

KAWASAKI HEAVY INDUSTRIES, LTD. AND CONSOLIDATED SUBSIDIARIES FLASH CONSOLIDATED FINANCIAL RESULTS July 3

July 30, 2014

For three months ended June 30, 2014 and 2013 and one year ended March 31, 2014 $\,$

(Consolidated)

Operating results

		Millions	i nousands of U.S. dollars				
	Three m	nonths ended	Three	months ended	Three months ended Jun. 30, 2014		
	Jun	. 30, 2014	Jur	n. 30, 2013			
Net sales	¥	304,154	¥	282,509	\$	3,002,507	
Operating income		10,904		16,752		107,640	
Net income		5,416		4,496		53,464	
Earnings per share (Yen)		3.2		2.6			

Financial condition

	M	illions of yen / T	Thousands of U.S. dollars			
	Jur	As of n. 30, 2014	As of March. 31,2014			As of Jun. 30, 2014
Total assets	¥	1,570,651	¥	1,554,430	\$	15,504,945
Net assets		370,760		376,686		3,660,019
Number of shares issued and outstanding		1,671,745		1,671,750		
Equity Ratio		22.7%		23.3%		

Cash flows

		Millions	Thousands of U.S. dollars					
	Three m	nonths ended	Three	months ended	Three months ended			
	Jun	. 30, 2014	Jui	n. 30, 2013	Jun. 30, 2014			
Operating activities	¥	(38,067)	¥	(1,133)	\$	(375,784)		
Investing activities		(11,747)		(18,310)		(115,962)		
Financing activities		49,936		20,128		492,951		
Cash and cash equivalents at end of term		40,033		37,142		395,192		

Millions of yen

Fiscal year forecast

- -		Net sales	OI	perating income		Net income		
One year ending March 31, 2015	¥	1,490,000	¥	73,000	¥	42,500		

(Consolidated)

- Notes: 1. This "FLASH CONSOLIDATED FINANCIAL RESULTS" and following financial statements have been prepared in conformity with generally accepted accounting principles and practices in Japan.
 - 2. All US\$ amounts in these statements represent the arithmetical results of translating Japanese yen to U.S. dollars on the basis of ¥101.30=\$1, the rate prevailing as of June 30, 2014, solely for the convenience of the readers.

Condensed Consolidated Balance Sheets

As of June 30 and March 31, 2014

					TI	housands of
		Millions	s of yen			U.S. dollars
		As of		As of	•	As of
	J	lun. 30, 2014	M	ar. 31, 2014		Jun. 30, 2014
Assets:						
Current assets :						
Cash on hand and in banks	¥	43,312	¥	47,949	\$	427,562
Receivables, less allowance		403,498		426,676		3,983,198
Inventories		478,121		458,033		4,719,852
Other current assets		92,079		73,096		908,973
Total current assets		1,017,010		1,005,754		10,039,585
Investments and long-term loans less allowance		94,727		94,257		935,114
Net property, plant and equipment		388,567		383,912		3,835,804
Intangible and other assets		70,347		70,507		694,442
Total assets	¥	1,570,651	¥	1,554,430	\$	15,504,945
Liabilities and net assets :						
Current liabilities :						
Short-term borrowings						
and current portion of long-term debt	¥	249,307	¥	191,162	\$	2,461,076
Payables		273,866		306,031		2,703,514
Advances from customers		156,516		137,598		1,545,074
Other current liabilities		140,087		160,625		1,382,892
Total current liabilities		819,776		795,416		8,092,556
Long-term liabilities :						
Long-term debt, less current portion		252,445		253,483		2,492,054
Others		127,670		128,845		1,260,316
Total long-term liabilities		380,115		382,328		3,752,370
Net assets:						
Common stock		104,484		104,484		1,031,431
Capital surplus		54,393		54,393		536,949
Retained earnings		212,824		217,450		2,100,927
Treasury stock		(45)		(43)		(444)
Net unrealized gains on securities		2,755		2,653		27,196
Gains (losses) on hedging items		(629)		(3,803)		(6,209)
Foreign currency translation adjustments		1,463		6,416		14,442
Remeasurements of defined benefit plans		(17,915)		(18,509)		(176,850)
Minority interests		13,430		13,645		132,577
Total net assets		370,760		376,686		3,660,019
Total liabilities and net assets	¥	1,570,651	¥	1,554,430	\$	15,504,945

Condensed Consolidated Statements of Income

For three months ended June 30, 2014 and 2013

1 or timee months chaca June 30, 2014 and 2013		Millions	of ve	n			Thousands of U.S. dollars
	Thr	ee months ended	- ,	ree months ended	%	Thi	ree months ended
		Jun.30, 2014		Jun.30, 2013	Change		Jun.30, 2014
Net sales	¥	304,154	¥	282,509	+8%	\$	3,002,507
Cost of sales		253,170		226,810			2,499,210
Gross profit		50,984		55,699			503,297
Selling, general and administrative expenses		40,080		38,947			395,657
Operating income		10,904		16,752	-35%		107,640
Other income (expenses):							
Interest and dividend income		246		469			<i>2,4</i> 28
Equity in income of unconsolidated							
subsidiaries and affiliates		2,465		1,523			<i>24,333</i>
Interest expense		(990)		(1,030)			(9,772)
Other, net		(5,931)		(8,314)			(58,549)
Income before income taxes and							
minority interests		6,694		9,400			66,080
Income taxes		(619)		(4,588)			(6,110)
Minority interests in net income of							
consolidated subsidiaries		(659)		(316)			(6,506)
Net income	¥	5,416	¥	4,496	+21%	\$	53,464

Segment information Information by reportable segment

					N	Iillions of yen				
					Th	ree months ended				
						Jun.30,2013				
		External	Intersegment			Total		Operating	Operating	
		sales		sales		sales		expenses	income (loss)	
Ship & Offshore Structure	¥	21,073	¥	565	¥	21,638	¥	18,257	¥	3,381
Rolling Stock		30,562	-	192	_	30,754	_	28,844	-	1,910
Aerospace		55,624		462		56,086		48,535		7,551
Gas Turbine & Machinery		36,452		3,898		40,350		39,506		844
Plant & Infrastructure		16,712		3,225		19,937		20,543		(606)
Motorcycle & Engine		67,493		144		67,637		65,155		2,482
Precision Machinery		25,124		2,456		27,580		26,018		1,562
Other		29,469		8,305		37,774		37,426		348
Total	-	282,509		19,247		301,756		284,284		17,472
Eliminations and corporate		-		(19,247)		(19,247)		(18,527)		(720)
Consolidated total	¥	282,509	¥		¥	282,509	¥	265,757	¥	16,752

			Millions of yen										
_		Three months ended											
		Jun.30,2014											
_	External	Intersegment	Total	Operating	Operating								
_	sales	sales	sales	expenses	income (loss)								
Ship & Offshore Structure ¥	18,350	¥ 381	¥ 18,731	¥ 19,147	¥ (416)								
Rolling Stock	30,464	144	30,608	30,596	12								
Aerospace	65,403	653	66,056	59,782	6,274								
Gas Turbine & Machinery	42,799	2,034	44,833	42,777	2,056								
Plant & Infrastructure	21,053	3,430	24,483	24,908	(425)								
Motorcycle & Engine	64,892	163	65,055	64,792	263								
Precision Machinery	30,634	3,159	33,793	30,943	2,850								
Other	30,559	6,220	36,779	36,188	591								
Total	304,154	16,184	320,338	309,133	11,205								
Eliminations and corporate	-	(16,184)	(16,184)	(15,883)	(301)								
Consolidated total	304,154	¥ -	¥ 304,154	¥ 293,250	¥ 10,904								

	Thousands of U.S. dollars												
					Thre	e months ende	d						
					,	Jun.30,2014							
		External	Int	ersegment		Total		Operating	(Operating			
		sales		sales		sales		expenses	inc	come (loss)			
Ship & Offshore Structure	\$	181,145	\$	3,761	\$	184,906	\$	189,013	\$	(4,107)			
Rolling Stock		300,730		1,421		302,151		302,034		117			
Aerospace		645,636		6,446		652,082		590,148		61,934			
Gas Turbine & Machinery		422,497		20,079		442,576		422,280		20,296			
Plant & Infrastructure		207,828		33,860		241,688		245,883		(4, 195)			
Motorcycle & Engine		640,593		1,609		642,202		639,605		2,597			
Precision Machinery		302,409		31,185		333,594		<i>305,459</i>		28,135			
Other		301,669		61,402		363,071		357,236		5,835			
Total		3,002,507		159,763		3,162,270		3,051,658		110,612			
Eliminations and corporate				(159,763)		(159,763)		(156,791)		(2,972)			
Consolidated total	\$	3,002,507	\$	-	\$	3,002,507	\$	2,894,867	\$	107,640			

Net sales, orders and order backlog by industry segment

For three months ended June 30,2014 and 2013 and as of June 30 and March 31, 2014

Net sales : Jun. 30, 2014 Jun. 30, 2013 Change Jun. 30, 2014 Ship & Offshore Structure Y 18,350 (6%) Y 21,073 (7%) -13% \$ 181,145 Rolling Stock 30,464 (10%) 30,562 (11%) -0% 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% 640,592 Precision Machinery 30,634 (10%) 25,124 (9%) +22% 302,409 Other 30,559 (10%) 29,469 (10%) +4% 301,668									Tho	usands of	
Net sales : Jun. 30, 2014 Jun. 30, 2013 Change Jun. 30, 2014 Ship & Offshore Structure ¥ 18,350 (6%) ¥ 21,073 (7%) -13% \$ 181,145 Rolling Stock 30,464 (10%) 30,562 (11%) -0% 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) +4% 640,592 Precision Machinery 30,634 (10%) 25,124 (9%) +4% 301,668 Total * 14,586 (4%) * 27,185 (10%) +46% \$ 3,002,507 Orders: Ship & Offshore Structure * 14,586 (4%) * 27,185 (10%) +46% \$ 143,988 Rolling Stock <t< th=""><th></th><th></th><th></th><th>Million</th><th>s of ye</th><th>n</th><th></th><th></th><th></th><th>U.S. dollars</th></t<>				Million	s of ye	n				U.S. dollars	
Net sales : Ship & Offshore Structure X 18,350 (6%) Y 21,073 (7%) -13% \$ 181,145 Rolling Stock 30,464 (10%) 30,562 (11%) -0% 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) +4% 640,592 Precision Machinery 30,634 (10%) 29,469 (10%) +4% 301,668 Total Y 304,154 (100%) Y 282,509 (100%) +4% 301,668 Rolling Stock 67,426 (20%) 35,046 (12%) +49% 686,607 Aerospace 41,983 (13%) 31,568 (13%) 41,567 (15%) +11% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) +4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +117% 342,942 Total Y 333,863 (100%) Y 283,143 (100%) +117% 342,942 Total Y 333,863 (100%) Y 283,143 (100%) +117% 342,942 Total Y 333,863 (100%) Y 283,143 (100%) +117% 342,942 Total Y 333,863 (100%) Y 161,134 (11%) -3% \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$		Т	hree month	s ended	-	Three months	ended	%	Three months ended		
Ship & Offshore Structure Rolling Stock 30,464 (10%) 30,562 (11%) -0% 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% 640,592 Precision Machinery 30,634 (10%) 29,469 (10%) +4% 301,668 Total 30,559 (10%) 29,469 (10%) +4% 300,650 Total 41,586 (4%) 27,185 (10%) -46% \$3,002,507 Corders : Ship & Offshore Structure 74,266 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +4% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) +4% 640,592 Precision Machinery 31,700 (99%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total 333,863 (100%) 29,691 (10%) +17% 342,942 Total 333,863 (100%) 29,691 (10%) +18% \$3,295,784 Other 34,740 (10%) 29,691 (10%) +18% \$3,295,784 Other 34,646 (26%) 36,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) (10%) 25,821 (2%) +4% 265,420 Other 34,631 (12%) (10%) 25,951 (2%) 44% 5,2450 Other 34,631 (12%) (10%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) (10%) 25,821 (2%) 44% 44% 1,624,520 Other 34,631 (12%) (10%) 25,951 (10%) 44% 265,420 Other 34,631 (12%) (10%) (20%) (Jun. 30, 2	2014		Jun. 30, 20	013	Change	Jun. 30, 2014		
Rolling Stock 30,464 (10%) 30,562 (11%) -0% 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +11% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% 640,592 Precision Machinery 30,634 (10%) 29,469 (10%) +4% 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (10%) +4% 301,668 Total ¥ 14,586 (4%) ¥ 27,185 (10%) +46% \$ 3,002,507 Orders: Ship & Offshore Structure * 14,586 (4%) ¥ 27,185 (10%) +46% \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) <td< th=""><th>Net sales :</th><th></th><th></th><th></th><th>-</th><th></th><th></th><th></th><th></th><th></th></td<>	Net sales :				-						
Aerospace 65,403 (22%) 55,624 (20%) +18% 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% 640,592 Precision Machinery 30,634 (10%) 25,124 (9%) +22% 302,409 Other 30,559 (10%) 29,469 (10%) +4% 301,668 Total ¥ 14,586 (4%) ¥ 27,185 (10%) +4% \$ 3,002,507 Orders: Ship & Offshore Structure ¥ 14,586 (4%) ¥ 27,185 (10%) +4% \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 31,585 (13%) +11% 427,658 Plant & Infrastructure	Ship & Offshore Structure	¥	18,350	(6%)	¥	21,073	(7%)	-13%	\$	181,1 4 5	
Plant & Infrastructure 42,799 (14%) 36,452 (13%) +17% 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% 640,592 Precision Machinery 30,634 (10%) 25,124 (9%) +22% 302,409 Other 30,559 (10%) 29,469 (10%) +4% 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% \$ 3,002,507 Orders : Ship & Offshore Structure X 14,586 (4%) ¥ 27,185 (10%) -46% \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Acrospace 41,983 (13%) 41,567 (15%) +1% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +11% 417,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) +4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) ¥ 283,143 (10%) +18% \$3,295,784 Total ¥ 333,863 (100%) ¥ 283,143 (10%) +18% \$3,295,784 Order backlog : Ship & Offshore Structure X 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Acrospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 17,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) -6,60 -6,60 -6,60 -6,60 -6,60 Motorcycle & Engine - (-%) -6,60 -	Rolling Stock		30,464	(10%)		30,562	(11%)	-0%		300,730	
Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% 207,828 Motorcycle & Engine 64,892 (21%) 67,493 (24%) 44% 640,592 Precision Machinery 30,634 (10%) 25,124 (9%) +42% 302,409 Other 30,559 (10%) 29,469 (10%) +4% 301,668 Total Y 304,154 (100%) Y 282,509 (100%) +8% \$3,002,507 Orders: Ship & Offshore Structure X 14,586 (4%) Y 27,185 (10%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +11% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 34,740 (10%) 29,691 (10%) +6% 312,932 Other 34,740 (10%) Y 283,143 (10%) +11% 342,942 Total Y 333,863 (100%) Y 283,143 (100%) +117% 342,942 Order backlog: Ship & Offshore Structure X 155,748 (10%) Y 161,134 (11%) -3% \$1,537,493 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-6%) -2,6% -6%	Aerospace		65,403	(22%)		55,624	(20%)	+18%		645,637	
Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% (9%) 42% (9%) 30,640 (24%) -4% (9%) 422% (9%) 302,409 Other 30,559 (10%) 29,469 (10%) 42% (9%) 42% (9%) 302,409 Other 300,559 (10%) 29,469 (10%) 44% (9%) \$ 30,002,507 Orders: Ship & Offshore Structure ¥ 14,586 (4%) ¥ 27,185 (10%) -46% \$ 143,988 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% (665,607) 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 444,442 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 447,058 Motorcycle & Engine 64,892 (20%) 67,493 (24%) +4% 640,592 48,223 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,392 32,942 Other 34,740 (10%) 29,814 (10%) +18% 3,295,784 Total ¥ 333,863 (100%) ¥ 283,143 (10%) +18% 5,283 48,06 Jun. 30, 2014 Mar. 31, 2014 Ch	Gas Turbine & Machinery		42,799	(14%)		36,452	(13%)	+17%		422,498	
Precision Machinery Other 30,634 (10%) (10%	Plant & Infrastructure		21,053	(7%)		16,712	(6%)	+26%		207,828	
Other Total 30,559 (10%) ¥ 304,154 (100%) 29,469 (10%) (10%) (10%) +4% (301,688 (3002,507) Orders: Ship & Offshore Structure ¥ 14,586 (4%) ¥ 27,185 (10%) -46% (3143,988 (31,000) +92% (665,607) 46% (12%) +92% (665,607) 46% (12%) +92% (665,607) 41,442 (32%) 41,567 (15%) 41% (12%) 414,442 41,442 (32%) 41,567 (15%) 41% (12%) 427,058 (11%) 41,567 (15%) 41% (12%) 427,058 (11%) 41,567 (15%) 41% (10%) 427,058 (11%) 41,567 (15%) 41% (10%) 427,058 (11%) 41,567 (15%) 41% (10%) 427,058 (11%) 41,567 (15%) 41% (10%) 427,058 (11%) 41,567 (15%) 41% (10%) 427,058 (11%) 42,7058 (11%) 4	Motorcycle & Engine		64,892	(21%)		67,493	(24%)	-4%		640,592	
Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% \$ 3,002,507 Ship & Offshore Structure ¥ 14,586 (4%) ¥ 27,185 (10%) -46% \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total ¥ 333,863 (100%) ¥ 283,143 (100%) +18% \$ 3,295,784 As of Jun. 30, 2014 Mar. 31, 2014 Change U.S. dollars As of Jun. 30, 2014 Mar. 31, 2014 Change Jun. 30, 2014 Ship & Offshore Structure<	Precision Machinery		30,634	(10%)		25,124	(9%)	+22%		302,409	
Orders: Ship & Offshore Structure ¥ 14,586 (2%) ¥ 27,185 (10%) -46% \$ \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 4065,607 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 414,442 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 342,942 342,942 Total As of Jun. 30, 2014 As of Mar. 31, 2014 As of As of U.S. dollars	Other		30,559	(10%)		29,469	(10%)	+4%		301,668	
Ship & Offshore Structure X	Total	¥	304,154	(100%)	¥	282,509	(100%)	+8%	\$	3,002,507	
Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +1% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +17% 342,942 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total 4333,863 (100%) 4283,143 (100%) +18% 3,295,784 Millions of yen As of Jun. 30, 2014 Mar. 31, 2014 Change Jun. 30, 2014 Thousands of U.S. dollars U.S. dollars Ship & Offshore Structure 4155,748 (10%) 4161,134 (11%) -3% 1,537,4	Orders :										
Aerospace 41,983 (13%) 41,567 (15%) +1% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total 333,863 (100%) \$283,143 (100%) +18% \$3,295,784 Millions of yer As of Mar. 31, 2014 Change Ms. of U.S. dollars As of As of Mar. 31, 2014 Change Jun. 30, 2014 Order backlog: Ship & Offshore Structure \$155,748 (10%) \$161,134 (11%) -3% \$1,537,493 Rolling Stock 396,986 </td <td>Ship & Offshore Structure</td> <td>¥</td> <td>14,586</td> <td>(4%)</td> <td>¥</td> <td>27,185</td> <td>(10%)</td> <td>-46%</td> <td>\$</td> <td>143,988</td>	Ship & Offshore Structure	¥	14,586	(4%)	¥	27,185	(10%)	-46%	\$	143,988	
Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% 427,058 Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total ¥ 333,863 (100%) ¥ 283,143 (100%) +18% \$ 3,295,784 Order backlog : As of Jun. 30, 2014 Mar. 31, 2014 Change Jun. 30, 2014 Precision Machinery ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 <	Rolling Stock		67,426	(20%)		35,046	(12%)	+92%		665,607	
Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% 348,223 Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total ¥ 333,863 (100%) ½ 283,143 (100%) +18% \$ 3,295,784 Order backlog: As of Jun. 30, 2014 As of As of Jun. 30, 2014 Change Change 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 <	Aerospace		41,983	(13%)		41,567	(15%)	+1%		414,442	
Motorcycle & Engine 64,892 (20%) 67,493 (24%) -4% 640,592 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total ¥ 333,863 (100%) ¥ 283,143 (100%) +18% \$ 3,295,784 Order backlog : As of Jun. 30, 2014 As of As of Jun. 30, 2014 Change Change 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%)	Gas Turbine & Machinery		43,261	(13%)		35,685	(13%)	+21%		427,058	
Precision Machinery Other 31,700 (9%) 29,814 (10%) +6% +6% 312,932 Other Total 34,740 (10%) 29,691 (10%) +17% 342,942 Total ¥ 333,863 (100%) ¥ 283,143 (100%) +18% \$ 3,295,784 Order backlog : Ship & Offshore Structure Structure Y 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) - % - % Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Plant & Infrastructure		35,275	(11%)		16,662	(6%)	+112%		348,223	
Other Total 34,740 (10%) ¥ 333,863 (100%) 29,691 (10%) (10%) ± 283,143 (100%) +17% \$ 342,942 Thousands of Millions of yen Thousands of U.S. dollars As of Jun. 30, 2014 As of As of Jun. 31, 2014 % Change As of Jun. 30, 2014 Order backlog : Ship & Offshore Structure ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) - (-%) -% -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Motorcycle & Engine		64,892	(20%)		67,493	(24%)	-4%		640,592	
Total ¥ 333,863 (100%) ¥ 283,143 (100%) +18% \$ 3,295,784 Millions of yen Thousands of U.S. dollars As of Jun. 30, 2014 As of Jun. 30, 2014 Change Thousands of U.S. dollars As of Jun. 30, 2014 Change Change Jun. 30, 2014 Order backlog: Ship & Offshore Structure ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) - % - (-%) - % Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Precision Machinery		31,700	(9%)		29,814	(10%)	+6%		312,932	
Millions of yen	Other		34,740	(10%)		29,691	(10%)	+17%		342,942	
Millions of yen U.S. dollars As of Jun. 30, 2014 As of Jun. 31, 2014 Change Jun. 30, 2014 Order backlog : Ship & Offshore Structure ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) - (-%) -% -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Total	¥	333,863	(100%)	¥	283,143	(100%)	+18%	\$	3,295,784	
Millions of yen U.S. dollars As of Jun. 30, 2014 As of Jun. 31, 2014 Change Jun. 30, 2014 Order backlog : Ship & Offshore Structure ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) - (-%) -% -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420									Tho	usands of	
As of Jun. 30, 2014 As of Mar. 31, 2014 % Change As of Jun. 30, 2014 Order backlog : Ship & Offshore Structure Structure Ship & Offshore Structure Acrospace Acrospace A26,324 (28%) Ac				Million	s of ve	n				U.S. dollars	
Order backlog : Y 155,748 (10%) Y 161,134 (11%) -3% Y 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420			As c	of		As of	•	%			
Ship & Offshore Structure ¥ 155,748 (10%) ¥ 161,134 (11%) -3% \$ 1,537,493 Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420			Jun. 30, 2	2014				Change	Jι	ın. 30, 2014	
Rolling Stock 396,986 (26%) 364,654 (24%) +9% 3,918,914 Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420											
Aerospace 426,324 (28%) 450,581 (30%) -5% 4,208,529 Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	-	¥			¥	161,134			\$		
Gas Turbine & Machinery 293,065 (19%) 295,100 (20%) -1% 2,893,040 Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Rolling Stock					364,654	(24%)				
Plant & Infrastructure 184,831 (12%) 170,737 (11%) +8% 1,824,590 Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	-			•			,				
Motorcycle & Engine - (-%) - (-%) -% - Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Gas Turbine & Machinery		293,065	(19%)		295,100	(20%)	-1%		2,893,040	
Precision Machinery 26,887 (2%) 25,821 (2%) +4% 265,420	Plant & Infrastructure		184,831	(12%)		170,737	(11%)	+8%		1,824,590	
			-			-				-	
Other 36,419 (3%) 32,237 (2%) +13% 359,516	Precision Machinery		26,887	(2%)		25,821	(2%)	+4%		265,420	
	Other		36,419	(3%)		32,237	(2%)	+13%		359,516	

Net Sales by geographic area

Total

For three months ended June 30, 2014 and 2013

1,520,260

(100%)

			Million	s of ye	en			The	ousands of U.S. dollars	
	T	Three months ended			Three months	ended	%	Three months ended		
		Jun. 30, 2014			Jun. 30, 20)13	Change	Jun. 30, 2014		
Japan	¥	120,208	(39%)	¥	118,426	(42%)	+1%	\$	1,186,653	
United States		73,408	(24%)		66,615	(24%)	+11%		724,659	
Europe		27,865	(9%)		19,742	(7%)	+40%		275,074	
Asia		58,021	(19%)		51,700	(18%)	+12%		572,764	
Other		24,652	(9%)		26,026	(9%)	-5%		243,357	
Total	¥	304,154	(100%)	¥	282,509	(100%)	+7%	\$	3,002,507	

1,500,264

(100%)

+1%