Supplementary Information on Information & Telecommunication Systems and Displays

Notes: 1. Segment Information and operating income (loss) are presented in accordance with financial reporting principles and practices generally accepted in Japan.

<u>1. Information & Telecommunication Systems</u>

(1) Sales and operating income (loss) by product sector			(billions of yen)	
		Three months ended June 30		
		2002(A)	2003 (B)	(B) / (A) X 100
Sa	lles	404.3	446.9	111%
	Software & Services	191.8	188.9	98%
	Hardware	212.5	258.0	121%
	Operating income (loss)	(5.8)	(26.7)	-

(2) Sales by product sector			(billions of yen)
	Three months ended June 30		
	2002(A)	2003 (B)	(B) / (A) X 100
Sales	404.3	446.9	111%
Software & Services	191.8	188.9	98%
Software	42.1	37.0	88%
Services	149.7	151.9	101%
Hardware	212.5	258.0	121%
Storage	82.1	129.9	158%
Servers	29.0	28.6	99%
PCs	32.9	29.3	89%
Telecommunication	18.4	29.5	160%
Others	50.1	40.7	81%

Notes: 2. Figures for each product exclude intra-segment transactions.

3. Figures for Storage include disk array subsystems, hard disk drives, etc.

4. Figures for Servers include supercomputers, general-purpose computers, UNIX servers, etc.

5. Figures for PCs include PC servers and client PCs.

(3) SAN/NAS Storage Solutions

(billions of yen)

	Three months ended June 30		
	2002 (A)	2003 (B)	(B) / (A) X 100
Sales	60.0	62.0	103%

(4) Hard di	sk drives (*6)(*7)				
Shipment Period		Three months ended	Three mon	ths ended	Three months ended
		June 2002	March 2	003(*8)	June 2003(*9)
(Period recorded for consolidated		(Three months ended	(Three mor	nths ended	(Three months ending
account	ing purposes)	June 2002)	June 2	2003)	September 2003)
				Reference	
Sales	(billions of yen)	28.3	77.3	104.1	115.6
Shipments	(million units)	2.1	6.9	9.3	9.8
Mobiles		1.8	3.5	5.6	5.6
Servers		0.3	0.4	0.7	0.8
Desktops		-	2.9	2.9	3.4
Emerging		-	0.1	0.1	0.1

Notes: 6. Figures include intra-segment transactions.

- 7. On December 31, 2002, Hitachi purchased majority ownership in a company to which IBM Corporation's hard disk drive operations had been transferred. On January 1, 2003, the company began operating as Hitachi Global Storage Technologies (HGST).
- 8. HGST has a December 31 year-end and Hitachi, Ltd. has a March 31 year-end. The first-quarter consolidated results include the results of HGST for the three-month period from January 1, 2003 through March 31, 2003. Meanwhile, the results of Hitachi, Ltd.'s HDD operations for the period from January 1, 2003 through March 31, 2003 were included in Hitachi's consolidated financial results for the year ended March 31, 2003. On April 1, 2003, Hitachi, Ltd.'s HDD operations were integrated in HGST. The figures provided for reference purposes represent the combined sales and shipments of Hitachi, Ltd.'s HDD operations and HGST's operations prior to integration, and are shown to give an overall picture of the Hitachi's HDD operations for the three-month period ended March 31, 2003.
- 9. Results for HDD operations in the period from April 1, 2003 through June 30, 2003 will be included in the Company's fiscal 2003 second-quarter results.

2.Displays

(1) Sales and operating income	(loss)		(billions of yen)
	Three months ended June 30		30
	2002 (A)	2003 (B)	(B) / (A) X 100
Sales	57.4	53.5	93%
Operating income (loss)	6.7	(6.9)	-

(2) LCD sales

(2) LCD sales (bil				(billions of yen)
		Three months ended June 30		
		2002(A)	2003 (B)	(B) / (A) X 100
Sales		47.0	47.0	100%
	Large-size LCDs	36.0	26.0	72%
	Small and medium-size LCDs	11.0	21.0	191%

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