

HITACHI, LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED JUNE 30, 2004

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 108 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of June 30, 2004.

SUMMARY

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

	Three months ended June 30			
	Yen (millions)		(A)/(B) X100	U.S. Dollars (millions)
	2004 (A)	2003 (B)	(%)	2004
1. Revenues	2,063,424	1,895,963	109	19,106
2. Operating income (loss)	37,688	(33,733)	-	349
3. Income (loss) before income taxes and minority interests	45,830	(30,919)	-	424
4. Income (loss) before minority interests	25,738	(34,162)	-	238
5. Net income (loss)	16,038	(38,402)	-	149
6. Net income (loss) per share				
Basic	4.86	(11.57)	-	0.05
Diluted	4.80	-	-	0.04
7. Net income (loss) per ADS (representing 10 shares)				
Basic	49	(116)	-	0.45
Diluted	48	-	-	0.44

Notes: 1. The Company's 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 978 consolidated subsidiaries and 165 equity-method affiliates.

4. Consolidated quarterly figures are unaudited.