October 26, 2022

To all parties concerned,

Company Name: Hitachi Metals, Ltd.
Name of Representative: Mitsuaki Nishiyama
Chairperson, President, and CEO
(Code: 5486; Prime Market of the Tokyo Stock Exchange)
Contact: Izumi Tsubouchi
General Manager, Corporate Communications Dept.
(Phone: +81-50-3664-9519)

Announcement of Results of the Tender Offer by K.K. BCJ-52 for the Shares of Hitachi Metals, Ltd., and Change in a Major Shareholder and an Other Affiliate

Hitachi Metals, Ltd. (the "Company") announces that a tender offer (the "Tender Offer") commenced by K.K. BCJ-52 (the "Tender Offeror") on September 27, 2022 for the common shares of the Company (the "Company Shares") ended on October 25, 2022, as follows.

The Company also announces that as a result of the Tender Offer, there will be change in a major shareholder and an other affiliate of the Company as of November 1, 2022 (the commencement date of the settlement of the Tender Offer), as described below.

1. Results of the Tender Offer

Today, the Company received a report on the results of the Tender Offer from the Tender Offeror as stated in the Attachment "Announcement on Result of Tender Offer for Shares of Hitachi Metals, Ltd. (Securities Code: 5486)".

The total number of share certificates tendered in the Tender Offer was not less than the minimum number of shares to be purchased, and so the Tender Offer is successfully completed.

2. Change in a major shareholder and an other affiliate

(1) Date of planned Change

November 1, 2022 (the commencement date of the settlement of the Tender Offer)

(2) Circumstances leading to the change

Today, the Company received a report on the results of the Tender Offer from the Tender Offeror that 152,194,289 shares of the Company Shares were tendered, the total number of share certificates tendered was

not less than the minimum number of shares to be purchased (56,814,701 shares), and the Tender Offer was successfully completed; thus, the Tender Offeror will acquire all of them. As a result, when the Tender Offer is settled, the ratio of the voting rights owned by the Tender Offeror to the voting rights of all shareholders of the Company will be not less than 20% as of November 1, 2022 (the commencement date of the settlement of the Tender Offer); therefore, the Tender Offeror will be a new major shareholder and an other affiliate of the Company.

(3) Overview of the shareholder to be a new major shareholder and an other affiliate

① Name		K.K. BCJ-52
② Location		5F, Palace Building 1-1-1 Marunouchi, Chiyoda-ku, Tokyo
③ Name and Title of Representative		Yuji Sugimoto, Representative Director
④ Type of Business		Acquire and own shares of the Company, and control and manage the Company' business activities
⑤ Amount of Capital		300,025,000 yen
⑥ Date of Foundation		April 23, 2021
⑦ Major Shareholders and Shareholding Ratio		G.K. BCJ-51 (Shareholding ratio: 100.00%)
⑧ Relationship between the Company and the Tender Offeror		
	Capital relationship	Not applicable
	Personnel relationship	Not applicable
	Transaction relationship	Not applicable
	Status as Related Party	Not applicable

(4) Number of voting rights owned by the shareholder and voting right ownership ratio before and after the change

	Attributes	Number of voting rights (Voting right ownership ratio (Note))			Rank of major shareholders
		Those directly owned	Those jointly owned	Total	
Before the change	—	—	—	—	—
After the change	A major shareholder and an other affiliate	1,521,942 units (35.60%)	—	1,521,942 units (35.60%)	Second rank

(Note) The "voting right ownership ratio" is calculated using as a denominator the number of voting rights (4,275,529units) pertaining to the number of shares (427,552,987shares), which is obtained after deducting the treasury shares owned by the Company (1,351,266 shares) and the Company Shares equal to less than one unit owned by Hitachi, Ltd. ("Hitachi") (99 shares), which were not planned to be acquired through the Tender Offer, as of September 30, 2022 from the Company's outstanding shares (428,904,352 shares) as of the same date, and is rounded to the second decimal place.

(5) Changes in unlisted parent company, etc. subject to disclosure

Not applicable.

3. Future Prospects

According to the Tender Offeror, as the Tender Offeror failed to acquire all of the Company Shares (excluding treasury shares owned by the Company and the Company Shares owned by Hitachi (228,221,199 shares; shareholding ratio: 53.38%; "Shares Owned by Hitachi")), the Tender Offeror plans to implement the procedures for the purpose of acquiring all of the Company Shares (excluding treasury shares owned by the Company and the Shares Owned by Hitachi), as stated in "(5) Policy on reorganization after the Tender Offer (matters concerning the so-called two-step acquisition)" of "3. Details of, and grounds and reasons for, the opinion on the Tender Offer" in the Company's press release titled "Announcement of Opinion in Support of the Tender Offer by K.K. BCJ-52 for the Shares of Hitachi Metals, Ltd., and Recommendation of Tender" dated September 26, 2022.

By implementing said procedures, the Company Shares will be delisted after going through the prescribed procedures in accordance with the delisting standards of Tokyo Stock Exchange, Inc. ("Tokyo Stock Exchange"). After the Company Shares are delisted, they cannot be traded on the Tokyo Stock Exchange.

The specific future procedures and the time for their implementation will be determined through consultations between the Tender Offeror and the Company and will be published by the Company promptly upon determination.

End

(Attachment)

"Announcement on Result of Tender Offer for Shares of Hitachi Metals, Ltd. (Securities Code: 5486) " dated October 26, 2022

(Attachment)

October 26, 2022

To Whom It May Concern

Company name: K.K. BCJ-52
Representative: Yuji Sugimoto,
Representative Director

Announcement on Result of Tender Offer
for Shares of Hitachi Metals, Ltd. (Securities Code: 5486)

K.K. BCJ-52 (the "Offeror") announced that it had decided on September 26, 2022 to acquire the common shares (the "Target Company Shares") of Hitachi Metals, Ltd. (the "Target Company") listed on the Prime Market ("TSE Prime Market"), operated by the Tokyo Stock Exchange, Inc. ("TSE") through a tender offer (the "Tender Offer") under the Financial Instruments and Exchange Act (Act No. 25 of 1948, as amended; the "Act"). The Tender Offer has been implemented since September 27, 2022, and has concluded on October 25, 2022.

1. Outline of the Tender Offer

(1) Name and Address of the Offeror

K.K. BCJ-52
5F Palace Building, 1-1-1 Marunouchi, Chiyoda-ku, Tokyo

(2) Name of the Target Company

Hitachi Metals, Ltd.

(3) Class of Shares, subject to the Tender Offer

Common Shares

(4) Number of Shares, etc. to be Purchased

Class of shares, etc.	Number of shares, etc. to be purchased	Minimum number of shares, etc. to be purchased	Maximum number of shares, etc. to be purchased
Common Shares	199,332,669 shares	56,814,701 shares	― shares

(Note 1) The Tender Offeror will not purchase all of the Tendered Shares (as defined below) in case the total number of the shares, etc. that are offered for sale in response to the Tender Offer (" Tendered Shares") does not meet the minimum number of shares to be purchased (56,814,701 shares). The Tender Offeror will purchase all of the Tendered

Shares in case the total number of Tendered Shares meets the minimum number of shares to be purchased (56,814,701 shares). The minimum number of shares to be purchased in the Tender Offer (56,814,701 shares) was set as the number of shares calculated by deducting the Target Company Shares held by Hitachi, Ltd. ("Hitachi") (228,221,199 shares) ("Shares To Be Sold by Hitachi") from the number obtained by multiplying (x) 2,850,359 (rounded up to the nearest whole number), which represents two thirds of the number of voting rights (4,275,538) relating to the number of shares (427,553,868 shares) calculated by deducting the number of treasury shares (1,350,484 shares) held by the Target Company as of June 30, 2022 from the number of Target Company's voting rights (the total number of issued shares as of June 30, 2022 (428,904,352 shares) as stated in the "Results for the First Quarter Ending March 2023 (IFRS) (Consolidated)" ("Target Company Quarterly Report") announced on July 27, 2022 by the Target Company by (y) 100.

(Note 2) Since the maximum number of the shares to be purchased has not been set for the Tender Offer, the number of shares etc. to be purchased is the maximum number of shares, etc. of the Target Company that may be purchased by the Tender Offeror upon the Tender Offer (199,332,669 shares). Such maximum number (199,332,669 shares) is calculated by deducting the number of treasury shares held by the Target Company as of June 30, 2022 (1,350,484 shares) and Shares To Be Sold by Hitachi (228,221,199 shares) from the total number of issued shares as of June 30, 2022 (428,904,352 shares) as stated in the Target Company Quarterly Report.

(Note 3) Shares of less than one unit are also subject to the Tender Offer. If a shareholder exercises the statutory put option for shares less than one unit pursuant to the Companies Act (Act No. 86 of 2005; as amended; the "Companies Act"), the Target Company may, in accordance with statutory procedures, purchase its own shares during the period of purchase, etc. of the Tender Offer (the "Tender Offer Period").

(Note 4) The Tender Offeror has no plan to acquire the treasury shares held by the Target Company through the Tender Offer.

(5) Tender Offer Period

(i) Initial period of the Tender Offer at the time of notification

From September 27, 2022 (Tuesday) through October 25, 2022 (Tuesday) (20 business days)

(ii) Possibility of extension based on the request of the Target

Pursuant to Article 27-10, Paragraph 3 of the Act, if the Target Company submits a Position Statement requesting an extension of the Tender Offer Period, the Tender Offer Period would be until November 9, 2022 (Wednesday) (30 business days), however, not applicable.

(6) Tender Offer Price

JPY 2,181 per common share

2. Result of Tender Offer

(1) Outcome of the Tender Offer

In the Tender Offer, it was set out in the terms that if the total number of Tendered Shares was less than the minimum number of tendered shares to be purchased in the Tender Offer (56,814,701 shares), all of the Tendered Shares will not be purchased. As the total number of the Tendered Shares (152,194,289shares) has exceeded the minimum number of tendered shares to be purchased in the Tender Offer (56,814,701 shares), all of the Tendered Shares shall be purchased as set forth in the public notice of the Tender Offer and the Tender Offer Registration Statement (including the matters amended by amendment to the Tender Offer Registration Statement).

(2) Date of Public Notice of the Result of the Tender Offer and the Name of the Newspaper Publishing such Notice

Pursuant to the provisions of Article 27-13, Paragraph 1 of the Act, the result of the Tender Offer was announced to the press on October 26, 2022 in accordance with the procedures prescribed in Article 9-4 of the Order for Enforcement of the Financial Instruments and Exchange Act (Cabinet Order No. 321 of 1965, as amended) and Article 30-2 of the Cabinet Office Ordinance on Disclosure of Tender Offer for Share Certificates, etc. by Persons Other than Issuers (Ministry of Finance Order No. 38 of 1990, as amended).

(3) Number of Purchased Shares

Class of Shares	(i) Number of Tender Converted into Shares	(ii) Number of Purchases Converted into Shares
Shares	152,194,289 shares	152,194,289 shares
Stock acquisition rights	— shares	— shares
Corporate bonds with stock acquisition rights	— shares	— shares
Beneficiary trust of shares ( )	— shares	— shares
Depository receipt for shares ( )	— shares	— shares
Total	152,194,289 shares	152,194,289 shares
(Total of potential shares)	(— shares)	(— shares)

(4) Percentage of Ownership of Shares after Tender Offer

Number of voting rights represented by shares, etc. owned by the Offeror prior to the purchase, etc.	—	(Percentage of Ownership of Shares prior to Tender Offer —%)
Number of voting rights represented by shares, etc. owned by the specially related parties prior to the purchase, etc.	2,282,211	(Percentage of Ownership of Shares prior to Tender Offer 53.38%)
Number of voting rights represented by shares, etc. owned by the Offeror subsequent to the purchase, etc.	1,521,942	(Percentage of Ownership of Shares after Tender Offer 35.60%)
Number of voting rights represented by shares, etc. owned by the specially related parties subsequent to the purchase, etc.	2,282,211	(Percentage of Ownership of Shares after Tender Offer 53.38%)
Number of voting rights of all shareholders, etc. of the Target Company	4,270,734	

(Note 1) "Number of voting rights represented by shares, etc. owned by the specially related parties prior to the purchase, etc." and "Number of voting rights represented by shares, etc. owned by the specially related parties subsequent to the purchase, etc." indicate the total number of voting rights represented by shares, etc. owned by each specially related party.

(Note 2) "Number of voting rights of all shareholders, etc. of the Target Company" is the number of voting rights of all shareholders as of June 30, 2022, as stated in the Target Company's Quarterly Securities Report for the 1st quarter of the 86th business year submitted by the Target Company on August 5, 2022 (the number of shares per unit is indicated as 100 shares). Provided, however, that, since the shares less than one unit (excluding the treasury shares of less than one unit held by the Target Company and the Target Company Shares of less than one unit held by Hitachi) were also subject to the Tender Offer, the calculation of "Percentage of Ownership of Shares prior to Tender Offer" and "Percentage of Ownership of Shares after Tender Offer" is conducted by using, as the denominator, the number of voting rights (4,275,537) relating to the number of shares (427,553,769 shares) calculated by deducting the number of treasury shares not scheduled to be acquired through the Tender Offer (1,350,484 shares) and the number of the Target Company Shares of less than one unit held by Hitachi (99 shares) from the total number of issued shares as of June 30, 2022 (428,904,352 shares) as stated in the Target Company Quarterly Report .

(Note 3) Figures in the "Percentage of Ownership of Shares prior to Tender Offer" and the "Percentage of Ownership of Shares after Tender Offer" are rounded to the second decimal places.

(5) Calculation when Tender Offer is Conducted by the Pro Rata Method

Not applicable.

(6) Method of Settlement

(i) Name and address of the head office of the financial instruments business operator or bank, etc., in charge of the settlement of the purchase, etc.

Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
1-9-2, Otemachi, Chiyoda-ku, Tokyo
au Kabucom Securities Co., Ltd. (Subagent)
1-3-2, Otemachi, Chiyoda-ku, Tokyo

(ii) Commencement date of the settlement

November 1, 2022 (Tuesday)

(iii) Method of settlement

A notice of purchase, etc. through the Tender Offer shall be delivered to the addresses or locations of the Tendering Shareholders (or the addresses of their standing proxies in the case of Non-Resident Shareholders) without delay after the expiry of the Tender Offer Period. Delivery by the subagent shall be made by electromagnetic means through a page after login. Payment for the shares, etc. will be made in cash. The Tender Offer Agent or the subagent shall, in accordance with the instructions of the Tendering Shareholders (or their standing proxies in the case of the Non-Resident Shareholders) and without delay on or after the commencement date of the settlement, remit the proceeds from the purchase of the shares to the place designated by the Tendering Shareholders (or their standing proxies in the case of the Non-Resident Shareholders).

3. Policies, etc. after Tender Offer / Future Prospects

The policies, etc. after the Tender Offer have not changed from the contents stated in the Tender Offer Registration Statement pertaining to the Tender Offer (including the matters amended by the Amendments to the Tender Offer Registration Statement filed on October 4, 2022).

The Offeror intends to acquire all of the Target Company Shares (excluding treasury shares held by the Target Company and the Shares To Be Sold by Hitachi) . Specifically, the Tender Offeror plans to request that the Target Company promptly hold an extraordinary general meeting of shareholders, at which implementation of a consolidation of the Target Company Shares (the "Share Consolidation") and an amendment to the Articles of Incorporation abolishing the provisions on share units, on the condition of the effectuation of the Share Consolidation will be proposed to be resolved.

The Target Company Shares are currently listed on the TSE Prime Market, and once the Share Consolidation is implemented, the Target Company Shares will be delisted through prescribed procedures in accordance with the delisting standards of the TSE. After the delisting, none of the Target Company Shares may be traded on the TSE . Future procedures will be announced by the Target Company as soon as they are decided.

4. Places where Copy of the Tender Offer Report is to be Made Available for Public Inspection

K.K. BCJ-52
(5F Palace Building, 1-1-1 Marunouchi, Chiyoda-ku, Tokyo)

Tokyo Stock Exchange, Inc.
(2-1 Nihonbashi Kabutocho, Chuo-ku, Tokyo)