July 31, 2007
Hitachi, Ltd.

## 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 Loss *3
(Billions of yen)

|  | Three months ended June 30 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2006 |  | 2007 |  |
|  | (A) | (A) / FY 2005 | (B) | (B) / (A) |
| Revenues | 501.8 | 111\% | 554.3 | 110\% |
| Software \& Services | 219.1 | 115\% | 248.1 | 113\% |
| Software | 35.6 | 103\% | 36.9 | 104\% |
| Services | 183.5 | 118\% | 211.2 | 115\% |
| Hardware | 282.7 | 108\% | 306.2 | 108\% |
| Storage *4 | 177.5 | 116\% | 196.3 | 111\% |
| Servers *5 | 17.4 | 106\% | 19.1 | 110\% |
| PCs *6 | 14.2 | 59\% | 11.1 | 78\% |
| Telecommunication | 27.9 | 89\% | 25.6 | 92\% |
| Others | 45.7 | 120\% | 54.1 | 118\% |
| Operating loss | (6.5) | - | (8.3) | - |

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 three months ended June 30, 2007 include the operating results of Hitachi GST for the three months ended March 31, 2007.
*3. Figures for each product exclude intra-segment transactions.
*4. Figures for Storage include disk array subsystems, hard disk drives, etc.
*5. Figures for Servers include general-purpose computers, UNIX servers, etc.
*6. Figures for PCs include PC servers, client PCs (only commercial use from FY2006), etc.
(2) Revision of the Forecast of Revenues and Operating Income (Loss) for the First Half of Fiscal 2007 Based on the financial results for the first quarter of fiscal 2007 ended June 30, 2007, Hitachi revised the forecast of revenues and operating loss for the first half of fiscal 2007 ending September 30, 2007, that was announced with fiscal 2006 consolidated financial results on May 16, 2007.
(Billions of yen)

|  | Previous forecast (A) | Revised forecast (B) | (B) - (A) |
| :--- | ---: | ---: | ---: |
| Revenues | $1,130.0$ | $1,170.0$ | 40.0 |
| Software \& Services | 515.0 | 526.0 | 11.0 |
| Hardware | 615.0 | 644.0 | 29.0 |
| Operating income (loss) | $(15.0)$ | 1.0 | 16.0 |

(3) Storage Solutions (except Hard Disk Drives)
(Billions of yen)

(4) Hard Disk Drives *7 *8
(The upper rows show comparisons to the previous year)

| Period recorded for consolidated accounting purposes |  | Fiscal 2006 |  |  | Fiscal 2007 |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 1st half |  |  | 1st half |  |  |
|  |  | 1st quarter | 2nd quarter |  | 1st quarter | 2nd quarter |  |
| Shipment Period |  | $\begin{aligned} & \text { Jan. } 2006 \text { to } \\ & \text { Mar. } 2006 \end{aligned}$ | Apr. 2006 to Jun. 2006 | $\begin{gathered} \text { Jan. } 2006 \text { to } \\ \text { Jun. } 2006 \end{gathered}$ | $\begin{gathered} \text { Jan. } 2007 \text { to } \\ \text { Mar. } 2007 \end{gathered}$ | $\begin{aligned} & \text { Apr. } 2007 \text { to } \\ & \text { Jun. } 2007 \end{aligned}$ | $\begin{gathered} \text { Jan. } 2007 \text { to } \\ \text { Jun. } 2007 \end{gathered}$ |
| Revenues | Yen (billions of yen) | 118\% | 108\% | 113\% | 116\% | 121\% | 118\% |
|  |  | 130.6 | 121.7 | 252.3 | 151.0 | 147.8 | 298.7 |
|  | U.S. dollar | 106\% | 103\% | 104\% | 113\% | 114\% | 114\% |
|  | (millions of dollar) | 1,115 | 1,068 | 2,183 | 1,264 | 1,215 | 2,479 |
| Operating loss | Yen (billions of yen) | - | - | - | - | - | - |
|  |  | (5.4) | (12.9) | (18.4) | (18.0) | (21.1) | (38.9) |
|  | U.S. dollar | - | - | - | - | - | - |
|  | (millions of dollar) | (46) | (112) | (159) | (150) | (174) | (323) |
| Shipments (thousand units) *9 |  | 110\% | 107\% | 108\% | 133\% | 136\% | 134\% |
|  |  | 14,700 | 14,800 | 29,600 | 19,500 | 20,200 | 39,700 |
| Consumer and <br> Commercial | 18/2 5inch * 10 | 133\% | 119\% | 126\% | 121\% | 131\% | 126\% |
|  | 1.8/2.5inch 10 | 8,400 | 7,700 | 16,100 | 10,100 | 10,200 | 20,300 |
|  | 3.5inch *11 | 119\% | 133\% | 126\% | 154\% | 153\% | 153\% |
|  | 3.5inch 11 | 5,100 | 5,700 | 10,800 | 7,900 | 8,600 | 16,500 |
| Servers *12 |  | 128\% | 149\% | 138\% | 130\% | 110\% | 119\% |
|  |  | 900 | 1,000 | 1,900 | 1,200 | 1,100 | 2,300 |
| Emerging *13 |  | 17\% | 18\% | 18\% | 92\% | 75\% | 83\% |
|  |  | 350 | 450 | 810 | 330 | 340 | 670 |

Notes: *7. Figures include intra-segment transactions.
*8. Hitachi GST’s operating currency is U.S. dollar. Yen figures include yen / dollar conversion fluctuation.
*9. Shipment less than 100,000 units have been rounded, with the exception of Emerging, where shipment less than 10,000 units have been rounded.
*10. Consumer electronics applications (1.8inch), note-PCs (2.5inch), etc.
*11. Desktop-PCs, consumer electronics applications (3.5inch), etc.
*12. Disk array subsystems, servers (3.5inch), etc.
*13. Hand held devices (1inch), automotive (2.5inch), etc.

## 2. Displays

(1) Revenues and Operating Loss
(Billions of yen)

|  | Three months ended June 30 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2006 |  | 2007 |  |
|  | (A) | (A) / FY 2005 | (B) | (B) / (A) |
| Revenues | 48.3 | 102\% | 44.2 | 91\% |
| Operating loss | (3.8) | - | (1.8) | - |

(2) LCD Revenues
(Billions of yen)

|  | Three months ended June 30 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2006 |  | 2007 |  |
|  | (A) | (A) / FY 2005 | (B) | (B) / (A) |
| Reven | 40.0 | 100\% | 40.0 | 100\% |

## 3. Digital Media

(1) Shipments of Main Products *14
(Thousand units)

|  | Three months ended June 30 |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | 2006 |  | 2007 |  |
|  | (A) | (A) / FY 2005 | (B) | (B) / (A) |
| Optical Disk Drives *15 | 18,000 | 100\% | 20,500 | 114\% |
| Plasma TVs *16 | 160 | 200\% | 180 | 113\% |
| LCD TVs | 100 | 250\% | 130 | 130\% |

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.
*15. 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 three months ended June 30, 2007 include the operating results of HLDS for the three months ended March 31, 2007.
*16. The sum of plasma TV and plasma monitor shipments.
(2) Revision of the Forecast of Shipments of Plasma TVs and LCD TVs for the First Half of Fiscal 2007

Based on the business results for the first quarter of fiscal 2007 ended June 30, 2007, Hitachi revised the forecast of shipments of Plasma TVs and LCD TVs for the first half of fiscal 2007 ending September 30, 2007, that was announced with fiscal 2006 consolidated financial results on May 16, 2007.
(Thousand units)

|  | Previous forecast (A) | Revised forecast (B) | (B) $-(\mathrm{A})$ |
| :--- | ---: | ---: | ---: |
| Plasma TVs $* 16$ | 500 | 400 | $(100)$ |
| LCD TVs | 350 | 300 | $(50)$ |

