

Notice about Recognition on Extraordinary Loss

Tokyo, April 27, 2017—Hitachi Maxell, Ltd. (TSE6810) today announced about recognition of extraordinary loss (impairment loss) in the financial results for the year ended March 31, 2017 as follows.

1. Outline of recognition on extraordinary loss

(1) Consolidated financial results (Impairment loss in non-current assets)

Mainly at the Company's consolidated subsidiary, Wuxi Hitachi Maxell, Ltd., according to "Accounting standard for Impairment of Fixed Assets", there was a recognition of extraordinary loss following the deterioration of profitability of business of lithium ion batteries. Also at the Company's consolidated subsidiary, Maxell Europe, Ltd. and at the Company, there was recognition of impairment loss relating to non-current assets. As a result, the Company recognized extraordinary loss of 3,925 million yen in total.

(2) Non-consolidated financial results (Loss from evaluation of shares of affiliated companies)

The Company has recognized losses from evaluation of shares of its affiliated companies, Maxell Europe, Ltd. and Maxell Smart Communications Co., Ltd. due to the affiliated companies' deterioration in the financial conditions. As a result, the Company recognized extraordinary loss of 3,791 million yen.

However, there is no effect to the Company's consolidated financial result coming from the extraordinary losses mentioned above as it is offset in the Company's consolidated financial result.

2. Influence to the Company's financial conditions

The matters mentioned above are already included in the consolidated financial results for the year ended March 31, 2017, announced today. Therefore, there will be no influence to the financial results in the future.