

1st November 2010

**Consolidated Financial Result
for 2nd Quarter of FY2010
(Supplementary Material)**

 **Hitachi Transport System**

(1) Revenues and Income

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | Total for 2nd Quarter (Cumulative) | | Total for FY | |
|------------------|------------------------------------|----------------|----------------|----------------|
| | FY2009 | FY2010 | FY2009 | FY2010 (Plan) |
| Revenues | 157,941 (87%) | 179,735 (114%) | 331,917 (94%) | 370,000 (111%) |
| Operating Income | 5,024 (65%) | 8,101 (161%) | 12,724 (90%) | 16,200 (127%) |
| Ordinary Income | 5,003 (64%) | 8,097 (162%) | 12,670 (88%) | 16,100 (127%) |
| Net Income | 2,210 (56%) | 3,576 (162%) | 5,815 (83%) | 7,800 (134%) |

(2) Revenues by Segment

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | Total for 2nd Quarter (Cumulative) | | Total for FY | |
|-----------------------------|------------------------------------|----------------|----------------|----------------|
| | FY2009 | FY2010 | FY2009 | FY2010 (Plan) |
| Domestic Logistics Business | 117,177 (96%) | 124,826 (107%) | 244,460 (100%) | 263,000 (108%) |
| Global Logistics Business | 33,083 (67%) | 46,012 (139%) | 71,095 (78%) | 90,000 (127%) |
| Other Service Business | 7,681 (83%) | 8,897 (116%) | 16,362 (90%) | 17,000 (104%) |
| Total | 157,941 (87%) | 179,735 (114%) | 331,917 (94%) | 370,000 (111%) |

(3) Operating Income by Segment

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | Total for 2nd Quarter (Cumulative) | | Total for FY | |
|-----------------------------|------------------------------------|---------------|---------------|---------------|
| | FY2009 | FY2010 | FY2009 | FY2010 (Plan) |
| Domestic Logistics Business | 8,461 (84%) | 10,947 (129%) | 19,133 (99%) | 21,800 (114%) |
| Global Logistics Business | 298 (38%) | 889 (298%) | 1,286 (127%) | 1,800 (140%) |
| Other Service Business | 575 (63%) | 1,230 (214%) | 1,501 (88%) | 2,500 (167%) |
| (Elimination) | △4,310 | △4,965 | △9,196 | △9,900 |
| Total | 5,024 (65%) | 8,101 (161%) | 12,724 (90 %) | 16,200 (127%) |

(4) Revenues of 3PL Business

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | Total for 2nd Quarter (Cumulative) | | Total for FY | |
|--------------------------|------------------------------------|----------------|----------------|----------------|
| | FY2009 | FY2010 | FY2009 | FY2010 |
| Domestic (Japan) | 96,761 (97%) | 104,263 (108%) | 201,892 (102%) | 224,000 (111%) |
| Global (Other Countries) | 23,063 (72%) | 34,820 (151%) | 50,339 (84%) | 71,000 (141%) |
| Total | 119,824 (91%) | 139,083 (116%) | 252,231 (98%) | 295,000 (117%) |

(5) Major Operating Expense (Including Sales Administrative Expense)

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | Total for 2nd Quarter (Cumulative) | | Total for FY | |
|----------------------|------------------------------------|----------------|---------------|---------------|
| | FY2009 | FY2010 | FY2009 | FY2010 |
| Outsourcing Expense | 172,649 (98%) | 155,635 (90%) | 73,789 (82%) | 83,882 (114%) |
| Labor Expense | 85,004 (109%) | 89,700 (106%) | 43,382 (103%) | 48,178 (111%) |
| Rental Expense | 23,492 (107%) | 24,119 (103%) | 11,866 (102%) | 12,087 (102%) |
| Depreciation Expense | 9,195 (111%) | 9,403 (102%) | 4,555 (103%) | 4,504 (99%) |

(6) Number of Employees (End of FY)

[Unit: Person; Figures in parentheses denote comparisons with previous FY]

| | FY2008 | FY2009 | FY2010 | |
|------------------------------------|---------------------|--------------------|--------------------|--------------------|
| | | | End of 2nd Quarter | End of FY (Plan) |
| Hitachi Transport System | 2,155 | 2,099 | 2,126 | 2,108 |
| Subsidiaries | 8,261 | 10,184 | 11,189 | 11,380 |
| Consolidated | 10,416 (+ 456) | 12,283 (+1,867) | 13,315 (+2,687) | 13,488 (+1,205) |
| Equity Method Affiliate | 2,044 | 2,193 | 2,243 | 2,356 |
| Part Timer, Contracted Employee | 14,657 | 12,951 | 13,521 | 13,991 |
| Senior employee* | 380 | 407 | 454 | 532 |
| Total | 27,497 (+ 1,712) | 27,834 (+337) | 29,533 (+786) | 30,367 (+2,533) |

*: Employees, which reemployed after reaching mandatory retirement age.

(7) Capital Expenditure

[Unit: Million Yen; % in parentheses denote comparisons with previous FY]

| | FY2008 | FY2009 | FY2010 | |
|------------------------|---------------|---------------|------------------------------------|---------------------|
| | | | Total for 2nd Quarter (Cumulative) | Total for FY (Plan) |
| Purchased Assets*1 | 18,835 (149%) | 5,302 (28%) | 3,804 (131%) | 7,600 (143%) |
| Depreciation Expense*2 | 9,195 (111%) | 9,403 (102%) | 4,504 (99%) | 9,600 (102%) |
| Leased Assets | 10,658 (39%) | 10,707 (100%) | 11,894 (145%) | 30,000 (280%) |

*1: Based on fixed assets recorded in the balance sheet

*2: Allocated over the period of the lease (For reference)

Warehouse Area (Reference)

[Unit: 10,000 m²]

| | FY2008 | FY2009 | FY2010 | |
|-------------------|--------|--------|--------------------|------------------|
| | | | End of 2nd Quarter | End of FY (Plan) |
| Domestic (Japan) | 246 | 260 | 264 | 278 |
| Overseas (Others) | 61 | 63 | 66 | 69 |
| Total | 307 | 323 | 330 | 347 |

* These figures include the customer-owned warehouse spaces operated by Hitachi Transport System (3rd parties).