

Hitachi Maxell, Ltd.

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Maxell Announces Extraordinary Gains and Losses as well as Differences between Actual and Projected Full-Year Business Results

Tokyo, April 26, 2007--- Hitachi Maxell, Ltd. (TSE/OSE : 6810) today announced extraordinary gains and losses for the year ended March 2007 as follows. Also, below is notification of differences between actual business results and the full-year business results projection for the year ended March 2007, which the Company issued on October 27, 2006.

1. Extraordinary Gains and Losses

[Unconsolidated]

The Company recorded extraordinary gains of approximately ¥1.9 billion, comprising an approximately ¥1.5 billion gain from reversal of accrued expenses in the past fiscal years, and an approximately ¥0.3 billion gain on sales of fixed assets. Further, the Company recorded extraordinary losses of approximately ¥2.0 billion, comprising an approximately ¥1.1 billion loss on revaluation of investment securities and an approximately ¥0.6 billion loss on disposal of fixed assets.

[Consolidated]

The Company recorded extraordinary gains of approximately ¥1.9 billion, comprising the approximately ¥1.5 billion gain from reversal of accrued expenses that arises in unconsolidated financial statements and an approximately ¥0.3 billion gain on sales of fixed assets. Further, the Company recorded extraordinary losses of approximately ¥1.9 billion, comprising an approximately ¥1.1 billion loss on revaluation of investment securities and an approximately ¥0.7 billion loss on disposal of fixed assets.

2. Differences between Actual and Projected Full-Year Business Results for the Year Ended March 2007 (April 1, 2006–March 31, 2007)

[Unconsolidated]

(Millions of yen)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	114,000	3,800	5,200	2,000
Actual results (B)	115,223	5,375	6,752	3,489
Increase/decrease (B-A)	1,223	1,575	1,552	1,489
% change (B/A)	1.1	41.4	29.8	74.5
[Reference] March 31, 2006	115,098	4,169	6,800	3,390

[Consolidated]	(Millions of yen)			
	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	206,000	6,800	7,400	3,300
Actual results (B)	202,240	7,940	9,062	2,896
Increase/decrease (B-A)	(3,760)	1,140	1,662	(404)
% change (B/A)	(1.8)	16.8	22.5	(12.2)
[Reference] March 31, 2006	204,131	5,592	7,264	3,235

3. Details of Differences

In unconsolidated and consolidated financial statements, operating income was higher than the forecast previously released on October 27, 2006, due to the effect of foreign exchange rates resulting from depreciation of the yen, product mix improvements, and cost reductions. Accordingly, ordinary income was also higher than the previous projection.

Regarding extraordinary gains and losses, the Company has previously charged to accrued expenses based upon considerations of risk at respective junctures. However, recently the Company recorded gain from reversal of accrued expenses, which comprises the reversal of items for which payment was deemed unnecessary with respect to accrued expenses recorded in the past fiscal years, and gain on sales of fixed assets as extraordinary gains. Further, the Company recorded loss on revaluation of investment securities and loss on disposal of fixed assets as extraordinary losses.

In unconsolidated financial statements for the year ended March 2007, net income was significantly higher than the previous forecast. However, in consolidated financial statements, net income was lower than the previous forecast because of an increase in income taxes stemming from a reversal of deferred tax assets in accordance with tax effect accounting.

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Note: This document contains forward-looking statements which reflect management's current views and judgments with respect to certain future plans, events and strategies based on currently available information and do not constitute promises, commitments, or guarantees. The forward-looking statements involve known and unknown risks and uncertainties that can cause actual results to differ materially from those projected or implied therein. Factors that can cause actual results to differ materially from those projected or implied in the forward looking statements and from historical events include, but are not limited to, future economic trends, competition in the industrial sector, market demand, rates of exchange, and sociopolitical conditions and circumstances.