

[Summary]

Securities identification code: 5706
June 4, 2014

To the Shareholders:

Mitsui Mining and Smelting Co., Ltd.
1-11-1 Osaki, Shinagawa-ku,
Tokyo 141-8584, Japan

Sadao Senda
President and
Representative Director

Notice of Convocation of the 89th Annual General Meeting of Shareholders

Dear Shareholders:

You are hereby notified that the 89th Annual General Meeting of Shareholders will be held as stated below. Your attendance is respectfully requested.

In the event of your inability to attend, it is possible to exercise your voting rights using one of the two methods described below. You are requested to study the attached General Meeting of Shareholders' Reference Materials and exercise your voting rights before 5 p.m. on June 26, 2014 (Thursday).

Method of Exercising Voting Rights by Paper Form

Please indicate your approval or disapproval of the agenda items on the enclosed voting rights exercise form and send in the form so that it arrives before the deadline specified above.

Method of Exercising Voting Rights Electronically (Internet, Etc.)

Please exercise your voting rights based on the "Method of Exercising Voting Rights Electronically (Internet, Etc.)" on pages 4-5.

Sincerely,

Meeting Particulars

1. Date and Time: 10:00 a.m. on Friday, June 27, 2014
2. Place: Gate City Hall, Underground Level 1,
Gate City Ohsaki-West Tower,
1-11-1 Osaki, Shinagawa-ku, Tokyo
3. Purpose of the Meeting:
Matters to be reported
 1. Business Report, Consolidated Financial Statements, and reports from the independent auditor and the Board of Auditors on consolidated financial statements for the 89th fiscal year (from April 1, 2013, to March 31, 2014)
 2. Reports on financial statements for the 89th fiscal year (from April 1, 2013, to March 31, 2014)

Matters to be resolved

First Item	Appropriation of Retained Earnings
Second Item	Election of one (1) Director

4. Other Items to Be Decided with Regard to the Convocation of the General Meeting of Shareholders:

In the case of exercising voting rights both by paper form and electronically (Internet, etc.), regardless of the timing of the voting rights submissions, the electronic (Internet, etc.) version will be considered effective.

In the case of exercising voting rights electronically (Internet, etc.) multiple times, the final exercise of voting rights will be considered effective.

- End -

1. When you attend the meeting in person, please submit the voting right exercise form enclosed herewith to the receptionist at the place of the meeting. In addition, please bring with you this Notice of Convocation to assist us in reducing the amount of paper used.
2. In connection with those documents that are required to be provided with this Notice of Convocation, the notes to both consolidated and non-consolidated financial statements are posted on the Company's website and are not attached to this Notice, in accordance with relevant laws, ordinances and the Articles of Incorporation. In addition to the items outlined in the attached documents, notes to both consolidated and non-consolidated financial statements are included in the consolidated and non-consolidated financial reports which corporate auditors and the independent auditing firm audited in order to prepare audit reports and independent auditors' reports, respectively.
3. If there arises the need to make revisions to the General Meeting of Shareholders' Reference Materials or the appended Business Report, Consolidated Financial Statements, and Nonconsolidated Financial Statements, revised items will be posted on the Company's website.
4. In accordance with the stipulations of the Company's Articles of Incorporation, shareholders seeking to exercise voting rights via a proxy will be requested to designate another shareholder with voting rights as the proxy. In addition, please note that only shareholders are eligible to attend the Annual General Meeting of Shareholders.

The Company's website (<http://www.mitsui-kinzoku.co.jp/>)

This is a summary translated from the Japanese-language Notice of Convocation distributed to shareholders in Japan.

General Meeting of Shareholders' Reference Materials

Matters to Be Resolved and Reference Items:

First Item

Appropriation of Retained Earnings

We propose that appropriation of retained earnings be performed as follows.

While ensuring that it retains sufficient internal reserves to fund measures for strengthening operations and promoting future business expansion, the Company has a fundamental policy of seeking to distribute dividends in line with its performance.

Regarding year-end dividends applicable to the fiscal year under review, based on consideration of its financial condition and its performance in the fiscal year under review, we propose, as described below, that the dividend be given at ¥4 per share, ¥1 per share higher than in the previous period. In addition, the Company plans to provide for a general reserve totaling ¥1.0 billion.

1. Year-End Dividends

(1) Type of Dividend Asset	Money
(2) Allocation and Total Value of Dividend Assets	¥4 per share of common stock Total value of ¥2,284,535,924
(3) Effective Date of Retained Earnings Distribution	June 30, 2014

2. Matters Related to Appropriation of Retained Earnings

(1) Item of Retained Earnings to be Increased and Amount of Increase	
General reserve	¥1,000,000,000
(2) Item of Retained Earnings to be Reduced and Amount of Reduction	
Unappropriated retained earnings	¥1,000,000,000

Second Item

Election of one (1) Director

In order to strengthen the management system, we propose that the number of Directors be increased by one (1) and that one (1) candidate be appointed for the position of Director.

The candidate for the position of Director is as follows:

Name (Date of Birth)	Profile, Title, Positions and Important Positions Held Concurrently at Other Organizations	Number of Company's Shares in Possession
Takashi Oshima (October 16, 1958)	April 1981 Entered the Company October 2009 President and Representative Director of MCS, Inc. April 2013 Deputy Senior General Manager of Materials & Applications Sector, and Senior General Manager of Affiliates Coordination Division June 2013 Executive Officer, Deputy Senior General Manager of Materials & Applications Sector, and Senior General Manager of Affiliates Coordination Division April 2014 Executive Officer, and Senior General Manager of Affiliates Coordination Strategic Sector (current positions)	24,000

Notes: There are no special interests between the candidate and the Company.

Guide to Exercising Voting Rights

In the event of your inability to attend, it is possible to exercise your voting rights using one of the two methods described below.

Method of Exercising Voting Rights by Paper Form

Please indicate your approval or disapproval of the agenda items on the enclosed voting rights exercise form and send in the form so that it arrives before the deadline.

Exercise deadline: To arrive no later than 5.00 p.m. on Thursday, June 26, 2014

Method of Exercising Voting Rights Electronically (Internet, Etc.)

After using a personal computer to access the voting website at <http://www.web54.net>, follow the instructions shown on the screen, using the “voting rights exercise code” and “password” shown on the enclosed voting rights exercise form. After inputting your password (you may change your password if you wish), you will be able to submit votes of approval or disapproval for the various agenda items.

Please be aware that we do not have a designated website to exercise voting rights using mobile phones.

Exercise deadline: Until 5.00 p.m. on Thursday, June 26, 2014

Exercise of Voting Rights

1. You may exercise your voting rights until 5 p.m. on June 26, 2014 (Thursday).
2. In cases in which voting rights are exercised both by paper form and electronically (Internet, etc.), the electronic (Internet, etc.) version will be considered effective.
3. In the cases in which voting rights are exercised electronically (Internet, etc.) multiple times, the final exercise of voting rights will be considered effective.

Handling of Passwords

1. Passwords are used to confirm that those voting are actually the shareholders with voting rights. Please be sure to keep your password secure. For security reasons, we cannot provide you with password information over the telephone or by other indirect means.
2. If you input your password incorrectly more than a specified number of times, your account will be locked and unusable. If you wish to have another password issued, please follow the instructions on the computer screen.
3. The passwords supplied for exercising voting rights are effective for this year’s regular general shareholders’ meeting only.

Questions Regarding Personal Computer Operation, Etc.

If you have questions regarding the use of the voting rights execution website, please contact the following unit.

Sumitomo Mitsui Trust Bank, Limited
Help Desk for Internet Voting
Phone Number: 0120 (652) 031
(Available from 9 a.m. to 9 p.m.)

Notes: System requirements to exercise your voting rights via the Internet are as follows:

1. Screen resolution of at least 800 dots x 600 dots (SVGA)
2. The following applications
 - a. Microsoft® Internet Explorer Ver. 5.01 SP 2 or higher
(Please be aware that even if this browser is used in accordance with the other system requirements,

shareholders' personal computers may in some cases be unable to access and/or use the voting right execution website due to the characteristics of the personal computer in question or other setting environments)

b. Adobe® Acrobat® Reader® Ver. 4.0 or higher, or Adobe® Reader® Ver. 6.0 or higher (In the case that you wish to read the convocation notice and reference materials online.)

* "Microsoft®" and "Internet Explorer" are registered trademarks and/or trademarks of Microsoft Corporation in the United States and other countries.

* "Adobe® Acrobat® Reader®" and "Adobe® Reader®" are registered trademarks and/or trademarks of Adobe Systems Incorporated in the United States and other countries.

* All of these products may be obtained free of charge from the websites of their manufacturers.

3. Shareholders must bear the burden of such expenses as the subscription payment to Internet providers of services enabling connections to the voting rights execution website and payments to other communications companies associated with the accessing of the voting rights execution website.

4. Internet connections may sometimes be restricted due to firewalls, etc.; so, please confirm this point with your system administrator.

5. Because the voting rights execution website employs "pop-up window" functions, please be sure to temporarily turn off anti-pop-up window software settings if you have made such settings, before using the website.

Exercising Voting Rights via the Voting Rights Exercise Platform

With regard to institutional investors, shareholders who have registered in advance to use Voting Rights Exercise Platform may use this platform to exercise their voting rights.

Business Report

(From April 1, 2013, to March 31, 2014)

1. Current State of Group Operations

(1) Operating Environment

1. Business Operations and Results (consolidated)

The world economy continued its recovery trend during fiscal 2013, primarily in developed countries as the U.S. economy, mainly private consumption, was solid and European economies were on a moderate recovery path although economic growth in China and other emerging markets slowed. Meanwhile, despite intensifying upward pressure on costs, including the price of imports due to the depreciation in the value of the yen and energy prices, the Japanese economy experienced a correction in the appreciation in the value of the yen and accelerated emergency economic measures, among others, as part of so-called “Abenomics” with a trend of rising private consumption through to the end of fiscal 2013 resulting from last-minute demand ahead of the increase in the consumption tax rate.

Against this economic background, Mitsui Mining & Smelting Co., Ltd. and its consolidated subsidiaries (the Mitsui Kinzoku Group) enjoyed strong demand in its high-end copper foil products for smartphones and thin-film materials during the fiscal 2013 first-half period although metals prices softened. In the fiscal 2013 second-half period, the Group continued to enjoy strong demand for its high-end copper foil products and thin-film materials, on top of seeing a recovery in metal prices and the continuing effect of the depreciation of yen.

Under these circumstances, the Group formulated and launched its “2013 Medium-Term Plan,” a 3-year medium term plan starting in fiscal 2013. The Group continued to pursue business fields where it can demonstrate its strengths and which will lead to growth and made efforts to further strengthen its management foundation. Steps were taken, specifically, to reinforce the production facilities in the battery materials business, to push expansion of the catalysts business to emerging countries, to strengthen the recycling business, to promote mine investment and to expand the global production structure in the automotive parts and components operations.

As a result of the above, net sales in fiscal 2013 registered an increase of ¥23,827 million compared with the previous fiscal year, to ¥441,046 million. Operating income increased by ¥9,186 million from the previous year, to ¥25,743 million, and ordinary income decreased by ¥2,537 million from the previous year, to ¥13,656 million due to a significant deterioration in investment gains (losses) from equity method as a result of impairment losses recorded at the Caserones copper mine in Chile, among others. In extraordinary items, the Group recorded extraordinary profits of ¥730 million gain on sale of property, plant and equipment, and also extraordinary losses of ¥911 million loss on disposal of property, plant and equipment as well as ¥1,167 million in business structure improvement expenses. After accounting for income taxes and minority interests, net income in fiscal 2013 amounted to ¥3,662 million, ¥6,248 million lower than that in the previous fiscal year.

	2013	2012	Change from the Previous Year	
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Percentage)
Net sales	¥441,046	¥417,219	¥23,827	5.7%
Operating income	25,743	16,557	9,186	55.5
Ordinary income	13,656	16,194	(2,537)	(15.7)
Net income	3,662	9,910	(6,248)	(63.0)

Notes: Figures are rounded down to the nearest million yen.

2. Operating Environment and Results by Each Group

Engineered Materials Group

Although sales of lithium manganese oxide and hydrogen storage alloy for eco-friendly automobiles were strong, the resources market had a hindering effect on the Engineered Material Group. Meanwhile, demand for motorcycle catalysts expanded and sales volume rose, backed by strengthening exhaust regulations in emerging countries. However, for assuring competitiveness, the Group pressed ahead with price reductions by decreasing the precious metals in catalysts. As a result, sales decreased ¥8,613 million year on year to ¥48,017 million, and ordinary income declined ¥2,610 million year on year to ¥5,691 million.

Metals, Minerals & Environmental Engineering Group

Demand for zinc remained strong due to the expansion in public works investment and other factors. Prices on the London Metal Exchange fell slightly from the previous fiscal year, while the yen remained weak. As a result, sales in the Metals, Minerals & Environmental Engineering Group posted a year-on-year increase of ¥12,498 million to ¥155,484 million. Ordinary income increased ¥3,489 million year on year to ¥4,705 million, due to factors such as the depreciation of yen and the effect of cost reductions.

Electronic Materials Group

Demand for high-end ultra-thin copper foil remained strong, due to growth in the market for mobile devices such as smartphones, while demand for electrodeposited copper foil and resin-coated copper foil remained weak. Meanwhile, metal powders saw sluggish sales for silver powder. As a result, sales in the Electronic Materials Group declined ¥5,595 million year on year to ¥65,586 million. However, ordinary income increased ¥844 million to ¥3,492 million year on year, due to the increase in the sales volume for ultra-thin copper foil, improvements made to the product mix, and other factors.

Materials & Applications Group

Sales volume for thin-film materials (ITO) increased, due mainly to the upswing in indium prices, the strong market for use in liquid crystal TVs, and the sustained strong demand for use in mobile devices. Sales volume for other products also remained generally strong. As a result, sales in the Materials & Applications Group increased ¥7,247 million year on year to ¥131,413 million. Ordinary income increased ¥7,865 million year on year to ¥11,043 million, due to factors such as the increased sales volume for thin-film materials and inventories.

Automotive Parts & Components Group

A number of factors had an effect on the Automotive Parts & Components Group, including last-minute demand ahead of the increase in the consumption tax rate in Japan, the recovery in sales of Japanese automobiles in the Chinese market, and the strong market in North America. As a result, sales increased ¥1,163 million year on year to ¥90,059 million. However, ordinary income declined ¥2,237 million year on year to ¥3,975 million, due to the temporary cost increases accompanying the shift to Asia, and other factors.

Net sales and ordinary income by each group are the following:

[Net Sales]

Group	2013	2012	Change from the Previous Year	
	Net Sales (Millions of Yen)	Net Sales (Millions of Yen)	Net Sales (Millions of Yen)	(Percentage)
Engineered Materials Group	¥48,017	¥56,630	(¥8,613)	(15.2%)
Metals, Minerals & Environmental Engineering Group	155,484	142,985	12,498	8.7
Electronic Materials Group	65,586	71,181	(5,595)	(7.9)
Materials & Applications Group	131,413	124,165	7,247	5.8
Automotive Parts & Components Group	90,059	88,895	1,163	1.3
Adjustment Amount	(49,513)	(66,638)	17,125	--
Total	¥441,046	¥417,219	¥23,827	5.7%

Notes: 1. Figures are rounded down to the nearest million yen.

2. Intergroup net sales are deducted by means of Adjustment Amount items.

[Ordinary Income]

Group	2013	2012	Change from the Previous Year	
	Ordinary Income (Millions of Yen)	Ordinary Income (Millions of Yen)	Ordinary Income (Millions of Yen)	(Percentage)
Engineered Materials Group	¥5,691	¥8,302	(¥2,610)	(31.4%)
Metals, Minerals & Environmental Engineering Group	4,705	1,215	3,489	287.0
Electronic Materials Group	3,492	2,647	844	31.9
Materials & Applications Group	11,043	3,178	7,865	247.4
Automotive Parts & Components Group	3,975	6,213	(2,237)	(36.0)
Adjustment Amount	(15,252)	(5,363)	(9,889)	--
Total	¥13,656	¥16,194	(¥2,537)	(15.7%)

Notes: 1. Figures are rounded down to the nearest million yen.

2. Intergroup transactions are deducted by means of Adjustment Amount items.

3. Capital Investment

The Mitsui Kinzoku Group invested a total of ¥27,160 million, mainly for the following purposes by each group:

Group	Capital Investment (Millions of Yen)	Contents and Purposes
Engineered Materials Group	¥3,900	Expanding catalysts manufacturing facilities, etc.
Metals, Minerals & Environmental Engineering Group	7,011	Maintaining and renovating facilities, boosting efficiency, conserving energy, etc.
Electronic Materials Group	4,442	Expanding copper foil manufacturing facilities, etc.
Materials & Applications Group	4,093	Maintaining and renovating facilities, boosting efficiency, conserving energy, etc.
Automotive Parts & Components Group	4,200	Boosting functional automotive parts manufacturing productivity, conserving energy, etc.
Other Group	3,511	Maintaining and renovating facilities, boosting efficiency, conserving energy, etc.
Total	¥27,160	

Notes: 1. Figures are rounded down to the nearest million yen.

2. Unrealized profit on intergroup transactions is deducted by means of the Other Group item.

4. Funding

With the purpose of redeeming commercial paper, Mitsui Mining & Smelting Co., Ltd. (the Company), issued ¥10.0 billion of bonds, its No.12 issuance of unsecured domestic straight bonds in June 2013, and issued same amount in November 2013 as its No.13 issuance.

5. Research & Development and Resource Development

Research and Development

In connection with the engineered materials area, the Company carried out development on cathode and anode materials for next-generation rechargeable lithium ion batteries, new catalyst materials and catalysts for fuel cell vehicles, and phosphors for white LEDs. In the electronic materials area, the Company pursued technological improvements for electro-deposited copper foil, and development of products such as advanced fine patterning materials for hi-end logic IC package applications and fine metal powders.

Resource Development

In the Republic of Peru, the Group continued to explore mining possibilities in the Huanzala and Pallca mines in addition to the Atalaya region, which is located between the two mines. In Canada, the Group carried out the necessary environmental surveys and other matters to obtain the development permit for the Ruddock Creek Project.

(2) Operating Performance and Financial Position of the Mitsui Kinzoku Group and the Company

1. Changes in performance and assets for the Mitsui Kinzoku Group are as follows:

Year ended March 31		86th (2010)	87th (2011)	88th (2012)	89th (2013)
Net sales	(Millions of yen)	¥446,487	¥431,058	¥417,219	¥441,046
Ordinary income	(Millions of yen)	34,010	19,168	16,194	13,656
Net income	(Millions of yen)	21,160	11,531	9,910	3,662
Earnings per share	(Yen)	37.03	20.18	17.35	6.41
Total assets	(Millions of yen)	411,027	413,106	438,072	503,825
Total net assets	(Millions of yen)	134,452	140,175	155,049	169,867
Total net assets per share	(Yen)	220.38	230.61	256.56	281.67

Notes: 1. Figures are rounded down to the nearest million yen, except earnings or loss per share and total net assets per share.

2. Earnings or loss per share is calculated based on the average number of issued and outstanding shares during the term.

2. Changes in performance and assets for the Company are as follows:

Year ended March 31		86th (2010)	87th (2011)	88th (2012)	89th (2013)
Net sales	(Millions of yen)	¥240,318	¥213,087	¥199,081	¥207,951
Ordinary income	(Millions of yen)	10,376	8,551	4,545	11,013
Net income	(Millions of yen)	5,117	7,106	3,274	9,090
Earnings per share	(Yen)	8.95	12.43	5.73	15.92
Total assets	(Millions of yen)	288,067	292,098	303,332	353,449
Total net assets	(Millions of yen)	77,509	80,775	82,610	90,687
Total net assets per share	(Yen)	135.63	141.42	144.64	158.78

Notes: 1. Figures are rounded down to the nearest millions yen, except earnings or loss per share and total net assets per share.

2. Earnings or loss per share is calculated based on the average number of issued and outstanding shares during the term.

(3) Important Challenges Ahead

In fiscal 2014, the global economy will likely remain stable overall, including the economies of China and other emerging countries, as developed nations, primarily the United States, take a driving role. However, such uncertainties as the political problems in the Middle East, Crimea, Russia and other regions, as well as the shadow banking issue in China, will continue to impact global markets. Moreover, as is the case for the global economy, the Japanese economy is forecast to remain steady overall, underpinned by factors such as public investment based on the supplementary budget, although a negative impact from the increase in the consumption tax rate is expected.

Taking into consideration these factors, the Group intends to further strengthen its management foundation by steadily carrying out the “2013 Medium-Term Plan,” the 3-year business plan it formulated last year, during fiscal 2014, the second year of the plan. In particular, in order to further accelerate and evolve its existing initiatives, the Group aims to speed up efforts directed at developing and launching new products, and maintain and enhance the earnings of existing operations by implementing company-wide, organizational structural changes, that will allow a full review and concentration of management resources.

Specific measures are as follows:

The Engineered Materials Sector will expand from three to six divisions, adding divisions that include copper foil, metal powders, PVD materials and ceramics, and at the same time, reorganize into a structure that can produce technological synergies in the Group’s strength fields of “powders,” “circuit materials” and “material forming technologies.” In conjunction with this, the research and development functions of the Corporate R&D Center will be integrated into the Engineered Materials Sector.

The Metals Sector will be comprised of three divisions, which are the Metals & Recycling Division, the Mineral Resources Division and the Copper Business Strategic Division. The Metals & Recycling Division will aim to implement a structural change, primarily focused on recycling, by integrating smelting operations leading to the reorganization of facilities and technologies owned by each smelting plant, while the Mineral Resources Division will seek to enhance profitability and investment returns. Moreover, the Copper Business Strategic Division will be firmly involved in running Pan Pacific Copper Co., Ltd., a joint venture with JX Nippon Mining & Metals Corporation.

Mitsui Kinzoku ACT Corporation will operate enterprises aligned with its business culture and will commit to even greater specialization in automobile parts and components than in the past.

At the same time as performing the roles that only the Corporate division can play, the departments will develop strategies in response to greater globalization.

On top of carrying out the above growth strategies, the Group intends to place emphasis on improving its cash flow, and continues efforts to reduce inventories, adopt efficient production methods, and make appropriate business decisions more strongly than ever before. By doing so, the Group is determined to transform itself into a competitive enterprise with a sense of speed. Going forward, the Group will strike a balance between “well-modulated attack” and “well-modulated defense” based on the basic policies of the 2013 Medium-Term Plan, which include the continuous pursuit of growth business fields and reinforcement of self-sustaining structures, and will make maximum effort toward enhancing corporate value.

(4) Mitsui Kinzoku Group's Principal Business (As of March 31, 2014)

Group	Principal Products/Services
Engineered Materials Group	Battery materials (Hydrogen storage alloy, Lithium manganese oxide, and Battery-use zinc powder), Catalysts, Engineered powders (Magnetite), Rare metal compounds (Cerium oxide based polishing powders, Tantalum pentoxide, Niobium pentoxide), Rare earths, Single crystals
Metals, Minerals & Environmental Engineering Group	Zinc, Copper, Lead, Gold, Silver, Sulfuric acid, Zinc alloy, Zinc oxide, Litharge, Industrial waste material processing, Soil contamination surveys, Geothermal steam
Electronic Materials Group	Electrodeposited copper foil, Metal powders
Materials & Applications Group	Thin-film materials (Sputtering targets), Perlite (Construction materials, Wet type filter aids, Heat insulators, Dry type filter aids, Soil improvement materials), Expanded shale light weight aggregate, Ceramics products (Liquid aluminum filtration materials, Alumina, Silicon-carbon ceramics), Grinding wheels, Aluminum/magnesium die-cast products, Powdered metallurgical products, Nondestructive inspection systems, Information processing systems, Engineering services for diverse manufacturing plants, environmental protection equipment, and automation equipment; Design and implementation services for construction, civil engineering and other projects; Polyethylene composite pipes, Marketing of nonferrous metals, electronics materials etc, Rolled copper products (Copper sheet and strip, Brass sheet and strip), Rolled zinc products (Zinc sheet for printing, Zinc anodes for protection, Zinc sheet for building materials applications)
Automotive Parts & Components Group	Functional automotive parts

(5) Principal Business Offices, Plants, and Laboratories (As of March 31, 2014)

1. Mitsui Kinzoku

Head office	1-11-1, Osaki, Shinagawa-ku, Tokyo
Branch	Osaka
Plants	Kamioka Catalyst Plant (Hida-shi, Gifu), Miike Rare Metals Plant (Omuta-shi, Fukuoka), Takehara Refinery (Takehara-shi, Hiroshima), Hibi Smelter (Tamano-shi, Okayama), Ageo Copper Foil Plant (Ageo-shi, Saitama), Miike Thin-film Materials Plant (Omuta-shi, Fukuoka), Kitakata Perlite Plant (Kitakata-shi, Fukushima), Osaka Perlite Plant (Kaizuka-shi, Osaka), Omuta Ceramics Plant (Omuta-shi, Fukuoka), Nirasaki Die-Casting Plant (Nirasaki-shi, Yamanashi)
Laboratory	Corporate R&D Center (Ageo-shi, Saitama)

Notes: Effective April 1, 2014, the functions of the Corporate R&D Center have been split, with its R&D function being transferred to the Engineered Materials Sector to form the new R&D Center. The evaluation and analysis function of the Corporate R&D Center has remained part of the Corporate division, becoming the Materials Analysis & Exploration Center.

2. Consolidated Subsidiaries

Japan	Kamioka Mining & Smelting Co., Ltd. (Hida-shi, Gifu), Hachinohe Smelting Co., Ltd. (Shinagawa-ku, Tokyo), Hikoshima Smelting Co., Ltd. (Shimonoseki-shi, Yamaguchi), Okuaizu Geothermal Co., Ltd. (Yanaizu-cho, Fukushima), Mitsui Kinzoku Trading Co., Ltd. (Sumida-ku, Tokyo), MESCO, Inc. (Sumida-ku, Tokyo), Mitsui Kinzoku ACT Corporation (Yokohama-shi, Kanagawa)
Overseas	Taiwan Copper Foil Co., Ltd. (Taiwan), Mitsui Copper Foil (Malaysia) Sdn. Bhd. (Malaysia), Mitsui Electronic Materials Co., Ltd. (Taiwan), GECOM Corp. (U.S.A.), Mitsui Siam Components Co., Ltd. (Thailand)

(6) Employees (As of March 31, 2014)

1. Number of Mitsui Kinzoku Group Employees

Group	Number of Employees	
Engineered Materials Group	782	(327)
Metals, Minerals & Environmental Engineering Group	1,610	(365)
Electronic Materials Group	1,368	(211)
Materials & Applications Group	2,367	(258)
Automotive Parts & Components Group	4,387	(184)
Other Group	288	(23)
Total	10,802	(1,368)

Note: The numbers of employees represent the numbers of employees actually working, and the numbers of temporary employees are shown separately in parentheses. Temporary employee figures include temporary laborers, part-time employees, and temporary contract employees but exclude temporary employees dispatched by personnel agencies.

2. Number of the Company Employees

Number of Employees	Average Age (Years)	Average Length of Employment (Years)
1,802 (277)	42.0	17.6

Note: The number of employees represents the number of full-time employees. The number of temporary employees is shown separately in parentheses, and these temporary employees are not considered when calculating figures for average age or average length of employment.

(7) Major Lenders (As of March 31, 2014)

	Amount of Borrowings (Millions of Yen)
Sumitomo Mitsui Banking Corporation	¥19,160
Sumitomo Mitsui Trust Bank, Ltd.	14,875
Mizuho Bank, Ltd.	9,450
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	8,630
The Norinchukin Bank	4,933

Note: Figures are rounded down to the nearest million yen.

(8) Condition of Principal Subsidiaries of Mitsui Kinzoku (As of March 31, 2014)

	Paid-in Capital (Millions)	Equity Stake of the Company (%)	Principal Operations
Kamioka Mining & Smelting Co., Ltd.	¥4,600	100.0	Smelting of zinc and lead and production of metal powders and others
Hachinohe Smelting Co., Ltd.	¥4,795	85.5	Smelting of zinc and lead
Hikoshima Smelting Co., Ltd.	¥460	100.0	Smelting of zinc and production of metal powders, battery materials, and others
Okuaizu Geothermal Co., Ltd.	¥100	100.0	Sale of geothermal steam for power generation
Taiwan Copper Foil Co., Ltd.	NT\$800	95.0	Production and sale of copper foil for printed circuit boards
Mitsui Copper Foil (Malaysia) Sdn. Bhd.	RM160	100.0	Production and sale of copper foil for printed circuit boards
Mitsui Electronic Materials Co., Ltd.	NT\$600	100.0	Production and sale of thin-film materials (Sputtering targets)
Mitsui Kinzoku Trading Co., Ltd.	¥240	100.0	Sale of nonferrous metals and electronic materials, etc.
MESCO, Inc.	¥1,085	63.4	Engineering services for production plants, environmental equipment, automated machinery, and other facilities as well as the production, sale, and construction of polyethylene compound pipes
Mitsui Kinzoku ACT Corporation	¥3,000	100.0	Production and sale of functional automotive parts
GECOM Corp.	US\$15.75	100.0	Production and sale of functional automotive parts
Mitsui Siam Components Co., Ltd.	Bh210	100.0	Production and sale of functional automotive parts and catalysts

2. Mitsui Kinzoku Group and the Company Outline

(1) Common Stock (As of March 31, 2014)

1. Authorized: 1,944,000 thousand
2. Issued and outstanding: 572,966,166
3. Number of shareholders: 48,015 (down 5,636 from the previous fiscal year)
4. Major shareholders (Top 10):

	Number of Shares Held (Thousands)	Percentage of Shares Held (%)
Japan Trustee Services Bank, Ltd. (Held in trust account)	43,955	7.69
The Master Trust Bank of Japan, Ltd. (Held in trust account)	40,241	7.04
National Mutual Insurance Federation of Agricultural Cooperatives	23,291	4.07
CBNY – ORBIS SICAV	20,924	3.66
The Employees' Shareholding Association	11,937	2.09
SSBT OD05 OMNIBUS ACCOUNT - TREATY CLIENTS	11,852	2.07
The Nomura Trust and Banking Co., Ltd. (Trust Account)	6,930	1.21
Japan Trustee Services Bank, Ltd. (Held in trust account 1)	6,786	1.18
BBH BOSTON CUSTODIAN FOR GMO INTL INTRINSIC VALUE FUND	6,296	1.10
Trust & Custody Services Bank, Ltd. (Held in securities investment trust account)	6,003	1.05

- Notes: 1. Percentages of shares held are calculated based on the total number of shares issued and outstanding (excluding 1,832,185 shares in treasury).
2. Figures are rounded down to the nearest thousand shares.

Distribution of shares by type of shareholder (Reference)

Classification	Number of shares held (Thousands)	Composition of shareholders (%)
Financial institutions	192,363	33.57
Securities firms	20,397	3.56
Other Japanese corporations	22,338	3.90
Overseas corporations, etc.	153,431	26.78
Individuals and others	182,603	31.87
Treasury stock	1,832	0.32

Notes: Figures are rounded down to the nearest thousand shares.

(2) Directors and Corporate Auditors

1. Directors and Corporate Auditors (As of March 31, 2014)

Position	Name	Duties and Major Occupation	Relationship to Other Companies, Etc.
President Representative Director	Sadao Senda	CEO (Chief Executive Officer), COO (Chief Operating Officer)	
Representative Director Senior Managing Director	Mitsuhiko Hasuo	Senior Managing Executive Officer, Senior General Manager of Metals, Minerals & Environmental Engineering Sector, Materials & Applications Sector, Energy Management Department	
Director	Harufumi Sakai	Senior Executive Officer	President and Representative Director of Mitsui Kinzoku ACT Corporation
Director	Masahisa Morita	Senior Executive Officer, Senior General Manager of Engineered Materials Sector	Outside Auditor of Powdertech Co., Ltd.
Director	Keiji Nishida	Senior Executive Officer, CFO(Chief Financial Officer), Senior General Manager of Corporate Management Department	
Director	Isshi Hisaoka	Senior Executive Officer Senior General Manager of Electronic Materials Sector	
Director	Toshiki Mori	Senior Executive Officer CRO(Chief Risk Management Officer)	
Director	Yutaka Hirabayashi	Senior Executive Officer, Deputy Senior General Manager of Metals, Minerals & Environmental Engineering Sector General Manager of Mineral Resources Development Division	
Outside Director	Hiromichi Shibata		Professor, Graduate School of International Social Sciences, Yokohama National Univ.
Outside Director	Junya Sato		Lawyer Outside Director of Nikki Co., Ltd. Outside Auditor of SEIKAGAKU CORPORATION Outside Auditor of Sapporo Holdings Limited
Corporate Auditor	Tatsuhiko Takai		Outside Auditor of Nakabohtech Co., Ltd.
Corporate Auditor	Akira Osano		

Position	Name	Duties and Major Occupation	Relationship to Other Companies, Etc.
Outside Corporate Auditor	Ryuhei Wakasugi		Professor Emeritus, Kyoto University Visiting Professor, the Center for Economic Growth Strategy, Yokohama National University Special Visiting Professor at the Faculty of Economics, Gakushuin University
Outside Corporate Auditor	Masaharu Miura		Lawyer Outside Auditor of Miyasaka Construction Corporation

Notes: 1. Corporate Auditors Tatsuhiko Takai and Akira Osano have for many years been responsible for the Company's bookkeeping operations and have considerable knowledge regarding finance and accounting.

2. Personnel Changes for Director and Corporate Auditor Positions on June 27, 2013

- (1) Two Directors Takashi Sato and Osamu Higuchi resigned.
- (2) Corporate Auditor Junya Sato resigned.
- (3) Isshi Hisaoka, Toshiki Mori, Yutaka Hirabayashi and Junya Sato were appointed to new director positions.
- (4) Masaharu Miura was assigned to a new corporate auditor position.

3. Changes in the Position, and Duties and Major Occupation of Directors after the Current Fiscal Year (As of April 1, 2014)

Position	Name	Duties and Major Occupation
Representative Director Executive Vice President	Mitsuhiro Hasuo	Deputy Chief Operating Officer, Senior General Manager of Metals Sector, Senior General Manager of Metals & Recycling Division
Representative Director Senior Managing Director	Keiji Nishida	Senior Managing Executive Officer, CFO(Chief Financial Officer), Senior General Manager of Corporate Management Department Senior General Manager of Copper Business Strategic Division, Metals Sector
Director	Isshi Hisaoka	Senior Executive Officer Deputy Senior General Manager of Engineered Materials Sector
Director	Yutaka Hirabayashi	Senior Executive Officer Deputy Senior General Manager of Metals Sector Senior General Manager of Mineral Resources Division

4. On April 1, 2014, Outside Corporate Auditor Masaharu Miura assumed Professor, Division of Law, Multimedia Master's Course, Graduate School of Integrated Science and Art, University of East Asia and Special Councillor, Asia Crime Prevention Foundation.

2. Total Compensation Paid to Directors and Corporate Auditors

Classification	Number	Total Compensation (Millions of Yen)
Directors	12	¥329
Corporate Auditors	5	79
Total	17	¥408

- Notes: 1. The above list includes two directors and one corporate auditor that retired from their positions effective upon the conclusion of the 88th Annual General Meeting of Shareholders held on June 27, 2013.
2. At the 80th Annual General Meeting of Shareholders held on June 29, 2005, shareholders approved a limit on compensation paid to Directors of ¥60 million per month (not including compensation for their services as employees).
3. At the 80th Annual General Meeting of Shareholders held on June 29, 2005, shareholders approved a limit on compensation paid to Corporate Auditors of ¥15 million per month.
4. At the meeting of the Board of Directors held on April 22, 2014, it was resolved to discontinue the system of bonuses for Directors and to calculate the Directors' compensation by adding performance payments linked to results in addition to a fixed base compensation. This does not apply to the Outside Directors to whom the Company will pay the base compensation only, without the addition of a performance payment. The total volume of Directors' compensation would be within the limit already approved at the 80th Annual General Meeting of Shareholders held on June 29, 2005. As in the past, the total amount of Directors' compensation will be determined by the Compensation Committee composed of the President, the Director in charge of Human Resources, the Outside Directors and the Outside Corporate Auditors as advisors..
5. Listed monetary amounts are rounded down to the nearest million yen.

3. Matters Related to Outside Directors and Outside Corporate Auditors

(a) Important Positions Held Concurrently at Other Organizations

Please refer to "1. Directors and Corporate Auditors" on pages 16-17. The Company has no special relationship with any of the entities.

(b) Principal Activities during the Fiscal Year under Review

Position	Name	Principal Activities
Director	Hiromichi Shibata	Attended all 19 meetings of the Board of Directors during the fiscal year, from his perspective as an outstanding academic expert in the field of management, made appropriate and necessary comments on proposals and discussions
Director	Junya Sato	Attended all 15 meetings of the Board of Directors during the fiscal year after assuming his position, when necessary, made comments, primarily from his perspective as a lawyer, regarding the Company's compliance systems as well as appropriate and necessary comments on proposals and discussions
Corporate Auditor	Ryuhei Wakasugi	Attended all 19 meetings of the Board of Directors and all 13 meetings of the Board of Auditors during the fiscal year, from his perspective as a person with experience in government administration and as an outstanding academic expert in the field of economics, made appropriate and necessary comments on proposals and discussions
Corporate Auditor	Masaharu Miura	Attended all 15 meetings of the Board of Directors and all 10 meetings of the Board of Auditors during the fiscal year after assuming his position, from his perspective as a person with experience and expertise in legal circles as a public prosecutor and a lawyer, made appropriate and necessary comments on proposals and discussions

(c) Total Compensation Paid to Outside Directors and Outside Corporate Auditors

	Number	Total Compensation, Etc. (Millions of Yen)
Total amount of compensation, etc., paid to Outside Directors and Outside Corporate Auditors	5	¥49

Note: Listed monetary amounts are rounded down to the nearest million yen.

(d) Summary of Contracts for Limitation of Liability

Based on Company Law Article 427-1, the Company has arranged contracts with Outside Directors and Outside Corporate Auditors regarding liability as defined by Company Law Article 423-1 to limit total liability to the figure stipulated by Company Law Article 425-1.

(e) Notification of Independent Directors and Corporate Auditors

Though none of the Company's Outside Directors and Corporate Auditors have interests with any particular party from the Company, including its management, and have conflicts of interest with general shareholders, the Company has notified the Tokyo Stock Exchange that its Outside Director Hiromichi Shibata and Outside Director Junya Sato are the Independent Directors of the Company, and has judged them capable of monitoring management through a business execution process.

(3) Matters Related to the Independent Auditing Firm

1. Name of the firm: KPMG AZSA LLC

2. Total compensation, etc., paid to the firm

	Amount
Total compensation paid to the firm during the fiscal year under review	¥99 million
Total monetary amount and value of other assets paid to the firm by the Company and its subsidiaries	¥155 million

- Notes: 1. Since the contract between the Company and the auditing firm does not distinguish between the audit required under Japan's Company Law and the audit required under the Financial Instruments and Exchange Law, the above figures also include the cost of the audit required under the Financial Instruments and Exchange Law.
2. Among the Company's material subsidiaries, the following were legally audited by a certified public accountant or accounting firm, other than the Company's audit firm, with the corresponding qualifications in a foreign country: Taiwan Copper Foil Co., Ltd.; Mitsui Copper Foil (Malaysia) Sdn. Bhd.; Mitsui Electronic Materials Co., Ltd.; GECOM Corp.; and Mitsui Siam Components Co., Ltd.
3. Figures are rounded down to the nearest million yen.

3. Details of Non-audit Services

The Company entrusts the independent auditing firm with "the preparation of a comfort letter associated with the issuance of corporate bonds," which is a service outside the professional responsibilities provided under Article 2, Paragraph 1 of the Certified Public Accountants Act (non-audit service).

4. Policy regarding decisions related to dismissal and non-renewal of contract with the independent auditing firm

The Board of Directors, at the Company's convenience and with the approval of the Board of Auditors, may make the purpose of a shareholders' meeting the non-renewal of the contract with the auditing firm, or, in the event that matters occur which are the responsibility of the auditing firm and the decision is made that the Company cannot continue the contract with the auditing firm, with the approval of the Board of Auditors, the Directors may call a shareholders' meeting to dismiss or not

re-appoint the auditing firm. In either of these cases, at the said shareholders' meeting, with the approval of the Board of Auditors, the Board of Directors may make a proposal for the selection of a new independent auditing firm.

When the provisions of Article 340-1 of the Company Law are deemed to be applicable to the auditing firm, the Board of Auditors may dismiss the firm by a unanimous vote. When the provisions of Article 344-2 of the Company Law are deemed to be applicable, the Board of Auditors may confer and request that the Board of Directors submit a resolution on the "dismissal or non-renewal of the contract with the auditing firm" to a shareholders' meeting by a majority vote.

(4) Systems for Ensuring Appropriate Business Operations

The Company has made the following decisions regarding the systems for ensuring that the conduct of duties by the Directors is in accordance with relevant laws, ordinances, and the Company's Articles of Incorporation and the systems for ensuring the proper conduct of the Company's other activities.

1. Systems for ensuring that the conduct of duties by the Directors and employees is in accordance with relevant laws and the Company's Articles of Incorporation

To ensure that the conduct of business activities by the Directors and employees is in compliance with relevant laws, ordinances, and the Company's Articles of Incorporation, the Company has clarified its compliance system by instituting its "Code of Behavior," which Directors and employees are expected to observe. The Company has also established and promotes the observance of other internal regulations, including "Regulations for the Management of Internal Information and Insider Trading (Naibu jouhou kanri oyobi naibusha torihiki ni kansuru kisoku)," "Regulations for Operation of the Hotline (Hot line unei kisoku)," and "Regulations for the Management of Product Exports (Seihin yushutsu tou kanri kisoku)." In addition, the Company has defined clear the authority of the Directors through the issuance of internal regulations, including "Regulations for the Board of Directors (Torishimariyaku-kai kisoku)." Also, by appointing outside directors who have a high degree of independence, the Company has created a framework that provides for increased transparency to ensure that the Directors are conducting their duties appropriately. In addition, to maintain the soundness of financial processing, the Company conducts periodic internal audits.

2. Systems for storing and safekeeping of information related to the conduct of the duties of the Directors

For information related to the conduct of the duties of the Directors, the Company has prepared, stores, and keeps in custody such information according to legal requirements, the "Regulations for the Board of Directors (Torishimariyaku-kai kisoku)," "Regulations Regarding Documentation (Bunsho kisoku)," and other internal regulations.

3. Regulations and systems concerning the management of losses and hazards

To minimize risks related to the conduct of business activities and respond to risks that have already materialized, the Company has formed a Risk Management Committee, based on its "Regulations for the Risk Management Committee (Risk Management iinkai kisoku)," and has placed specified organizational units in charge of each type of risk with the objectives of monitoring and evaluating the risks that may arise in the Company's business activities, deciding on policies for risk management, and preparing measures to deal with risks when they materialize.

4. Systems to ensure that the Directors conduct their duties efficiently

As the basis for systems that ensure the Directors perform their duties efficiently, the Board of Directors holds a regular meeting once a month, and at other times as necessary. In addition, to clarify decision-making authority, the Company has instituted decision-making authority regulations and works to enhance the efficiency of decision making. Also, through the introduction of the Executive Officer system, the Company is endeavoring to accelerate the execution of business operations.

5. Systems to ensure that the corporate Group, comprising the Company as well as the parent company and subsidiaries, conducts its business activities appropriately

The Company's "Code of Behavior," "Regulations for the Management of Internal Information and

Insider Trading (Naibu jouhou kanri oyobi naibusha torihiki ni kansuru kisoku),” and “Regulations for Operation of the Hotline (Hot line unei kisoku)” are also applied to the members of the Group to ensure proper conduct within Group companies. Moreover, decisions and reports are made as part of management supervision in accordance with the “Regulations for the Management of Affiliate Companies (Kankei-gaisha kanri kisoku).” In addition, to maintain the soundness of the financial management of subsidiaries, the Company conducts periodic internal audits in these companies.

6. Matters related to the appointment of employees to assist the Corporate Auditors, when the Corporate Auditors request such assistance, and to the independence of such employees from the Directors

Under the Company’s “Regulations for Company Work Systems (Kaisha shokusei kisoku),” the Company has formed an Audit Office and assigned employees to assist the Corporate Auditors in the conduct of their duties. In addition, the selection of these employees is made with reference to the opinions of the Auditors.

7. Systems for Directors and employees to report to the Corporate Auditors, other systems for reporting to the Corporate Auditors, and other systems for ensuring that the auditing activities of the Corporate Auditors are conducted effectively

When the Directors discover facts that may cause serious losses to the Company, and when other events occur, for which reports must be submitted by the Board of Corporate Auditors, this information is reported to the Corporate Auditors. In addition, the Representative Directors and Corporate Auditors meet periodically to exchange opinions.

Consolidated Balance Sheet

(As of March 31, 2014)

	Millions of yen	
	2013	2012 (Reference)
Assets		
Current assets:		
Cash and time deposits	¥15,290	¥15,202
Notes and accounts receivable	82,582	77,937
Merchandise and finished goods	26,026	22,129
Work in process	27,716	25,696
Raw materials and supplies	31,573	24,745
Deferred tax assets	3,926	2,319
Others	11,410	11,409
Allowance for doubtful accounts	(133)	(177)
Total current assets	198,392	179,263
Fixed assets:		
Tangible fixed assets:		
Buildings and structures	155,615	150,486
Machinery and automotive equipment	306,122	295,515
Land	33,226	33,973
Lease assets	3,708	4,675
Construction in progress	9,536	6,578
Others	48,426	44,643
Accumulated depreciation	(400,237)	(383,846)
Total tangible fixed assets	156,397	152,027
Intangible fixed assets	4,177	4,731
Investments and other assets:		
Investment securities	134,337	93,410
Long-term loans	501	486
Net defined benefit asset	2,830	--
Deferred tax assets	2,231	1,760
Others	5,344	6,549
Allowance for doubtful accounts	(387)	(157)
Total investments and other assets	144,857	102,050
Total fixed assets	305,432	258,809
Total assets	¥503,825	¥438,072

English Translation of Financial Statements Originally Issued in the Japanese Language

	Millions of yen	
	2013	2012 (Reference)
Liabilities and Net Assets		
Current liabilities:		
Notes and accounts payable	¥43,699	¥37,547
Short-term debt	59,084	70,463
Commercial paper	10,000	10,000
Current portion of straight bonds	10,000	10,000
Current portion of lease liability	532	584
Accrued income taxes	2,320	1,338
Consumption taxes payable	741	673
Deferred tax liabilities	24	0
Provision for bonus	4,271	4,020
Provision for Directors' bonus	30	57
Provision for product warranties	1,189	1,188
Provision for loss on construction contracts	76	57
Business structure improvement expenses	501	--
Provision for loss on disposal of inventories	331	319
Others	27,088	24,410
Total current liabilities	159,891	160,661
Long-term liabilities:		
Straight bonds	50,000	40,000
Long-term debt	89,416	49,909
Lease liability	1,356	1,644
Deferred tax liabilities	4,715	2,572
Employees' retirement benefits	--	22,086
Directors' and corporate auditors' retirement benefits	548	538
Provision for environmental countermeasures	1,146	1,319
Provision for preventing environmental pollution in mineral, mining, and other operations	836	820
Provision for losses of affiliated companies	27	--
Asset retirement obligations	2,344	2,458
Net defined benefit liability	22,784	--
Others	890	1,010
Total long-term liabilities	174,066	122,361
Total Liabilities	333,958	283,023
Net assets		
Common stock	42,129	42,129
Capital surplus	22,557	22,557
Retained earnings	92,190	90,302
Treasury stock	(596)	(592)
Shareholders' equity	156,280	154,397
Net unrealized gains on securities, net of tax	1,653	767
Unrealized gains (losses) on hedging derivatives, net of tax	(205)	219
Foreign currency translation adjustments	3,531	(8,849)
Remeasurements of defined benefit plans	(388)	--
Accumulated other comprehensive income	4,591	(7,861)
Minority interests in consolidated subsidiaries	8,994	8,514
Total net assets	169,867	155,049
Total liabilities and net assets	¥503,825	¥438,072

Consolidated Statement of Operations

(April 1, 2013 to March 31, 2014)

	Millions of yen	
	2013	2012 (Reference)
Net sales	¥441,046	¥417,219
Cost of sales	370,629	357,294
Gross profit	70,417	59,925
Selling, general and administrative expenses	44,673	43,367
Operating income	25,743	16,557
Non-operating income:		
Interest income	153	128
Dividend income	1,152	675
Investment gains from equity method	--	422
Other income	3,066	2,216
	4,372	3,442
Non-operating expenses:		
Interest expense	2,222	2,307
Investment losses from equity method	12,298	--
Other expenses	1,938	1,497
	16,460	3,805
Ordinary income	13,656	16,194
Extraordinary profits:		
Gain on sale of property, plant and equipment	730	1,330
Compensation income	--	202
Others	86	170
	817	1,704
Extraordinary losses:		
Loss on sale of property, plant and equipment	96	45
Loss on disposal of property, plant and equipment	911	1,113
Loss on impairment of fixed assets	769	168
Business structure improvement expenses	1,167	724
Provision for product warranties	79	430
Compensation for damage	1,076	64
Others	990	745
	5,090	3,292
Income before income taxes and minority interests	9,382	14,606
Income taxes:		
Current	5,493	3,285
Deferred	(207)	374
Income before minority interests	4,096	10,945
Minority interests	434	1,035
Net income	¥3,662	¥9,910

Consolidated Statement of Changes in Net Assets

(April 1, 2013 to March 31, 2014)

Millions of yen

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of period	42,129	22,557	90,302	(592)	154,397
Changes of items during the period					
Dividends from surplus			(1,713)		(1,713)
Net income			3,662		3,662
Change of scope of consolidation			(60)		(60)
Purchase of treasury stock				(4)	(4)
Net changes of items other than shareholders' equity					
Total changes of items during the period			1,888	(4)	1,883
Balance at the end of period	42,129	22,557	92,190	(596)	156,280

	Accumulated other comprehensive income					Minority interests	Total net assets
	Valuation difference on available-for-Sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total of Accumulated other comprehensive income		
Balance at the beginning of period	767	219	(8,849)	--	(7,861)	8,514	155,049
Changes of items during the period							
Dividends from surplus							(1,713)
Net income							3,662
Change of scope of consolidation							(60)
Purchase of treasury stock							(4)
Net changes of items other than shareholders' equity	886	(425)	12,381	(388)	12,453	480	12,934
Total changes of items during the period	886	(425)	12,381	(388)	12,453	480	14,817
Balance at the end of period	1,653	(205)	3,531	(388)	4,591	8,994	169,867

Balance Sheet

(As of March 31, 2014)

	Millions of yen	
	2013	2012 (Reference)
Assets		
Current assets:		
Cash and time deposits	¥3,620	¥4,365
Notes receivable	818	457
Accounts receivable	30,740	31,899
Merchandise and finished goods	12,611	10,496
Work in process	14,138	13,345
Raw materials and supplies	18,160	13,598
Advances payments	80	80
Prepaid expenses	411	457
Short-term loans	11,130	8,973
Other accounts receivable	3,391	4,560
Payment for others	2,240	2,368
Deferred tax assets	1,513	--
Derivative assets	239	679
Others	36	318
Allowance for doubtful accounts	(67)	(15)
Total current assets	99,064	91,584
Fixed assets:		
Tangible fixed assets:		
Buildings	37,520	37,279
Structures	10,711	10,418
Machinery and equipment	104,269	101,994
Automotive equipment	409	395
Tools, equipment and furniture	9,026	8,497
Land used for mining operations	307	307
Land	15,488	15,671
Lease assets	1,616	2,274
Construction in progress	2,848	1,499
Accumulated depreciation	(134,420)	(130,097)
Total tangible fixed assets	47,777	48,240
Intangible fixed assets:		
Rights of utilization	1,500	1,701
Total intangible fixed assets	1,500	1,701
Investments and other assets:		
Investment securities	9,024	7,979
Stock of subsidiaries and affiliates	123,672	96,549
Investments in other securities of subsidiaries and affiliates	35,511	15,630
Investments in capital of subsidiaries and affiliates	2,976	2,976
Long-term loans	33,063	38,809
Claims provable in bankruptcy, claims provable in rehabilitation and other	2	29
Others	2,542	1,823
Allowance for doubtful accounts	(1,686)	(1,991)
Total investments and other assets	205,107	161,805
Total fixed assets	254,384	211,747
Total assets	¥353,449	¥303,332

English Translation of Financial Statements Originally Issued in the Japanese Language

	Millions of yen	
	2013	2012 (Reference)
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	¥19,030	¥17,664
Short-term debt	31,328	24,700
Commercial paper	10,000	10,000
Current portion of long-term loans payable	11,467	30,323
Current portion of straight bonds	10,000	10,000
Current portion of lease liability	235	273
Accrued payments	7,712	8,207
Accrued expenses	701	878
Accrued income taxes	248	139
Advances received	91	98
Deposits received	18,715	16,400
Provision for bonus	1,797	1,650
Provision for Directors' bonus	--	30
Provision for product warranties	3	1
Business structure improvement expenses	501	--
Deferred tax liabilities	--	26
Derivative liabilities	69	272
Others	0	1
Total current liabilities	111,904	120,668
Long-term liabilities:		
Straight bonds	50,000	40,000
Long-term debt	85,117	45,085
Lease obligations	444	576
Deferred tax liabilities	1,313	855
Employees' retirement benefits	12,565	12,053
Provision for preventing environmental pollution in mineral, mining, and other operations	210	209
Provision for environmental countermeasures	902	973
Provision for losses of affiliated companies	27	--
Asset Retirement obligations	122	144
Others	151	154
Total long-term liabilities	150,857	100,053
Total liabilities	262,761	220,721
Net assets		
Shareholders' equity:		
Common stock		
	42,129	42,129
Capital surplus:		
Capital surplus	22,557	22,557
Total capital surplus	22,557	22,557
Retained earnings:		
Legal reserve	2,406	2,406
Other retained earnings	22,609	15,231
General reserve	5,000	4,000
Unappropriated retained earnings at end of period	17,609	11,231
Total retained earnings	25,015	17,638
Treasury stock	(596)	(592)
Total shareholders' equity	89,105	81,733
Valuation, translation adjustments and others		
Net unrealized gains on securities, net of tax	1,496	726
Unrealized gains (losses) on hedging derivatives, net of tax	85	151
Total net assets	90,687	82,610
Total liabilities and net assets	¥353,449	¥303,332

Statement of Operations

(April 1, 2013 to March 31, 2014)

	Millions of yen	
	2013	2012 (Reference)
Net sales	¥207,951	¥199,081
Cost of sales	179,790	177,846
Gross profit	28,161	21,235
Selling, general and administrative expenses	21,211	22,974
Operating income (loss)	6,949	(1,739)
Non-operating income:		
Interest and dividend income	5,822	7,580
Other income	1,299	1,416
	7,121	8,996
Non-operating expenses:		
Interest expense	1,671	1,860
Other expenses	1,386	851
	3,057	2,712
Ordinary income	11,013	4,545
Extraordinary profits:		
Reversal of allowance for doubtful accounts	261	88
Gain on exchange from property dividend	--	151
Other profits	48	75
	309	315
Extraordinary expenses:		
Loss on sales and disposal property, plant and equipment	293	343
Loss on impairment of fixed assets	756	85
Loss on valuation of subsidiaries and affiliates	74	227
Business structure improvement expenses	626	--
Compensation for damage	1,060	64
Other expenses	414	188
	3,225	908
Income before income taxes	8,097	3,952
Income taxes:		
Current	295	197
Deferred	(1,288)	479
Net income	¥9,090	¥3,274

Statement of Changes in Net Assets

(April 1, 2013 to March 31, 2014)

Millions of yen

	Shareholders' equity								Total shareholders' equity
	Common stock	Capital surplus		Legal reserve contained in retained earnings	Retained earnings		Treasury stock	Total of retained earnings	
		Legal reserve	Total of capital surplus		Remaining portion of retained earnings				
				General reserve for reduction entry	Retained earnings brought forward				
Balance at the beginning of period	42,129	22,557	22,557	2,406	4,000	11,231	17,638	(592)	81,733
Changes of items during the period									
Dividends from surplus						(1,713)	(1,713)		(1,713)
Provision of general reserve					1,000	(1,000)			
Net income						9,090	9,090		9,090
Purchase of treasury stock								(4)	(4)
Net changes of items other than shareholders' equity									
Total changes of items during the period					1,000	6,377	7,377	(4)	7,372
Balance at the end of period	42,129	22,557	22,557	2,406	5,000	17,609	25,015	(596)	89,105

	Valuation and translation adjustments			Total net assets
	Valuation difference on available-for-sale securities	Unrealized losses on hedging derivatives, net of tax	Total valuation and translation adjustments	
Balance at the beginning of period	726	151	877	82,610
Changes of items during the period				
Dividends from surplus				(1,713)
Provision of general reserve				
Net income				9,090
Purchase of treasury stock				(4)
Net changes of items other than shareholders' equity	770	(65)	704	704
Total changes of items during the period	770	(65)	704	8,076
Balance at the end of period	1,496	85	1,581	90,687