

Hitachi, Ltd. and Subsidiaries
Consolidated Financial Statements
for the Half Year ended September 30, 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 118 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of September 29, 2006.

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 half years ended September 30			
	Yen (millions)		(A)/(B) X100 (%)	U.S. Dollars (millions)
	2006 (A)	2005 (B)		2006
1. Revenues	4,770,904	4,413,319	108	40,431
2. Operating income	19,857	77,754	26	168
3. Income before income taxes and minority interests	25,813	82,117	31	219
4. Income (loss) before minority interests	(34,714)	21,172	-	(294)
5. Net income (loss)	(78,086)	(10,946)	-	(662)
6. Net income (loss) per share				
Basic	(23.42)	(3.29)	-	(0.20)
Diluted	(23.44)	(3.29)	-	(0.20)
7. Net income (loss) per ADS (representing 10 shares)				
Basic	(234)	(33)	-	(1.98)
Diluted	(234)	(33)	-	(1.98)

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 885 consolidated subsidiaries, including Variable Interest Entities, and 159 equity-method affiliates.