

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

	Three Months Ended December 31		Year Ended December 31	
	2005	2004	2005	2004
Truck and Other:				
Net sales and revenues	\$ 3,425.5	\$ 3,031.3	\$13,298.4	\$10,833.7
Cost of sales and revenues	2,931.9	2,591.0	11,340.5	9,268.6
Selling, general and administrative	114.1	105.0	429.9	390.4
Interest and other, net (a)	2.2	27.6	11.2	34.8
<i>Truck and Other Income Before Income Taxes</i>	377.3	307.7	1,516.8	1,139.9
Financial Services:				
Revenues	209.5	159.1	759.0	562.6
Interest and other	122.6	85.6	433.8	296.1
Selling, general and administrative	21.9	20.9	84.9	80.0
Provision for losses on receivables	9.5	7.1	40.4	18.1
<i>Financial Services Income Before Income Taxes</i>	55.5	45.5	199.9	168.4
Investment income	17.0	13.4	56.9	59.9
<i>Total Income Before Income Taxes</i>	449.8	366.6	1,773.6	1,368.2
Income taxes (b)	136.9	125.2	640.4	461.4
<i>Net Income</i>	\$ 312.9	\$ 241.4	\$ 1,133.2	\$ 906.8
Net Income Per Share:				
Basic	\$ 1.85	\$ 1.39	\$ 6.60	\$ 5.19
Diluted	\$ 1.83	\$ 1.38	\$ 6.56	\$ 5.16
Weighted Average Shares Outstanding:				
Basic	169.5	174.0	171.7	174.6
Diluted	170.6	175.3	172.8	175.7
Dividends declared per share	\$ 2.25	\$ 2.20	\$ 2.87	\$ 2.75

(a) *Interest and other, net for the fourth quarter and year ended December 31, 2004 includes \$33.3 (\$23.3 after-tax) for costs associated with the termination of an agreement regarding distribution of Leyland parts in the U.K. and \$8.6 (\$5.4 after tax) for a gain on the sale of real estate.*

(b) *Income taxes for the year ended December 31, 2005 includes a \$64.0 provision for repatriation of foreign earnings.*

PACCAR Inc
CONDENSED BALANCE SHEETS
(in millions of dollars)

	December 31	
	2005	2004
ASSETS		
Truck and Other:		
Cash and marketable debt securities	\$ 2,215.8	\$ 2,184.1
Trade and other receivables, net	582.2	538.7
Inventories	495.5	495.6
Property, plant and equipment, net	1,143.0	1,037.8
Equipment on operating leases, taxes and other	923.0	991.7
Financial Services Assets	8,355.9	6,980.1
	\$13,715.4	\$12,228.0
LIABILITIES AND STOCKHOLDERS' EQUITY		
Truck and Other:		
Accounts payable, deferred revenues and other	\$ 2,589.3	\$ 2,693.5
Dividend payable	338.7	347.8
Term debt	28.8	36.2
Financial Services Liabilities	6,857.5	5,388.1
STOCKHOLDERS' EQUITY	3,901.1	3,762.4
	\$13,715.4	\$12,228.0
Common Shares Outstanding	168.9	173.9

GEOGRAPHIC REVENUE DATA

	Three Months Ended December 31		Year Ended December 31	
	2005	2004	2005	2004
United States	\$ 1,833.9	\$ 1,434.7	\$ 7,161.8	\$ 5,414.2
Europe	1,080.0	1,071.5	4,096.2	3,700.4
Other	721.1	684.2	2,799.4	2,281.7
	\$ 3,635.0	\$ 3,190.4	\$14,057.4	\$11,396.3

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

Year Ended December 31	2005	2004
OPERATING ACTIVITIES:		
Net income	\$ 1,133.2	\$ 906.8
Depreciation and amortization:		
Property, plant and equipment	133.3	122.0
Equipment on operating leases and other	236.8	193.0
Net change in wholesale receivables on new trucks	(398.9)	(298.4)
Net change in sales-type finance leases and dealer direct loans on new trucks	(194.3)	(164.0)
All other operating activities	76.7	131.6
Net Cash Provided by Operating Activities	986.8	891.0
INVESTING ACTIVITIES:		
Acquisition of property, plant and equipment	(300.4)	(231.9)
Acquisition of equipment for operating leases	(548.0)	(401.6)
Net change in financial services receivables	(759.5)	(510.0)
Net change in marketable securities	(37.3)	(165.8)
All other investing activities	142.6	103.2
Net Cash Used in Investing Activities	(1,502.6)	(1,206.1)
FINANCING ACTIVITIES:		
Cash dividends paid	(496.9)	(270.9)
Purchase of treasury stock	(367.2)	(107.7)
Stock option transactions	11.9	15.7
Net change in financial services debt	1,573.2	879.2
Net Cash Provided by Financing Activities	721.0	516.3
Effect of exchange rate changes on cash	(121.0)	66.5
Net Increase in Cash and Cash Equivalents	84.2	267.7
Cash and cash equivalents at beginning of period	1,614.7	1,347.0
Cash and cash equivalents at end of period	\$ 1,698.9	\$ 1,614.7

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