

Financial/Non-Financial Highlights

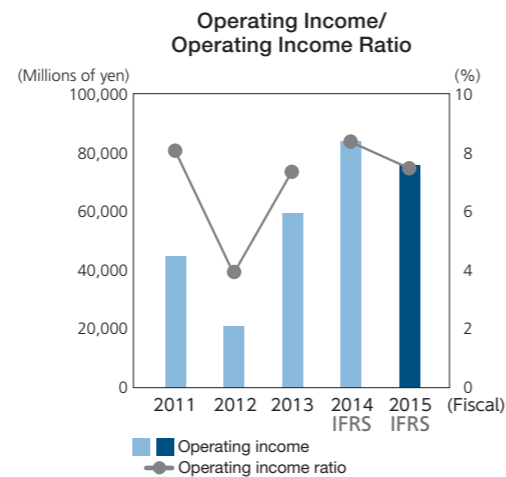
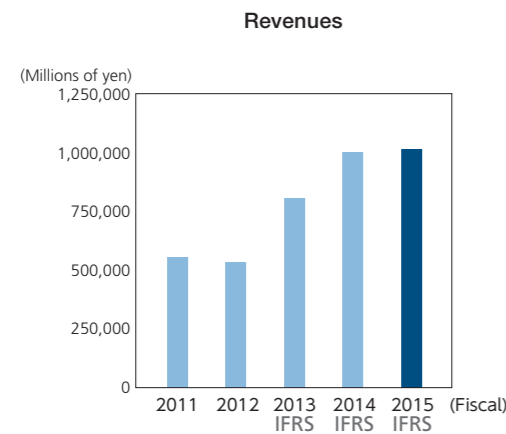
1USD=¥112.68 1EUR=¥127.70

Fiscal	Millions of yen					Thousands of U.S. dollars	Thousands of Euros
	2015 IFRS	2014 IFRS	2013 IFRS	2012 J-GAAP	2011 J-GAAP	2015 IFRS	2015 IFRS
For the period							
Operating results:							
Revenues	¥1,017,584	¥1,004,373	¥807,794	¥535,779	¥556,914	\$9,030,742	€7,968,551
Cost of sales	819,433	793,517	637,081	440,684	—	7,272,213	6,416,860
Selling, general and administrative expenses	122,090	126,446	106,851	74,016	—	1,083,511	956,069
Adjusted operating income	76,061	84,410	—	—	—	—	—
Other income	36,416	21,303	5,844	—	—	323,181	285,168
Other expenses	12,523	21,306	16,278	—	—	111,138	98,065
Operating income	99,954	84,407	53,428	21,079	44,867	887,061	782,725
Income before income taxes	96,233	86,391	55,820	17,230	36,414	854,038	753,587
Net income attributable to owners of the parent company	69,056	70,569	48,133	12,955	17,886	612,851	540,767
Cash flows:							
Cash flows from operating activities	115,742	108,983	99,171	62,975	3,008	1,027,174	906,359
Free cash flows	83,595	(4,767)	89,339	34,257	(18,761)	741,879	654,621
Increase (decrease) in cash and cash equivalents	41,271	(7,443)	61,765	6,136	(6,028)	366,267	323,187
Capital expenditure	59,602	51,474	31,987	26,688	24,300	528,949	466,735
Depreciation and amortization	42,927	39,917	33,762	24,219	27,544	380,964	336,155
Research and development	19,121	20,903	16,814	11,076	12,153	169,693	149,734
At the end of the period:							
Total assets	¥1,033,311	¥1,083,450	¥848,772	¥541,286	¥579,862	\$9,170,314	€8,091,707
Interest-bearing debt	220,376	255,350	177,195	145,935	169,232	1,955,769	1,725,732
Equity (net assets)	504,675	476,176	382,840	259,865	240,395	4,478,834	3,952,036
Number of shares outstanding (thousands of shares)	427,579	427,601	427,657	365,420	352,430	—	—
Earnings per share (yen)*1	¥ 161.50	¥ 165.02	¥ 116.79	¥ 36.20	¥ 50.75	\$ 1.43	€ 1.26
Dividends per share (yen)	26.00	23.00	17.00	14.00	12.00	0.23	0.20
Net assets per share (yen)*2	1,159.70	1,090.64	870.36	684.96	625.04	10.29	9.08

*1 Basic earnings per share

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

Fiscal	Millions of yen					Thousands of U.S. dollars	Thousands of Euros
	2015 IFRS	2014 IFRS	2013 IFRS	2012 J-GAAP	2011 J-GAAP	2015 IFRS	2015 IFRS
Reference information:							
Total market value of stocks	¥496,420	¥788,924	¥628,228	¥321,935	¥362,298	\$4,405,576	€3,887,395
Enterprise value (EV)	596,496	965,245	712,512	433,768	503,564	5,293,719	4,671,075
EBITDA	141,644	128,436	90,968	42,818	65,390	1,257,047	1,109,193
EBITDA margin (%)	13.9	12.8	11.3	8.0	11.7	—	—
EV/EBITDA ratio (times)	4.21	7.52	7.83	10.13	7.70	—	—



Notes: 1. For fiscal years 2011 through 2013, operating income based on the generally accepted accounting principles in Japan is provided.
2. For fiscal years 2014 and 2015, adjusted operating income is provided.

Fiscal	2015	2014	2013	2012	2011
	IFRS	IFRS	IFRS	J-GAAP	J-GAAP
Key financial indicators:					
Operating income ratio (%)	9.8	8.4	6.6	3.9	8.1
Operating cash flow margin (%)	11.4	10.9	12.3	11.8	0.5
ROS (%)	6.8	7.0	6.0	2.4	3.2
ROA (%)	9.1	8.9	8.0	3.1	6.6
ROIC (%)	8.3	8.0	6.8	3.2	7.2
ROE (%)	14.4	16.8	15.6	5.5	8.3
Total assets turnover (times)	0.98	0.93	0.95	0.99	0.96
Equity attributable to owners of the parent company ratio (%)	48.0	43.0	43.9	46.2	38.0
D/E ratio (times)	0.44	0.55	0.48	0.58	0.77
Ratio of operating cash flow to debt (times)	1.90	2.34	1.79	2.32	56.26
Non-financial information:					
Net sales of eco-products	542,146	607,574	588,527	407,085	434,501
Overseas net sales (millions of yen)	246,839	261,257	244,239	175,413	180,752
Domestic net sales (millions of yen)	295,307	346,317	344,288	231,672	253,749
Percentage of net sales from eco-products (%)	99	98	92	90	92
Energy consumption converted into crude oil (kl/year)	1,091,936	705,808	707,640	588,834	583,027
Net sales energy consumption ratio per production unit (kl/million yen)	1.07	0.78	0.79	1.10	1.05
CO ₂ emissions (thousands of tons of CO ₂ /year)	2,771	1,672	1,572	1,245	1,236
Net sales CO ₂ emissions per production unit (thousands of tons of CO ₂ /million yen)	0.0027	0.0018	0.0018	0.0023	0.0022
Number of employees	29,157	30,278	26,850	17,308	18,056

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 74 and 75 of this report were accounted for and presented in accordance with the generally accepted accounting principles in Japan for fiscal years 2011 and 2012, and in accordance with IFRS for fiscal years 2013 through 2015.
2. The translation of Japanese yen amounts into U.S. dollars and euros for the year ended March 31, 2016, has been made at the rates of ¥112.68=\$1 and ¥127.70=€1, the approximate exchange rates as of March 31, 2016.
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."

