Hitachi Group Profile

Company Profile (as of March 31, 2018)

Corporate name Hitachi, Ltd.
Incorporated February 1, 1920 (founded in 1910)
Head office 1-6-6 Marunouchi, Chiyoda-ku, Tokyo 100-8280, Japan
Representative Toshiaki Higashihara
Representative Executive Officer, President, and CEO
Capital 458.79 billion yen
Number of employees 34,925 (unconsolidated basis)
307,275 (consolidated basis)
Number of consolidated subsidiaries (including variable interest entities) 879 (Japan: 202, outside of Japan: 677)
Number of equity-method associates and joint ventures 407


Revenue 9,368.6 billion yen
(up 2%, year on year)
EBIT*1 644.2 billion yen (up 36%)
Income from continuing operations, before income taxes 636.6 billion yen (up 36%)
Net income attributable to Hitachi, Ltd. stockholders 362.9 billion yen (up 57%)
Capital expenditure*2 374.9 billion yen (down 1%)
R&D expenditure 332.9 billion yen (up 3%)
Total assets 10,106.6 billion yen

*1 EBIT: Income from continuing operations before income tax, less interest income, plus interest charges.
*2 Since fiscal 2015, the amount of investment in leased assets that fall under the heading of finance and leases included in conventional capital expenditure are deducted from capital expenditure for disclosure.

Revenue and Share by Segment
(Consolidated for fiscal 2017, based on IFRS)

- Information & Telecommunication Systems: 2,008.9 billion yen (20%)
- Automotive Systems: 1,057.5 billion yen (10%)
- Smart Life & Ecofriendly Systems: 540.1 billion yen (5%)
- Electronic Systems & Equipment: 1,086.5 billion yen (11%)
- Construction Machinery: 959.1 billion yen (9%)
- High Functional Materials & Components: 1,651.0 billion yen (16%)
- Social Infrastructure & Industrial Systems: 2,375.0 billion yen (23%)
- Others: 557.7 billion yen (6%)

Subtotal of Revenue by Segment
10,186.1 billion yen
Consolidated Revenue
9,368.6 billion yen

Revenue and Share by Region
(Consolidated for fiscal 2017, based on IFRS)

- Asia: 2,081.1 billion yen (22%)
- Europe: 964.4 billion yen (10%)
- North America: 1,177.5 billion yen (13%)
- Japan: 4,643.0 billion yen (50%)
- Other Areas: 502.3 billion yen (5%)

Revenue by Region
Japan: 4,643.0 billion yen
Overseas: 4,725.5 billion yen

Revenue by Region
(Japan: 203*1
Number of Companies: 203
Number of Employees: 168,000)

*1 Hitachi, Ltd. and 202 consolidated subsidiaries.
Hitachi Sustainability Report 2018

Key Business Segments

Information & Telecommunication Systems
Hitachi provides IT services that address customers’ diverse needs by combining Hitachi’s extensive expertise in a diverse range of business fields, including financial services, with advanced information technology. Our services cover the entire life cycle of systems, ranging from consulting to system integration, operation, maintenance, and other support.

- Main Products and Services
  Systems integration, consulting, cloud services, servers, storage, software, telecommunications & networks, ATMs

- Principal Consolidated Subsidiaries (as of March 31, 2018)

Note: Hitachi Information & Telecommunication Systems Global Holding Corporation changed its company name to Hitachi Global Digital Holdings Corporation on April 1, 2018.

Social Infrastructure & Industrial Systems
Hitachi has a long and proven track record of high reliability in supporting people’s daily lives through such products and services as rolling stock and train management systems, power plants and transmission and distribution systems, elevators and escalators, and water solutions. It also offers industrial solutions and equipment to enhance the sophistication of production facilities. Hitachi utilizes digital technologies to provide optimum solutions in addressing the issues and diversifying needs of customers worldwide.

- Main Products and Services
  Manufacturing and logistics systems; water treatment systems; industrial machinery; elevators; escalators; railway systems; nuclear power generation systems; renewable energy power generation systems; power transmission and distribution systems

- Principal Consolidated Subsidiaries (as of March 31, 2018)

Electronic Systems & Equipment
Drawing on the Hitachi Group’s advanced technologies, Hitachi provides systems supporting the information society, including semiconductor manufacturing equipment, measurement and analysis equipment, broadcasting and video systems, wireless communications and information systems, and healthcare solutions that support healthy lifestyles.

- Main Products and Services
  Semiconductor manufacturing equipment, measurement and analysis equipment, advanced industrial products, medical equipment

- Principal Consolidated Subsidiaries (as of March 31, 2018)
  Hitachi High-Technologies Corporation, Hitachi Kokusu Electric Inc.*1

*1 Hitachi, Ltd. transferred all shares it held of Hitachi Kokusu Electric Inc. on May 31, 2018, and then reacquired a portion of the shares on June 4, turning the company into an equity-method associate.

Construction Machinery
Leveraging decades of technological expertise and know-how, Hitachi offers solutions that address the needs of a broad range of industries, including civil engineering and construction, building and structural demolition, and mining and excavation. Hitachi also handles the sale, servicing, and maintenance of hydraulic excavators and other construction machinery to provide integrated solutions globally.

- Main Products and Services
  Hydraulic excavators, wheel loaders, mining machinery

- Principal Consolidated Subsidiaries (as of March 31, 2018)
  Hitachi Construction Machinery Co., Ltd.

High Functional Materials & Components
Hitachi draws on its wealth of technological expertise and know-how to provide a variety of materials and components—such as semiconductor- and display-related materials, synthetic resin products, specialty steels, magnetic materials, casting components, and wires and cables—that enable advanced functions in products for such sectors as autos, IT and consumer electronics, and industrial and social infrastructure. Business operations are focused in Asia, North America, and Europe.

- Main Products and Services
  Semiconductor- and display-related materials, printed wiring board and related materials, automotive parts, energy storage devices, specialty steel products, magnetic materials, casting components, wires and cables

- Principal Consolidated Subsidiaries (as of March 31, 2018)
  Hitachi Chemical Co., Ltd., Hitachi Metals, Ltd.

Automotive Systems
To contribute to the realization of an affluent society by creating new value-added systems, products, and services through the harmonization of people, vehicles, and society, Hitachi is accelerating its technological development in the fields of environment and safety. We will further develop our Advanced Vehicle Control System, integrating our safety and information technologies with the Hitachi Group’s social infrastructure services to meet society’s needs for environmental conservation, accident elimination, and traffic congestion reduction.

- Main Products and Services
  Engine management systems, electric powertrain systems, drive control systems, car information systems

- Principal Consolidated Subsidiaries (as of March 31, 2018)

Smart Life & Ecofriendly Systems
Hitachi provides solutions and services aimed at resolving lifestyle issues through its home appliances, lighting and housing equipment, and refrigerating and air-conditioning. Hitachi also contributes to the resolution of social issues by helping reduce environmental impact and making an ongoing effort to improve products’ energy efficiency.

- Main Products and Services
  Refrigerators, washing machines, vacuum cleaners, room air conditioners, air-conditioning equipment

- Principal Consolidated Subsidiaries (as of March 31, 2018)
  Hitachi Appliances, Inc., Hitachi Consumer Products (Thailand), Ltd., Hitachi Consumer Marketing, Inc.

Note: We conduct a broad range of business activities from product development to production, sales, and servicing in eight segments in all, including “Others,” added to the above.