

Financial Highlights

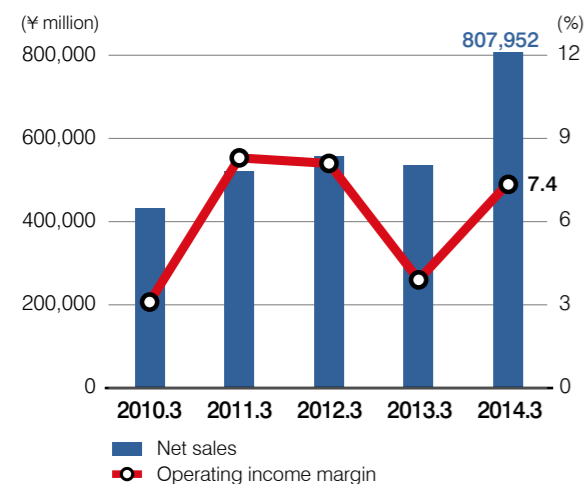
Hitachi Metals, Ltd. and Consolidated Subsidiaries

(As of and for the years ended March 31, 2014, 2013, 2012, 2011 and 2010)

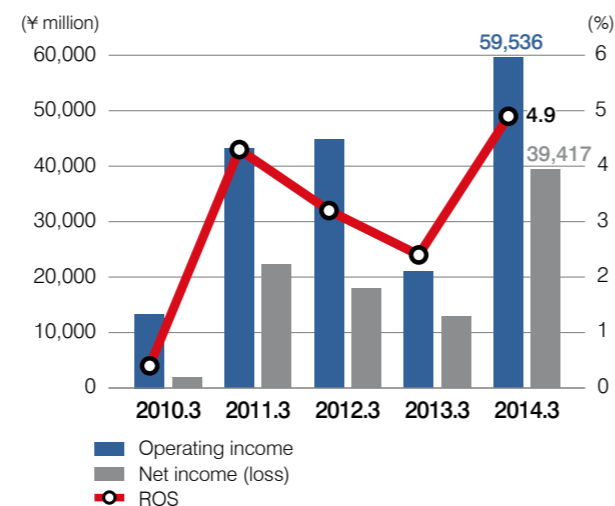
	Millions of yen (except as otherwise noted)					USD 103	EUR 142
	2014	2013	2012	2011	2010	Thousands of U.S. dollars (except as otherwise noted)	Thousands of euros (except as otherwise noted)
For the period							
Operating results:							
Net sales	¥ 807,952	¥ 535,779	¥ 556,914	¥ 520,186	¥ 431,683	\$ 7,844,194	€ 5,689,803
Operating income	59,536	21,079	44,867	43,143	13,349	578,019	419,267
Income (loss) before income taxes and minority interests	50,796	17,230	36,414	36,061	5,727	493,165	357,718
Net income (loss)	39,417	12,955	17,886	22,204	1,937	382,689	277,585
Cash flows:							
Operating cash flows	100,557	62,975	3,008	42,688	57,012	976,282	708,148
Free cash flows	69,651	34,257	(18,761)	18,081	35,517	676,223	490,500
Net cash flows	41,590	6,136	(6,028)	(9,645)	10,208	403,787	292,887
Growth initiative costs:							
Capital expenditures	31,987	26,688	24,300	20,369	16,485	310,553	225,261
Depreciation and amortization	33,639	24,219	27,544	28,389	30,494	326,592	236,894
Research and development	16,814	11,076	12,153	12,224	10,626	163,243	118,408
At the period-end							
Total assets	¥ 840,742	¥ 541,286	¥ 579,862	¥ 529,869	¥ 517,984	\$ 8,162,544	€ 5,920,718
Interest-bearing debt	175,958	145,935	169,232	149,822	170,664	1,708,330	1,239,141
Net assets	373,198	259,865	240,395	228,010	212,783	3,623,281	2,628,155
Number of outstanding shares (thousands shares)	427,632	365,420	352,430	352,442	352,472	—	—
Number of employees	26,850	17,308	18,056	18,008	17,806	—	—
Per share of common stock							
Net income (loss):							
Basic	¥ 95.65	¥ 36.20	¥ 50.75	¥ 63.00	¥ 5.50	\$ 0.93	€ 0.67
Cash dividends	17.00	14.00	12.00	12.00	12.00	0.17	0.12
Net assets	848.73	684.96	625.04	591.51	548.76	8.24	5.98

- Notes: 1. The above amounts were accounted for and presented in accordance with the generally accepted accounting principles in Japan.
2. The translation of Japanese yen amounts into U.S. dollars and euros for the year ended March 31, 2014, is included in this annual report solely for the convenience of readers. The translation has been made at the rates of ¥103=\$1 and ¥142=€1, the approximate exchange rates as of March 31, 2014.
3. Diluted net income per share information is not provided as Hitachi Metals, Ltd. had no dilutive common stock outstanding during the fiscal year ended March 31, 2014.
4. Interest-bearing debt represents the total of short-term borrowings, commercial paper, long-term debts and corporate bonds.
5. Net income (loss) per share is calculated by dividing net income (loss) by the average number of outstanding shares for the period.
Net assets per share are calculated by dividing net assets less minority interests by the number of outstanding shares as of the period-end.

Net sales and Operating Income Margin



Operating Income, Net Income (Loss) and ROS

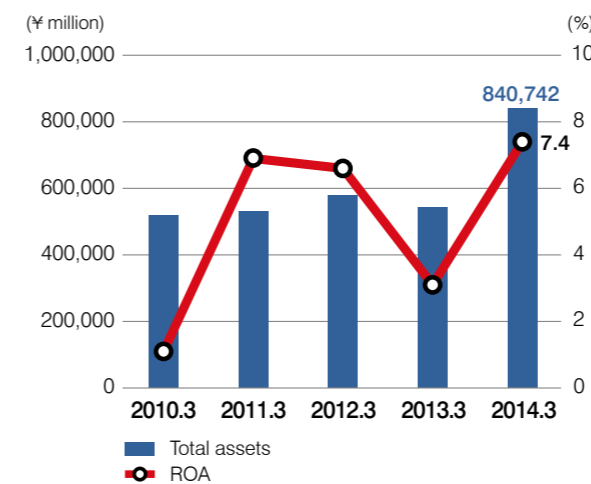


	Millions of yen (except as otherwise noted)					USD 103	EUR 142
	2014	2013	2012	2011	2010	Thousands of U.S. dollars (except as otherwise noted)	Thousands of euros (except as otherwise noted)
Reference information:							
Aggregate market value of shares	¥ 628,191	¥ 321,935	¥ 362,298	¥ 369,359	¥ 346,480	\$ 6,098,941	€ 4,423,880
Enterprise value (EV)	708,606	433,768	503,564	485,187	473,505	6,879,669	4,990,182
EBITDA	85,769	42,818	65,390	65,723	37,787	832,709	604,007
EBITDA margin (%)	10.6	8.0	11.7	12.6	8.8	—	—
EV/EBITDA ratio (times)	8.26	10.13	7.70	7.38	12.53	—	—

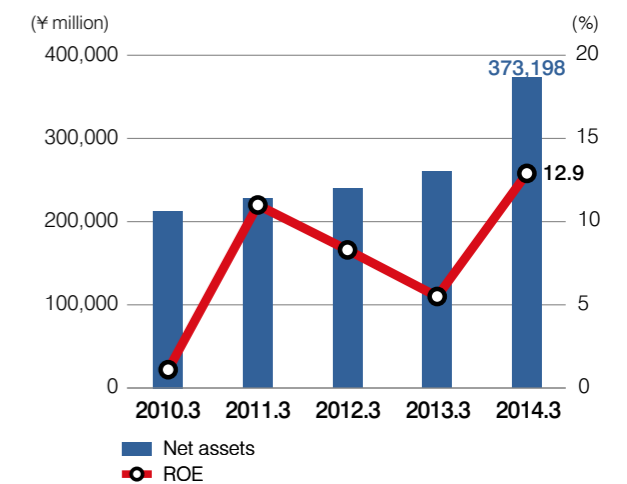
	%, Times				
	2014	2013	2012	2011	2010
Key financial indicators:					
Operating income margin (%)	7.4	3.9	8.1	8.3	3.1
Operating cash flow margin (%)	12.4	11.8	0.5	8.2	13.2
ROS (%)	4.9	2.4	3.2	4.3	0.4
ROA (%)	7.4	3.1	6.6	6.9	1.1
ROIC (%)	7.6	3.2	7.2	7.2	2.1
ROE (%)	12.9	5.5	8.3	11.0	1.0
Total assets turnover (times)	0.96	0.99	0.96	0.98	0.83
Shareholders' equity ratio (%)	43.2	46.2	38.0	39.3	37.3
Debt/equity ratio (times)	0.48	0.58	0.77	0.72	0.88
Debt/operating cash flow ratio (times)	1.75	2.32	56.26	3.51	2.99

- Notes: 6. EV represents the sum of aggregate market value of shares and net interest-bearing debts.
7. Earnings before interest, taxes, depreciation and amortization (EBITDA) refer to income (loss) before income taxes and minority interests before deducting net interest, depreciation and amortization.
8. EBITDA margin refers to EBITDA divided by net sales.
9. Return on sales (ROS) refers to the net income (loss) divided by net sales.
10. Return on assets (ROA) is computed as the income (loss) before income taxes and minority interests divided by the average total assets (the average of beginning and ending balance of the year).
11. Return on invested capital (ROIC) is computed as the net operating income after tax divided by the sum of the average total shareholders' equity, the average total accumulated other comprehensive income and the average interest-bearing debts (the average of beginning and ending balance of the year).
12. Return on equity (ROE) is computed as the net income (loss) divided by the sum of the average of the total shareholders' equity and the average total accumulated comprehensive income (the average of beginning and ending of the year).

Total Assets and ROA



Net Assets and ROE



Note: In this report, unless otherwise noted, years in graphs refer to fiscal years ended March 31.