### Company Outline (as of March 31, 2008)

Name Hitachi Kokusai Electric Inc.

4-14-1, Sotokanda, Chiyoda-ku, Tokyo 101-8980, Japan Headquarters

November 17, 1949 Founded Capital 10,058 million yen

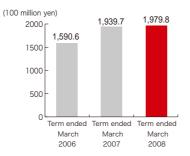
197,983 million yen (consolidated) Sales

**Employees** 4,895 (consolidated)



Headquarters (AKIHABARA UDX Building 11th floor)

#### ■Consolidated Sales



#### ■Consolidated Sales by Segment



Grand Total: 197.983 million ver

### Factories of the Company

Toyama Works

# Main products:

Located in Yatsuo-machi, Toyama Prefecture, embraced by the Hida Highlands, this factory has a special-purpose clean room where semiconductor manufacturing equipment for the next-generation processes is developed, designed, and produced to meet

the demanding needs of major users worldwide.



### Hamura Works

Located in Hamura, Tokyo, crossed by the nature-rich River Tama, this factory develops,

designs, and manufactures wireless equipment mainly bound for governmental agencies.



#### Koganei Works

North America (USA, Canada)

20,130 million yen (10.2%

Hitachi Kokusai

Hitachi Kokusai

Electric America, Ltd.

Electric Canada, Ltd.

Located in Kodaira, Tokyo, and retaining the old image of Musashino, this factory develops, designs, and produces wireless communications and information systems, and broadcasting and video systems. Engineers engaged in the fields of communication, broadcasting, and video work here to create products befitting Hitachi Kokusai Electric.



Kokusai Semiconductor

Equipment Corp.

### **Overseas Sales and Main Group Companies**



Main domestic group companies

YAGI ELECTRONICS CO., LTD.

 Miyagi
 Tohoku Electronics Engineering Inc 43,840 million yen (22.1%)

Tokyo
 Hitachi Kokusai Electric Inc.
Kokusai Electric Semiconductor Service Inc.
Hitachi Kokusai Denki Engineering Co., Ltd.
Hitachi Kokusai Electric Services Inc.
Kokusai Electric Techno Service Co., Ltd.

With its main group companies - nine in Japan and eight abroad - the Hitachi Kokusai Electric Group conducts business throughout Japan, as well as in Asia, North America, Europe, and other parts of the world.

\* The company names herein reflect the re-organization of the European operation as of the beginning of April 2008.

#### **Main Products**

Wireless Communications and Information Systems [High-speed Radio



Broadcasting and Video Systems



[Broadcasting Image Transmitter (FPU)]

[Industrial Digital Interface Cameral







[Lamp-equipped, Pan-tilt-head-integrated Monitor Camera for Outdoor Usel

#### Semiconductor Manufacturing Systems







[Single Wafer MMT Plasma Nitridation Equipment]

\*1 FPU ··· Field Pick-up Unit \* 2 QTAT ··· Quick Turn Around Time

\*3 ALD ··· Atomic Layer Deposition

\* 4 MMT ··· Modified Magnetron Type

## CONTENTS

**Company Outline and Main Products** 01 **Commitment of President and Chief** 03 **Executive Officer** 

#### Special Report

**Creative Manufacturing That Helps Slow** 05 **Down Global Warming** 

With Our Customers	
<ul> <li>Wireless Communications and Information Systems</li> </ul>	07
<ul><li>Broadcasting and Video Systems</li></ul>	08
<ul><li>Semiconductor Manufacturing Systems</li></ul>	09
Group Companies	10
Quality Assurance	11
With Our Business Partners	12
With Our Colleagues	13
With Our Community	15
With All Our Stakeholders	16

#### **Eco-management** (promoting environmental management) 17 Targets and Results 18 **Eco-factories** (eco-friendliness in production activities) 19 Prevention of global warming and waste reduction 20 **Evaluation of Environmental Activities** 21 **Eco-products**(eco-friendly products) 22

#### **Editorial Policy**

This report is intended to declare that the Hitachi Kokusai Electric Group considers earning the confidence and meeting the expectations of society through all its business activities as its corporate social responsibility (CSR), and to describe and report how it works to fulfill that responsibility.

At the Group, we wish to make this report an opportunity to communicate, deepen mutual understanding, share our ideas and exchange information with our customers, business partners. colleagues, neighbors, stockholders and many other stakeholders. To that end, we narrow it down to the essential contents and items, thereby striving to make the report more readable and understandable.

### Scope of this Report

Companies Hitachi Kokusai Electric Inc. (the "Company" herein) and

Period Fiscal 2007 (from April 1, 2007 to March 31, 2008)

8 main domestic group companies

Scope of Data:

Indicated under each item (Environmental impact and environmental accounting were tabulated based on data from the production sites marked @ below.)

O Hitachi Kokusai Electric Inc.

O YAGI ANTENNA INC.

O YAGLELECTRONICS CO. LTD.

O Kokusai Electric Semiconductor Service Inc.

O Hitachi Kokusai Denki Engineering Co., Ltd.

O Goyo Electronics Co., Ltd. O Tohoku Flectronics Engineering Inc.

O Hitachi Kokusai Electric Services Inc. O Kokusai Electric Techno Service Co., Ltd.

#### Next Issue

The Company has issued an annual "Environmental Report" since October 2001. Renamed as the "CSR Report 2006" in June 2006, the report has been issued in its present form since 2007. The next report is planned to be issued in June 2009.

Cover photos : The photos shown are those of our colleagues receiving their customers and having meetings, and photos of festivities held in the vicinity of our production sites which we support.