

# Hitachi Metals, Ltd. (July 26, 2013)

(Previous : Hitachi Cable, Ltd.)

<http://www.hitachi-metals.co.jp/e/index.html>  
1-2-1 Shibaura , Minato-ku, Tokyo, Japan

## Consolidated Financial Report for the first quarter of Fiscal 2013 (April 1, 2013 - June 30, 2013)

Contact: Kazutsugu Kamatani, Division Head

Corporate Communications Tel: +81-3-5765-4075

Listed Stock Exchanges: Tokyo (First Section, Code 5486)(ISIN : JP3786200000)

### 1. Performance over the year, April 1, 2013 to June 30,2013 (Figures are rounded off to the nearest million yen)

(1) Consolidated Operating Results	6/2013(quarter)	6/2012(quarter)	(Change)
Net sales (million yen)	<b>88,266</b>	91,415	(3.4%)
Operating income (million yen)	<b>3,240</b>	(172)	— %
Income before income taxes (million yen)	<b>5,336</b>	257	— %
Net income (million yen)	<b>4,325</b>	(95)	— %
Net income per share (yen)	<b>11.79</b>	(0.26)	
Diluted net income per share (yen)	—	—	

Note: Total Comprehensive Income 6/2013: 6,950 million yen 6/2012: (842) million yen

(2) Consolidated Financial Position	6/2013(quarter)	3/2013
Total assets (million yen)	<b>261,682</b>	258,577
Net assets (million yen)	<b>75,921</b>	77,585
Equity ratio (%)	<b>28.2</b>	29.1
Net assets per share (yen)	<b>201.29</b>	205.53

Note: Shareholders' equity 6/2013: 73,815 million yen 3/2013: 75,374 million yen

2. Dividend	6/2013(quarter)	3/2013
Annual dividend per share (yen)	—	—
Interim (yen)	—	—
End of period (yen)	—	—

### 3. Other

(1) Changes in major subsidiaries during the period under review: None

(2) Application of special accounting methods for preparation for the consolidated financial statements: None

(3) Changes in accounting policies, accounting estimates and retrospective restatements in the consolidated financial statements

[1] Changes due to revisions in accounting standards: None

[2] Changes other than those in [1]: Yes

[3] Changes in accounting estimates: None

[4] Retrospective restatements: None

(4) Numbers of shares issued (Common stock)

[1] Number of shares outstanding at end of term (including treasury stock) 6/2013: 374,018,174 3/2013: 374,018,174

[2] Number of treasury stock outstanding at end of term 6/2013: 7,302,617 3/2013: 7,280,270

[3] Number of shares average at end of term 6/2013: 366,725,979 6/2012: 366,751,500

\* This quarterly consolidated financial report is not subject to the quarterly review procedure by external auditors that are based on Financial Instruments and Exchange Act. The quarterly review procedure has not yet finished at the point of releasing this financial summary.

## Consolidated Quarterly Balance Sheets

(Millions of Yen)

	<u>End of 6/2013</u>	<u>End of 3/2013</u>	<u>(difference)</u>
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	20,522	14,449	6,073
Trade receivables	92,867	97,205	(4,338)
Securities	190	196	(6)
Merchandise and products	12,378	11,680	698
In-process inventories	23,230	23,303	(73)
Raw materials and supplies	9,971	10,676	(705)
Deferred tax assets	571	765	(194)
Other	17,748	14,287	3,461
Allowance for doubtful accounts	(229)	(310)	81
<b>Total current assets</b>	<b>177,248</b>	<b>172,251</b>	<b>4,997</b>
<b>Fixed assets</b>			
<b>Tangible fixed assets</b>			
Buildings and structures	99,274	100,338	(1,064)
Cumulative depreciation	(71,200)	(71,757)	557
Buildings and structures (net)	28,074	28,581	(507)
Machinery, vehicles, and tools	219,105	243,065	(23,960)
Cumulative depreciation	(192,866)	(216,797)	23,931
Machinery, vehicles, and tools (net)	26,239	26,268	(29)
Land	7,047	7,081	(34)
Construction in progress	987	1,327	(340)
Total tangible fixed assets	62,347	63,257	(910)
<b>Intangible fixed assets</b>			
Other	6,174	5,967	207
Total intangible fixed assets	6,174	5,967	207
<b>Investments and other assets</b>			
Negotiable securities	9,811	10,405	(594)
Long-term loans	35	3,051	(3,016)
Deferred tax assets	656	704	(48)
Other	5,829	5,765	64
Allowance for doubtful accounts	(418)	(2,823)	2,405
Total investments and other assets	15,913	17,102	(1,189)
<b>Total noncurrent assets</b>	<b>84,434</b>	<b>86,326</b>	<b>(1,892)</b>
<b>Total assets</b>	<b>261,682</b>	<b>258,577</b>	<b>3,105</b>

	End of 6/2013	End of 3/2013	(difference)
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade payables	77,064	76,353	711
Short-term debt	23,529	22,752	777
Corporate tax payable	821	645	176
Expenses payable	11,194	12,253	(1,059)
Allowances for restructuring	—	2,561	(2,561)
Provision for surcharge	1,761	1,654	107
Other	10,742	11,513	(771)
<b>Total current liabilities</b>	<b>125,111</b>	<b>127,731</b>	<b>(2,620)</b>
<b>Fixed liabilities</b>			
Company bonds	5,000	5,000	0
Long-term debt	29,000	29,000	0
Deferred tax liabilities	2,746	2,724	22
Retirement and severance benefits	—	14,945	(14,945)
Liability for retirement benefits	22,091	—	22,091
Reserves for directors' retirement allowances	46	110	(64)
Liability due to application of equity method	106	211	(105)
Other	1,661	1,271	390
<b>Total noncurrent liabilities</b>	<b>60,650</b>	<b>53,261</b>	<b>7,389</b>
<b>Total liabilities</b>	<b>185,761</b>	<b>180,992</b>	<b>4,769</b>
<b>NET ASSETS</b>			
<b>Shareholders' equity</b>			
Common stock	25,948	25,948	0
Capital surplus	31,518	31,518	0
Retained earnings	32,199	25,471	6,728
Treasury stock	(3,014)	(3,010)	(4)
<b>Total shareholders' equity</b>	<b>86,651</b>	<b>79,927</b>	<b>6,724</b>
<b>Accumulated other comprehensive income</b>			
Net unrealized holding gains on securities	56	97	(41)
Deferred hedging gains/losses	(1,143)	(1,177)	34
Foreign currency translation adjustments	(1,725)	(3,473)	1,748
Remeasurements of retirement benefits	(10,024)	—	(10,024)
<b>Total accumulated other comprehensive income</b>	<b>(12,836)</b>	<b>(4,553)</b>	<b>(8,283)</b>
<b>Minority investments</b>	<b>2,106</b>	<b>2,211</b>	<b>(105)</b>
<b>Total Net Assets</b>	<b>75,921</b>	<b>77,585</b>	<b>(1,664)</b>
<b>Total liabilities and net assets</b>	<b>261,682</b>	<b>258,577</b>	<b>3,105</b>

## Consolidated Quarterly Statements of Income

(Millions of Yen)

	1st quarter fiscal 2013 (Jun 30.13)	Ratio to Sales (%)	1st quarter fiscal 2012 (Jun 30.12)	Ratio to Sales (%)	(difference) (%)
<b>Net sales</b>	<b>88,266</b>	100.0	91,415	100.0	97
<b>Cost of sales</b>	<b>74,679</b>	84.6	81,107	88.7	92
<b>Total return on sales</b>	<b>13,587</b>	15.4	10,308	11.3	132
<b>Sales and general administrative expenses</b>	<b>10,347</b>	11.7	10,480	11.5	99
<b>Operating income (loss)</b>	<b>3,240</b>	3.7	(172)	—	—
<b>Non-operating income</b>					
Interest received	32		26		123
Dividends received	25		47		53
Exchange income	551		—		—
Equity in earnings of affiliated companies	—		365		—
Other non-operating income	291		615		47
Total non-operating income	899	1.0	1,053	1.2	85
<b>Non-operating expenses</b>					
Interest expense	178		183		97
Exchange loss	—		363		—
Investment loss by equity method	406		—		—
Other non-operating expenses	533		263		203
Total non-operating expenses	1,117	1.3	809	0.9	138
<b>Ordinary income (loss)</b>	<b>3,022</b>	3.4	72	0.1	—
<b>Extraordinary income</b>					
Subsidy income	—		500		—
Gains on sale of fixed assets	834		—		—
Other extraordinary income	2,658		100		—
Total extraordinary income	3,492	4.0	600	0.7	582
<b>Extraordinary losses</b>					
Revaluation losses on negotiable securities	—		298		—
Impairment losses	166		3		—
Restructuring costs	673		114		590
Other extraordinary losses	339		—		—
Total extraordinary losses	1,178	1.3	415	0.5	284
<b>Net income before taxes and other adjustments</b>	<b>5,336</b>	6.0	257	0.3	—
<b>Income taxes</b>	<b>957</b>	1.1	289	0.3	331
<b>Net income (loss) before minority interests</b>	<b>4,379</b>	5.0	(32)	—	—
<b>Gains to minority investors</b>	<b>54</b>	0.1	63	0.1	86
<b>Net income (loss)</b>	<b>4,325</b>	4.9	(95)	—	—

**Consolidated Statements of Comprehensive Income**

(Millions of Yen)

	<b>1st quarter fiscal 2013 (Jun 30.12)</b>	1st quarter fiscal 2012 (Jun 30.13)
<b>Net income (loss) before minority interests</b>	<b>4,379</b>	(32)
<b>Other comprehensive income:</b>		
Net unrealized holding gains on securities	(30)	(95)
Deferred hedging gains/losses	—	(35)
Foreign currency translation adjustments	1,307	(1,217)
Remeasurements of retirement benefits, net of tax	824	—
Equity in equity-method affiliates	470	537
<b>Total other comprehensive income</b>	<b>2,571</b>	(810)
<b>Comprehensive income</b>	<b>6,950</b>	(842)
Comprehensive income attributable to:		
Comprehensive income attributable to owners of the parent	6,890	(799)
Comprehensive income attributable to minority interests	60	(43)