

Hitachi, Ltd. and Subsidiaries
Consolidated Financial Statements
for the First Quarter Ended June 30, 2003

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 120 yen = U.S.\$1, the approximate exchange rate prevailing on the Tokyo Foreign Exchange Market as of June 30, 2003.

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)
	2003 (A)	2002 (B)		2003
1. Net sales	1,895,963	1,865,238	102	15,800
2. Operating income (loss)	(33,733)	13,692	-	(281)
3. Income (loss) before income taxes and minority interests	(30,919)	(5,202)	-	(258)
4. Income (loss) before minority interests	(34,162)	(8,922)	-	(285)
5. Net income (loss)	(38,402)	(11,603)	-	(320)
6. Net income (loss) per share				
Basic	(11.57)	(3.48)	-	(0.10)
Diluted	-	-	-	-
7. Net income (loss) per ADS (representing 10 shares)				
Basic	(116)	(35)	-	(0.97)
Diluted	-	-	-	-

Notes: 1. First-quarter figures for fiscal 2002 have been restated due to the adoption of EITF Issue No. 03-2,

“Accounting for the Transfer to the Japanese Government of the Substitutional Portion of Employee Pension Fund Liabilities” (Emerging Issues Task Force (EITF), January 2003).

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 968 consolidated subsidiaries and 160 equity-method affiliates.

4. Consolidated quarterly figures are unaudited.