

FOR IMMEDIATE RELEASE

Hitachi brings rail manufacturing back to its British birthplace

Newton Aycliffe, County Durham; 3rd September, 2015 – Hitachi Rail today celebrated the return of rail manufacturing to its British home in the North East, joining with key delivery partners at the official opening of a £82 million Rail Vehicle Manufacturing Facility in Newton Aycliffe, County Durham.

The facility is where the Government's new InterCity Express (IEP) trains for the East Coast Main Line and Great Western Main Line, and AT200 commuter trains for Scotland, will be manufactured.

Hitachi, Ltd. Chairman & CEO, Hiroaki Nakanishi, welcomed the Secretary of State for Transport Patrick McLoughlin MP and Rail Minister Claire Perry MP, along with over 500 invited guests, to the opening ceremony and for guided tours of the state-of-the-art rail vehicle manufacturing facility.

Invited guests also witnessed the unveiling of the first fully fitted-out IEP train to arrive in the UK.

Welcoming the opening, Prime Minister David Cameron said:

"This massive investment from Hitachi shows confidence in the strength of Britain's growing economy. This new train facility will not only provide good jobs for working people but will build the next generation of intercity trains, improving travel for commuters and families, as well as strengthening the infrastructure we need to help the UK grow."

Chancellor of the Exchequer George Osborne said:

"Today we see a major boost for the UK with Hitachi investing millions in returning train manufacturing to the North East. This state of the art facility will grow and secure jobs for decades to come and will help us to build the Northern Powerhouse, while at the same time revitalising one of our oldest industries in the region within which this

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tradition is synonymous.”

Chairman & CEO of Hitachi, Ltd., Hiroaki Nakanishi, said:

"Today is a momentous occasion for Hitachi Rail, Newton Aycliffe and the British rail industry. We have brought train design and manufacturing back home to its birthplace in the North East.”

"In our world-class facility we will combine the best of Japanese technology with the best of British manufacturing to make the best trains for Britain and the world.”

"It is our culture as a business to take a long-term view in everything we do. From our investment here in Newton Aycliffe, to our network of new train maintenance centres across the UK, to our ongoing work in building a strong regional supply chain – Hitachi is here to stay.”

The day began with the ceremonial sealing of a time capsule by Secretary of State for Transport Patrick McLoughlin MP and Mr Toshiaki Higashihara, President and COO of Hitachi, Ltd., featuring aerial acrobatics who first performed in April 1998 and who have performed in 57 countries around the world.

The time capsule included a small model of Hitachi’s Class 800/801 IEP train, digital photos of trains painted by local school children, a map of Newton Aycliffe, profile of site architect Masayuki Ninomiya and a mobile phone with photos and videos.

Transport Secretary Patrick McLoughlin MP said:

"The state-of-the-art IEP trains that will be manufactured here will transform rail travel for countless passengers between London, the north east and south west. Not only will these trains allow us to operate more services, with more seats, and faster journeys, the improvements will also bring great opportunities for growth, generating hundreds of jobs in the local area and thousands across the country within the supply chain.”

"We are investing record amounts in transport, not just to help people get around, but to help people get on. The opening of this world-class Hitachi facility is a prime

example of the strength and opportunities of the Northern Powerhouse and is a welcome addition to the historical culture of rail excellence in this region.”

Following the speeches, guests watched a shadow performance depicting the story of Hitachi followed by a video showcasing the construction of the 43,000 m² facility and sentiments from local people, before a dramatic “big reveal” of the first fitted-out IEP Train 2, which arrived into the UK especially for the ceremony.

Managing Director of Hitachi Rail Europe, Karen Boswell, said:

"On behalf of the Hitachi Rail family I would like to thank the local community, the Department for Transport, the Department for Business, Innovation and Skills, Merchant Place Developments and Shepherd Construction, as well as the many suppliers and all other partners for their hard work and commitment to help us deliver this iconic rail vehicle manufacturing facility.”

"Our immediate goal is to deliver the Class 800/801 trains for the IEP on time, on budget and to exceed expectations. These Hitachi trains will deliver new comfort and reliability to customers, improving seat capacity, luggage and storage - better than anything already in use.”

"Newton Aycliffe will be the engine room driving Hitachi Rail's future growth across the UK and into Europe, and I'm incredibly proud to lead a company committed to making the North East a rail manufacturing centre of excellence once again.”

About Hitachi Rail Europe Ltd.

Hitachi Rail Europe Ltd., is a wholly owned subsidiary of Hitachi Europe, Ltd. and is headquartered in London, UK. It is a total railway system supplier offering rolling stock, traction equipment, signalling, traffic management systems, and maintenance depots. Hitachi draws on many years of experience as a leading supplier of high-speed trains such as the Shinkansen (bullet train) for the Japanese and international markets. In Europe, Hitachi Rail Europe's first rolling stock contract was to deliver a fleet of 29 Class 395 trains, the first domestic high-speed train in the UK, which are maintained at Hitachi's state of the art depot in Ashford, Kent. As part of the British Department for Transport's Intercity Express Programme, Hitachi Rail Europe will replace the UK's ageing fleet of InterCity trains. The trains will be maintained and serviced in a number of new maintenance depots along the Great Western Main Line and the East Coast Main Line.

For more information about the company, please visit: www.Hitachirail-eu.com .

About Hitachi, Ltd.

Hitachi, Ltd. (TSE: 6501), headquartered in Tokyo, Japan, delivers innovations that answer society's challenges with our talented team and proven experience in global markets. The company's consolidated revenues for fiscal 2014 (ended March 31, 2015) totaled 9,761 billion yen (\$81.3 billion). Hitachi is focusing more than ever on the Social Innovation Business, which includes power & infrastructure systems, information & telecommunication systems, construction machinery, high functional materials & components, automotive systems, healthcare and others. For more information on Hitachi, please visit the company's website at <http://www.hitachi.com>.

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