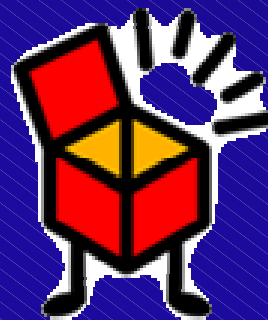


Financial Highlights

(the 6-month period ended Sep.30,2004)



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Oct.27, 2004

Hitachi Metals, Ltd.

<http://www.hitachi-metals.co.jp>

E-Mail : hmir@hitachi-metals.co.jp

Notes: "△" signs ahead of figures mean "minus".

Change in Business Segments



High-Grade
Metal Products
and Materials

Specialty Steel Company
Roll Company
Hitachi Tool Engineering Group

Electronics and
IT Devices

Information Systems Components Company
OE Device Division
FINEMET Business Development Office
METGLAS Business Development Office
NEOMAX Group

High-Grade
Functional
Components
and Equipment

Automotive Components Company
Piping Components Company
Hitachi Metals Techno Group

Service and
Others

Sales and Service Company
Environmental Systems Division

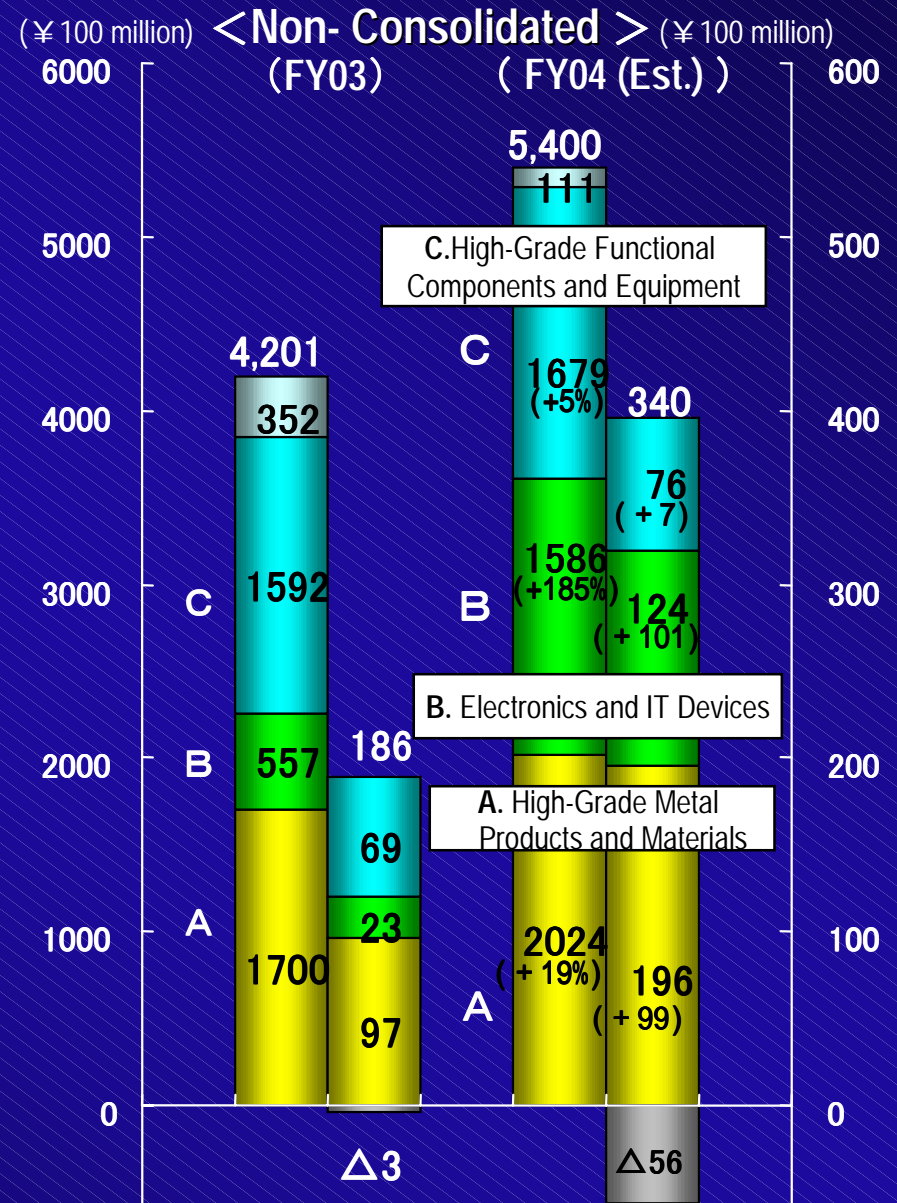
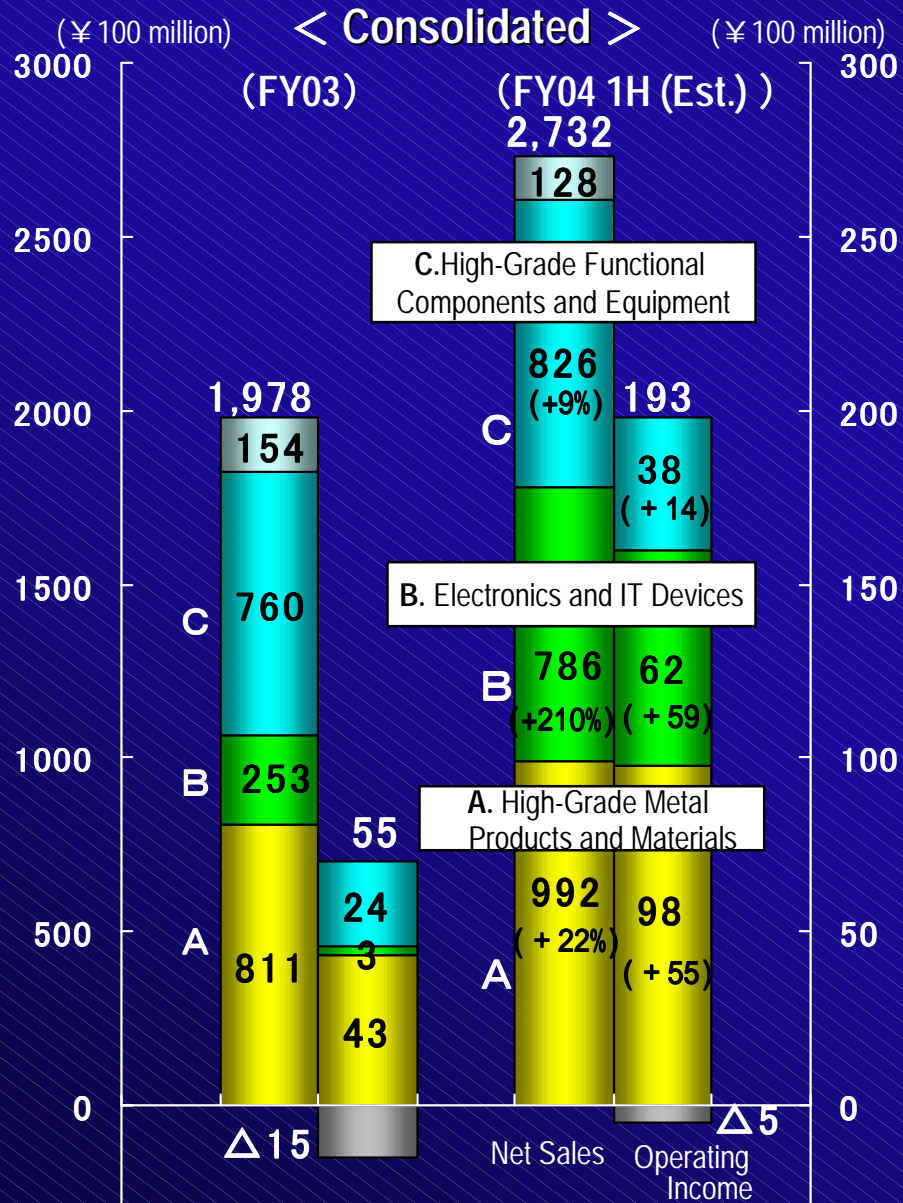
Highlights



(¥ 100 million) (%:year-on-year)

	FY03		FY04					
	FY03 1H	FY03 2H	FY04 1H (Est.) (04/7)	FY04 1H	Change	FY04 (Est.) (04/4)	FY04 Revision to Forecasts	Change
Net Sales	1, 978	4, 201	2, 650	2, 732 (138%)	+82	4, 700	5, 400 (129%)	+700
Operating Income	55	186	150	193 (+138)	+43	200	340 (+154)	+140
Ordinary Income	38	152	140	173 (+135)	+33	162	305 (+153)	+143
Income before income tax	27	97	130	169 (+142)	+39	135	270 (+173)	+135
Net Income	1	34	60	82 (+81)	+22	50	125 (+91)	+75
ROE (%)	0.1%	2.2%	7.8%	10.6%	+2.8%	3.2%	8.0%	+4.8%
Capital investment	98	176	147	115 (+17)	△32	250	250 (+74)	±0
Depreciation costs	96	191	124	110 (+14)	△14	260	240 (+49)	△20
Research & Development Expenses	47	92	55	49 (+2)	△6	110	103 (+11)	△7

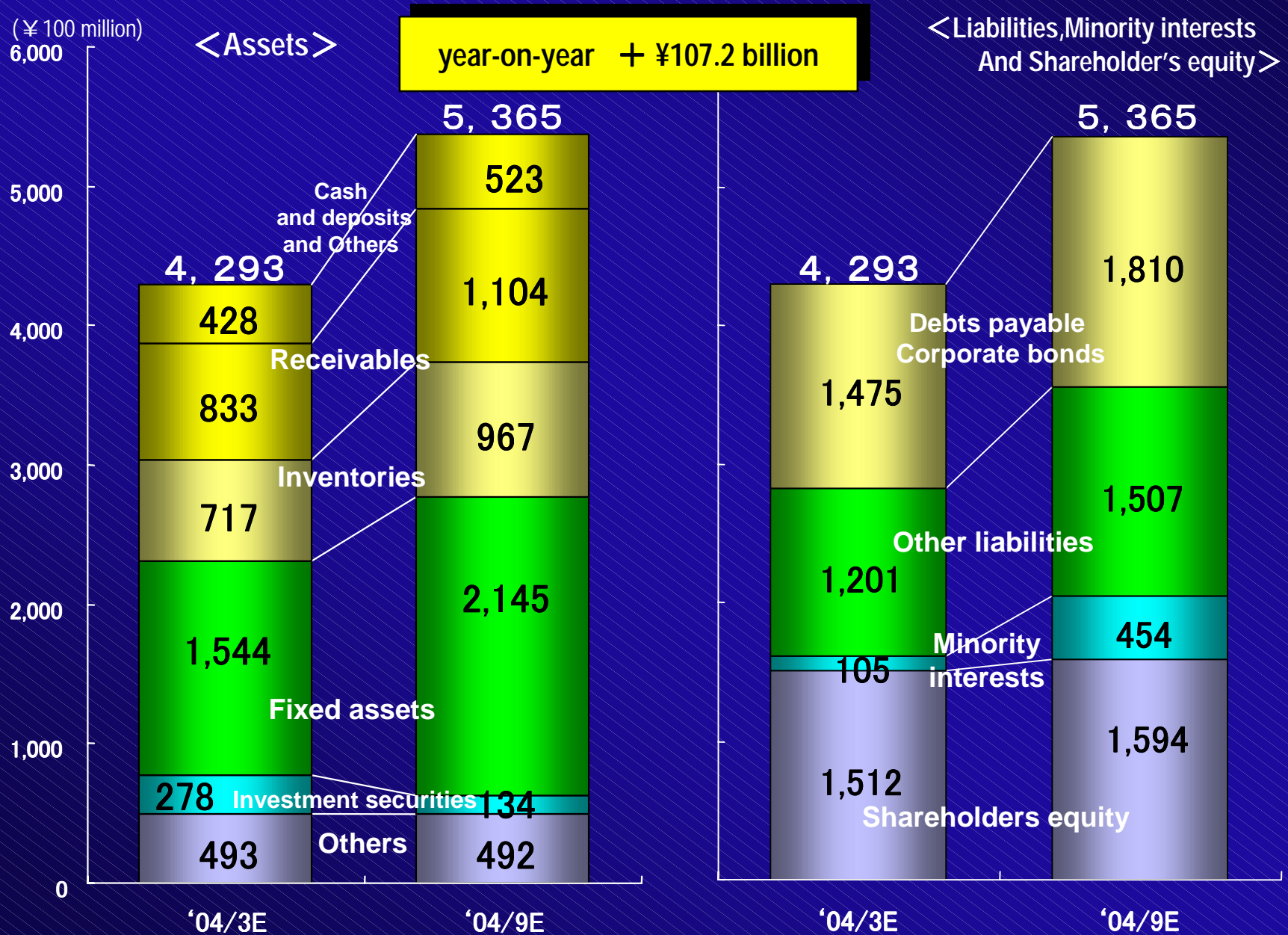
Consolidated Net Sales & Operating Profit (By Segment)



Balance Sheet



(¥100 million)

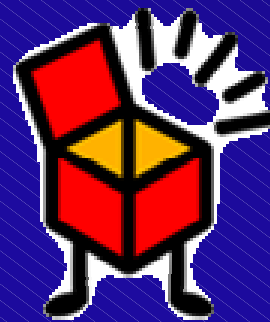


Consolidated Cash Flows



(¥ 100 million)

Item	FY03 1H	FY04 1H	FY03
Net income before tax adjustments	27	169	97
Depreciation costs	96	110	191
Capital investment	△99	△104	△180
Others	△212	△135	△84
Free cash flow	△188	40	24
Reducing borrowings	△45	△36	△125
Dividend payments	△13	△14	△19
Others	△7	△2	△25
Net increase in cash during Current Period	△253	△12	△145



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