

**Hitachi, Ltd. and Subsidiaries**  
**Consolidated Financial Statements**  
**For the Year ended March 31, 2007**

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 118 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of March 30, 2007.

**Summary**

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

	The years ended March 31			
	Yen (millions)		(A)/(B) X100 (%)	U.S. Dollars (millions) 2007
	2007 (A)	2006 (B)		
1. Revenues	10,247,903	9,464,801	108	86,847
2. Operating income	182,512	256,012	71	1,547
3. Income before income taxes and minority interests	202,338	274,864	74	1,715
4. Income before minority interests	39,524	120,516	33	335
5. Net income (loss)	(32,799)	37,320	-	(278)
6. Net income (loss) per share				
Basic	(9.84)	11.20	-	(0.08)
Diluted	(9.87)	10.84	-	(0.08)
7. Net income (loss) per ADS (representing 10 shares)				
Basic	(98)	112	-	(0.83)
Diluted	(99)	108	-	(0.84)

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

2. Segment Information and operating income (loss) are presented in accordance with financial reporting principles and practices generally accepted in Japan.

3. The figures are for 934 consolidated subsidiaries, including Variable Interest Entities, and 165 equity-method affiliates.