

Supplementary Information on Information & Telecommunication Systems and Displays

Notes: 1. Segment information and operating income (loss) are presented in accordance with financial reporting principles and practices generally accepted in Japan.

1. Information & Telecommunication Systems

(1) Sales and operating income (loss) by product sector

(upper rows show comparisons to the previous year, billions of yen)

	Fiscal 2002			Fiscal 2003		
	1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Sales	101%	107%	104%	120%	116%	118%
	878.2	1,021.4	1,899.6	1,053.2	1,186.8	2,240.0
Software & Services	100%	105%	103%	101%	103%	102%
	453.4	531.5	984.9	459.5	545.5	1,005.0
Hardware	101%	109%	105%	140%	131%	135%
	424.8	489.9	914.7	593.7	641.3	1,235.0
Operating income (loss)	290%	322%	309%	13%	92%	62%
	42.1	68.3	110.5	5.3	62.7	68.0
Software & Services	186%	105%	135%	66%	149%	107%
	31.1	29.5	60.6	20.6	44.0	64.6
Hardware	-	-	-	-	48%	7%
	11.0	38.9	49.9	(15.3)	18.7	3.4

Notes: 2. On April 1, 2003, all hard disk drive operations were integrated with Hitachi Global Storage Technologies (HGST), a Hitachi subsidiary which started operations on January 1, 2003. HGST has a December 31 year-end and the fiscal 2003 consolidated forecast for Hitachi, Ltd., the year ending March 31, 2004, includes HGST's business forecast for its fiscal year ending December 31, 2003.

- more -

(2) Sales by product sector *3 (upper rows show comparisons to the previous year, billions of yen)

	Fiscal 2002			Fiscal 2003		
	1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Information & Telecommunication Systems	101%	107%	104%	120%	116%	118%
	878.2	1,021.4	1,899.6	1,053.2	1,186.8	2,240.0
Software & Services	100%	105%	103%	101%	103%	102%
	453.4	531.5	984.9	459.5	545.5	1,005.0
Software	104%	92%	97%	91%		
	91.6	95.0	186.6	83.8		
Services	99%	108%	104%	104%		
	361.8	436.5	798.3	375.7		
Hardware	101%	109%	105%	140%	131%	135%
	424.8	489.9	914.7	593.7	641.3	1,235.0
Storage*4	123%	110%	115%	176%		
	165.5	178.4	343.9	292.1		
Servers*5	93%	139%	113%	111%		
	60.1	73.0	133.1	67.0		
PCs*6	126%	123%	125%	93%		
	71.6	85.1	156.7	66.8		
Telecommunication	58%	90%	73%	125%		
	47.2	64.9	112.1	58.8		
Others	97%	97%	97%	136%		
	80.4	88.5	168.9	109.0		

- Notes: 3. Figures for each product exclude intra-segment transactions.
4. Figures for Storage include disk array subsystems, hard disk drives, etc.
5. Figures for Servers include supercomputers, general-purpose computers, UNIX servers, etc.
6. Figures for PCs include PC servers and client PCs.

(3) SAN/NAS storage solutions (upper rows show comparisons to the previous year, billions of yen)

	Fiscal 2002			Fiscal 2003		
	1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Sales	108%	108%	108%	98%	109%	104%
	130.0	140.0	270.0	128.0	152.0	280.0

(4) Shipments of main products

	Unit	Fiscal 2002			Fiscal 2003		
		1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Large-capacity disk array subsystems*7	TB	11,900	14,300	26,200	17,700	20,700	38,400
Middle-capacity disk array subsystems*7	TB	1,500	2,100	3,600	3,900	7,200	11,100
PCs and PC servers*8	Units	280,000	300,000	580,000	278,000	342,000	620,000

- Notes: 7. The figures for disk array subsystems represent storage capacity stated in terabyte units.
8. PC figures are in units, for Japan only, on a parent company basis.

(5) Hard disk drives *9 *10

Period recorded for consolidated accounting purposes (Shipment Period)	Fiscal 2002		
	1 st half (Apr. 2002 to Sept. 2002)	2 nd half (Oct. 2002 to Mar. 2003)	Total (Apr. 2002 to Mar. 2003)
Sales (billions of yen)	-	-	120.0
Shipments (million units)	4.0	4.6	8.6
Mobiles	3.5	4.0	7.5
Servers	0.5	0.6	1.1
Desktops	-	-	-
Emerging	-	-	-

Period recorded for consolidated accounting purposes (Shipment Period)	Fiscal 2003			
	1 st half (Jan. 2003 to Jun. 2003)		2 nd half (forecast) (Jul. 2003 to Dec. 2003)	Total (forecast) *11 (Jan. 2003 to Dec. 2003)
		Ref*11		
Sales (billions of yen)	192.9	219.7	262.1	455.0
Shipments (million units)	16.7	19.1	25.3	42
Mobiles	9.1	11.2	-	-
Servers	1.2	1.5	-	-
Desktops	6.3	6.3	-	-
Emerging	0.2	0.2	-	-

< Fiscal 2003 2nd Half by Quarter >

Period recorded for consolidated accounting purposes (Shipment Period)	Fiscal 2003 2 nd Half	
	3 rd quarter (Jul. 2003 to Sep. 2003) *12	4 th quarter (forecast) (Oct. 2003 to Dec. 2003)
Sales (billions of yen)	128.6	133.5
Shipments (million units)	11.6	13.7
Mobiles	6.6	/
Servers	0.9	
Desktops	3.9	
Emerging	0.2	

Notes: 9. Figures include intra-segment transactions.

10. On December 31, 2002, Hitachi purchased majority ownership in a company to which IBM Corporation's hard disk drive operations had been transferred. On January 1, 2003, the company began operating as Hitachi Global Storage Technologies (HGST). HGST has a December 31 year-end and Hitachi, Ltd. has a March 31 year-end. The first-half consolidated results include the results of HGST for the six-month period from January 1, 2003 through June 30, 2003. Meanwhile, the results of Hitachi, Ltd.'s HDD operations for the period from January 1, 2003 through March 31, 2003 were included in Hitachi's consolidated financial results for the year ended March 31, 2003. On April 1, 2003, Hitachi, Ltd.'s HDD operations were integrated in HGST.
11. The figures provided for reference purposes represent the combined sales and shipments of Hitachi, Ltd.'s HDD operations prior to integration and HGST's operations, and are shown to give an overall picture of Hitachi's HDD operations for the six-month period ended June 30, 2003. The forecasts for the full year ending December 31, 2003 are approximately 480 billion yen in sales and 44 million in unit shipments.
12. Results for HDD operations in the period from July 1, 2003 through September 30, 2003 will be included in Hitachi's fiscal 2003 third-quarter results.

2. Displays

(1) Sales and operating income (loss) (upper rows show comparisons to the previous year, billions of yen)

	Fiscal 2002			Fiscal 2003		
	1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Sales	109%	92%	100%	119%	155%	136%
	100.0	94.7	194.8	118.7	147.0	265.7
Operating income (loss)	-	-	-	-	-	-
	(1.3)	(14.4)	(15.7)	(5.0)	5.0	0

(2) LCD sales (upper rows show comparisons to the previous year, billions of yen)

	Fiscal 2002			Fiscal 2003		
	1 st half	2 nd half	Total	1 st half	2 nd half (forecast)	Total (forecast)
Sales	167%	84%	115%	125%	179%	150%
	80.0	67.0	147.0	100.0	120.0	220.0
Large-size LCDs	135%	61%	90%	95%	140%	113%
	58.0	40.0	98.0	55.0	56.0	111.0
Small and medium-size LCDs	440%	193%	258%	205%	237%	222%
	22.0	27.0	49.0	45.0	64.0	109.0