

HITACHI, LTD. AND SUBSIDIARIES

Consolidated Financial Statements For the Year Ended March 31, 2006

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 117 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of March 31, 2006.

Summary

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

	The years ended March 31			
	Yen (millions)		(A)/(B) X100 (%)	U.S.Dollars (millions)
	2006 (A)	2005 (B)		2006
1. Revenues	9,464,801	9,027,043	105	80,896
2. Operating income	256,012	279,055	92	2,188
3. Income before income taxes and minority interests	274,864	264,506	104	2,349
4. Income before minority interests	120,516	114,516	105	1,030
5. Net income	37,320	51,496	72	319
6. Net income per share				
Basic	11.20	15.53	72	0.10
Diluted	10.84	15.15	72	0.09
7. Net income per ADS (representing 10 shares)				
Basic	112	155	72	0.96
Diluted	108	152	71	0.92

Notes: 1. The Company's consolidated financial statements are prepared based on U.S. GAAP.

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 932 consolidated subsidiaries, including Variable Interest Entities, and 158 equity-method affiliates.