

Issue of Stock Acquisition Rights as Stock Options

Tokyo, July 28, 2005 --- Hitachi, Ltd. (NYSE: HIT / TSE: 6501, the "Company") today announced that the details of stock acquisition rights to be issued as stock options, resolved at the 136th Ordinary General Meeting of Shareholders held June 24, 2005, have been determined as follows.

1. Date of issue of stock acquisition rights (the "Rights")
July 28, 2005
2. Total number of the Rights to be issued
1,201 Rights
3. Class and number of shares to be issued upon exercise of the Rights
1,201,000 shares of the Company's common stock (1,000 shares per Right)
4. Issue price of the Rights
No consideration shall be paid.
5. Amount to be paid upon exercise of the Rights
719 yen per share
6. Total amount of the Company's common stock to be issued or transferred upon exercise of all the Rights
863,519,000 yen
7. Period during which the Rights may be exercised
From July 29, 2006 through July 28, 2009
8. Amount to be transferred to stated capital ^{more} out of the issue price of the shares to be issued upon exercise of the Rights
360 yen per share
9. Qualified persons to be allocated the Rights
73 persons in total consisting of Directors, Executive Officers (including a new Executive Officer to be appointed as of August 1, 2005), Corporate Officers and Fellows of the Company

About Hitachi

Hitachi, Ltd., (NYSE:HIT/TSE:6501), headquartered in Tokyo, Japan, is a leading global electronics company with approximately 347,000 employees worldwide. Fiscal 2004 (ended March 31, 2005) consolidated sales totaled 9,027.0 billion yen (\$84.4 billion). The company offers a wide range of systems, products and services in market sectors including information systems, electronic devices, power and industrial systems, consumer products, materials and financial services. For more information on Hitachi, please visit the company's Website at <http://www.hitachi.com>.

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Information contained in this news release is current as of the date of the press announcement, but may be subject to change without prior notice.
