

March 28, 2014

**Announcement on Capital and Business Collaboration with
Japan Steel Works, Ltd. and Ube Machinery Corporation, Ltd.**

With reference to the captioned subject, we are very pleased to announce that we reached an agreement on March 27, 2014 with Japan Steel Works, Ltd. and Ube Machinery Corporation, Ltd. The cause and details of the agreement are as follows:

1. Cause for capital and business collaboration

We are a manufacturer of plastics injection molding machines and die-casting machines used to produce plastic and aluminum products, which are used in a wide variety of industries, and we aim at responding to various expectations, including environmental measures, of the society through our products.

With Japan Steel Works, Ltd., we have been in partnership in parts and material procurement in China. To survive the ever intensifying competition in the global market, and further increase mutual corporate values, we have reached an agreement to collaborate in business activities in the field of plastics injection molding machines. With this collaboration, we intend to strengthen our activities in cost reduction and quality improvement, and accelerate products line-up, so that we can expand our sales in the global market.

With Ube Machinery Corporation, Ltd., we have been in collaboration in producing die-casting machines in China and developing electric die-casting machines. Given the success in our collaboration, we have agreed to expand our relationship further, involving development, production, and sales of die-casting machines. With this collaboration, we intend to supply competitive die-casting machines to the global market by putting together respective production prowess, Toyo for small to medium machines, and Ube Machinery for large machines.

We also intend to strengthen the sales in the environmentally conscious electric die-casting machine market, which is highly prospective, by launching new electric machines employing cutting-edge technologies of both companies.

2. Details of business and capital collaboration

The details of our business and capital collaboration are as follows:

(1) Business collaboration

1) With Japan Steel Works, Ltd.

- ① Development of small plastics injection molding machines
- ② Utilization of mutual material procurement routes
- ③ Overall cooperation in technology, sales and servicing in plastics injection molding machines

2) With Ube Machinery Corporation, Ltd.

- ① Production sharing of hydraulic die-casting machines
- ② Cooperation in sales of DS series electric die-casting machines
- ③ Joint development of fully electric die-casting machines

(2) Capital collaboration

Japan Steel Works, Ltd. and Ube Machinery Corporation, Ltd. will respectively acquire 1,450,000 shares (7.00% of total shares issued) from Hitachi, Ltd., our principal share-holder, and its affiliate companies. For detail, please refer to the “Announcement on Changes of Main Share-holders and Other Related Companies” released by us today.