

Report of Consolidated Financial Results

For the Three Months Ended June 30, 2006

Registered	Hitachi High-Technologies	Stock Listings:	Tokyo, Osaka
Company Name:	Corporation		
Code No:	8036	Head Office:	Tokyo
URL:	http://www.hitachi-hitec.com/	Telephone:	+81-3-3504-5138
Representative:	Masaaki Hayashi, President, CEO and Director		
Contact:	Hiroyuki Kato, Manager, Secretary's Office		

1. Preparation of Summary of Quarterly Results

(1) Simplified accounting method adopted: Yes

Simplified method are applied in calculation of income taxes, reserves and allowances.

(2) Changes in accounting methods since the end of the last consolidated fiscal year: Yes

In the past, directors' bonuses at some subsidiaries have been accounted for as distribution of profit to reduce outstanding surplus. However, in keeping with "Accounting Standards for Directors' Bonus" (ASBJ statement No. 4, released by the Accounting Standards Board of Japan (ASBJ) on November 29, 2005), as of this consolidated accounting period, directors' bonuses will subsequently be treated as expenses for the accounting period in which such bonuses are accrued.

(3) Changes in scope of consolidation and application of equity method: Yes

【Number of consolidated and equity-method subsidiaries and affiliates】

Consolidated subsidiaries: 34
Equity-method unconsolidated subsidiaries: 0
Equity-method affiliates: 1

【Change in scope of consolidation and application of equity method】

Newly consolidated subsidiaries: 0
Unconsolidated subsidiaries: 3
New equity-method companies: 0
Companies no longer subject to the equity method: 0

2. Financial Highlights

(For the Three Months Ended June 30, 2006 and 2005, and the Year Ended March 31, 2006)

(1) Results of Operations

(rounded to the nearest million yen)

	Net Sales	Change	Operating Income	Change	Ordinary Income	Change
FY2006 Q1	¥222,627	12.7%	¥8,755	87.5%	¥9,754	95.1%
FY2005 Q1	¥197,501	(17.5)%	¥4,670	(41.5)%	¥5,000	(36.8)%
FY2005	¥888,293	(5.2)%	¥36,036	20.1%	¥35,120	35.8%

	Net Income	Change	Net Income per Share (Yen)	Diluted Net Income per Share
FY2006 Q1	¥5,886	192.6%	¥42.79	-
FY2005 Q1	¥2,012	(57.4)%	¥14.63	-
FY2005	¥19,249	28.3%	¥139.24	-

Note: Percentage changes for net sales, operating income, ordinary income and net income indicate percentage increase or decrease from the same quarter of the previous fiscal period.

(2) Financial Position

(Millions of Yen)

	Total Assets	Total Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity per Share (Yen)
FY2006 Q1	¥450,983	¥200,334	43.4%	¥1,424.01
FY2005 Q1	¥408,746	¥174,480	42.7%	¥1,268.31
FY2005	¥457,837	¥193,363	42.2%	¥1,404.96

(3) Cash Flows

(Millions of Yen)

	Net Cash Used in and Provided by Operating Activities	Net Cash Used in Investing Activities	Net Cash Used in Financing Activities	Cash and Cash Equivalents at End of Period
FY2006 Q1	¥(1,253)	¥(28)	¥(2,273)	¥38,921
FY2005 Q1	¥(14,691)	¥(1,423)	¥(5,113)	¥28,011
FY2005	¥15,700	¥(9,578)	¥(12,762)	¥43,600

3. Earnings Outlook (For the Year Ended March 31, 2007)

(Millions of Yen)

	Net Sales	Ordinary Income	Net Income	Net Income per Share (Yen)
FY2006 Interim	¥453,000	¥16,000	¥9,200	-
FY2006	¥871,000	¥29,800	¥18,200	¥132.31

Note: Projections made in this report are based on information available at the time of publication. Owing to various factors, actual results may differ from these projections.