

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

Hitachi Capital Corporation and Subsidiaries
Years ended March 31, 2008, 2007 and 2006

	Japanese yen (millions)				
	Common stock	Capital surplus	Stockholders' equity		Total stockholders' equity (Notes 3 (q) and 11)
			Retained earnings (Notes 3 (k) and 11)	Treasury stock (Notes 3 (j) and 12)	
Balance as of March 31, 2005	¥ 9,983	¥ 45,972	¥ 173,384	¥ (12,055)	¥ 217,284
Changes during the year					
Gain on sales of treasury stock		0			0
Cumulative effect of initial application of IFRS by subsidiaries			(1,478)		(1,478)
Purchase of treasury stock				(2,267)	(2,267)
Cash dividends			(4,111)		(4,111)
Directors' bonuses			(59)		(59)
Net income			14,219		14,219
Net change in the items other than stockholders' equity during the period		0	8,569	(2,267)	6,302
Total change during the year	—	0	8,569	(2,267)	6,302
Balance as of March 31, 2006	¥ 9,983	¥ 45,972	¥ 181,954	¥ (14,323)	¥ 223,586

	Japanese yen (millions)					
	Net unrealized holding gain on securities	Net unrealized gain on hedging derivatives	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets (Note 3 (q))
Balance as of March 31, 2005	¥ 2,371	¥ —	¥ (800)	¥ 1,571	¥ 5,907	¥ 224,762
Changes during the year						
Gain on sales of treasury stock						0
Cumulative effect of initial application of IFRS by subsidiaries						(1,478)
Purchase of treasury stock						(2,267)
Cash dividends						(4,111)
Directors' bonuses						(59)
Net income						14,219
Net change in the items other than stockholders' equity during the period	4,484	—	1,171	5,656	266	5,922
Total change during the year	4,484	—	1,171	5,656	266	12,224
Balance as of March 31, 2006	¥ 6,856	¥ —	¥ 370	¥ 7,227	¥ 6,173	¥ 236,987

	Japanese yen (millions)				
	Common stock	Capital surplus	Stockholders' equity		Total stockholders' equity (Notes 3 (q) and 11)
			Retained earnings (Notes 3 (k) and 11)	Treasury stock (Notes 3 (j) and 12)	
Balance as of March 31, 2006	¥ 9,983	¥ 45,972	¥ 181,954	¥ (14,323)	¥ 223,586
Changes during the year					
Cash dividends			(4,208)		(4,208)
Directors' bonuses			(42)		(42)
Net income			14,954		14,954
Liquidation of consolidated subsidiary			(40)		(40)
Reduction of equity-method affiliates			136		136
Purchase of treasury stock				(4)	(4)
Disposal of treasury stock		0		0	0
Net change in the items other than stockholders' equity during the period		0	10,799	(4)	10,795
Total change during the year	—	0	10,799	(4)	10,795
Balance as of March 31, 2007	¥ 9,983	¥ 45,972	¥ 192,754	¥ (14,327)	¥ 234,382

	Japanese yen (millions)					
	Net unrealized holding gain on securities	Net unrealized gain on hedging derivatives	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets (Note 3 (q))
Balance as of March 31, 2006	¥ 6,856	¥ —	¥ 370	¥ 7,227	¥ 6,173	¥ 236,987
Changes during the year						
Cash dividends						(4,208)
Directors' bonuses						(42)
Net income						14,954
Liquidation of consolidated subsidiary						(40)
Reduction of equity-method affiliates						136
Purchase of treasury stock						(4)
Disposal of treasury stock						0
Net change in the items other than stockholders' equity during the period	(2,478)	423	1,417	(636)	750	113
Total change during the year	(2,478)	423	1,417	(636)	750	10,909
Balance as of March 31, 2007	¥ 4,378	¥ 423	¥ 1,788	¥ 6,590	¥ 6,924	¥ 247,897

See accompanying notes to consolidated financial statements.

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS (CONTINUED)

Hitachi Capital Corporation and Subsidiaries
Years ended March 31, 2008, 2007 and 2006

	Japanese yen (millions)				
	Stockholders' equity				
	Common stock	Capital surplus	Retained earnings (Notes 3 (k) and 11)	Treasury stock (Notes 3 (j) and 12)	Total stockholders' equity (Notes 3 (q) and 11)
Balance as of March 31, 2007	¥ 9,983	¥ 45,972	¥ 192,754	¥ (14,327)	¥ 234,382
Changes during the year					
Cash dividends			(4,675)		(4,675)
Net income			10,722		10,722
Purchase of treasury stock				(1)	(1)
Disposal of treasury stock		0		0	0
Net change in the items other than stockholders' equity during the period			6,046	(1)	6,045
Total change during the year	—	0	6,046	(1)	6,045
Balance as of March 31, 2008	¥ 9,983	¥ 45,972	¥ 198,800	¥ (14,328)	¥ 240,428

	Japanese yen (millions)					
	Valuation and translation adjustments					
	Net unrealized holding gain on securities	Net unrealized gain on hedging derivatives	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets (Note 3 (q))
Balance as of March 31, 2007	¥ 4,378	¥ 423	¥ 1,788	¥ 6,590	¥ 6,924	¥ 247,897
Changes during the year						
Cash dividends						(4,675)
Net income						10,722
Purchase of treasury stock						(1)
Disposal of treasury stock						0
Net change in the items other than stockholders' equity during the period	(3,383)	(2,174)	(3,818)	(9,376)	(5,488)	(14,865)
Total change during the year	(3,383)	(2,174)	(3,818)	(9,376)	(5,488)	(8,819)
Balance as of March 31, 2008	¥ 994	¥ (1,750)	¥ (2,030)	¥ (2,786)	¥ 1,435	¥ 239,077

	U.S. dollars (thousands) (Note 2)				
	Stockholders' equity				
	Common stock	Capital surplus	Retained earnings (Notes 3 (k) and 11)	Treasury stock (Notes 3 (j) and 12)	Total stockholders' equity (Notes 3 (q) and 11)
Balance as of March 31, 2007	\$ 99,830	\$ 459,720	\$ 1,927,540	\$ (143,270)	\$ 2,343,820
Changes during the year					
Cash dividends			(46,750)		(46,750)
Net income			107,220		107,220
Purchase of treasury stock				(10)	(10)
Disposal of treasury stock		0		0	0
Net change in the items other than stockholders' equity during the period			60,460	(10)	60,450
Total change during the year	—	0	60,460	(10)	60,450
Balance as of March 31, 2008	\$ 99,830	\$ 459,720	\$ 1,988,000	\$ (143,280)	\$ 2,404,280

	U.S. dollars (thousands) (Note 2)					
	Valuation and translation adjustments					
	Net unrealized holding gain on securities	Net unrealized gain on hedging derivatives	Foreign currency translation adjustments	Total valuation and translation adjustments	Minority interests	Total net assets (Note 3 (q))
Balance as of March 31, 2007	\$ 43,780	\$ 4,230	\$ 17,880	\$ 65,900	\$ 69,240	\$ 2,478,970
Changes during the year						
Cash dividends						(46,750)
Net income						107,220
Purchase of treasury stock						(10)
Disposal of treasury stock						0
Net change in the items other than stockholders' equity during the period	(33,830)	(21,740)	(38,180)	(93,760)	(54,880)	(148,650)
Total change during the year	(33,830)	(21,740)	(38,180)	(93,760)	(54,880)	(88,190)
Balance as of March 31, 2008	\$ 9,940	\$ (17,500)	\$ (20,300)	\$ (27,860)	\$ 14,350	\$ 2,390,770