

FY08 1st Quarter Financial Results

Consolidated 2nd Quarter Term Total & FY08 Outlook

July 25th, 2008

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Changes in Accounting Policies

FY08 Outlook

Data

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From April 1st 2008, one of the revenue recognition criteria for Hitachi High-Technologies' products will change from 'Delivered' to 'Installation Completed'

Criterion following change: Installation Completed

Revenue will be recognized at the point at which work done by Hitachi High-Technologies as contracted is deemed to be complete (installation and adjustment etc.)

Products to which new method applies : Semiconductor Manufacturing Equipment, FPD/HD Manufacturing Equipment, Chip Mounters etc.

Reasons for change

Increase in the percentage of revenues accounted for by Hitachi High-Technologies products requiring a long time from delivery to completion of installation
Completion of IT system improvements enabling data on completed installations to be obtained

<Note> Although the immediate impact of the change in revenue recognition criteria on operating results is considerable, the new accounting policy will be applied in the following fiscal term and thereafter. The change will not therefore have a significant impact on future operating results.

FY08 Outlook

FY08 Outlook (Highlights)

(100 million yen)

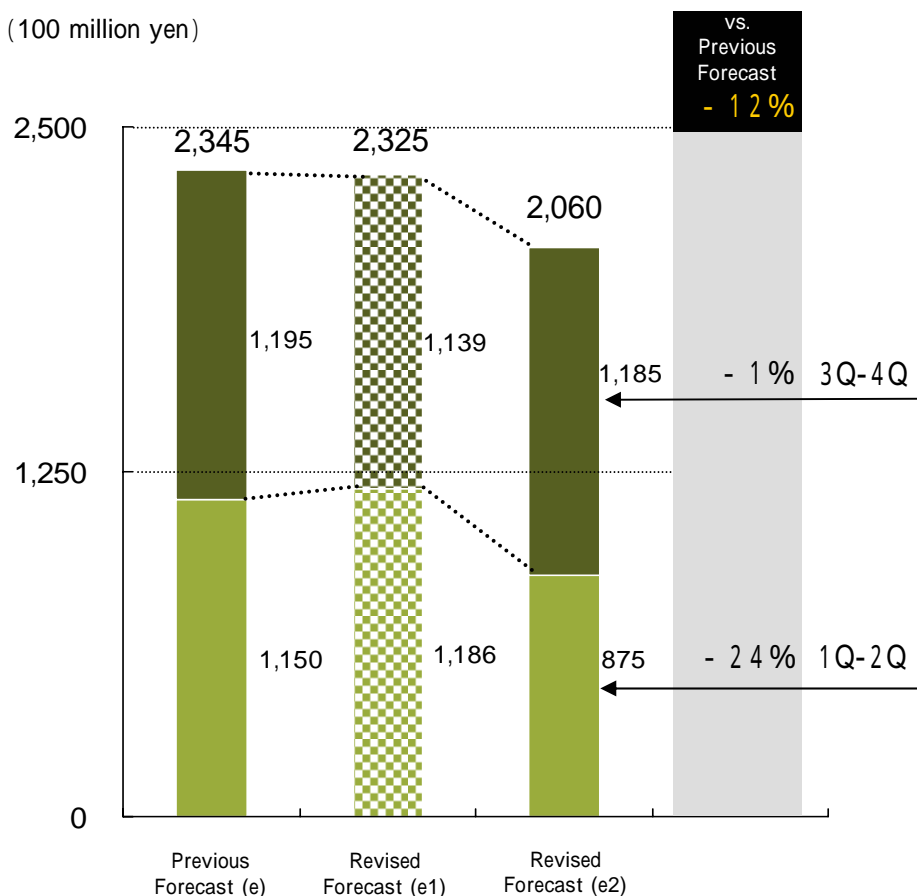
		Previous Forecast (e)	Impact from Business Results Change (x)	Revised Forecast (e1)=(e+x)	vs. Previous Forecast	Impact from Accounting Policy Change (y)	Revised Forecast (e2)=(e1+y)	vs. Previous Forecast
2Q Total	Sales	4,410	+60	4,470	+1%	-320	4,150	-6%
	Operating Income	194	-39	155	-20%	-67	88	-55%
FY 08	Sales	9,100	0	9,100	0%	-300	8,800	-3%
	Operating Income	430	0	430	0%	-80	350	-19%

estimate=(e) is the readings announced in April, 2008

FY08 Outlook (Electronic Device Systems)

Sales

(100 million yen)



<Note>Previous Forecast (e) = Readings Announced in April, 2008

Revised Forecast (e1)=(e)+ Impact from Business Results Change (x)

Revised Forecast (e2)=(e1)+ Impact from Accounting Policy Change (y)

Outlook by Segment (Explanation of Variations)

1. Impact from Business Results Change

(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	+ 36	- 56	- 20

[Main Reasons for Deviation]

* Although Semiconductor Process Equipments are firm, due to restraint of CAPEX in the 1H, recovery of metrology & analysis systems are scheduled to delay.

* LCD Manufacturing Equipments are firm mainly in the front-end equipments.

* For HD Manufacturing Equipments, demands are sluggish.

2. Impact from Accounting Policy Change

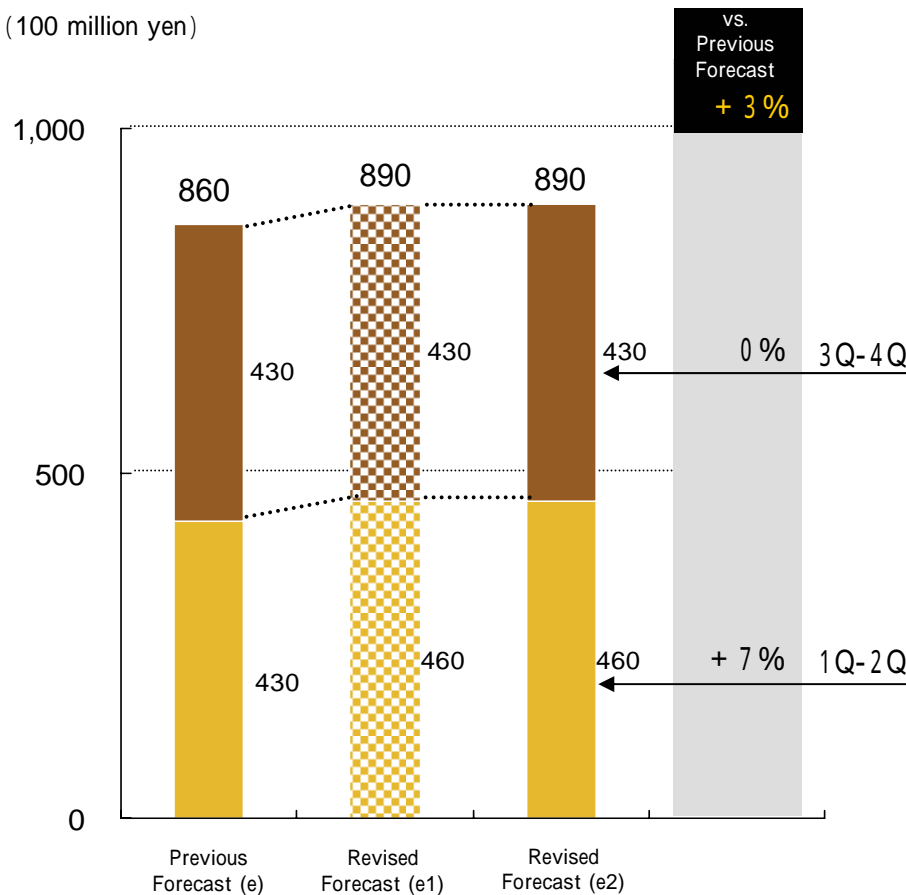
(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	- 311	+ 46	- 265

FY08 Outlook (Life Sciences)

Sales

(100 million yen)



<Note>Previous Forecast (e) = Readings Announced in April, 2008

Revised Forecast (e1)=(e)+ Impact from Business Results Change (x)

Revised Forecast (e2)=(e1)+ Impact from Accounting Policy Change (y)

Outlook by Segment (Explanation of Variations)

1. Impact from Business Results Change

(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	+ 3 0	0	+ 3 0

[Main Reasons for Deviation]

*Clinical analyzers are still strong in the European/U.S. market

2. Impact from Accounting Policy Change

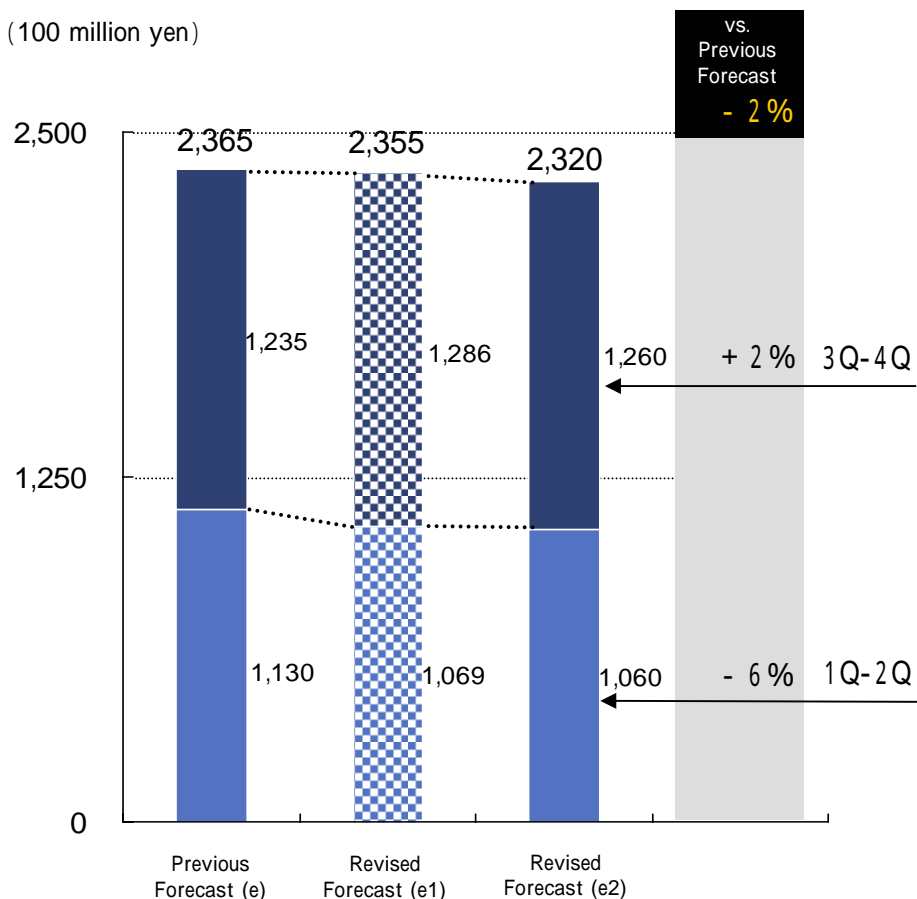
(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	0	0	0

FY08 Outlook (Information Systems & Electronic Components)

Sales

(100 million yen)



<Note>Previous Forecast (e) = Readings Announced in April, 2008

Revised Forecast (e1)=(e)+ Impact from Business Results Change (x)

Revised Forecast (e2)=(e1)+ Impact from Accounting Policy Change (y)

Outlook by Segment (Explanation of Variations)

1. Impact from Business Results Change

(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	- 61	+ 51	- 10

[Main Reasons for Deviation]

*Demands for information & communication equipments (mobile phones/broadband-related products) are decreasing

2. Impact from Accounting Policy Change

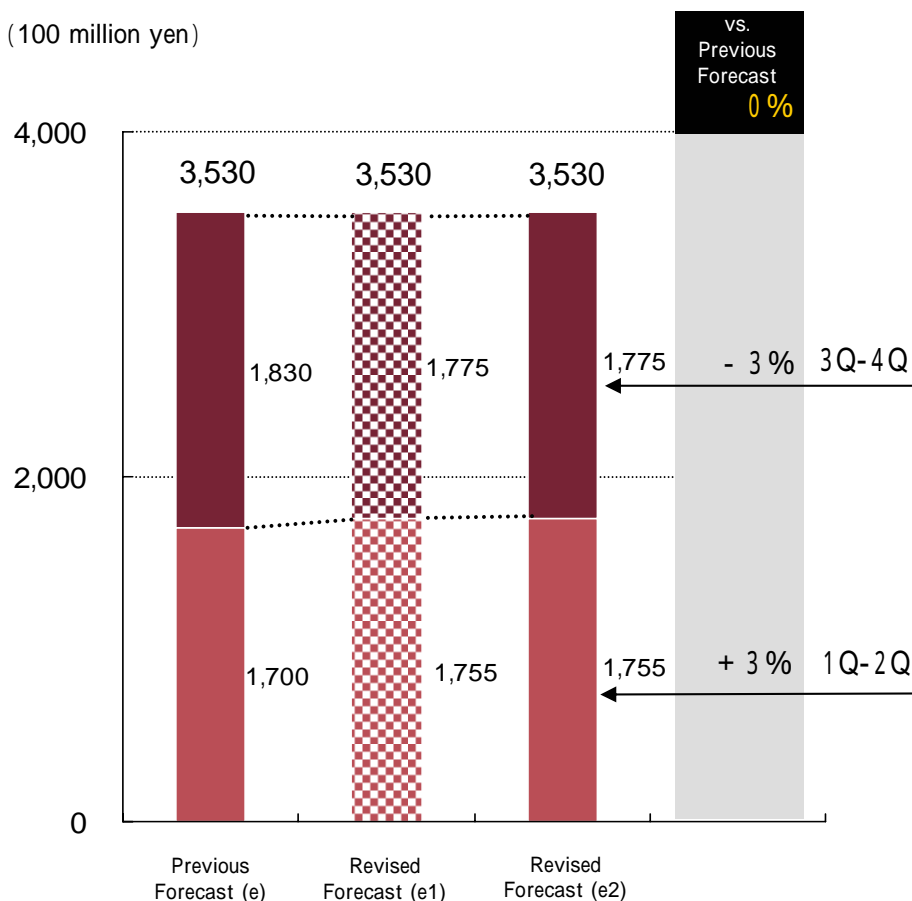
(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	- 9	- 26	- 35

FY08 Outlook (Advanced Industrial Products)

Sales

(100 million yen)



<Note>Previous Forecast (e) = Readings Announced in April, 2008

Revised Forecast (e1)=(e)+ Impact from Business Results Change (x)

Revised Forecast (e2)=(e1)+ Impact from Accounting Policy Change (y)

Outlook by Segment (Explanation of Variations)

1. Impact from Business Results Change

(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	+ 55	- 55	0

[Main Reasons for Deviation]

* Although increase can be expected in the 1H due to favorable performances of LCD-related components and materials, low demands for electronic materials etc. in the 2H will lead to a decrease

2. Impact from Accounting Policy Change

(100 million yen)

	1Q-2Q	3Q-4Q	Total
Sales	-	-	-



Data

<Note> Results for FY08 Q1 are based on new accounting policies

Quarterly Results

(100 million yen)

	FY07 Q1	FY07 Q2	FY07 Q3	FY07 Q4	FY08 Q1
Sales	2,251	2,621	2,263	2,296	1,829
Operating Income	87	146	81	178	19
Ordinary Income	91	147	86	164	26
Net Income	57	90	55	67	- 2

Sales by Segment


(100 million yen)

	FY07 Q1	FY07 Q2	FY07 Q3	FY07 Q4	FY08 Q1
Electronic Device Systems	635	766	587	661	250
Life Sciences	196	243	261	261	248
Information Systems & Electronic Components	546	700	543	539	443
Advanced Industrial Products	874	913	873	834	888

Sales by Main Products

(100 million yen)

	FY07 Q1	FY07 Q2	FY07 Q3	FY07 Q4	FY08 Q1
<u>Electronic Device Systems</u>	635	766	587	661	250
Process Equipment	139	190	248	170	83
Metrology/Analysis Systems	191	255	165	291	94
LCD Manufacturing Equipments	100	217	71	112	22
HD Manufacturing Equipments	80	16	21	22	4
Others	125	88	82	66	47
<u>Life Sciences</u>	196	243	261	261	248
Bio-related Business	47	59	50	57	40
Medical-related Business	123	152	178	177	189
Others	26	32	33	27	19
<u>Info. Syst. & Electronic Components</u>	546	700	543	539	443
Info. Systems	222	290	191	207	149
Module Systems	76	107	72	79	50
Semiconductor	102	99	104	90	85
Media Devices & Com. Equip.	75	80	80	78	68
Others	71	124	96	85	91
<u>Advanced Industrial Products</u>	874	913	873	834	888
Industrial Materials	433	465	398	418	421
Electronic Device Materials	185	181	176	222	240
Optical-related Components	68	82	67	66	74
Others	188	185	232	128	153



[Notes on the data]

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Numerical data is rounded off to the nearest 100 million yen.

Rates of change up or down are generally calculated in units of yen.

The predictions in this presentation that relate to the future results of the Company were based on information that could be known at the current time.

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Various external factors, including the world economy, the semiconductor market, and exchange rates also directly and indirectly affect results.

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July 25th, 2008

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