

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	Thousands of U.S. dollars					
	Three m	onths ended	Three	months ended	Three months ended			
	Jun	Jun. 30, 2014 Jun. 30, 2013		Jun. 30, 2014				
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	onths ended	Three	months ended	Three months ended			
	Jun	. 30, 2014	Jur	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	0	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

		Millions	s of ven		Ti	housands of U.S. dollars
		As of	J	As of		As of
	ىل	un. 30, 2014	М	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 :		,		<u> </u>		, ,
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	%	Three months end	
		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

Millions of yen												
					Th	ree months ended						
						Jun.30,2013						
		External	Inte	ersegment	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 ende	ed		
			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												
		Three months ended											
					,	Jun.30,2014							
		External	Int	ersegment		Total		Operating	Operating income (loss)				
		sales		sales		sales		expenses					
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		305,459		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

Three months ended Jun. 30, 2014 Jun. 3									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% \$ 1811,145 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% 207,628 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%) 22,469 (10%) +46% 30,1624 Total * 14,586 (4%) * 27,185 (10%) +46% \$ 143,988 Rolling Stock 67,426 (20%) 35,046 (12%) <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>				Million	s of ye	n				U.S. dollars
Net sales : Ship & Offshore Structure Ship & Offshor		Т	hree month	s ended	-	Three months	ended	%	Three	months ended
Ship & Offshore Structure X			Jun. 30, 2	2014		Jun. 30, 20	013	Change	Jι	ın. 30, 2014
Rolling Stock 30,464 (10%) 30,562 (11%) -0% (22%) 300,730 Aerospace 65,403 (22%) 55,624 (20%) +18% (645,637) 645,637 Gas Turbine & Machinery 42,799 (14%) 36,452 (13%) +11% (42,498) 422,498 Plant & Infrastructure 21,053 (7%) 16,712 (6%) +26% (207,628) 207,628 Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% (400,592) 640,592 Precision Machinery 30,634 (10%) 29,469 (10%) +4% (400,592) 302,409 Other 30,559 (10%) 29,469 (10%) +4% (400,592) 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (100%) +4% (500,502) \$ 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% 444,94 447,598 Plant & Infrastru	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 ¥ 304,154 (100%) ¥ 282,509 (100%) +4% 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%) 35,685 (13%) +21% 427,658 Plant & Infrastructure	Ship & Offshore Structure	¥	18,350	(6%)	¥	21,073	(7%)	-13%	\$	181,1 4 5
Cas 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%) 29,1469 (10%) +4% 301,668 Total \$\frac{1}{2}\$ 304,154 (100%) \$\frac{1}{2}\$ 282,509 (10%) +4% \$3,002,507 Orders : Ship & Offshore Structure \$\frac{1}{2}\$ 14,586 (4%) \$\frac{1}{2}\$ 27,185 (10%) -46% \$143,988 Rolling Stock 67,426 (20%) 35,046 (12%) +92% 665,607 Aerospace 41,983 (13%) 41,567 (15%) +11% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +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%) \$\frac{1}{2}\$ 283,143 (10%) +11% \$3,295,784 Total \$\frac{1}{2}\$ 333,863 (100%) \$\frac{1}{2}\$ 283,143 (10%) +18% \$3,295,784 Order backlog : Ship & Offshore Structure \$\frac{1}{2}\$ 15,748 (10%) \$\frac{1}{2}\$ 161,134 (11%) -3% \$\frac{1}{2}\$ 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 - (-%) - (-%) - (-%) - % - (-%) -	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%) +22% 302,409 Other 30,559 (10%) 29,469 (10%) +44% 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% \$ 3,002,507 Orders: Ship & Offshore Structure X 14,586 (4%) ¥ 27,185 (10%) +92% 665,607 Aerospace 41,983 (13%) 35,685 (13%) +11% 414,442 Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +11% 414,442 Gas Turbine & Engine 64,892 (20%) 67,493 (24%) +4% 349,292 Precision Machinery 31,700 (9%) 29,814 (10%) +6% 312,932 Other 34,740 (10%) ¥ 283,143 (100%) +117% 342,942 Total ¥ 333,863 (100%) ¥ 283,143 (100%) +117% 342,942 Order backlog: Ship & Offshore Structure Ship & Offshore Structure As of Jun. 30, 2014 Mar. 31, 2014 Change Jun. 30, 2014 Order backlog: Ship & Offshore Structure 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 - (-%) - (-%) -9% - (-%) -9% - (-%) - (-%) -9% - (-%)	Aerospace		65,403	(22%)		55,624	(20%)	+18%		645,637
Motorcycle & Engine 64,892 (21%) 67,493 (24%) -4% (24%) 640,592 (24%) Precision Machinery 30,634 (10%) 25,124 (9%) +22% (302,409) 302,409 Other 30,559 (10%) 29,469 (10%) +4% (301,668) 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% (\$ 3,002,507) Orders: Ship & Offshore Structure Y 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% (444,42) Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% (47,058) Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% (348,223) Motorcycle & Engine 64,892 (20%) 67,493 (24%) +4% (47,058) Precision Machinery 31,700 (9%) 29,814 (10%) +6% (348,234) Other 34,740 (10%) 29,814 (10%) +6% (348,242) Other As of Jun. 30, 2014 Mar. 31, 2014 Change 10.8 dollars	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%) 29,469 (10%) (10%) +4% (301,688) 301,668 Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% (\$ 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% (44,424) Gas Turbine & Machinery 43,261 (13%) 35,685 (13%) +21% (42,427,658) Plant & Infrastructure 35,275 (11%) 16,662 (6%) +112% (348,223) Motorcycle & Engine 64,892 (20%) (67,493 (24%) -4% (40,592) Precision Machinery 31,700 (9%) (29%) (10%)	Motorcycle & Engine		64,892	(21%)		67,493	(24%)	-4%		640,592
Total ¥ 304,154 (100%) ¥ 282,509 (100%) +8% \$ 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% 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 Mar. 31, 2014 Change U.S. dollars As of Jun. 30, 2014 Mar. 31, 2014 Change Jun. 30, 2014 Change As of Jun. 30, 201	Precision Machinery		30,634	(10%)		25,124	(9%)	+22%		302,409
Orders: Ship & Offshore Structure ¥ 14,586 (20%) ¥ 27,185 (10%) -46% \$ \$ 143,988 (65,607) Aerospace 41,983 (13%) 41,567 (15%) +92% (655,607) 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 \$333,863 (100%) \$283,143 (100%) +18% 3,295,784 \$32,945,784 \$32,945,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784 \$33,295,784	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%) +6% 312,932 Other 34,740 (10%) 29,691 (10%) +17% 342,942 Total 4333,863 (100%) 42,83,143 (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 Ship & Offshore Structure 4 155,748 (10%) 4 161,134 (11%) -3% 1,537,493	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 yen As of Mar. 31, 2014 Change Mr. Sof As of Jun. 30, 2014 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 <	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 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<	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%) ¥ 283,143 (100%) +18% \$ 3,295,784 Order backlog: As of Jun. 30, 2014 Mar. 31, 2014 Change Thousands of U.S. dollars 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	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 Jun. 30, 2014 Mar. 31, 2014 Change Thousands of U.S. dollars 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%	Gas Turbine & Machinery		43,261	(13%)		35,685	(13%)	+21%		427,058
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 : Ship & Offshore 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 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 Y 333,863 (100%) Y 283,143 (100%) +18% \$ 3,295,784	Precision Machinery		31,700	(9%)		29,814	(10%)	+6%		312,932
Thousands of U.S. dollars As of Jun. 30, 2014 As of Jun. 31, 2014 War. 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	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 Mar. 31, 2014 Change Jun. 30, 2014 Order backlog: Ship & Offshore Structure Structure Ason (10%) 155,748 (10%) 161,134 (11%) 161,134 (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	Ju	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%)

			Millions	s of ye	en			TI	housands of U.S. dollars
		hree month Jun. 30, 2			Three months Jun. 30, 20	% Change	Three months ended 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%