

Consolidated Financial Statements for the First Quarter ended June 30, 2003

Summary

Millions of yen

	Three months ended June 30		Year ended March 31, 2003
	1Q/2003	1Q/2002	(Reference)
Operating Results:			
Net sales	93,731	73,284	328,496
Operating income	6,120	2,555	16,399
Ordinary income	4,195	1,030	9,880
Net income (loss)	1,066	(1,287)	3,883
Net income (loss) per share (yen)			
Basic	6.49	(8.95)	25.90
Diluted	6.08	—	24.35
Financial Position:			
Total assets	389,343	363,559	373,755
Shareholders' equity	80,015	63,380	74,321
Shareholders' equity ratio (%)	20.6	17.4	19.9
Shareholders' equity per share (yen)	471.39	440.98	460.98
Cash Flows:			
Cash flows from operating activities	-6,809	-4,229	17,384
Cash flows from investing activities	53	-1,497	1,666
Cash flows from financing activities	1,986	4,235	-7,450
Cash and cash equivalents at end of year	39,602	31,678	44,234
Sales by region:			
China	14,927	11,133	43,736
Europe, Africa and the Middle East	13,357	8,040	37,724
Americas	17,232	10,662	45,980
Australasia and Asia	17,426	11,821	57,254
Japan	30,789	31,628	143,802

Note: Hitachi Construction Machinery will begin announcing quarterly consolidated results from the current quarter under review, ended June 30, 2003.

Quarterly results were originally not released for the same period last year, but have been included here for the sake of comparison.