

Outline of the Hitachi Chemical Group

(As of March 31, 2005)

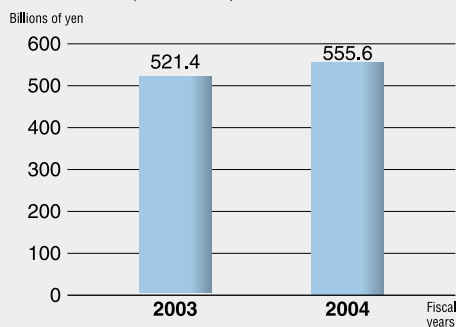
Number of consolidated subsidiaries: 62

Number of employees: 16,551

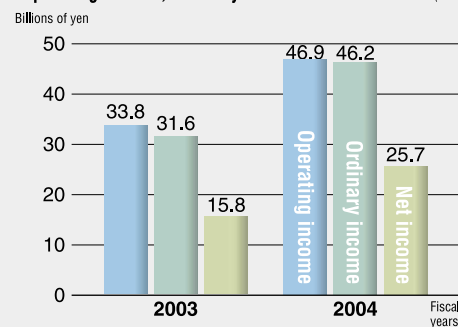
Breakdown of business:

Business Segment	Product Area	Primary Group Companies of Hitachi Chemical
Electronics-Related Products	Semiconductor-and Display-Related Materials	Hitachi Chemical Co., Ltd. Hitachi Chemical (Malaysia) Sdn. Bhd.
	Printed Wiring Boards and Related Materials	Hitachi Chemical Co., Ltd. Shin-Kobe Electric Machinery Co., Ltd. Hitachi AIC Inc. Hitachi Chemical (Singapore) Pte. Ltd. Hitachi Chemical (Johor) Sdn. Bhd.
	Others	Hitachi AIC Inc.
Chemical-Related Products	Organic Chemical Products	Hitachi Chemical Co., Ltd. Hitachi Kasei Polymer Co., Ltd.
	Inorganic Chemical Products	Hitachi Chemical Co., Ltd. Japan Brake Industrial Co., Ltd.
	Plastic Molded Products	Hitachi Chemical Co., Ltd. Hitachi Chemical Automotive Products Co., Ltd.
	Others	Shin-Kobe Electric Machinery Co., Ltd. Hitachi Powdered Metals Co., Ltd.
Housing Equipment and Environmental Facilities		Hitachi Housettec Co., Ltd.

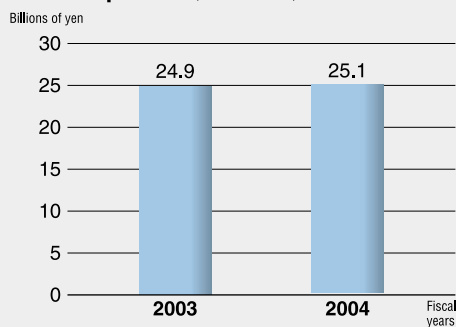
■ Net Sales (Consolidated)



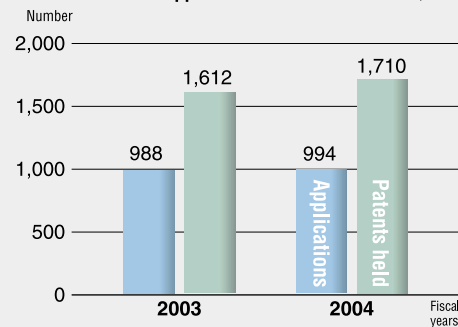
■ Operating Income, Ordinary Income and Net Income (Consolidated)



■ R&D Expenses (Consolidated)



■ Domestic Patent Applications and Patents Held (Consolidated)



Important Notes and Disclaimers Regarding this Report

Purpose

The purpose of this document is to report on the Company's activities in connection with R&D and intellectual property. It should not be construed as soliciting the buying or selling of Company stock. Information that the Company considers inappropriate for publication due to its strategic nature or its high level of uncertainty have been omitted. Therefore, this report may not contain or reflect the most recent information regarding the Company's activities. The Company accepts no liability for any losses or damages incurred as a result of investment activities based on the information contained in this report. Readers make investment decisions at their own risk.

Scope

This report encompasses the R&D and intellectual property activities of Hitachi Chemical in non-consolidated basis. Information with regard to activities utilizing group-wide synergies is of a very general nature at this stage of reporting. The Company recognizes that ongoing development requires the cooperation of other group companies and is therefore considering including group-wide activities in the scope of our Intellectual Property Report from next year.

Forward-looking Statements

Information in this report concerning future events including Company plans, policies, strategies and understandings other than facts which have been already realized, are projections or assumptions or plans based on information currently available to the Company. Projections have been based on certain assumptions in addition to actual events that have already occurred. Neither the validity of these assumptions nor the probability of their occurring at any time in the future is guaranteed. Factors affecting these assumptions include changes in technology and product demand, competition, economic conditions and exchange rate fluctuation.