

April 24, 2014

Company name: Hitachi Construction Machinery Co., Ltd.
Representative: Yuichi Tsujimoto
President and Chief Executive Officer
Stock code: 6305 first section of the Tokyo Stock Exchange
Contact person: Norio Hayamizu
Public Relations Strategy Office
General Manager

Announcement on Recording the Appraisal Loss of the Stocks of Affiliates (Non-consolidated financial statements)

In the non-consolidated financial statements for the fiscal year ended March 31, 2014, the company declared an impairment loss and wrote down the appraisal loss of the stocks of its affiliates against the stocks of its subsidiary, in India, held by the company. This is to respond to the accrual of the significant decrease in net asset valuations primarily caused by a recent sluggish economy in India.

1. Contents of the extraordinary loss

The appraisal loss of the value of stocks of the affiliates for the fiscal year ended March 31, 2014 (non-consolidated basis) ¥19,619 million

2. Impact on operational results for the fiscal year ended March 31, 2014

The aforementioned appraisal loss of the stocks of affiliates was recorded in the non-consolidated financial statements as an extraordinary loss. There will be no impact on the consolidated financial statements, since the recording of the appraisal loss of the stocks of the affiliates is to be offset within the consolidated statement.

End.