FY2014 June 30, 2013	FY2015 June 30, 2014
Net sales	615,851	705,639
Costs of sales	460,093	516,388
Gross profit on sales	155,758	189,251
Selling, general and administrative expenses	119,243	132,869
Operating income	36,515	56,382
Non-operating income		
Interest income	659	717
Equity in net income of affiliated companies	600	2,496
Other	1,854	2,458
Total	3,113	5,671
Non-operating expenses		
Interest expense	3,227	3,497
Foreign exchange loss	27,157	2,674
Other	848	1,308
Total	31,232	7,479
Ordinary income	8,396	54,574
Extraordinary profits		
Gain on sales of tangible fixed assets	24	46
Gain on reversal of reserve for loss from business of subsidiaries and affiliates	-	27
Subsidy income	224	-
Other	6	-
Total	254	73
Extraordinary losses		
Loss on retirement and sale of tangible fixed assets	467	1,051
Loss on impairment of fixed assets	29	24
Loss on business of subsidiaries and affiliates	-	765
Total	496	1,840
Income before income taxes	8,154	52,807
Income taxes		
Current	3,312	6,679
Deferred	(396)	(2,417)
Total	2,916	4,262
Income before minority interests	5,238	48,545
Minority interests in consolidated subsidiaries	(220)	(346)
Net income	5,458	48,891

Quarterly Consolidated Statement of Comprehensive Income

(Millions of Yen)

For the first three months ended	FY2014 June 30, 2013	FY2015 June 30, 2014
Income before minority interests	5,238	48,545
Other comprehensive income/(loss):		
Net unrealized gain/(loss) on available-for-sale securities	(27)	383
Deferred gains/(losses) on hedges	10,753	713
Foreign currency translation adjustments	(421)	(424)
Pension adjustments recognized by foreign consolidated subsidiaries	(238)	-
Adjustments for retirement benefit	-	804
Share of other comprehensive income/(loss) of affiliates accounted for using equity method	9,664	(2,708)
Total	19,731	(1,232)
Comprehensive income	24,969	47,313
Comprehensive income/(loss) attributable to:		
Owners of the parent	24,406	47,881
Minority interests	563	(568)

(3) Quarterly Consolidated Statement of Cash Flows
(For the first three months ended June 30, 2014 and 2013)

(Millions of Yen)

For the first three months ended	FY2014 June 30, 2013	FY2015 June 30, 2014
Cash flows from operating activities:		
Income before income taxes	8,154	52,807
Adjustments to reconcile income before income taxes to net cash provided by/(used in) operating activities:		
Depreciation and amortization	13,198	15,971
Loss on impairment of fixed assets	29	24
Increase/(decrease) in allowance for doubtful receivables	(55)	(80)
Increase/(decrease) in reserve for warranty expenses	(1,166)	1,845
Increase/(decrease) in employees' severance and retirement benefits	(358)	-
Increase/(decrease) in reserve for loss from business of subsidiaries and affiliates	338	(3,719)
Increase/(decrease) in liability for retirement benefits	-	(3,798)
Interest and dividend income	(869)	(1,002)
Interest expense	3,227	3,497
Equity in net loss/(income) of affiliated companies	(600)	(2,496)
Loss/(gain) on retirement and sale of tangible fixed assets	443	1,005
Decrease/(increase) in trade notes and accounts receivable	16,888	11,074
Decrease/(increase) in inventories	(11,576)	(13,661)
Increase/(decrease) in trade notes and accounts payable	(17,373)	(7,990)
Increase/(decrease) in other current liabilities	6,622	2,455
Other	(18,039)	(10,102)
Subtotal	(1,137)	45,830
Interest and dividends received	1,246	1,461
Interest paid	(2,435)	(2,855)
Income taxes refunded/(paid)	(4,749)	(6,319)
Net cash provided by/(used in) operating activities	(7,075)	38,117
Cash flows from investing activities:		
Purchase of investment securities	(248)	(359)
Proceeds from sales and redemption of investment securities	1	27
Acquisition of tangible fixed assets	(22,661)	(34,456)
Proceeds from sale of tangible fixed assets	205	270
Acquisition of intangible fixed assets	(1,428)	(2,459)
Net decrease/(increase) in short-term loans receivable	(168)	(2)
Payment of long-term loans receivable	(94)	(216)
Collections of long-term loans receivable	57	717
Other	(72)	(9)
Net cash provided by/(used in) investing activities	(24,408)	(36,487)
Cash flows from financing activities:		
Net increase/(decrease) in short-term loans payable	(8,532)	8,663
Proceeds from long-term loans payable	19,758	4,843
Repayment of long-term loans payable	(18,689)	(13,681)
Redemption of bonds	(10,000)	-
Repayment of lease obligations	(812)	(813)
Proceeds from stock issuance to minority shareholders	401	-
Cash dividends paid	-	(2,989)
Cash dividends paid to minority shareholders	(22)	-
Net decrease/(increase) in treasury stock	(3)	(3)
Other	(45)	-
Net cash provided by/(used in) financing activities	(17,944)	(3,980)
Effect of exchange rate fluctuations on cash and cash equivalents	4,271	(755)
Net increase/(decrease) in cash and cash equivalents	(45,156)	(3,105)
Cash and cash equivalents at beginning of the year	444,875	479,754
Cash and cash equivalents at end of the year	399,719	476,649

(4) Footnotes to the Quarterly Consolidated Financial Statements

(Note on the Assumptions as Going Concern)

None

(Significant Changes in the Amount of Equity)

None

(Segment Information)

I. FY2014 First Quarter (April 1, 2013 through June 30, 2013)

1) Sales and Income or Loss by Reportable Segments

(Millions of Yen)

FY2014 First Three Months Ended June 30, 2013	Reportable Segments					Adjustment (Note 1)	Consolidated (Note 2)
	Japan	North America	Europe	Other areas	Total		
Net sales:							
Outside customers	205,180	194,667	109,252	106,752	615,851	-	615,851
Inter-segment	302,125	728	2,222	335	305,410	(305,410)	-
Total	507,305	195,395	111,474	107,087	921,261	(305,410)	615,851
Segment income	26,951	1,083	2,283	2,637	32,954	3,561	36,515

Notes: 1. The adjustment on segment income are eliminations of inter-segment transactions.

2. Segment income is reconciled with the operating income in the consolidated statement of operations for FY2014 first three months ended June 30, 2013.

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

Impairment losses on fixed assets, gains from negative goodwill and changes in the amount of goodwill, that were material, were not recognized.

II. FY2015 First Quarter (April 1, 2014 through June 30, 2014)

1) Sales and Income or Loss by Reportable Segments

(Millions of Yen)

FY2015 First Three Months Ended June 30, 2014	Reportable Segments					Adjustment (Note 1)	Consolidated (Note 2)
	Japan	North America	Europe	Other areas	Total		
Net sales:							
Outside customers	209,590	247,459	146,234	102,356	705,639	-	705,639
Inter-segment	365,909	26,382	3,225	4,281	399,797	(399,797)	-
Total	575,499	273,841	149,459	106,637	1,105,436	(399,797)	705,639
Segment income	42,447	4,209	2,774	3,886	53,316	3,066	56,382

Notes: 1. The adjustment on segment income are eliminations of inter-segment transactions.

2. Segment income is reconciled with the operating income in the consolidated statement of operations for FY2015 first three months ended June 30, 2014.

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

Impairment losses on fixed assets, gains from negative goodwill and changes in the amount of goodwill, that were material, were not recognized.

3) Matters about Changes in Reportable Segments, etc.

Effective from the fiscal year ending March 31, 2015, the Company and its domestic subsidiaries, which are grouped in "Japan" segment, have changed the determination of retirement benefit obligations and current service costs.

As a result of this change, segment income of "Japan" for the first three months of the fiscal year ending March 31, 2015 increased by 158 million yen, compared to the previous method.

In detail, please refer to "2. Matters Regarding Summary Information (Notes) - (1) Changes in accounting policies / Changes in accounting estimates / Restatement" on Page 4.

(Significant Subsequent Events)

On November 29, 2013, the Board of Directors of the Company resolved to issue straight bonds up to ¥50.0 billion from December of 2013 to November of 2014. Based on this resolution, on July 11, 2014, the Company determined to issue the 27th series of unsecured bonds as shown below. The bonds were issued accordingly.

The 27th series of unsecured bonds
(with inter-bond pari passu clause)

Date of issuance	July 18, 2014
Total issue amount	20,000 million yen
Issue price	100 yen per face value of 100 yen
Coupon rate	0.323% per annum
Collateral	None
Method of redemption	Bullet repayment at maturity
Maturity date	July 18, 2019
Use of proceeds	Redemption of bonds
Significant covenants	Negative pledge clause

4. Supplementary Information

Production and Sales Information

a) Production Volume

		FY2014 First Three Months Ended June 30, 2013	FY2015 First Three Months Ended June 30, 2014	Increase / (Decrease)
Vehicles		units	units	units
	Japan	224,333	235,950	11,617
	North America	-	14,822	14,822
Total		224,333	250,772	26,439

Note: Mazda-brand vehicles produced by the following equity method applied affiliate are counted among wholesales, but are not included in the production volume:

	FY2014 First Three Months Ended June 30, 2013	FY2015 First Three Months Ended June 30, 2014	Increase / (Decrease)
AutoAlliance (Thailand) Co., Ltd.	21,831 units	14,127 units	(7,704) units

b) Sales by Reportable Segment

	FY2014 First Three Months Ended June 30, 2013	FY2015 First Three Months Ended June 30, 2014	Increase / (Decrease)
	millions of yen	millions of yen	millions of yen
Japan	205,180	209,590	4,410
North America	194,667	247,459	52,792
Europe	109,252	146,234	36,982
Other areas	106,752	102,356	(4,396)
Total	615,851	705,639	89,788

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

c) Sales by Product Type

		FY2014 First Three Months Ended June 30, 2013		FY2015 First Three Months Ended June 30, 2014		Increase / (Decrease)	
Vehicles		units	millions of yen	units	millions of yen	units	millions of yen
		255,463	495,131	278,892	570,941	23,429	75,810
Knockdown Parts (Overseas)		-	19,558	-	21,149	-	1,591
Parts		-	51,794	-	59,899	-	8,105
Other		-	49,368	-	53,650	-	4,282
Total		-	615,851	-	705,639	-	89,788

< Wholesales Volume by Market >

		FY2014 First Three Months Ended June 30, 2013	FY2015 First Three Months Ended June 30, 2014	Increase / (Decrease)
Vehicles		units	units	units
	Japan	53,729	43,471	(10,258)
	North America	91,235	111,171	19,936
	Europe	39,268	52,466	13,198
	Other areas	71,231	71,784	553
	Overseas Total	201,734	235,421	33,687
Total		255,463	278,892	23,429

Financial Summary (Consolidated)

For the First Quarter of the Fiscal Year Ending March 31, 2015

(For the Three Months Ended June 30, 2014)

July 31, 2014

Mazda Motor Corporation

(In 100 millions of yen) (In thousands of units) (Upper left: return on sales)		FY March 2014 First Quarter Ended June 30, 2013		FY March 2015 First Quarter Ended June 30, 2014		FY March 2014 Full Year Ended March 31, 2014		FY March 2015 Full Year Forecast Ending March 31, 2015				
				%	%		%		%			
	Domestic	1	1,440	1.0	1,232	(14.5)	6,557	11.5	6,300	(3.9)		
	Overseas	2	4,719	29.6	5,824	23.4	20,365	25.9	22,700	11.5		
Net sales		3	6,159	21.6	7,056	14.6	26,922	22.1	29,000	7.7		
Operating income		4	5.9%	365	-	8.0%	6.8%	1,821	237.7	7.2%	2,100	15.3
Ordinary income		5	1.4%	84	-	7.7%	5.2%	1,407	325.1	7.2%	2,100	49.3
Income before income taxes		6	1.3%	82	-	7.5%	3.6%	974	149.1	6.9%	2,000	105.3
Net income		7	0.9%	55	-	6.9%	5.0%	1,357	295.6	5.5%	1,600	17.9
Operating income by segment (geographic area)												
	Japan	8	270		424		1,735					
	North America	9	11		42		13					
	Europe	10	23		28		85					
	Other areas	11	26		39		58					
Operating profit changes												
	Volume & mix	12			220						600	
	Exchange rate	13			37						(30)	
	Cost improvement	14			68						100	
	Marketing expense	15			(20)						(150)	
	Other	16			(106)						(241)	
	Total	17			199						279	
Average rate for the period	JPY / USD	18	99		102		100		100			
	JPY / EUR		129		140		134		135			
Transaction rate	JPY / USD	19	86		102		95		100			
	JPY / EUR		112		139		126		135			
Capital expenditures		20	202		220		1,332		1,500			
Depreciation and amortization		21	132		160		577		700			
R & D cost		22	253		287		994		1,000			
Total assets		23	19,616		22,626		22,460					
Net Assets		24	5,207		7,085		6,607					
Financial debt		25	7,043		7,403		7,427					
Net financial debt		26	3,046		2,636		2,630					
Free cash flow (Operating & Investing)		27	(315)		16		163					
	Japan	28	50	(0.8)	40	(21.5)	244	12.6	230	(5.6)		
	North America	29	95	5.5	110	16.1	391	4.9	440	12.7		
	Europe	30	46	4.3	56	23.4	207	20.5	220	6.4		
	China	31	37	(19.6)	44	17.5	196	12.5	230	17.1		
	Other	32	73	5.4	69	(4.0)	293	(2.0)	300	2.2		
Global retail volume		33	301	0.4	319	6.2	1,331	7.8	1,420	6.7		
	Domestic	34	224	8.2	236	5.2	973	10.6	900	(7.5)		
	Overseas	35	68	(22.2)	82	20.7	296	(7.5)				
Global production volume		36	292	(0.8)	318	8.8	1,269	5.8				

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

Global production volume refers to the total volume of the units produced in the domestic plant plus the units of Mazda-brand vehicles produced in Mexico, China, Thailand and other overseas plants.