

# Financial Statements for the fiscal year ended March 31, 2008

Hitachi Construction Machinery Co., Ltd. and its consolidated subsidiaries

25 Apr, 2008

## Summary (consolidated)

Millions of yen

	Year ended March 31, 2008	Year ended March 31, 2007
<b>Operating Results:</b>		
Net sales	940,537	756,453
Operating income	108,458	78,352
Ordinary income	100,564	70,010
Net income	55,985	36,502
Net income per share (yen)		
Basic	271.00	187.43
Diluted	270.23	186.81
<b>Ratios:</b>		
Return on equity (%)	22.3	20.9
Return on assets *1 (%)	13.5	11.6
Return on net sales *2 (%)	11.5	10.4
<b>Dividend Condition:</b>		
Cash dividend per share (yen)	42.00	28.00
Interim	20.00	14.00
Fiscal year-end	22.00	14.00
Total cash dividend	8,986	5,452
Payout ratio (%)	15.5	14.9
Annual dividends per equity (%)	3.5	3.1
<b>Financial Position:</b>		
Total assets	833,096	655,326
Net assets	346,618	222,409
Equity ratio (%)	37.1	29.4
Net assets per share (yen)	1,446.55	987.56
<b>Cash Flows:</b>		
Cash flows from operating activities	(9,564)	24,101
Cash flows from investing activities	(51,311)	(25,834)
Cash flows from financing activities	91,692	517
Cash and cash equivalents at end of year	68,726	41,074
<b>Sales by region:</b>		
The Americas	88,518	125,129
Europe, Africa and the Middle East	291,942	195,209
Oceania and Asia	184,021	126,280
China	127,323	71,286
Japan	248,733	238,549

Note: Starting from the fiscal year ended March 31, 2008 (fiscal 2007), 12 consolidated subsidiaries of Hitachi Construction Machinery Co., Ltd. changed their consolidation reporting period from December to March to be consistent with the fiscal year-end of the parent company. As a result, the above figures for fiscal 2007 include 15-month results of these subsidiaries from January 2007 to March 2008.

Operating results for fiscal 2007 after excluding the effects of changes in consolidation reporting period (January to March 2008) are as follows.

<b>Net sales:</b>	<b>¥903,623 million</b>	<b>Operating income:</b>	<b>¥105,212 million</b>
<b>Ordinary income:</b>	<b>¥97,588 million</b>	<b>Net income:</b>	<b>¥54,458 million</b>

\*1 Return on assets=Ordinary income/Total assets(average) ×100    \*2 Return on net sales=Operating income/Net sales ×100

## Summary (non-consolidated)

Millions of yen

	Year ended March 31, 2008	Year ended March 31, 2007
<b>Operating Results:</b>		
Net sales	479,922	413,404
Operating income	33,971	28,797
Ordinary income	44,258	36,938
Net income	30,942	26,673
Net income per share (yen)		
Basic	149.78	136.96
Diluted	149.35	136.51
<b>Financial Position:</b>		
Total assets	482,309	387,188
Net assets	267,942	167,123
Equity ratio (%)	55.5	43.1
Net assets per share (yen)	1,251.36	857.39