

Supplementary information for the year ended March 31, 2006

1. Summary

(1) Consolidated Basis

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)			
	(A)	(A)/ FY2003	(B)	(B)/(A)	1 st half of FY 2006	Note 2	(C)	(C)/(B)
Revenues	9,027.0	105%	9,464.8	105%	4,590.0	104%	9,700.0	102%
C/U (Note 1) (%)	348	-	349	-	399	-	373	-
Operating income	279.0	151%	256.0	92%	50.0	64%	290.0	113%
Income before income taxes and minority interests	264.5	112%	274.8	104%	60.0	73%	280.0	102%
Income before minority interests	114.5	297%	120.5	105%	20.0	94%	135.0	112%
Income before minority interests / (Stockholders' equity + Minority interests) (%)	3.7	-	3.6	-	-	-	-	-
Net income (loss)	51.4	324%	37.3	72%	(10.0)	-	55.0	147%
C/U (Note 1) (%)	498	-	101	-	-	-	183	-
ROE (%)	2.3	-	1.5	-	-	-	-	-
Average exchange rate (yen / U.S.\$)	108	-	114	-	110	-	110	-
Net interest and dividends	(9.6)	-	(8.6)	-	-	-	-	-

Notes : 1. C/U : Consolidated basis / Unconsolidated basis

2. 1st half of FY 2006 / 1st half of FY 2005

	As of March 31, 2005	As of March 31, 2006
Cash & cash equivalents, Short-term investments (Billions of yen)	855.2	821.0
Interest-bearing debt (Billions of yen)	2,502.5	2,419.0
Number of employees	347,424	355,879
Japan	242,891	242,659
Overseas	104,533	113,220
Number of consolidated subsidiaries (Including Variable Interest Entities)	985	932
Japan	539	476
Overseas	446	456

(2) Unconsolidated Basis

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)			
	(A)	(A)/FY2003	(B)	(B)/(A)	1 st half of FY 2006	Note	(C)	(C)/(B)
Revenues	2,597.4	104%	2,713.3	104%	1,150.0	95%	2,600.0	96%
Operating income (loss)	(5.6)	-	1.0	-	-	-	-	-
Ordinary income (loss)	22.2	110%	42.6	192%	(50.0)	-	5.0	12%
Net income	10.3	26%	37.0	358%	0.0	-	30.0	81%
Dividend payout ratio (%)	352.6	-	99.0	-	-	-	-	-
Average exchange rate (yen / U.S.\$)	107	-	114	-	110	-	110	-

Note : 1st half of FY 2006 / 1st half of FY 2005

	As of March 31, 2005	As of March 31, 2006
Cash & cash equivalents, Short-term investments (Billions of yen)	266.3	219.2
Interest-bearing debt (Billions of yen)	670.9	621.1
Number of employees	41,069	41,157

2. Consolidated revenues by industry segment

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast) (Note 1)			
	(A)	(A)/FY 2003	(B)	(B)/(A)	1 st half of FY 2006	Note 2	(C)	(C)/(B)
Information & Telecommunication Systems	2,268.3	98%	2,360.9	104%	1,145.0	108%	2,530.0	107%
Electronic Devices	1,320.1	101%	1,204.4	91%	600.0	103%	1,245.0	103%
Power & Industrial Systems	2,515.3	109%	2,805.1	112%	1,220.0	95%	2,660.0	95%
Digital Media & Consumer Products	1,280.3	104%	1,305.6	102%	765.0	125%	1,565.0	120%
High Functional Materials & Components	1,504.3	116%	1,600.2	106%	785.0	103%	1,605.0	100%
Logistics, Services & Others	1,248.2	99%	1,214.7	97%	580.0	102%	1,215.0	100%
Financial Services	529.6	96%	517.9	98%	240.0	92%	480.0	93%
Eliminations & Corporate items	(1,639.4)	-	(1,544.3)	-	(745.0)	-	(1,600.0)	-
Total	9,027.0	105%	9,464.8	105%	4,590.0	104%	9,700.0	102%

- Notes : 1. On April 1, 2006, Hitachi Air Conditioning Systems Co., Ltd. (Power & Industrial Systems segment) and Hitachi Home & Life Solutions, Inc. (Digital Media & Consumer Products segment) were merged to form Hitachi Appliances, Inc. The new company belongs to the Digital Media & Consumer Products segment.
2. 1st half of FY 2006 / 1st half of FY 2005

3. Consolidated operating income (loss) by industry segment

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast) (Note 1)			
	(A)	(A)/ FY 2003	(B)	(B)/(A)	1 st half of FY 2006	Note 2	(C)	(C)/(B)
Information & Telecommunication Systems	67.7	97%	84.6	125%	10.0	43%	93.0	110%
Electronic Devices	37.0	122%	20.4	55%	11.0	119%	37.0	181%
Power & Industrial Systems	73.6	217%	92.5	126%	14.0	60%	93.0	100%
Digital Media & Consumer Products	8.6	125%	(35.7)	-	(21.0)	-	(28.0)	-
High Functional Materials & Components	87.5	187%	110.0	126%	48.0	100%	114.0	104%
Logistics, Services & Others	9.8	-	19.5	199%	5.0	72%	19.0	97%
Financial Services	31.0	139%	35.0	113%	16.0	100%	33.0	94%
Eliminations & Corporate items	(36.4)	-	(70.4)	-	(33.0)	-	(71.0)	-
Total	279.0	151%	256.0	92%	50.0	64%	290.0	113%

- Notes : 1. On April 1, 2006, Hitachi Air Conditioning Systems Co., Ltd. (Power & Industrial Systems segment) and Hitachi Home & Life Solutions, Inc. (Digital Media & Consumer Products segment) were merged to form Hitachi Appliances, Inc. The new company belongs to the Digital Media & Consumer Products segment.
2. 1st half of FY 2006 / 1st half of FY 2005

4. Consolidated overseas revenues by industry segment

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)	
	(A)	(A)/FY 2003	(B)	(B)/(A)	(C)	(C)/(B)
Information & Telecommunication Systems	684.8	100%	781.9	114%	/	/
Electronic Devices	502.9	101%	448.7	89%		
Power & Industrial Systems	699.2	138%	924.8	132%		
Digital Media & Consumer Products	511.7	104%	544.6	106%		
High Functional Materials & Components	442.8	133%	514.0	116%		
Logistics, Services & Others	392.1	93%	377.5	96%		
Financial Services	43.6	113%	47.7	109%		
Total	3,277.4	110%	3,639.6	111%		

5. Overseas production (Total revenues of overseas manufacturing subsidiaries)

(Billions of yen)

	Fiscal 2004		Fiscal 2005	
	(A)	(A)/FY 2003	(B)	(B)/(A)
Overseas production	1,604.7	108%	1,868.2	116%
Percentage of revenues	18%	-	20%	-
Percentage of overseas revenues	49%	-	51%	-

6. Consolidated capital investment by industry segment (Completion basis, including leasing assets)

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)	
	(A)	(A)/FY 2003	(B)	(B)/(A)	(C)	(C)/(B)
Information & Telecommunication Systems	103.0	126%	123.2	120%		
Electronic Devices	47.0	119%	35.7	76%		
Power & Industrial Systems	98.3	137%	106.7	109%		
Digital Media & Consumer Products	38.4	120%	38.5	100%		
High Functional Materials & Components	75.5	121%	84.5	112%		
Logistics, Services & Others	31.1	107%	24.1	77%		
Financial Services	591.3	113%	570.6	97%		
Eliminations & Corporate items	(25.2)	-	(28.9)	-		
Total	959.5	118%	954.7	99%		
Leasing Assets	577.4	111%	557.2	97%	570.0	102%
Other	382.1	129%	397.4	104%	530.0	133%

7. Consolidated depreciation by industry segment

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)	
	(A)	(A)/FY 2003	(B)	(B)/(A)	(C)	(C)/(B)
Information & Telecommunication Systems	77.2	95%	82.7	107%		
Electronic Devices	43.5	84%	45.6	105%		
Power & Industrial Systems	73.8	101%	79.6	108%		
Digital Media & Consumer Products	37.9	100%	40.6	107%		
High Functional Materials & Components	65.7	99%	64.3	98%		
Logistics, Services & Others	23.4	91%	23.6	101%		
Financial Services	100.3	105%	111.8	111%		
Corporate items	2.9	85%	2.6	90%		
Total	425.0	97%	451.1	106%		
Leasing Assets	111.1	104%	121.4	109%	120.0	99%
Other	313.8	95%	329.6	105%	360.0	109%

8. Consolidated R&D expenditure by industry segment

(Billions of yen)

	Fiscal 2004		Fiscal 2005		Fiscal 2006 (Forecast)	
	(A)	(A)/FY 2003	(B)	(B)/(A)	(C)	(C)/(B)
Information & Telecommunication Systems	164.7	97%	161.6	98%		
Electronic Devices	47.3	116%	47.0	99%		
Power & Industrial Systems	78.5	112%	85.5	109%		
Digital Media & Consumer Products	32.1	97%	33.4	104%		
High Functional Materials & Components	43.3	100%	48.8	113%		
Logistics, Services & Others	5.3	43%	4.7	90%		
Financial Services	2.3	116%	1.6	72%		
Corporate items	14.6	-	21.9	150%		
Total	388.6	105%	405.0	104%		
Percentage of revenues	4.3%	-	4.3%	-	4.4%	-

9. Consolidated balance sheets by financial and non-financial services

(Billions of yen)

Assets	As of March 31, 2005	As of March 31, 2006	Liabilities and Stockholders' equity	As of March 31, 2005	As of March 31, 2006
Manufacturing, Services and Others			Manufacturing, Services and Others		
Cash and cash equivalents	656.2	602.7	Short-term debt	878.3	753.4
Short-term investments	106.7	119.7	Trade payables	1,281.4	1,440.3
Trade receivables	1,854.0	2,001.4	Long-term debt	847.2	891.6
Inventories	1,198.9	1,262.2	Other liabilities	2,531.6	2,381.0
Investments and advances	814.8	921.5	Total	5,538.6	5,466.5
Property, plant and equipment	2,026.4	2,100.2	Financial Services		
Other assets	1,879.0	1,749.8	Short-term debt	857.7	820.0
Total	8,536.5	8,757.8	Trade payables	254.9	278.7
Financial Services			Long-term debt	605.0	677.8
Cash and cash equivalents	52.4	55.4	Other liabilities	182.5	224.4
Trade receivables	586.5	687.1	Total	1,900.2	2,001.0
Investment in leases	659.9	601.0	Eliminations	(931.5)	(991.0)
Property, plant and equipment	343.0	369.6	Liabilities	6,507.3	6,476.6
Other assets	515.4	567.5	Minority interests	921.0	1,036.8
Total	2,157.4	2,280.8	Stockholders' equity	2,307.8	2,507.7
Eliminations	(957.6)	(1,017.5)	Liabilities and Stockholders' equity	9,736.2	10,021.1
Assets	9,736.2	10,021.1			

10. Consolidated statements of operating results by financial and non-financial services

(Billions of yen)

		Fiscal 2004	Fiscal 2005
Manufacturing, Services and Others	Revenues	8,754.9	9,191.6
	Cost of sales and selling, general and administrative expenses	8,505.9	8,968.9
	Operating income	249.0	222.7
Financial Services	Revenues	529.6	517.9
	Cost of sales and selling, general and administrative expenses	498.6	482.9
	Operating income	31.0	35.0
Eliminations	Revenues	(257.5)	(244.8)
	Cost of sales and selling, general and administrative expenses	(256.5)	(243.0)
	Operating income	(1.0)	(1.7)
Total	Revenues	9,027.0	9,464.8
	Cost of sales and selling, general and administrative expenses	8,747.9	9,208.7
	Operating income	279.0	256.0

Note: Figures in tables 5, 9 and 10 represent unaudited financial information prepared by the Company for the purpose of this supplementary information.

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