

PACCAR Inc
SUMMARY INCOME STATEMENTS
(in millions)*

Three Months Ended March 31	2006	2005
Truck and Other:		
Net sales and revenues	\$3,639.2	\$3,154.6
Cost of sales and revenues	3,098.9	2,689.7
Selling, general and administrative	109.6	107.1
Interest and other, net	.4	.8
<i>Truck and Other Income Before Income Taxes</i>	430.3	357.0
Financial Services:		
Revenues	212.5	171.4
Interest and other	127.9	96.3
Selling, general and administrative	23.2	21.5
Provision for losses on receivables	6.6	6.3
<i>Financial Services Income Before Income Taxes</i>	54.8	47.3
Investment Income	15.6	11.8
<i>Total Income Before Income Taxes</i>	500.7	416.1
Income Taxes (a)	158.7	142.1
<i>Net Income</i>	\$ 342.0	\$ 274.0
Net Income Per Share:		
Basic	\$ 2.03	\$ 1.57
Diluted	\$ 2.02	\$ 1.56
Weighted Average Shares Outstanding:		
Basic	168.2	174.0
Diluted	169.1	175.1
Dividends declared per share	\$.25	\$.20

* *Except per share amounts.*

(a) *Income taxes for the three months ended March 31, 2006 were reduced \$6.0 for a tax settlement. Excluding this settlement, the effective tax rate for the quarter was 32.9%.*

PACCAR Inc
CONDENSED BALANCE SHEETS
(in millions)

	March 31	December 31
	2006	2005
ASSETS		
Truck and Other:		
Cash and marketable debt securities	\$ 2,085.3	\$ 2,215.8
Trade and other receivables, net	827.4	582.2
Inventories	502.5	495.5
Property, plant and equipment, net	1,162.1	1,143.0
Equipment on operating leases, taxes and other	944.7	923.0
Financial Services Assets	8,620.4	8,355.9
	\$14,142.4	\$13,715.4
LIABILITIES AND STOCKHOLDERS' EQUITY		
Truck and Other:		
Accounts payable, deferred revenues and other	\$ 2,945.2	\$ 2,589.3
Dividend payable		338.7
Term debt	28.9	28.8
Financial Services Liabilities	7,092.6	6,857.5
STOCKHOLDERS' EQUITY	4,075.7	3,901.1
	\$14,142.4	\$13,715.4
Common Shares Outstanding	166.7	168.9

GEOGRAPHIC REVENUE DATA

Three Months Ended March 31	2006	2005
United States	\$ 1,974.6	\$ 1,641.6
Europe	1,115.2	1,038.5
Other	761.9	645.9
	\$ 3,851.7	\$ 3,326.0

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

Three Months Ended March 31	2006	2005
OPERATING ACTIVITIES:		
Net income	\$ 342.0	\$ 274.0
Depreciation and amortization:		
Property, plant and equipment	37.0	33.0
Equipment on operating leases and other	63.2	58.5
Net change in wholesale receivables on new trucks	(34.5)	(138.5)
Net change in sales-type finance leases and dealer direct loans on new trucks	13.9	16.4
All other operating activities	57.8	(59.3)
Net Cash Provided by Operating Activities	479.4	184.1
INVESTING ACTIVITIES:		
Acquisition of property, plant and equipment	(43.4)	(56.9)
Acquisition of equipment for operating leases	(118.0)	(92.9)
Net change in financial services receivables	(120.7)	(162.4)
Net change in marketable securities	(173.4)	153.2
All other investing activities	38.8	22.0
Net Cash Used in Investing Activities	(416.7)	(137.0)
FINANCING ACTIVITIES:		
Cash dividends paid	(380.8)	(382.6)
Purchase of treasury stock	(185.8)	(26.9)
Stock option transactions	14.3	13.9
Net change in financial services debt	167.2	207.6
Net Cash Used in Financing Activities	(385.1)	(188.0)
Effect of exchange rate changes on cash	13.7	(44.4)
Net Decrease in Cash and Cash Equivalents	(308.7)	(185.3)
Cash and cash equivalents at beginning of period	1,698.9	1,614.7
Cash and cash equivalents at end of period	\$1,390.2	\$ 1,429.4

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