

PACCAR Inc
SUMMARY INCOME STATEMENTS
(in millions except per share amounts)

	Three Months Ended June 30		Six Months Ended June 30	
	2006	2005	2006	2005
Truck and Other:				
Net sales and revenues	\$ 3,936.6	\$ 3,372.9	\$ 7,575.8	\$ 6,527.5
Cost of sales and revenues	3,353.9	2,876.4	6,452.8	5,566.1
Selling, general and administrative	112.6	105.9	222.2	213.0
Interest and other expense, net	.2	2.2	.6	3.0
<i>Truck and Other Income Before Income Taxes</i>	469.9	388.4	900.2	745.4
Financial Services:				
Revenues	231.4	182.5	443.9	353.9
Costs and Expenses	171.7	132.6	329.4	256.7
<i>Financial Services Income Before Income Taxes</i>	59.7	49.9	114.5	97.2
Investment Income	18.6	14.4	34.2	26.2
<i>Total Income Before Income Taxes</i>	548.2	452.7	1,048.9	868.8
Income Taxes (a)	178.3	211.2	337.0	353.3
<i>Net Income</i>	\$ 369.9	\$ 241.5	\$ 711.9	\$ 515.5
Net Income Per Share(b):				
Basic	\$ 2.22	\$ 1.40	\$ 4.25	\$ 2.97
Diluted	\$ 2.21	\$ 1.39	\$ 4.23	\$ 2.95
Weighted Average Shares Outstanding(b):				
Basic	166.7	173.0	167.4	173.5
Diluted	167.6	174.1	168.4	174.6
Dividends declared per share (b)	\$.30	\$.21	\$.55	\$.41

(a) Income taxes for the three and six months ended June 30, 2005 included a \$64.0 (\$.37 per share) provision for repatriation of foreign earnings.

(b) Earnings and dividends declared per share and weighted average shares outstanding are presented before the effect of a 50% stock dividend declared on July 11, 2006, to be issued on August 10, 2006.

PACCAR Inc
CONDENSED BALANCE SHEETS
(in millions of dollars)

	June 30 2006	December 31 2005
ASSETS		
Truck and Other:		
Cash and marketable debt securities	\$ 2,120.8	\$ 2,215.8
Trade and other receivables, net	878.5	582.2
Inventories	506.0	495.5
Property, plant and equipment, net	1,216.7	1,143.0
Equipment on lease, taxes and other	1,051.0	923.0
Financial Services Assets	8,968.9	8,355.9
	\$ 14,741.9	\$ 13,715.4
LIABILITIES AND STOCKHOLDERS' EQUITY		
Truck and Other:		
Accounts payable, deferred revenues and other	\$ 3,018.8	\$ 2,589.3
Dividend payable		338.7
Long-term debt	21.2	28.8
Financial Services Liabilities	7,280.8	6,857.5
STOCKHOLDERS' EQUITY	4,421.1	3,901.1
	\$ 14,741.9	\$ 13,715.4
Common Shares Outstanding	166.2	168.9

GEOGRAPHIC REVENUE DATA

	Three Months Ended June 30		Six Months Ended June 30	
	2006	2005	2006	2005
United States	\$ 2,224.1	\$ 1,830.3	\$ 4,198.7	\$ 3,471.9
Europe	1,155.7	1,059.8	2,270.9	2,098.3
Other	788.2	665.3	1,550.1	1,311.2
	\$ 4,168.0	\$ 3,555.4	\$ 8,019.7	\$ 6,881.4

PACCAR Inc
CONDENSED CASH FLOW STATEMENT
(in millions of dollars)

Six Months Ended June 30	2006	2005
OPERATING ACTIVITIES:		
Net income	\$ 711.9	\$ 515.5
Depreciation and amortization:		
Property, plant and equipment	76.4	65.3
Equipment on operating leases and other	131.8	116.6
Net change in wholesale receivables on new trucks	34.8	(210.6)
Net change in sales-type finance leases and dealer direct loans on new trucks	(32.0)	(8.6)
All other operating activities	12.6	39.3
Net Cash Provided by Operating Activities	935.5	517.5
INVESTING ACTIVITIES:		
Acquisition of property, plant and equipment	(111.8)	(113.8)
Acquisition of equipment for operating leases	(260.2)	(237.9)
Net change in financial services receivables	(366.8)	(426.8)
Net change in marketable securities	(221.9)	(58.8)
All other investing activities	83.9	39.5
Net Cash Used in Investing Activities	(876.8)	(797.8)
FINANCING ACTIVITIES:		
Cash dividends paid	(430.8)	(418.6)
Purchase of treasury stock	(251.4)	(193.6)
Stock option transactions	29.0	16.1
Net change in financial services debt	214.6	592.5
Net Cash Used in Financing Activities	(438.6)	(3.6)
Effect of exchange rate changes on cash	39.7	(107.6)
Net Decrease in Cash and Cash Equivalents	(340.2)	(391.5)
Cash and cash equivalents at beginning of period	1,698.9	1,614.7
Cash and cash equivalents at end of period	\$1,358.7	\$ 1,223.2

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