# Supplementary Information on Information & Telecommunication Systems, Displays and Digital Media

Note: \*1. Segment information and operating income are presented in accordance with financial reporting principles and practices generally accepted in Japan.

#### 1. Information & Telecommunication Systems \*2

## (1) Revenues and Operating Income (Loss) \*3

(The upper rows show comparison to the previous year; Billions of yen)

(525 %)		1	Fiscal 2005			Fiscal 2006		
			1st half	2nd half	Total	1st half	2nd half (Forecast)	Total
_			99%	109%	104%	109%	99%	103%
Re	venu	ies	1,057.1	1,303.7	2,360.9	1,147.8	1,292.2	2,440.0
			101%	107%	104%	114%		
	501	ftware & Services	472.9	582.8	1,055.7	536.9		1,080.0
		Coftware	98%	101%	99%	106%		
		Software	73.7	80.0	153.7	78.4		
		Services	101%	108%	105%	115%		
		Services	399.2	502.8	902.0	458.5		
	Ца	rdware	97%	111%	104%	105%	104%	104%
	11a		584.2	720.9	1,305.1	610.9	749.1	1,360.0
		Storage *4	104%	117%	110%	113%		\
		Diolage 4	311.4	383.0	694.4	351.2		
		Servers *5	83%	102%	93%	121%		\
		Bervers 3	39.2	48.4	87.6	47.3		
		PCs *6	83%	101%	91%	72%		
		105 0	51.3	54.5	105.8	37.0		
		Telecommunication	104%	92%	98%	86%		
		Telecommunication	71.2	64.2	135.4	61.5		\
		Others	90%	113%	102%	103%	\	\
		Others	111.1	170.8	281.9	113.9	\	\
Operating income (loss)		80%	158%	125%	60%	72%	68%	
Op	operating income (1055)		23.2	61.4	84.6	13.8		58.0
	Software & Services		160%	183%	172%	75%	114%	97%
			37.0	46.6	83.6	27.8	53.2	81.0
	Hardware		-	111%	5%	-	-	-
			(13.8)	14.8	1.0	(14.0)	(9.0)	(23.0)

Notes:\*2. The Hard Disk Drive operations are conducted by Hitachi Global Storage Technologies (Hitachi GST), which has a December 31 fiscal year-end, different from Hitachi's March 31 year-end. Hitachi's results for the first half of fiscal 2006, ended September 30, 2006, include the operating results of Hitachi GST for the six months ended June 30, 2006.

<sup>\*3.</sup> Figures for each product exclude intra-segment transactions.

<sup>\*4.</sup> Figures for Storage include disk array subsystems, hard disk drives, etc.

<sup>\*5.</sup> Figures for Servers include general-purpose computers, UNIX servers, etc.

<sup>\*6.</sup> Figures for PCs include PC servers, client PCs (only commercial use from FY2006), etc.

# (2) SAN/NAS Storage Solutions

(The upper rows show comparisons to the previous year; Billions of yen)

	Fiscal 2005			Fiscal 2006			
	1st half	2nd half	Total	1st half	2nd half	Total	
	181 11411	ZIIU IIaII	Total	15t Hall	(Forecast)	(Forecast)	
Davida	110%	127%	119%	114%	101%	107%	
Revenues	142.0	176.0	318.0	162.0	178.0	340.0	

# (3) Hard Disk Drives \*7 \*8

(The upper rows show comparisons to the previous year)

				1.1		Fiscal 2006			
	Period	recorded for		Fiscal 200:	.) 1	1		1	
consolidated accounting purposes			s 1st half	2nd half	Total	1st half	2nd half		
	consortation accounting purposes			211d HdH	10141	15t Hall	(Forecast)	(Forecast)	
Shir	oment Period	1	Jan. 2005 to	Jul. 2005 to	Jan. 2005 to	Jan. 2006 to	Jul. 2006 to	Jan. 2006 to	
Om	, , , , , , , , , , , , , , , , , , ,	•	Jun. 2005	Dec. 2005	Dec. 2005	Jun. 2006	Dec. 2006	Dec. 2006	
		Yen	103%	115%	109%	113%	125%	120%	
Dox	enues	(billions of yen)	223.2	273.3	496.5	252.3	342.7	595.0	
Kev	enues	U.S. dollar	105%	108%	106%	104%	122%	114%	
		(millions of dollar	r) 2,090	2,375	4,465	2,183	2,907	5,090	
		Yen	-	-	-	-	-	-	
One	erating loss	(billions of yen)	(24.4)	(2.6)	(27.0)	(18.4)	(21.6)	(40.0)	
Ope	rating ioss	U.S. dollar	-	-	-	-	-	-	
		(millions of dollar	r) (229)	(22)	(251)	(159)	(184)	(343)	
			133%	119%	125%	108%	-	-	
Shij	pments (thou	sand units) *9	27 300	27,300 31,100	58,400	29,600	40,400-	70,000-	
			27,300		38,400		45,400	75,000	
		1.8/2.5inch *	105%	118%	112%	126%		$\setminus$	
	Consumer a	nd 1.8/2.5mcm	12,800	15,500	28,300	16,100			
	Commercial	3.5inch *11	150%	143%	146%	126%			
		3.3mcn · 11	8,600	10,900	19,500	10,800			
	Servers *12		72%	108%	90%	138%			
			1,400	2,000	3,400	1,900			
	Emerging *13		654%	79%	176%	18%	\		
	Emerging .	13	4,580	2,720	7,290	810	\	\	

### < 2nd Half by Quarter >

(The upper rows show comparisons to the previous year)

				Fiscal 2005 2nd Half Fiscal 2006 2nd H				
	Period	reco	rded for	Fiscal 200	35 2nd Half	Fiscal 200		
consolidated accounting purposes				3rd quarter	3rd quarter 4th quarter 3rd c		4th quarter (Forecast)	
Ch:	nanant Dania	( D 1		Jul. 2005 to	Oct. 2005 to	Jul. 2006 to	Oct. 2006 to	
Smj	pment Period	1		Sep. 2005	Dec. 2005	Sep. 2006	Dec. 2006	
		Yer	1	101%	130%	127%	124%	
D		(bil	lions of yen)	122.4	150.8	155.0	187.7	
Rev	enues	U.S	. dollar	100%	116%	122%	123%	
		(mi	llions of dollar)	1,090	1,285	1,328	1,579	
		Yen (billions of yen) U.S. dollar		-	_	-	-	
Оре	erating			(7.4)	4.8	(14.4)	(7.2)	
inco	ome (loss)			-	-	-	-	
	, ,	(millions of dollar)		(66)	43	(124)	(60)	
G1 ·	. (1		1 :() *0	118%	121%	139%	-	
Snij	pments (thou	isanc	i units) *9	14,300	16,800	19,900	20,500-25,500	
		1.8/2.5inch *10		104%	131%	166%		
	Consumer a			6,700	8,800	11,100		
Commercia		cial 2.5: 1.411		140%	145%	151%		
	C *12		3.5inch *11	4,800	6,100	7,200		
				91%	132%	110%		
Servers *12		12		1,000	1,000	1,100		
	F : #10		155%	39%	24%			
	Emerging *	13		1,840	880	450		

Notes: \*7. Figures include intra-segment transactions.

<sup>\*8.</sup> Hitachi GST's operating currency is U.S. dollar. Yen figures include yen / dollar conversion fluctuation.

<sup>\*9.</sup> Shipment less than 100,000 units have been rounded, with the exception of Emerging, where shipment less than 10,000 units have been rounded.

<sup>\*10.</sup> Consumer electronics applications (1.8inch), note-PCs (2.5inch), etc.

<sup>\*11.</sup> Desktop-PCs, consumer electronics applications (3.5inch), etc.

<sup>\*12.</sup>Disk array subsystems, servers (3.5inch), etc.

<sup>\*13.</sup> Hand held devices (1inch), automotive (2.5inch), etc.

#### 2. Displays

## (1) Revenues and Operating Income (Loss)

(The upper rows show comparisons to the previous year; Billions of yen)

(The upp	Fiscal 2005			Fiscal 2006		
	1st half	2nd half	Total	1st half	2nd half (Forecast)	Total (Forecast)
Davanuas	75%	100%	86%	107%	112%	110%
Revenues	94.2	97.4	191.6	101.0	109.0	210.0
Operating income (loss)	-	-	-	-	-	-
Operating income (loss)	(12.8)	(10.0)	(22.8)	(4.3)	6.3	2.0

#### (2) LCD Revenues

(The upper rows show comparisons to the previous year; Billions of yen)

		Fiscal 2005			Fiscal 2006		
		1st half	2nd half	Total	1st half	2nd half (Forecast)	Total (Forecast)
Revenues		72%	102%	85%	107%	112%	109%
		80.5	84.0	164.5	86.0	94.0	180.0
Large-size LCDs	Large size I CDs		68%	60%			
Large-size LCDs	Large-size LCDs	28.0	25.5	53.5			
Small and madium a	S	86%	131%	105%			
Sman and medium-s	Small and medium-size LCDs		58.5	111.0			

### 3. Digital Media

#### **Shipments of Main Products** \*14

(The upper rows show comparisons to the previous year; Thousand units)

(The appet 10 WB Bho W comparisons to the previous year, Thousand units)								
	Fiscal 2005			Fiscal 2006				
	1st half	2nd half	Total	1st half	2nd half	Total		
	151 11411	Ziiu iiaii	Total	15t Hall	(Forecast)	(Forecast)		
Optical Disk Drives *15	113%	101%	106%	100%	104%	102%		
Optical Disk Dilves 13	36,000	38,500	74,500	36,000	40,000	76,000		
Plasma TVs *16	113%	211%	160%	178%	160%	167%		
riasilia 1 vs · 10	180	300	480	320	480	800		
LCD TVs	300%	257%	270%	222%	167%	185%		
LCD I VS	90	180	270	200	300	500		

Notes: \*14. Shipment less than 10,000 units have been rounded, with the exception of Optical Disk Drives, where shipment less than 100,000 units have been rounded.

<sup>\*15.</sup> The Optical Disk Drive operations are conducted by Hitachi-LG Data Storage, Inc. (HLDS), which has a December 31 fiscal year-end, different from Hitachi's March 31 year-end. Hitachi's results for the first half of fiscal 2006, ended September 30, 2006, include the operating results of HLDS for the six months ended June 30, 2006.

<sup>\*16.</sup> The sum of plasma TV and plasma monitor shipments.