

HITACHI, LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED SEPTEMBER 30, 2003

The consolidated financial statements presented herein are expressed in yen and, solely for the convenience of the reader, have been translated into United States dollars at the rate of 111 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of September 30, 2003.

SUMMARY

In millions of yen and U.S. dollars, except Net income per share (6) and Net income per American Depositary Share (7).

	The half years ended September 30			
	YEN (millions)		(A)/(B) X100 (%)	U.S.DOLLARS (millions)
	2003 (A)	2002 (B)		2003
1. Net sales	4,041,407	3,916,491	103	36,409
2. Operating income	20,239	61,688	33	182
3. Income before income taxes and minority interests	90,503	33,467	270	815
4. Income before minority interests	14,324	17,386	82	129
5. Net income	5,384	5,666	95	49
6. Net income per share				
Basic	1.63	1.70	96	0.01
Diluted	1.59	1.62	98	0.01
7. Net income per ADS (representing 10 shares)				
Basic	16	17	94	0.14
Diluted	16	16	100	0.14

- Notes: 1. Figures for the half year ended September 30, 2002 have been restated due to the adoption of EITF Issue No. 03-2, "Accounting for the Transfer to the Japanese Government of the Substitutional Portion of Employee Pension Fund Liabilities" (Emerging Issues Task Force (EITF), January 2003).
2. Segment Information and operating income are presented in accordance with financial reporting principles and practices generally accepted in Japan.
3. The figures are for 967 consolidated subsidiaries and 165 equity-method affiliates.