

Financial/Non-Financial Highlights

1USD=¥112.19 1EUR=¥119.79

Fiscal	Millions of yen					Thousands of U.S. dollars	Thousands of Euros
	2016 IFRS	2015 IFRS	2014 IFRS	2013 IFRS	2012 J-GAAP	2016 IFRS	2016 IFRS
For the period							
Operating results:							
Revenues	¥910,486	¥1,017,584	¥1,004,373	¥807,794	¥535,779	\$8,115,572	€7,600,685
Cost of sales	731,153	819,433	793,517	637,081	440,684	6,517,096	6,103,623
Selling, general and administrative expenses	113,350	122,090	126,446	106,851	74,016	1,010,340	946,239
Adjusted operating income	65,983	76,061	84,410	—	—	588,137	550,822
Other income	14,070	36,416	21,303	5,844	—	125,412	117,456
Other expenses	11,786	12,523	21,306	16,278	—	105,054	98,389
Operating income	68,267	99,954	84,407	53,428	21,079	608,495	569,889
Income before income taxes	66,016	96,233	86,391	55,820	17,230	588,430	551,098
Net income attributable to owners of the parent company	50,593	69,056	70,569	48,133	12,955	450,958	422,347
Cash flows:							
Cash flows from operating activities	89,391	115,742	108,983	99,171	62,975	796,782	746,231
Free cash flows	53,527	83,595	(4,767)	89,339	34,257	477,110	446,840
Increase (decrease) in cash and cash equivalents	19,111	41,271	(7,443)	61,765	6,136	170,345	159,538
Capital expenditure	63,843	59,602	51,474	31,987	26,688	569,061	532,958
Depreciation and amortization	43,039	42,927	39,917	33,762	24,219	383,626	359,287
Research and development	17,971	19,121	20,903	16,814	11,076	160,184	150,021
At the end of the period:							
Total assets	¥1,040,390	¥1,033,311	¥1,083,450	¥848,772	¥541,286	\$9,273,465	€8,685,116
Interest-bearing debt	194,457	220,376	255,350	177,195	145,935	1,733,283	1,623,316
Equity (net assets)	548,746	504,675	476,176	382,840	259,865	4,891,220	4,580,900
Number of shares outstanding (thousands of shares)	427,577	427,579	427,601	427,657	365,420	—	—
Earnings per share (yen)*1	¥ 118.32	¥ 161.50	¥ 165.02	¥ 116.79	¥ 36.20	\$ 1.05	€ 0.99
Dividends per share (yen)	26.00	26.00	23.00	17.00	14.00	0.23	0.22
Net assets per share (yen)*2	1,254.89	1,159.70	1,090.64	870.36	684.96	11.19	10.48

*1 Basic earnings per share

*2 Equity per share attributable to owners of the parent company

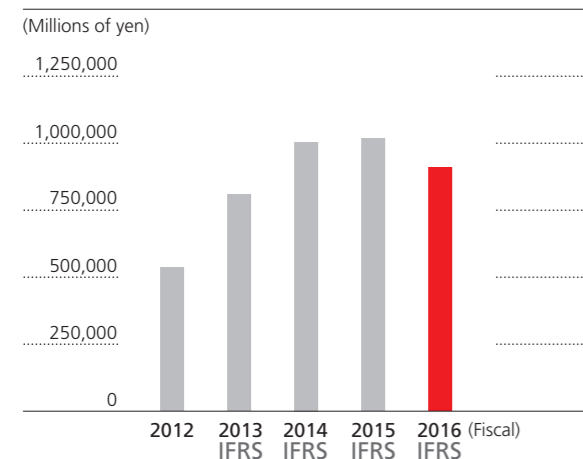
Reference information:	Millions of yen					Thousands of U.S. dollars	Thousands of Euros
	2016 IFRS	2015 IFRS	2014 IFRS	2013 IFRS	2012 J-GAAP	2016 IFRS	2016 IFRS
Total market value of stocks	¥ 667,874	¥496,420	¥788,924	¥628,228	¥321,935	\$5,953,065	€5,575,377
Enterprise value (EV)	722,920	596,496	965,245	712,512	433,768	6,443,715	6,034,898
EBITDA	111,299	141,644	128,436	90,968	42,818	992,058	929,118
EBITDA margin (%)	12.2	13.9	12.8	11.3	8.0	—	—
EV/EBITDA ratio (times)	6.50	4.21	7.52	7.83	10.13	—	—

Fiscal	2016 IFRS	2015 IFRS	2014 IFRS	2013 IFRS	2012 J-GAAP
Key financial indicators:					
Operating income ratio (%)	7.5	9.8	8.4	6.6	3.9
Operating cash flow margin (%)	9.8	11.4	10.9	12.3	11.8
ROS (%)	5.6	6.8	7.0	6.0	2.4
ROA (%)	6.4	9.1	8.9	8.0	3.1
ROIC (%)	6.5	8.3	8.0	6.8	3.2
ROE (%)	9.8	14.4	16.8	15.6	5.5
Total assets turnover (times)	0.88	0.98	0.93	0.95	0.99
Equity attributable to owners of the parent company ratio (%)	51.6	48.0	43.0	43.9	46.2
D/E ratio (times)	0.36	0.44	0.55	0.48	0.58
Ratio of operating cash flow to debt (times)	2.18	1.90	2.34	1.79	2.32

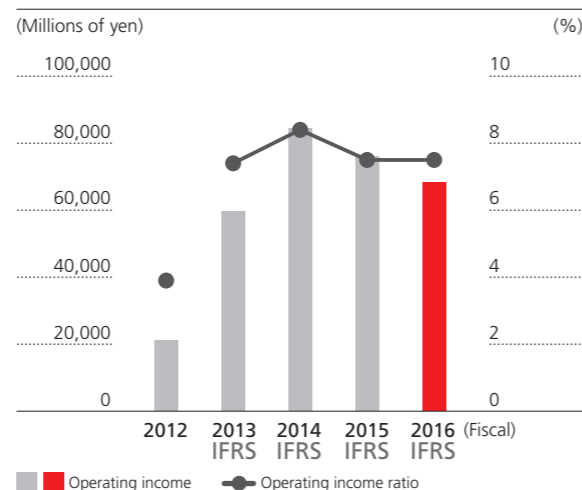
Fiscal	2016	2015	2014	2013	2012
Non-financial information:					
Sales of key environmentally conscious products (million yen)	189,573	156,213	—	—	—
Sales ratio of key environmentally conscious products (%)	20.8	15.0	—	—	—
Energy consumption converted into crude oil (kl/year)	1,077,309	1,091,936	705,808	707,640	588,834
Net sales energy consumption ratio per production unit (kl/million yen)	1.18	1.07	0.78	0.79	1.10
CO ₂ emissions (thousands of tons of CO ₂ /year)	2,672	2,771	1,672	1,572	1,245
Net sales CO ₂ emissions per production unit (thousands of tons of CO ₂ /million yen)	0.0029	0.0027	0.0018	0.0018	0.0023
Number of employees	28,754	29,157	30,278	26,850	17,308

Notes: 1. The Company has adopted the International Financial Reporting Standards (IFRS) for the Consolidated Financial Statements in the Annual Securities Report since the fiscal year ended March 31, 2015. Accordingly, the amounts stated on pages 66 and 67 of this report were accounted for and presented in accordance with the generally accepted accounting principles in Japan for fiscal 2012, and in accordance with IFRS for fiscal 2013 through 2016.
 2. The translation of Japanese yen amounts into U.S. dollars and euros for the year ended March 31, 2017, has been made at the rates of ¥112.19=\$1 and ¥119.79=€1, the approximate exchange rates as of March 31, 2017.
 3. Diluted earnings per share is not provided as Hitachi Metals, Ltd. had no dilutive common stock outstanding.
 4. Interest-bearing debt represents the total of short-term debt, long-term debt and corporate bonds.
 5. Earnings per share is calculated by dividing net income attributable to owners of the parent company (net income) by the average number of shares issued during the term, and equity per share attributable to owners of the parent company is calculated by dividing equity, which is total equity minus non-controlling interests/minority interests, by the number of shares outstanding at the end of the period.
 6. Enterprise value (EV) represents the sum of total market value of stocks and net interest-bearing debt.
 7. Earnings before interest, taxes, depreciation and amortization (EBITDA) refers to income before income taxes before deducting interest charges, depreciation and amortization.
 8. EBITDA margin refers to EBITDA divided by revenues.
 9. Return on sales (ROS) refers to net income attributable to shareholders of the parent company divided by revenues.
 10. Return on assets (ROA) is computed as the income before income taxes divided by the average total assets (the average of the 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 equity attributable to owners of the parent company, the average total other comprehensive income and the average total interest-bearing debt (the average of the beginning and ending balance of the year).
 12. Return on equity (ROE) is computed as the net income attributable to owners of the parent company divided by the average total equity excluding non-controlling interests/minority interests (the average of the beginning and ending balance of the year).
 13. In Japan, the power company CO₂ emissions coefficient is based on the "power supplier emissions coefficient" announced by the Ministry of the Environment; outside Japan, it is based on the 2008 IEA "country-specific conversion coefficient."

Revenues

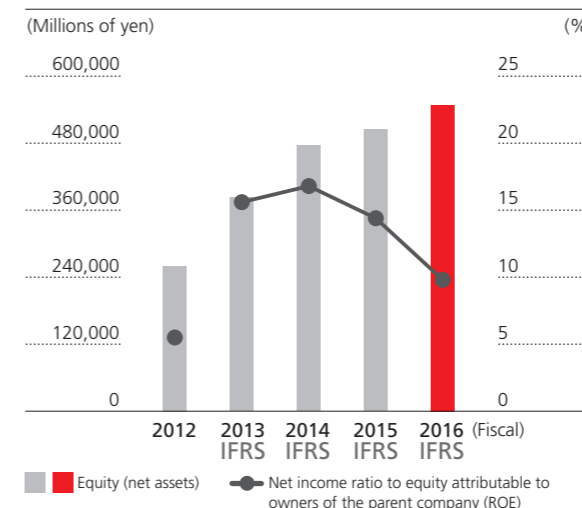


Operating Income/Operating Income Ratio



Notes: 1. For fiscal 2012, operating income based on the generally accepted accounting principles in Japan is provided.
 2. For fiscal 2013 through 2016, adjusted operating income is provided.

Equity (Net Assets)/Net Income Ratio to Equity Attributable to Owners of the Parent Company (ROE)



Capital Expenditure/Research and Development Expenses

