#### CONTENTS

Editorial Policy ····· 1	Promoting CSR Activities in Our Supply Chain ······12
Information Disclosure of the Hitachi Kokusai Electric Group	Respecting and Enhancing Human Assets13
2	Living Together with Communities15
Commitment of the President and Chief Executive Officer · · · 3	Governance and Risk Management16
Company Outline and Main Products · · · · 5	Environmental Reports
Main Centers for Development, Design and Production	Eco-Mind & Global Environmental Management17
and Group Network ····· 6	Eco-Factories & Offices ······19
Special Report	Next-Generation Products and Services ······21
Value Created through Dialogue with Customers 7	Collaboration with Our Stakeholders for the Environment
Social Reports	·······22
Pursuing the Quality ······11	

# **Editorial Policy**

## Basic Concept

This report is intended to declare that Hitachi Kokusai Electric Inc. (the "Company" herein) and its Group companies consider 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.

#### Referenced Guidelines

#### Global Reporting Initiative (GRI\*) "Sustainability Reporting Guidelines Version 3.1"

The Company has been attentive to ISO 26000, a guidance standard issued by the International Organization for Standardization in November 2010, the Organization for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises revised in May 2011, and other international developments in CSR standardization, and has thus reflected said developments in its CSR reports. In 2012, there was growing demand for the issuance of reports compliant with the GRI Guidelines on the background of said developments. Upon further consideration and assessment of their significance and validity, we decided to compile our CSR reports in reference to the GRI Guidelines, beginning with the present one. Our self-assessment and GRI Content Index as per the GRI Guidelines will be posted on our "CSR information" page on the Internet around the same time as the publication date of the English version of our CSR report (scheduled in September, this year).

\*GRI···A nonprofit organization (NPO) located in the Netherlands. Under a strategic partnership with the United Nations Environment Programme, GRI has been helping corporations and public organizations to prepare their environmental reports, and has been issuing its guidelines since 2000.

## Scope of this Report

Period : The main period covered is Fiscal 2012 (from April 1, 2012 to March 31, 2013).

Companies : The Company and its Group companies

> N.B. The Group companies are, as a rule, mentioned with their names after the reorganization effective on April 1, 2013. N.B. Important organizational changes during the target period are described for domestic and overseas organizations as

notes to "Group network" on page 6.

: Indicated under each item. Scope of Data

Indication of enumeration data

: Financial values are displayed as rounded down to the displayed unit as per the accepted practices of financial reporting. Environmental reports and other non-financial reporting portions are displayed as rounded to the nearest displayed unit as in conventional practice.

### Next Issue

The next report is planned to be issued in September 2014.