

Dear Shareholders,

We wish to extend our sincere gratitude for your continued support.

As of April 1, 2014, Mitsubishi Electric Corporation renewed its management team, with Kenichiro Yamanishi and Masaki Sakuyama serving as Chairman and President & CEO, respectively. Under the new team, we will bring to bear our Groupwide strengths and wisdom, taking a speed-oriented approach in corporate management. By doing so, the Mitsubishi Electric Group will move toward the next growth stage to achieve even greater business expansion, while enhancing corporate value as it marks the centennial of the Company's founding in fiscal 2020. We humbly ask for your continued support in our initiatives going forward.

This document has been sent in order to notify you of the 143rd Ordinary General Meeting of Shareholders, which will be convened on Friday June 27, 2014. Included in the material is an overview of Mitsubishi Electric's business operations during fiscal 2014 as well as a summary of its future initiatives.

June 2014
Kenichiro Yamanishi, Chairman
Masaki Sakuyama, President & CEO

Table of Contents

Notice of Convocation of the 143rd Ordinary General Meeting of Shareholders	1
---	---

Reference Materials for the 143rd Ordinary General Meeting of Shareholders	
Item: The Election of Twelve (12) Directors	3
Instructions for the Exercise of Voting Rights via the Internet	7

Business Report	
I. Matters Relating to the Mitsubishi Electric Group	
1. Business Development and Results	8
2. Capital Expenditures	11
3. Research and Development	12
4. Topics	14
5. Corporate Agenda	15
6. Trends in Operating Results and Financial Condition	16
7. Principal Offices	17
8. Employees	18
9. Fund Raising	18

10. Principal Lenders	18
11. Principal Subsidiaries	19
II. Matters Related to Mitsubishi Electric Corporation	
1. Matters Related to Shares	21
2. Members of the Board of Directors	22
3. Status of the Independent Auditor	27
4. Summary of Such Matters as Systems Necessary to Ensure the Properness of Operations of the Company	28
5. Basic Policy Regarding Control over the Company	30
6. Policy on the Determination of Dividends from Surplus	30

Consolidated Financial Statements	32
-----------------------------------	----

Financial Statements	36
----------------------	----

Audit Reports	39
---------------	----

IMPORTANT NOTICE

The present Notice of Convocation and all of the attached materials are English translations of the original Japanese-language notice, which has been prepared in compliance with requirements under applicable Japanese laws, regulations and/or administrative ordinances. Please note that this English translation is published for the purposes of reference and convenience and UNDER NO CIRCUMSTANCES shall this English translation create any binding effect on Mitsubishi Electric Corporation; ONLY the Japanese original shall have effect on the exercise of shareholders' rights, and only to the extent secured under the laws of Japan. Also, Mitsubishi Electric Corporation makes no warranty of any nature as to the accuracy or preciseness of the present English translation of the Notice of Convocation.

(Stock Code: 6503)

June 5, 2014

To Our Shareholders

Mitsubishi Electric Corporation
2-7-3, Marunouchi, Chiyoda-ku, Tokyo
Kenichiro Yamanishi
Chairman, Member of the Board

NOTICE OF CONVOCATION OF THE 143RD ORDINARY GENERAL MEETING OF SHAREHOLDERS

Dear Shareholders,

You are cordially invited to attend the 143rd Ordinary General Meeting of Shareholders of Mitsubishi Electric Corporation.

If you are unable to attend the meeting, you are requested to review the attached reference materials and to exercise your voting rights, indicating your approval or disapproval of each of the proposals put forward for resolution, by no later than 5:30 PM on Thursday, June 26, 2014, using either of the methods listed below.

Exercise of Voting Rights in Writing

Please complete and send by return mail the enclosed Voting Right Exercise Form indicating your approval or disapproval to each of the proposals put forward for resolution.

Exercise of Voting Rights via the Internet

Please have access to the website (<http://www.evotep.jp/>) as identified on page 7 titled as "Instructions for the Exercise of Voting Rights via the Internet", in which you may indicate your approval or disapproval of the agenda. The pertinent procedures are outlined on the above-referred page.

Particulars

- Meeting Date and Time:** Friday, June 27, 2014 at 10:00 AM (entry begins at 9:00 AM)
- Meeting Venue:** Palace Hotel Tokyo, 2nd Floor "AOI" 1-1-1 Marunouchi, Chiyoda-ku, Tokyo
- Meeting Agenda:**
Tabling of Reports
Tabling of the Business Report, Consolidated and Non-Consolidated Financial Statements, Independent Public Accountant's Report and the Corporate Audit Committee's Report on Consolidated Financial Statements for the 143rd fiscal period (from April 1, 2013 to March 31, 2014)
Matters for Resolution
(1) The Election of Twelve (12) Directors

-
- Shareholders attending the meeting on June 27, 2014 are requested to submit the enclosed Voting Rights Exercise Form at the front desk of the meeting venue.
 - The following items are posted on the Company's Website (<http://www.MitsubishiElectric.co.jp/ir/library/>) and therefore are not included in the Notice of Convocation of the 143rd Ordinary General Meeting of Shareholders, in accordance with laws and Article 15 of Mitsubishi Electric's Articles of Incorporation.

(1) Notes to Consolidated Financial Statements

(2) Notes to Non-Consolidated Financial Statements

The Consolidated and Non-Consolidated Financial Statements, including relevant notes to be disclosed on the Company's Website, have been duly audited by the Independent Auditor.

3. Please kindly take note that amendments to reference materials, the Business Report and the Consolidated and Non-Consolidated Financial Statements will be posted on the Company's Website (<http://www.mitsubishielectric.co.jp/ir/library/>).

Reference Materials for the 143rd Ordinary General Meeting of Shareholders

Reference Items

Item: The Election of Twelve (12) Directors

The terms of office with all the Company's directors (twelve members) will expire at the end of this Ordinary General Meeting of Shareholders. Therefore, Mitsubishi Electric Corporation is to submit an agenda item concerning the election of 12 directors, in line with a decision made by the Nomination Committee.

Details of the candidates are as follows:

	Name (Date of Birth)	Career Summary	The number of shares owned
1	Kenichiro Yamanishi (February 25, 1951)	April 1975 Joined Mitsubishi Electric Corporation April 2006 Executive Officer, Total Productivity Management & Environmental Programs April 2008 Senior Executive Officer, Semiconductor & Device April 2010 Representative Executive Officer, President & CEO June 2010 Director, Representative Executive Officer, President & CEO April 2014 Chairman, Member of the Board (current position)	76,000
2	Masaki Sakuyama (March 17, 1952)	April 1977 Joined Mitsubishi Electric Corporation April 2008 Executive Officer, Energy & Industrial Systems April 2010 Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies June 2010 Director, Member of the Nomination Committee, Senior Vice President, Corporate Strategic Planning, and Operations of the Associated Companies April 2012 Director, Member of the Nomination Committee, Representative Executive Officer, Executive Vice President, Semiconductor & Device June 2012 Representative Executive Officer, Executive Vice President, Semiconductor & Device April 2014 Representative Executive Officer, President & CEO (current position)	49,000
3	Hiroki Yoshimatsu (December 4, 1953)	April 1976 Joined Mitsubishi Electric Corporation April 2009 Executive Officer, Accounting and Finance June 2009 Director, Member of the Compensation Committee, Executive Officer, Accounting and Finance April 2013 Director, Member of the Compensation Committee June 2013 Director, Member of the Audit Committee (current position)	27,000
4	Noritomo Hashimoto (July 30, 1954)	April 1977 Joined Mitsubishi Electric Corporation April 2009 Executive Officer, General Affairs, Human Resources and Public Relations June 2009 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, General Affairs, Human Resources and Public Relations April 2012 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Senior Vice President, Corporate Strategic Planning and Associated Companies June 2012 Director, Member of the Nomination Committee, Senior Vice President, Corporate Strategic Planning and Operations of the Associated Companies (current position)	29,000
5	Nobuyuki Okuma (July 31, 1958)	April 1982 Joined Mitsubishi Electric Corporation October 2007 General Manager, General Affairs Nagoya Works April 2010 General Manager, Planning & Administration Department, Factory Automation Systems Group. April 2012 Executive Officer, Human Resources June 2012 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, Human Resources April 2013 Director, Chairman of the Nomination Committee, Chairman of the Compensation Committee, Executive Officer, General Affairs and Human Resources (current position)	16,000
6	Akihiro Matsuyama (June 1, 1957)	April 1981 Joined Mitsubishi Electric Corporation April 2004 Deputy General Manager, Corporate Accounting Division April 2008 Deputy General Manager, Corporate Strategic Planning Division, SPC Electronics Corporation April 2010 General Manager, Associated Companies Operation Division April 2013 Executive Officer, Accounting and Finance June 2013 Director, Member of the Compensation Committee, Executive Officer, Accounting and Finance (current position)	14,000

	Name (Date of Birth)	Career Summary	The number of shares owned
7	Takashi Sasakawa (November 20, 1949)	<p>April 1972 Joined Mitsubishi Electric Corporation</p> <p>April 2007 Executive Officer, Global Strategic Planning & Marketing</p> <p>April 2011 Senior Vice President, Global Strategic Planning & Marketing</p> <p>March 2012 Senior Vice President, Electronic Systems</p> <p>April 2014 Corporate Adviser (current position)</p>	36,000
8	Mikio Sasaki (October 8, 1937) (Period of Service: 8 years)	<p>April 1960 Joined Mitsubishi Corporation</p> <p>April 1998 Member of the Board, President & CEO, Mitsubishi Corporation</p> <p>April 2004 Chairman of the Board, Mitsubishi Corporation</p> <p>June 2006 Director and Member of the Compensation Committee, Mitsubishi Electric Corporation (current position)</p> <p>June 2010 Member of the Board, Senior Corporate Advisor, Mitsubishi Corporation</p> <p>June 2011 Senior Corporate Advisor, Mitsubishi Corporation (current position)</p> <p>Important concurrent positions: Senior Corporate Advisor, Mitsubishi Corporation Outside Director, Mitsubishi Motors Corporation Outside Director, Mitsubishi Research Institute, Inc. Outside Director, Tokio Marine Holdings, Inc.</p> <p>Reasons for the nomination: Cultivated over the course of a career in of trading company management, Mr. Sasaki's experience and insights as a business specialist are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to therefore bring an objective viewpoint to the oversight of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and articles of incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by outside director candidates: During Mr. Sasaki's time of service as Outside Director, Mitsubishi Motors Corporation engaged in the use of certain facilities without making filings required under environmental laws, regulations and ordinances. Mr. Sasaki was unaware of this omission. However, Mr. Sasaki had constantly called the attention of the company's directors to relevant issues in the interest of ensuring legal compliance. After the incident, Mr. Sasaki instructed the directors to conduct rigorous investigation and to prevent the recurrence of similar violations.</p>	26,000
9	Shigemitsu Miki (April 4, 1935) (Period of Service: 7 years)	<p>April 1958 Joined The Mitsubishi Bank, Ltd. (now The Bank of Tokyo-Mitsubishi UFJ, Ltd.)</p> <p>June 2000 President, The Bank of Tokyo-Mitsubishi, Ltd. (now The Bank of Tokyo-Mitsubishi UFJ, Ltd.)</p> <p>April 2001 President & CEO, Mitsubishi Tokyo Financial Group, Inc. (now Mitsubishi UFJ Financial Group, Inc.)</p> <p>June 2004 Chairman of the Board, The Bank of Tokyo-Mitsubishi, Ltd. and Director, Mitsubishi Tokyo Financial Group, Inc.</p> <p>October 2005 Director, Mitsubishi UFJ Financial Group, Inc.</p> <p>January 2006 Chairman of the Board, The Bank of Tokyo-Mitsubishi UFJ, Ltd.</p> <p>June 2007 Director, Member of the Nomination Committee and the Audit Committee, Mitsubishi Electric Corporation (current position)</p> <p>April 2008 Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd.</p> <p>April 2010 Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. (current position)</p> <p>Important concurrent positions: Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. Outside Auditor, Mitsubishi Motors Corporation Outside Director, Mitsubishi Logistics Corporation Outside Director, Kirin Holdings Company, Ltd.</p> <p>Reasons for the nomination: Cultivated over the course of a career in the banking business, Mr. Miki's experience and insights as a management specialist are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to therefore bring an objective viewpoint to the overseeing of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and articles of incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by outside director candidates: During Mr. Miki's time of service as Outside Auditor, Mitsubishi Motors Corporation engaged in the use of certain facilities without necessary filings in line with environmental laws, regulations and ordinances. Mr. Miki was unaware of this omission. However, Mr. Miki had constantly called the attention of the company's auditors to relevant issues from the interests of ensuring legal compliance. After the incident, Mr. Miki instructed the auditors to conduct rigorous investigation and to prevent the recurrence of similar violations.</p>	25,000

	Name (Date of Birth)	Career Summary	The number of shares owned
10	Fujiatsu Makino (September 17, 1941) (Period of Service: 3 years)	<p>October 1967 Joined Isobe Certified Public Accountant Office March 1971 Registered as a certified public accountant (current position) March 1973 Registered as a tax accountant (current position), Managing Partner, Makino CPA & Tax Accountant Office (current position) May 1998 Executive Partner, Showa Ota & Co. (current Ernst & Young ShinNihon LLC) April 2000 Executive Partner, Century Ota Showa & Co. (current Ernst & Young ShinNihon LLC) July 2001 Executive Partner, Shin Nihon & Co. (current Ernst & Young ShinNihon LLC) June 2007 Retired Ernst & Young ShinNihon (current Ernst & Young ShinNihon LLC) June 2011 Director, Member of the Audit and Compensation committees, Mitsubishi Electric Corporation (current position)</p> <p>Important concurrent positions: Certified Public Accountant Registered Tax Accountant</p> <p>Reasons for the nomination: Mr. Makino's experience and insights as a certified public accountant cultivated over the course of his career are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p>	10,000
11	Mitoji Yabunaka (January 23, 1948) (Period of Service: 2 years)	<p>April 1969 Joined the Ministry of Foreign Affairs of Japan January 2008 Vice-Minister, Ministry of Foreign Affairs of Japan August 2010 Retired from Ministry of Foreign Affairs of Japan October 2010 Advisor, Nomura Research Institute, Ltd. (current position) June 2012 Director, Member of the Nomination and the Compensation Committees, Mitsubishi Electric Corporation (current position)</p> <p>Important concurrent positions: Advisor, Nomura Research Institute, Ltd. Professor, Ritsumeikan University Outside Director, Kawasaki Kisen Kaisha, Ltd. Specially Appointed Professor, Osaka University</p> <p>Reasons for the nomination: Mr. Yabunaka's experience and insights as an expert in international affairs cultivated through the course of a career are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p> <p>Any act contrary to pertinent laws, Mitsubishi Electric regulations and articles of incorporation thereof as well as those of other companies at which the concurrent post of executive officer is held by outside director candidates: During Mr. Yabunaka's time of service as an Outside Director, Kawasaki Kisen Kaisha, Ltd. received a cease-and-desist order as well as an order for surcharge payment from the Japan Fair Trade Commission in March 2014, for suspected infringement of the Antimonopoly Act in connection with the transportation of automobiles and other cargo. Mr. Yabunaka was unaware of the infringement. However, Mr. Yabunaka had constantly called the attention of the company's directors to relevant issues in the interest of ensuring legal compliance. After the incident, Mr. Yabunaka instructed the directors to conduct a rigorous investigation and to prevent the recurrence of similar violations.</p>	1,000
12	Hiroshi Obayashi (June 17, 1947) (Period of Service: 1 year)	<p>April 1972 Appointed as Public Prosecutor June 2006 Vice-Minister, Ministry of Justice of Japan July 2008 Superintending Prosecutor, Tokyo High Public Prosecutors Office June 2010 Appointed as the Prosecutor General December 2010 Retired from office of the Prosecutor General March 2011 Attorney-at-law (current position) June 2013 Director, Member of the Nomination Committee, Member of the Audit Committee (current position)</p> <p>Important concurrent positions: Attorney-at-law Outside Auditor, Daiwa Securities CO.LTD.</p> <p>Reasons for the nomination: Mr. Obayashi's experience and insights cultivated through the course of a career as a layer (public prosecutor, attorney-at-law) are highly beneficial to Mitsubishi Electric. Mitsubishi Electric thus expects him to bring an objective viewpoint to the overseeing of the Company's business operations.</p>	1,000

Notes:

1. There is no special interest between any of the candidates and the Company.
2. Messrs. Mikio Sasaki, Shigemitsu Miki, Fujiatsu Makino, Mitoji Yabunaka and Hiroshi Obayashi are 5 candidates for outside directors, as defined under Article 2, Paragraph 3, Item 7, of the Ordinance for Enforcement of the Companies Act.
3. Mitsubishi Electric Corporation has named Messrs. Mikio Sasaki, Shigemitsu Miki, Fujiatsu Makino, Mitoji Yabunaka and Hiroshi Obayashi given that they satisfy the requirements in accordance with the Securities Listing Regulations of the stock exchange as independent directors. The Company has filed notification with the Tokyo Stock Exchange of such designations.
In addition, Mitsubishi Electric maintains business relationships with Mitsubishi Corporation, Mitsubishi Motors Corporation, Mitsubishi Research Institute, Inc., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi Logistics Corporation and Daiwa Securities. However, business transactions with these corporations account for less than 2% of the Company's consolidated net sales, while banking transactions with The Bank of Tokyo-Mitsubishi UFJ accounts for less than 2% of its consolidated total assets. Therefore, Mitsubishi Electric considers no special relationship to exist with any of these companies that would be a conflict of interest with regular shareholders.
4. Mitsubishi Electric made and entered into contracts with Messrs. Mikio Sasaki, Shigemitsu Miki, Fujiatsu Makino, Mitoji Yabunaka and Hiroshi Obayashi to limit their liability as stipulated in Article 423-1 of the Companies Act. Based on this contract, the limit of liability is either ¥10 million or the minimum statutory amount, whichever is higher.

Instructions for the Exercise of Voting Rights via the Internet

Please read the following instructions on how to exercise your voting rights via the Internet.

1. How to Exercise Voting Rights via the Internet
 - (1) To vote using the Internet, please access the site <http://www.evotep.jp/> either through a personal computer, smartphone or mobile phone. At this site, you may indicate your approval or disapproval of the agenda. Log in using the Login ID and temporary password provided on the Voting Right Exercise Form and then follow the instructions provided on screen so that you can exercise vote.
 - (2) In order to prevent illegal access (*i.e.* impersonation by a third party) as well as the falsification of voting results, shareholders will be asked to change their temporary password once they access the site to exercise their voting rights.
 - (3) The Company will provide shareholders with new Login IDs and temporary passwords at every convocation of General Meeting of Shareholders.
 - (4) Voting rights may be exercised via the Internet until 5:30 PM Thursday, June 26, 2014 (the site is closed from 2:00 AM–5:00 AM every day).

2. About Voting Right Exercise Website
 - (1) Some elements of the Internet setting at a shareholder, including firewall and other security software installed, anti-virus software and the use of proxy servers, may preclude shareholders from casting a vote on the site.
 - (2) For the exercise of voting rights via mobile phone, please use either i-mode, EZweb or Yahoo! Keitai* services. For security purposes, the site is not accessible from handsets incapable of SSL communication and mobile data transmission.
* “i-mode” is a trademark of NTT DOCOMO, Inc., “EZweb” is a trademark of KDDI Corporation and “Yahoo!” is a trademark and registered brand of Yahoo! Inc. of the United States.

3. Multiple Exercises of Voting Rights
 - (1) Please note that if your voting rights were exercised both in written form and via the Internet, the Internet vote shall take precedence.
 - (2) In instances where a shareholder exercises their voting rights more than once via the Internet, the very last vote cast shall take precedence. In instances where a shareholder exercising their voting rights using both a personal computer and a mobile phone, the very last vote cast shall take precedence.

Please direct queries to the Help Desk as shown below:

Mitsubishi UFJ Trust and Banking Corporation Transfer Agent Department (Help Desk) Toll-free number (Japan only): 0120-173-027 Office hours: From 9:00 AM to 9:00 PM

Business Report
(April 1, 2013 to March 31, 2014)

I. Matters Relating to the Mitsubishi Electric Group

1. Business Development and Results

The business environment in the fiscal year ended March 31, 2014 (hereinafter, fiscal 2014) generally showed gradual expansion in economies outside Japan, in addition to recovery in Japan where corporate sentiments improved owing to weaker yen and other factors.

Under these circumstances, the Mitsubishi Electric Group placed greater emphasis than ever before on promoting growth strategies rooted in its own advantages as well as on Group efforts undertaken to date to boost its competitiveness and on strengthening its business structure.

As a result, in fiscal 2014, the Mitsubishi Electric Group recorded net sales of ¥4,054.3 billion, up 14% from the previous fiscal year, operating income of ¥235.1 billion, up 55%. Income before income taxes increased by 282% compared to the previous fiscal year to ¥248.9 billion, and net income attributable to Mitsubishi Electric Corporation increased by 121% to ¥153.4 billion.

Consolidated Performance (Billions of yen)

Fiscal period Classification	142nd Fiscal 2013	143rd Fiscal 2014
Net sales	3,567.1	4,054.3
Operating income	152.0	235.1
Income before income taxes	65.1	248.9
Net income attributable to Mitsubishi Electric Corp.	69.5	153.4

Business Segment Net Sales (Billions of yen)

Business Segment	142nd Fiscal 2013		143rd Fiscal 2014	
	Net sales	As a percentage of net sales	Net sales	As a percentage of net sales
Energy and Electric Systems	1,058.1	25.9	1,180.0	25.4
Industrial Automation Systems	927.8	22.7	1,098.7	23.7
Information and Communication Systems	522.4	12.8	548.2	11.8
Electronic Devices	164.0	4.0	194.6	4.2
Home Appliances	821.2	20.1	944.3	20.3
Others	590.3	14.5	676.0	14.6

Subtotal	4,084.1	100.0	4,642.2	100.0
Eliminations and other	(517.0)	—	(587.8)	—
Total	3,567.1	—	4,054.3	—

Note: The figures shown in this table, Business Segment Net Sales, include internal sales amounts between segments (transfer). The later section “Information by Business Segment” reflect the figures computed at the same condition.

Net Sales by Location (Billions of yen)

Location	142nd Fiscal 2013		143rd Fiscal 2014	
	Net sales	As a percentage of net sales	Net sales	As a percentage of net sales
Japan	2,335.7	65.5	2,480.3	61.2
North America	262.7	7.4	330.8	8.2
Asia (excluding Japan)	604.3	16.9	811.0	20.0
Europe	280.1	7.8	340.6	8.4
Others	84.3	2.4	91.4	2.2
Overseas	1,231.4	34.5	1,573.9	38.8
Total	3,567.1	100.0	4,054.3	100.0

Note: Net sales are shown by country and region based on customer location.

Information by Business Segment

Energy and Electric Systems

Net sales	¥1,180.0 billion (up 12% YoY)	Operating income	¥76.3 billion (down ¥8.8 billion YoY)
-----------	-------------------------------	------------------	---------------------------------------

Principal products (as of March 31, 2014):

Turbine generators, hydraulic turbine generators, nuclear power plant equipment, motors, transformers, power electronics equipment, circuit breakers, gas insulated switches, switch control devices, surveillance-system control and security systems, large display devices, electrical equipment for locomotives and rolling stock, elevators, escalators, building security systems, building management systems, particle beam therapy systems, and others

The social infrastructure systems business saw increases in both orders and sales compared to the previous fiscal year due primarily to increases in the public utility systems business in Japan and the power generation and rolling-stock businesses outside Japan, in addition to the weaker yen.

The building systems business experienced increases in both orders and sales compared to the previous fiscal year, owing to growth in elevators and escalators for new installations and renewals in Japan as well as for new installations overseas mainly in China, in addition to the weaker yen.

As a result, total sales for this segment increased by 12% from the previous fiscal year. Operating income decreased by 8.8 billion yen from the previous fiscal year due primarily to a shift in project portfolio and other factors.

Industrial Automation Systems

Net sales	¥1,098.7 billion (up 18% YoY)	Operating income	¥98.0 billion (up ¥37.4 billion YoY)
Principal products (as of March 31, 2014): Programmable logic controllers, inverters, servomotors, human-machine interface, motors, hoists, magnetic switches, no-fuse circuit breakers, short-circuit breakers, transformers for electricity distribution, time and power meters, uninterruptible power supply, industrial fans, computerized numerical controllers, electrical discharge machines, laser processing machines, industrial robots, clutches, automotive electrical equipment, car electronics and car mechatronics, car multimedia, and others			

The factory automation systems business saw increases in both orders and sales from the previous fiscal year mainly due to an increase in capital expenditures relating to smartphone and semiconductor as well as facility replacements by manufacturers in Japan, in addition to the weaker yen.

The automotive equipment business saw increases in both orders and sales from the previous fiscal year due primarily to strength in the North American and Japanese car sales markets and increased sales in China by Japanese automotive manufacturers, as well as the weaker yen.

As a result, total sales for this segment increased by 18% from the previous fiscal year. Operating income increased by 37.4 billion yen from the previous fiscal year due primarily to an increase in sales.

Information and Communication Systems

Net sales	¥548.2 billion (up 5% YoY)	Operating income	¥5.5 billion (up ¥3.9 billion YoY)
Principal products (as of March 31, 2014): Wireless and wired communications systems, surveillance cameras, satellite communications equipment, satellites, radar equipment, antennas, missile systems, fire control systems, broadcasting equipment, data transmission devices, network security systems, information systems equipment, systems integration, and others			

The telecommunications equipment business saw increases in both orders and sales from the previous fiscal year owing primarily to an increase in the communications infrastructures business.

The information systems and services business saw an increase in sales compared to the previous fiscal year mainly due to growth in the system integration business.

The electronic systems business saw a decrease in orders from the previous fiscal year due primarily to decreases in large-scale projects in the electronics and space systems businesses, while sales increased from the previous fiscal year due to progress in orders already received for projects in the space systems business.

As a result, total sales for this segment increased by 5% from the previous fiscal year. Operating income increased by 3.9 billion yen from the previous fiscal year due to an increase in sales and other factors.

Electronic Devices

Net sales	¥194.6 billion (up 19% YoY)	Operating income	¥10.0 billion (¥15.6 billion improvement YoY, turning into profit)
Principal products (as of March 31, 2014):			
Power modules, high-frequency devices, optical devices, LCD devices, and others			

The semiconductor business saw increases in both orders and sales from the previous fiscal year due to a growth in demand mainly for power modules used in consumer, industrial, automotive and railcar applications, as well as the weaker yen.

The LCD module business saw increases both in orders and sales due to growth in demand for automotive-use products.

As a result, total sales for this segment increased by 19% from the previous fiscal year. Operating income improved by 15.6 billion yen from the previous fiscal year, turning into profit, mainly due to an increase in sales.

Home Appliances

Net sales	¥944.3 billion (up 15% YoY)	Operating income	¥52.8 billion (up ¥33.5 billion YoY)
Principal products (as of March 31, 2014):			
LCD televisions, room air conditioners, package air conditioners, air-to-water heat pump boilers, refrigerators, electric fans, ventilators, photovoltaic systems, hot water supply systems, LED lamps, fluorescent lamps, indoor lighting, compressors, chillers, dehumidifiers, air purifiers, showcases, cleaners, jar rice cookers, microwave ovens, IH cooking heaters, and others			

The home appliances business saw a 15% increase in sales from the previous fiscal year due primarily to expansion in sales for air conditioners in Asian, European and North American markets, as well as increases in air conditioners and photovoltaic systems in Japan, which experienced a last-minute surge prior to the consumption tax raise, in addition to the weaker yen.

Operating income rose by 33.5 billion yen from the previous fiscal year due primarily to an increase in sales.

Others

Net sales	¥676.0 billion (up 15% YoY)	Operating income	¥19.8 billion (up ¥1.0 billion YoY)
Principal products (as of March 31, 2014):			
Procurement, logistics, real estate, advertising, finance, and other services.			

Sales increased by 15% from the previous fiscal year, mainly at affiliated companies involved in materials procurement.

Operating income increased by 1.0 billion yen from the previous fiscal year due primarily to an increase in sales.

2. Capital Expenditures

During the consolidated fiscal year under review, the Mitsubishi Electric Group invested a total of ¥222.3 billion, up 39% compared with the previous fiscal year, in line with its Balanced Corporate Management policy and growth strategies aimed at increasing profitability.

Principal capital expenditures per segment are as follows:

Segment	Amount (Billions of Yen)	Major Projects Completed within Consolidated Basis Fiscal 2014	Major Ongoing Projects within Consolidated Basis Fiscal 2014
Energy and Electric Systems	36.3	Mitsubishi Electric Power Products, Inc. U.S.-based transformer factory	Itami Works Factory for electric equipment for railway rolling stock
Industrial Automation Systems	57.3	Nagoya Works Production facilities for factory automation equipment	Mitsubishi Electric Automotive America, Inc. U.S.-based production facilities for automotive electric and electronic components –reinforcing manufacturing systems
Information and Communication Systems	23.7	Kamakura Works Satellite production facilities –streamlining manufacturing systems	Kamakura Works Design technology laboratory building
Electronic Devices	40.4	Power Device Works Design technology laboratory building	Power Device Works Power device production facilities –streamlining manufacturing systems
Home Appliances	47.8	Nakatsugawa Works Photovoltaic system production facilities –streamlining manufacturing systems	Air-Conditioning & Refrigeration Systems Works Heat exchanger production facilities –streamlining manufacturing systems
Other	16.8	Mitsubishi Electric Logistics Corp. Chubu Logistics Center warehouse	Advanced Technology R&D Center Development facilities for SiC power module

3. Research and Development

The Mitsubishi Electric Group, in conformity with its growth strategies, accelerated R&D efforts in the environment/energy and social infrastructure fields, in which increased business opportunities are expected on a global scale. In addition, the Group focused on developing new technologies and new products that will fortify its position in the future, making its competitiveness in key operating fields even stronger. Representative achievements for the consolidated fiscal year under review are as follows.

Developing Micro Glass-Processing Technology That Employs a Pulsed CO₂ Laser¹

Mitsubishi Electric Corporation has developed a new glass substrate processing technology for drilling holes with diameters as tiny as 25 microns,² a size that makes them the smallest³ in the world. Employing a pulsed CO₂ laser, this technology enables drilling at a pace of 200 holes per second, a speed that makes the technology practicable for use in mass-production machining processes.

Glass is brittle and difficult to process. On the other hand, its physical hardness and minimal deformation at high temperatures are characteristics that have resulted in glass being considered superior to resin—the current mainstay material for electric circuit substrates—when creating extremely small circuits. Drawing on this achievement, Mitsubishi Electric Corporation will accelerate its efforts to

commercialize electric circuit substrates made with glass, thereby helping to create electronic devices with even greater processing abilities and functionalities in the fields of smartphones and other mobile terminals.

¹ A high-energy laser beam created through electrical discharge in carbon dioxide gas

² 1 micron is equal to 1/1000 millimeter

³ As of February 13, 2014 (survey conducted by Mitsubishi Electric Corporation)

Establishing House-Type HVACs Evaluation Facilities in Scotland

The Group subsidiary Mitsubishi Electric Air Conditioning Systems Europe Ltd. has established house-type HVACs evaluation facilities in Scotland, U.K., to test its heating, ventilating and air conditioning (HVAC) systems, with the aim of developing HVAC products best tailored to cold climate zones in Europe. This move will facilitate the Group's penetration of the European market in step with growing demand for heat pump-related HVAC systems, which boast energy-saving properties as well as environment friendliness.

With the installation of a total of more than 1,400 sensors to monitor indoor conditions, the facility enables the precise testing of the effect of air conditioning systems on indoor environments. Employing this facility, the Mitsubishi Electric Group will step up product development targeting the European market, creating HVAC solutions capable of contributing to "zero-emission housing."

Unveiling an Innovative EV Motor Drive System Prototype

Mitsubishi Electric Corporation has developed a 60kW electric vehicle (EV) motor drive system prototype with a reduced cubic volume of 14.1 liters, thereby realizing the smallest EV motor drive in this category.* In addition to incorporating a built-in silicon-carbide (SiC) inverter—one example of the Company's R&D accomplishments aimed at reducing EV motor size—the system employs a unique structure to improve cooling, optimizing the allocation of power modules so that paths of motor coolant and inverter coolant run parallel on the outer periphery of the casing.

With these features, the new EV motor drive system is designed to contribute to the downsizing, weight cutbacks and energy efficiency of EV motors. Accordingly, this system is expected to realize a longer driving range compared with current drive systems when using the same size batteries.

* As of February 13, 2014 (survey conducted by Mitsubishi Electric Corporation)

Establishing Self-Sustained Electric Power Management Technology

Mitsubishi Electric Corporation has developed an electric power management system that combines photovoltaic generation and storage batteries to ensure self-sustaining operation when communities are hit by prolonged blackouts due to natural disasters and similar events. Building on smart grid and smart community verification testing that the Company has carried out since 2010, the system monitors the status of electricity supply lines and will launch autonomous operations shortly after a blackout strikes to restore the supply of energy. Regardless

of the size of the community it serves, the system is expected to mitigate the impact of blackouts due to disasters while enhancing the reliability of energy supply systems as a whole. Going forward, Mitsubishi Electric Corporation will advance this technology to help realize communities where residents can enjoy safety and peace of mind.

4. Topics

Successful Launch of the TURKSAT-4A Satellite

In February 2014, Mitsubishi Electric Corporation successfully launched TURKSAT-4A, a communications satellite built to order for Turksat Satellite Communication, Cable TV and Operation Inc. Co. (Turksat A.S.), a Turkish state-run satellite communication provider. Following performance verification testing carried out once it reached geostationary orbit, the satellite was handed over to Turksat A.S. in March 2014. While moving forward with the upcoming launch of TURKSAT-4B, scheduled for later in 2014, Mitsubishi Electric Corporation will step up efforts to promote satellite-related projects in Japan and overseas, thereby expanding its space systems business even further.

Orders Received for an Innovative Particle Beam Therapy System (Proton Beam Type)

In October 2013, Mitsubishi Electric Corporation received orders for its innovative proton beam therapy system for cancer treatment from the Hakuho Group, a healthcare organization in Ako City, Hyogo Prefecture, as well as from Tsuyama Chuo Hospital operated by Tsuyama Jifu Kai, a general incorporated foundation based in Tsuyama City, Okayama Prefecture. The system will include a new feature that reduces the burden on patients by shortening the time necessary for the irradiation of diseased tissue. Looking ahead, Mitsubishi Electric Corporation intends to develop particle beam therapy systems* capable of accommodating a greater range of patients. At the same time, the Company will assist with human resource development to train specialists to operate this kind of system while helping to build closer partnerships between therapy facilities. In these ways, Mitsubishi Electric Corporation will facilitate the adoption of particle beam therapy in Japan and countries worldwide.

* A therapy system that intensively irradiates cancerous tissue with particle beams and thereby treats diseased tissue noninvasively

Donations Made through Mitsubishi Electric SOCIO-ROOTS Fund Surpasses ¥1 Billion in Total

In fiscal 2014, cumulative donations made through the Mitsubishi Electric SOCIO-ROOTS Fund surpassed the ¥1 billion mark (including the value of donated goods), reflecting the Company's longstanding commitment, dating back to 1992, to this donation-matching program.* Involving operational sites nationwide, the program has been raising funds for 22 years, donating money and home appliances to a cumulative total of approximately 1,650 beneficiaries, chiefly social

welfare facilities operating near the Company's local business bases. Moreover, following the Great East Japan Earthquake, the program raised funds in order to assist young people who had lost their parents due to this disaster. Going forward, Mitsubishi Electric Corporation will continue to join with employees with the desire to help those in need to pursue efforts aimed at contributing to local communities.

* A program in which the Company makes donations equivalent in value to the donations of employees. By doing so, the Company effectively doubles its employees' support of social welfare facilities and organizations.

5. Corporate Agenda

Regarding the outlook for the global economy, there are signs of gradual recovery both in Japan and countries overseas, despite concerns about a downturn in domestic consumer spending due to the consumption tax hike and uncertainty in emerging economies.

Among the Mitsubishi Electric Group's threefold balanced management policy of "Growth," "Profitability & Efficiency" and "Soundness," the Group will lay weight on its ongoing potential for growth. While making resilient businesses even stronger, the Group will challenge for a higher level of growth by continuously creating strong businesses and strengthening its solutions business that take root in its vibrant businesses through the promotion of cross-organization and cross-business collaborations.

To expand its global business, the Mitsubishi Electric Group will focus on emerging markets such as Southeast Asia and Latin America in addition to China and India. As a global, leading green company, the Group also will further promote its environment and energy related business and its social infrastructure systems related business.

Also, the Group will continuously metabolize its businesses. With an objective of strengthening its integrated "craftsmanship," the Group will strengthen its development and productivity, and continue to streamline its productivity with measures such as Just-In-Time production. From the very first stages of design and development, the Mitsubishi Electric Group will strengthen activities that contribute to quality consciousness. The Group will utilize and optimally deploy human resources to enhance competitiveness, and engage in activities such as streamlining its human resources structure from a mid- and long-term perspective. The Group intends to improve its financial standing. In addition, the Group will build an optimal business structure and strengthen it both in global terms and for the entire corporate Group.

The Mitsubishi Electric Group is committed to enhancing Corporate Social Responsibility (CSR) activities based on the Corporate Mission* and Seven Guiding Principles.** In terms of legal and ethical compliance, which the Group has set as a priority task spanning the entire consolidated Mitsubishi Electric Group, the Group will further strengthen its compliance structure through intensive compliance policy, internal control measures and internal training in order to acquire a higher level of trust from society, customers and shareholders. In addition, the Group will also promote environmental initiatives to create a low-carbon and recycling-based society.

Steadily executing the strategies above, the Mitsubishi Electric Group will

work to further enhance its corporate value. Looking ahead, the Group asks for the understanding and support of all its stakeholders.

* Corporate Mission: The Mitsubishi Electric Group is to continually improve its technologies and services by applying creativity to all aspects of our business. By doing so, we enhance quality of life in our society.

** The Seven Guiding Principles are:

1. **Trust:** Establish relationships with all stakeholders based on strong mutual trust and respect.
2. **Quality:** Provide the best products and services with unsurpassed quality.
3. **Technology:** Pioneer new markets by promoting research and development, and fostering technological innovation.
4. **Citizenship:** As a global player, contribute to the development of communities and society as a whole.
5. **Ethics and Compliance:** Conduct always in compliance with applicable laws and high ethical standards in all endeavors.
6. **Environment:** Respect nature, and strive to protect and improve the global environment.
7. **Growth:** Assure fair earnings to build a foundation for future growth.

6. Trends in Operating Results and Financial Condition

(Billions of yen, except net income per share data)

(1) The Mitsubishi Electric Group (Consolidated)

	140 th Period Fiscal 2011	141 st Period Fiscal 2012	142 nd Period Fiscal 2013	143 rd Period Fiscal 2014
Net sales	3,645.3	3,639.4	3,567.1	4,054.3
Operating income	233.7	225.4	152.0	235.1
Income before income taxes	210.2	224.0	65.1	248.9
Net income	124.5	112.0	69.5	153.4
Net income per share	¥58.00	¥52.20	¥32.38	¥71.49
Total assets	3,332.6	3,391.6	3,410.4	3,612.9

Note: The data contained in the above chart is drawn from the Mitsubishi Electric Group's consolidated financial statements prepared in accordance with U.S. accounting standards.

(2) Mitsubishi Electric Corporation (Non-Consolidated)

	140 th Period Fiscal 2011	141 st Period Fiscal 2012	142 nd Period Fiscal 2013	143 rd Period Fiscal 2014
Net sales	2,333.8	2,344.5	2,236.0	2,480.5
Ordinary profit	120.8	127.5	60.5	127.4
Net income	78.7	55.8	18.5	100.3
Net income per share	¥36.70	¥26.01	¥8.66	¥46.73
Total assets	2,255.5	2,295.3	2,255.6	2,421.6

7. Principal Offices (As of March 31, 2014)

(1) Mitsubishi Electric Corporation

1. Head Office: Tokyo

2. Marketing Bases:

Branch Name	Location (Prefecture)	Branch Name	Location (Prefecture)
Hokkaido Branch Office	Hokkaido	Chubu Branch Office	Aichi
Tohoku Branch Office	Miyagi	Kansai Branch Office	Osaka
Kanetsu Branch Office	Saitama	Chugoku Branch Office	Hiroshima
Kanagawa Branch Office	Kanagawa	Shikoku Branch Office	Kagawa
Hokuriku Branch Office	Ishikawa	Kyushu Branch Office	Fukuoka

3. Research Laboratories

Laboratory Name	Location (Prefecture)	Laboratory Name	Location (Prefecture)
Information Technology R&D Center	Kanagawa	Manufacturing Engineering Center	Hyogo
Industrial Design Center	Kanagawa	Advanced Technology R&D Center	Hyogo
Living Environment Systems Laboratory	Kanagawa	Automotive Electronics Development Center	Hyogo

4. Manufacturing Facilities

Business Segment	Facility Name	Location (Prefecture)
Energy and Electric Systems	Inazawa Works	Aichi
	Itami Works	Hyogo
	Transmission & Distribution Systems Center	Hyogo
	Kobe Works	Hyogo
	Energy Systems Center	Hyogo
	Power Distribution Systems Center	Kagawa
	Nagasaki Works	Nagasaki
Industrial Automation Systems	Nagoya Works	Aichi
	Sanda Works	Hyogo
	Himeji Works	Hyogo
	Fukuyama Works	Hiroshima
Information and Communication Systems	Kamakura Works	Kanagawa
	Communication Systems Center	Hyogo
	Communication Networks Center	Hyogo
Electronic Devices	High Frequency & Optical Device Works	Hyogo
	Power Device Works	Fukuoka
	LCD Division	Kumamoto
Home Appliances	Gunma Works	Gunma
	Shizuoka Works	Shizuoka

	Nakatsugawa Works	Gifu
	Kyoto Works	Kyoto
	Air-Conditioning & Refrigeration Systems Works	Wakayama

(2) Subsidiaries

Please refer to Section 11. Principal Subsidiaries.

8. Employees (As of March 31, 2014)

Business Segment	Number of employees	Year-on-Year increase (decrease)
Energy and Electric Systems	40,201	2,243
Industrial Automation Systems	25,603	314
Information and Communication Systems	15,730	103
Electronic Devices	5,187	137
Home Appliances	21,552	(53)
Other	11,376	250
Common	4,656	353
Total	124,305	3,347

Notes: 1. Employees whose job and functions are not directly attributable to any of the aforementioned business segments are included in the line titled as "common".

2. Breakdown of employees: 85,559 located in Japan; 38,746 located overseas

9. Fund Raising

During the consolidated fiscal year under review, Mitsubishi Electric Corporation procured sufficient working capital by issuing commercial paper, while it repaid the borrowings and redeemed the corporate bonds reaching their maturities within the fiscal 2014.

As a result, the balance of interest-bearing debt as of the end of the consolidated fiscal year under review stood at ¥373.4 billion, a decrease by ¥167.0 billion compared with the previous fiscal year.

10. Principal Lenders (As of March 31, 2014)

(Billions of yen)

Name of Lender	Outstanding Borrowings
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	56.6
Mitsubishi UFJ Trust and Banking Corporation	35.8
The Norinchukin Bank	31.6
Mizuho Bank, Ltd.	30.2

11. Principal Subsidiaries (As of March 31, 2014)

(1) Subsidiaries in Japan

Subsidiary Name	Business Segment	Paid-in capital (millions)	Owner -ship	Principal Business Activities	Location
Mitsubishi Electric Building Techno-Service Co., Ltd.	Energy and Electric Systems	¥5,000	100.0%	Sale, installation, maintenance and repair of the Company's elevators and escalators and other building equipment	Tokyo
Mitsubishi Electric Lighting Corporation	Home Appliances	¥3,790	100.0%	Manufacture and sales of lighting equipment, LED lamps, fluorescent lamps	Kanagawa
Mitsubishi Precision Co., Ltd.	Information and Communication Systems	¥3,170	66.9%	Manufacture and sale of simulators and precision electronic equipment	Tokyo
Mitsubishi Electric Life Service Corporation	Other	¥3,000	100.0%	Real estate trade, rental and intermediary services, operation and management of Company-owned facilities for fringe benefits	Tokyo
Mitsubishi Electric Life Network Corporation	Home Appliances	¥2,800	100.0%	Sale of electric home appliance products	Kanagawa
The Kodensha Co., Ltd.	Other	¥1,520	50.5%	Contractor undertaking electrical construction, sale of the Company's products	Tokyo

(2) Overseas Subsidiaries

Region	Subsidiary Name	Business Segment	Paid-in capital (millions)	Owner -ship	Principal Business Activities	Location
North America	Mitsubishi Electric US, Inc.	—	\$31.623	100.0%	Sale & distribution of Group products	United States
North America	Mitsubishi Electric Automotive America, Inc.	Industrial Automation Systems	\$28.00	100.0%	Manufacture and sale of automotive equipment	United States
North America	Mitsubishi Electric Power Products, Inc.	Energy and Electric Systems	\$25.85	100.0%	Manufacture, sale and engineering of various types of transformers, electric equipment for rolling stock and other products	United States
Asia	Mitsubishi Electric (Guangzhou) Compressor Co., Ltd.	Home Appliances	\$122.22	100.0%	Manufacture and sale of rotary compressors for air conditioners	China
Asia	Shanghai Mitsubishi Electric & Shangling Air-Conditioner and Electric Appliance Co., Ltd.	Home Appliances	\$58.00	52.4%	Manufacture and sale of air conditioners	China
Asia	Mitsubishi Elevator Asia Co., Ltd.	Energy and Electric Systems	1,151.5 Thai baht	100.0%	Manufacture and sale of elevators and escalators	Thailand
Europe	Mitsubishi Electric Europe B.V.	—	€100.59	100.0%	Sale and distribution of Group products	The Netherlands
Europe	Mitsubishi Electric Automotive	Industrial	350.00	100.0%	Manufacture and sale of	Czech

	Czech s.r.o.	Automation Systems	Czech Koruna		automotive equipment	Republic
Europe	Vinotech Holdings S.A.R.L.	Electronic Devices	€0.036	100.0%	Development, manufacture and sale of industrial power devices	Luxemburg
Other	Mitsubishi Electric Australia Pty Ltd.	—	11.00 Australian dollars	100.0%	Sale and distribution of Group products	Australia

Note: Mitsubishi Electric US, Inc., Mitsubishi Electric Europe B.V. and Mitsubishi Electric Australia Pty Ltd. sell and distribute the products produced by Mitsubishi Electric Corporation and/or the companies belonging to the Group, and marketed by multiple business segments.

Number of Consolidated Subsidiaries

Region	Overseas						Total
	Japan	North America	Asia	Europe	Other	Subtotal	
Number	98	11	46	8	4	69	167

II. Matters Related to Mitsubishi Electric Corporation

1. Matters Related to Shares (As of March 31, 2014)

- (1) Authorized shares: 8,000,000,000 shares
 (2) Shares issued and outstanding 2,147,201,551 shares
 (3) Number of shareholders 100,337

(4) Outstanding share information by shareholder category

Category	Number of Shareholders	Number of Shares Held (Thousand shares)	Percentage of Ownership
Government and municipal public organizations	1	1	0.0%
Financial institutions	162	902,952	42.1%
Traders of financial instruments	93	28,287	1.3%
Other corporations	1,351	133,994	6.2%
Foreign corporations <i>et al.</i>	715	775,907	36.1%
Individual <i>et al.</i>	98,015	306,059	14.3%

Note: The number of shares has been rounded down to the nearest whole thousand shares.

(5) Principal shareholders (Top 10)

Shareholder	Holdings of the Company's Shares	
	Number of Shares Held (Thousand Shares)	Percentage of Ownership
The Master Trust Bank of Japan, Ltd. (Trust Account)	164,681	7.7%
State Street Bank and Trust Company	105,952	4.9%
Japan Trustee Services Bank, Ltd. (Trust Account)	99,436	4.6%
Meiji Yasuda Life Insurance Company	81,862	3.8%
Nippon Life Insurance Company	67,039	3.1%
Mitsubishi Electric Group Employees Shareholding Union	46,799	2.2%
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	36,822	1.7%
Japan Trustee Services Bank, Ltd. (Trust Account 4)	32,708	1.5%
The Bank of New York Mellon SA/NV 10	31,114	1.4%
The Master Trust Bank of Japan, Ltd. (Mitsubishi Heavy Industries, Limited Account, Retirement Benefit Trust Account)	30,087	1.4%

Note: Shareholder ratio calculations deduct 348,999 company-owned shares

2. Members of the Board of Directors

(1) Directors (As of March 31, 2014)

Title	Name	Positions Held	Principal Concurrent Posts
Chairman	Setsuhiro Shimomura		
Director	Kenichiro Yamanishi		
Director	Hiroki Yoshimatsu	Member of the Audit Committee	
Director	Noritomo Hashimoto	Member of the Nomination Committee	
Director	Ryosuke Fujimoto	Chairman of the Audit Committee	
Director	Nobuyuki Okuma	Chairman of the Nomination Committee, Chairman of the Compensation Committee	
Director	Akihiro Matsuyama	Member of the Compensation Committee	
Outside Director	Mikio Sasaki	Member of the Compensation Committee	Senior Corporate Advisor, Mitsubishi Corporation Outside Director, Mitsubishi Motors Corporation Outside Director, Mitsubishi Research Institute, Inc. Outside Director, Tokio Marine Holdings, Inc.
Outside Director	Shigemitsu Miki	Member of the Nomination Committee, Member of the Audit Committee	Senior Advisor, The Bank of Tokyo-Mitsubishi UFJ, Ltd. Outside Auditor, Mitsubishi Motors Corporation Outside Director, Mitsubishi Logistics Corporation Outside Director, Kirin Holdings Company, Ltd.
Outside Director	Fujiatsu Makino	Member of the Audit Committee, Member of the Compensation Committee	Certified Public Accountant Certified Public Tax accountant
Outside Director	Mitoji Yabunaka	Member of the Nomination Committee, Member of the Compensation Committee	Advisor, Nomura Research Institute, Ltd. Professor, Ritsumeikan University Outside Director, Kawasaki Kisen Kaisha, Ltd. Specially Appointed Professor, Osaka University
Outside Director	Hiroshi Obayashi	Member of the Nomination Committee,	Attorney-at-Law, Outside Auditor, Daiwa Securities Co. Ltd.

		Member of the Audit Committee	
--	--	-------------------------------	--

- Notes: 1. Directors Kenichiro Yamanishi, Noritomo Hashimoto, Nobuyuki Okuma and Akihiro Matsuyama all concurrently serve as executive officers.
2. Director Kenichiro Yamanishi stepped down from concurrent position as an executive officer upon expiration of his term of office as of March 31, 2014.
3. Directors Akihiro Matsuyama and Hiroshi Obayashi were newly elected to the Board of Directors at the Company's 142nd General Meeting of Shareholders, which convened on June 27, 2013.
4. Directors Masanori Saito and Hiroyoshi Murayama left the Board of Directors on June 27, 2013, the date of the Company's 142nd General Meeting of Shareholders and of the expiration of their terms of office.
5. Mr. Ryosuke Fujimoto, the Chairman of the Audit Committee, and Mr. Hiroki Yoshimatsu, a member of the Audit Committee, have many years of extensive experience in the Company's Corporate Accounting and Finance Division. Mr. Fujiatsu Makino, a member of the Audit Committee, is a certified public accountant with considerable knowledge and experience in the fields of finance and accounting.
6. Mitsubishi Electric Corporation has filed a notification on the nomination of its five outside directors, namely, Messrs. Mikio Sasaki, Shigemitsu Miki, Fujiatsu Makino, Mitoji Yabunaka and Hiroshi Obayashi, as independent directors to the Tokyo Stock Exchange in accordance with its directives and on the grounds that these individuals' nomination is in conformity with the requirement of independency.
7. Although the Company maintains business relationships with Mitsubishi Corporation, Mitsubishi Motors Corporation, Mitsubishi Research Institute, Inc., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi Logistics Corporation and Daiwa Securities Co. Ltd., it does not maintain special relationships with any of these companies that would conflict the interest of its shareholders.
8. Directors as of April 1, 2014 were as follows.

Position	Name	Positions Held
Chairman	Kenichiro Yamanishi	
Director	Hiroki Yoshimatsu	Member of the Audit Committee
Director	Noritomo Hashimoto	Member of the Nomination Committee
Director	Ryosuke Fujimoto	Chairman of the Audit Committee
Director	Nobuyuki Okuma	Chairman of the Nomination Committee Chairman of the Compensation Committee
Director	Akihiro Matsuyama	Member of the Compensation Committee
Director	Setsuhiro Shimomura	
Outside Director	Mikio Sasaki	Member of the Compensation Committee
Outside Director	Shigemitsu Miki	Member of the Nomination Committee, Member of the Audit Committee
Outside Director	Fujiatsu Makino	Member of the Audit Committee, Member of the Compensation Committee
Outside Director	Mitoji Yabunaka	Member of the Nomination Committee, Member of the Compensation Committee
Outside Director	Hiroshi Obayashi	Member of the Nomination Committee, Member of the Audit Committee

(2) Outside Directors (As of March 31, 2014)

1. Principal activities

Name	Principal Activities
Mikio Sasaki	86% attendance at Board of Directors' meetings. Primarily provides constructive comments relating to the management of the Company from the standpoint of a specialist in managing a general trading company.
Shigemitsu Miki	86% attendance at Board of Directors' meetings and 86% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a banking specialist.
Fujiatsu Makino	100% attendance at Board of Directors' meetings and 100% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of his specialist knowledge as a certified public accountant.
Mitoji Yabunaka	100% attendance at Board of Directors' meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a specialist in international affairs.
Hiroshi Obayashi	100% attendance at Board of Directors' meetings and 100% attendance at Audit Committee meetings. Primarily provides constructive comments related to the management of the Company from the standpoint of a legal affairs specialist as an attorney-at-law.

Note: Mitsubishi Electric Corporation held seven Board of Directors meetings during the fiscal year.

2. Overview of the limited liability agreements

Mitsubishi Electric Corporation has executed limited liability agreements with all outside directors in accordance with article 423.1 of the Companies Act. Based on these agreements, the amount of limited liability has been set at ¥10 million or the minimum amount of liability stipulated under the law, whichever is higher.

(3) Executive Officers (As of March 31, 2014)

Title	Name	Positions Held
Representative Executive Officer President & CEO	Kenichiro Yamanishi	
Representative Executive Officer Executive Vice President	Mitsuo Muneyuki	In charge of Export Control and Building Systems
Representative Executive Officer Executive Vice President	Masaki Sakuyama	In charge of Semiconductor & Device
Senior Vice President	Takashi Sasakawa	In charge of Electronic Systems

Senior Vice President	Noritomo Hashimoto	In charge of Corporate Strategic Planning, and Operations of the Associated Companies
Executive Officer	Kazuhiko Tsutsumi	In charge of IT and Research & Development
Executive Officer	Yoshiaki Nakatani	In charge of Energy & Industrial Systems
Executive Officer	Tsuyoshi Nakamura	In charge of Legal & Compliances
Executive Officer	Masaharu Moriyasu	In charge of Total Productivity Management & Environmental Programs
Executive Officer	Hiroyuki Umemura	In charge of Living Environment & Digital Media Equipment
Executive Officer	Yasuyuki Nakanishi	In charge of Communication Systems
Executive Officer	Takayuki Sueki	In charge of Global Strategic Planning & Marketing
Executive Officer	Masayuki Ichige	In charge of Auditing, Government & External Relations, and Public Relations
Executive Officer	Isao Iguchi	In charge of Advertising, and Corporate Marketing
Executive Officer	Hideyuki Okubo	In charge of Factory Automation Systems
Executive Officer	Yutaka Ohashi	In charge of Automotive Equipment
Executive Officer	Toru Yoshinaga	In charge of Information Systems & Network Services
Executive Officer	Nobuyuki Okuma	In charge of General Affairs and Human Resources
Executive Officer	Akihiro Matsuyama	In charge of Accounting and Finance
Executive Officer	Takashi Sakamoto	In charge of Purchasing
Executive Officer	Takahiro Kikuchi	In charge of Public Utility Systems
Executive Officer	Kenji Kondo	In charge of Export Control, Licensing and Intellectual Property

Notes: 1. Representative Executive Officer, President & CEO Kenichiro Yamanishi, Senior Vice President Noritomo Hashimoto, and Executive Officers Nobuyuki Okuma and Akihiro Matsuyama also serve concurrently as directors.

2. The category, Principal Concurrent Posts, does not apply to all 22 Executive Officers.

3. Mr. Kenji Kondo, who was newly appointed as an executive officer, took office on June 27, 2013.

4. Executive Officer Tsuyoshi Nakamura was assigned to Legal & Compliances on June 27, 2013.

5. Of those listed above, Representative Executive Officer, President & CEO Kenichiro Yamanishi, Representative Executive Officer and Executive Vice President Mitsuo Muneyuki, Senior Vice President Takashi Sasakawa and Executive Officers Kazuhiko Tsutsumi, Tsuyoshi Nakamura, Hiroyuki Umemura and Takayuki Sueki retired upon the expiration of their terms of office on March 31, 2014.

6. Executive Officers as of April 1, 2014 were as follows:

Title	Name	Positions Held
Representative Executive Officer President & CEO	Masaki Sakuyama	
Representative Executive Officer Senior Vice President	Hideyuki Okubo	In charge of Export Control, Factory Automation Systems
Representative Executive Officer Senior Vice President	Yutaka Ohashi	In charge of Automotive Equipment

Senior Vice President	Noritomo Hashimoto	In charge of Corporate Strategic Planning, and Operations of the Associated Companies
Senior Vice President	Yoshiaki Nakatani	In charge of Electronic Systems
Senior Vice President	Yasuyuki Nakanishi	In charge of Communication Systems
Senior Vice President	Masayuki Ichige	In charge of Audit, Government & External Relations, and Public Relations
Executive Officer	Masaharu Moriyasu	In charge of Total Productivity Management & Environmental Programs
Executive Officer	Isao Iguchi	In charge of Advertising, Corporate Marketing
Executive Officer	Toru Yoshinaga	In charge of Information Systems & Network Service
Executive Officer	Nobuyuki Okuma	In charge of General Affairs, and Human Resources
Executive Officer	Akihiro Matsuyama	In charge of Accounting and Finance
Executive Officer	Takashi Sakamoto	In charge of Purchasing
Executive Officer	Takahiro Kikuchi	In charge of Public Utility Systems
Executive Officer	Kenji Kondo	In charge of IT and Research & Development
Executive Officer	Nobuyuki Abe	In charge of Building Systems
Executive Officer	Katsuya Takamiya	In charge of Global Strategic Planning & Marketing
Executive Officer	Takaaki Kukita	In charge of Global Strategic Planning & Marketing
Executive Officer	Takeshi Sugiyama	In charge of Living Environment & Digital Media Equipment
Executive Officer	Nobushi Morooka	In charge of Legal & Compliances, Export Control, Licensing, and Intellectual Property
Executive Officer	Yasuyuki Ito	In charge of Energy & Industrial Systems
Executive Officer	Hideaki Nagatomo	In charge of Living Environment & Digital Media Equipment
Executive Officer	Toru Sanada	In charge of Semiconductor & Device

(4) Directors' and Executive Officers' Compensation (Millions of yen)

	Number Receiving Payment	Compensation Amount
Directors	4	228
Outside Directors	6	67
Executive Officers	22	2,444

Notes: 1. The number of directors receiving compensation does not include outside directors or directors who concurrently hold posts as executive officers.

2. Regarding two executive officers who assumed the office in the 142nd fiscal period, there was a difference amounting to ¥31 million between the total compensation disclosed for the previous fiscal period and the compensation paid during the period under review. Said difference was not included in the amount disclosed in the above graphs.

(5) The Policy for Determining Compensation for Directors and Executive Officers

1. Compensation for directors:

Compensation paid to directors will be a fixed sum and set at deserving level determined after due consideration on the director's duties and various other factors relating to the status of the Company operation. A bonus will be paid upon retirement, to be computed on the basis of such factors as the director's monthly remuneration and years of service.

2. Compensation for executive officers

Consistent with an incentive system that focuses on raising the level of the Company's performance, the compensation paid to executive officers combines a fixed sum with variable portion based on performance level. The fixed sum portion shall be set at deserving level after due consideration on the executive officer's duties and various factors relating to the status of the Company operation. Both the Company's consolidated performance and the individual performance of each executive officer in their area of responsibility are considered in computing performance-based compensation. Retirement bonuses are also paid, based on monthly compensation and years of service. In addition, to provide further incentives for improving the Company's performance and to raise morale, stock options may be granted.

3. Status of the Independent Auditor

(1) Name of the Independent Auditor

KPMG AZSA LLC

(2) Compensation Paid to the Independent Auditor in the Fiscal Year under Review

(Millions of yen)

	Payment
(1) Compensation and other payments to the Independent Auditor by Mitsubishi Electric Corporation	254
(2) A total of financial returns payable on monetary and other assets by Mitsubishi Electric Corporation and its subsidiaries	446

Notes: 1. In its auditing agreements with independent auditors, the Company makes no distinction between compensation for audits as defined by the Companies Act nor for audits as defined under the Financial Instruments and Exchange Law, and there is no objective ground for making such a distinction. The total of compensation for such audits is included in (1) in the above table.

2. Aside from audit work defined in Article 2.1 of the Certified Public Accountant Law, Mitsubishi Electric Corporation has paid the Independent Auditor a fee for advisory services related to assessment of the Company's accounting operations.

3. Ten of the Company's principal subsidiaries have been audited by audit corporations (or accounting firms) other than the Independent Auditor retained by Mitsubishi Electric Corporation. Accounting firms in alliance with the Independent Auditor retained by Mitsubishi Electric Corporation audited nine out of such ten subsidiaries.

(3) Policy on Dismissal or Non-Reappointment of the Independent Auditor

1. The Independent Auditor may be dismissed in the event that it:
 - a. Commits any breach or omission of due fulfillment of the responsibilities of its work;
 - b. Acts in a manner that is inappropriate for an independent auditor; or,
 - c. Is involved in any sort of incident or activity that is deemed to fall within the scope of (a) and (b) above.
2. In additions to the event as contemplated in the item 1 above, for such reasons as (but not limited to) amelioration of the audit quality, the Company may opt, as necessary, not to renew the retention or appointment of the Independent Auditor.

4. Summary of Such Matters as Systems Necessary to Ensure the Properness of Operations of the Company

Item	Details
The matters prescribed by the applicable Ordinance of the Ministry of Justice as those necessary for the execution of the duties of the Audit Committee	Assign employees whose job is exclusively to assist the Audit Committee
	The General Manager of the Corporate Human Resources Division will consult with Audit Committee members regarding the evaluation of performance by and relocation of personnel exclusively reporting to the Audit Committee.
	Establish a structure and system to ensure that executive officers and employees report to the Audit Committee
	Establish the following structures and systems in relation to other audits by the Audit Committee <ol style="list-style-type: none">1. Implement surveys of the Company and its subsidiaries2. Undertake deliberations to determine audit policies, methods implementation status and results by regularly convening debriefing sessions between the Independent Auditor and executive officers in charge of audits

Item	Details
<p>The development of systems necessary to ensure that the execution of duties by executive officers complies with laws and regulations and the Articles of Incorporation</p>	<p>Establish internal regulations ensuring that the executive officers' performance and execution of duties is in accordance with laws and the Articles of Incorporations</p>
<p>Other systems prescribed by the applicable Ordinance of the Ministry of Justice as systems necessary to ensure the properness of operations of the company</p>	<p>Establish internal regulations related to the record keeping and information management regarding executive officers' performance of their duties</p>
	<p>Executive officers shall take responsibility for constructing risk management systems related to possible losses within the areas over which they are appointed. Important matters shall be deliberated at executive officer meetings.</p>
	<p>Executive officers shall take responsibility for ensuring management efficiency within the areas over which they are appointed. Internal auditors shall monitor the status of operations.</p>
	<p>Establish the following systems to ensure that employees execute their work in accordance with laws and the Articles of Incorporation. Internal auditors shall monitor the status of such systems.</p> <ol style="list-style-type: none"> 1. Set internal regulations and action guidelines regarding ethics and compliance 2. Implement an internal whistle-blowing system

Item	Details
	<p>Executive officers shall manage the subsidiaries within the areas over which they are appointed. In addition, the following structures shall be set up in order to ensure the appropriateness of activities within the Mitsubishi Electric Group.</p> <ol style="list-style-type: none"> 1. Establish action guidelines shared throughout the Mitsubishi Electric Group with regard to corporate ethics and compliance 2. Create a specialized organization for integrated management of Mitsubishi Electric Group companies 3. Conduct regular audits of subsidiaries by internal auditors

5. Basic Policy Regarding Control over the Company

At present, Mitsubishi Electric Corporation has not formulated basic policies or anti-takeover measures.

The Company aims to further enhance corporate value in incessant pursuit of growth and *better-than-ever* business results. Through proactive IR activities, Mitsubishi Electric Corporation endeavors to convey timely information to investors and financial markets, regarding the Company's management policies, strategies and business results.

However, due to the possibility that large volumes of shares may be purchased, Mitsubishi Electric Corporation believes it is necessary to take appropriate steps in response to any action not in conformity with the objective of enhancing the Company's corporate value, or in contrary to the common interest of shareholders. Looking forward, the Company will maintain a careful watch over social trends and examine avenues of action.

6. Policy on the Determination of Dividends from Surplus

(1) Medium- to long-term policy

Mitsubishi Electric Corporation shall remain focused on enhancing corporate value as its ultimate objective. The Company aims to maintain a balance between distributing profits that reflect earnings conditions for respective fiscal year and strengthening its financial standings by improving internal reserves. From this perspective, Mitsubishi Electric's fundamental policy is to improve overall shareholder returns.

(2) Dividends for the fiscal year ended March 31, 2014

In the fiscal year ended March 31, 2014, Mitsubishi Electric Corporation decided to pay a fiscal year-end dividend of ¥11 per share in line with its performance and financial standing during the fiscal period.

As a result, the annual dividend for the fiscal year ended March 31, 2014, amounted to ¥17 per share, which includes an interim dividend of ¥6 per share paid on December 3, 2013.

Note: Fiscal year-end dividends will be paid on Tuesday, June 3, 2014

CONSOLIDATED BALANCE SHEET

(March 31, 2014)

(Millions of yen)

Assets		Liabilities	
Current assets:	2,290,007	Current liabilities:	1,494,243
Cash and cash equivalents	418,049	Bank loans and current portion of long-term debt	162,052
Short-term investments	51	Trade payables	758,913
Trade receivables	983,468	Other current liabilities	573,278
Inventories	602,341	Long-term debt	211,426
Other current assets	286,098	Retirement and severance benefits	212,638
Long-term trade receivables	4,813	Other fixed liabilities	94,308
Investments	497,510	Total liabilities	2,012,615
Net property, plant and equipment	649,385	Equity	
Other assets	171,251	Mitsubishi Electric Corp. shareholders' equity	1,524,322
		Common stock	175,820
		Capital surplus	207,089
		Retained earnings	1,139,738
		Accumulated other comprehensive income (loss)	1,957
		Treasury stock, at cost	(282)
		Noncontrolling interests	76,029
		Total equity	1,600,351
Total assets	3,612,966	Total liabilities and equity	3,612,966

CONSOLIDATED STATEMENT OF INCOME

(April 1, 2013 to March 31, 2014)

(Millions of yen)

Net sales	4,054,359
Cost of sales	2,914,589
Selling, general and administrative expenses	900,807
Loss on impairment of long-lived assets	3,791
Operating income	235,172
Other incomes:	
Interest and dividends	7,799
Equity in earnings of affiliated companies	23,153
Other	24,554
	55,506
Other expenses:	
Interest	4,539
Other	37,149
	41,688
Income before income taxes	248,990
Income taxes—current	34,241
Income taxes—deferred	51,957
Net income	162,792
Net income attributable to noncontrolling interests	9,319
Net income attributable to Mitsubishi Electric Corp.	153,473

CONSOLIDATED STATEMENT OF EQUITY

(April 1, 2013 to March 31, 2014)

(Millions of yen)

Items	Mitsubishi Electric Corp. Shareholders' Equity					Total	Noncontrolling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Accumulated other comprehensive income (loss)	Treasury stock, at cost			
Balance at March 31, 2013	175,820	205,945	1,012,027	(93,487)	(235)	1,300,070	66,921	1,366,991
Comprehensive income (loss)								
Net income attributable to Mitsubishi Electric Corp.	—	—	153,473	—	—	153,473	—	153,473
Net income attributable to noncontrolling interests	—	—	—	—	—	—	9,319	9,319
Other comprehensive income(loss), net of tax								
Foreign currency translation adjustments	—	—	—	46,675	—	46,675	5,094	51,769
Pension liability adjustments	—	—	—	(6,756)	—	(6,756)	—	(6,756)
Unrealized gains (losses) on securities	—	—	—	55,591	—	55,591	(35)	55,556
Unrealized gains (losses) on derivative instruments	—	—	—	(66)	—	(66)	(14)	(80)
Net comprehensive income	—	—	153,473	95,444	—	248,917	14,364	263,281
Equity transactions with noncontrolling interests and other	—	1,144	—	—	—	1,144	(5,256)	(4,112)
Dividends paid to Mitsubishi Electric Corp. shareholders' equity	—	—	(25,762)	—	—	(25,762)	—	(25,762)
Purchase of treasury stock	—	—	—	—	(48)	(48)	—	(48)
Reissuance of treasury stock	—	—	—	—	1	1	—	1
Balance at March 31, 2014	175,820	207,089	1,139,738	1,957	(282)	1,524,322	76,029	1,600,351

【Reference】

CONSOLIDATED STATEMENT OF CASH FLOWS

(April 1, 2013 to March 31, 2014)

(Millions of yen)

I Cash Flows from Operating Activities		
1 Net income		162,792
2 Adjustments to reconcile net income to net cash provided by operating activities		
(1) Depreciation	136,583	
(2) Deferred income taxes	51,957	
(3) Decrease in trade receivables	14,812	
(4) Decrease in inventories	18,141	
(5) Decrease (Increase) in other assets	(12,580)	
(6) Increase in trade payables	83,179	
(7) Increase in other liabilities	8,979	
(8) Other, net	(23,376)	277,695
Net cash provided by operating activities		440,487
II Cash Flows from Investing Activities		
1 Capital expenditure		(151,840)
2 Proceeds from sale of property, plant and equipment		4,930
3 Purchase of short-term investments and investment securities		(21,312)
4 Proceeds from sale of short-term investments and investment securities		44,134
5 Other, net		(6,133)
Net cash used in investing activities		(130,221)
III Cash Flows from Financing Activities		
1 Proceeds from long-term debt		193
2 Repayment of long-term debt		(105,445)
3 Increase (Decrease) in short-term debt, net		(73,266)
4 Dividends paid		(25,762)
5 Purchase of treasury stock		(48)
6 Reissuance of treasury stock		1
7 Other, net		(4,694)
Net cash provided by (used in) financing activities		(209,021)
IV Effect of Exchange Rate Changes on Cash and Cash Equivalents		17,923
V Net Increase in Cash and Cash Equivalents		119,168
VI Cash and Cash Equivalents at the Beginning of the Year		298,881
VII Cash and Cash Equivalents at the End of the Year		418,049

BALANCE SHEET

(March 31, 2014)

(Millions of yen)

Assets		Liabilities	
Current assets:	1,380,073	Current liabilities:	1,279,774
Cash and cash equivalents	182,228	Accounts payable-trade	446,722
Notes receivable-trade	716	Short-term loans payable	369,814
Accounts receivable-trade	679,762	Current portion of bonds	30,000
Finished goods	62,377	Lease obligation	4,492
Raw materials	32,033	Accounts payable-other	135,142
Work in process	137,015	Accrued expenses	87,190
Advance payments	66,191	Income taxes payable	920
Deferred tax assets	68,938	Advances received	105,817
Other	150,890	Provision for product warranties	46,020
Allowance for doubtful accounts	(79)	Provision for loss on construction contracts	31,733
Noncurrent assets:	1,041,585	Asset retirement obligations	12
Property, plant and equipment	330,611	Other	21,906
Buildings, net	141,013	Noncurrent liabilities:	372,348
Structures, net	8,751	Long-term loans payable	259,960
Machinery and equipment, net	72,999	Lease obligations	6,276
Vehicles, net	350	Provision for retirement benefits	67,989
Tools, furniture and fixtures, net	24,443	Provision for loss on investments in foreign subsidiaries and affiliates	4,494
Land	38,726	Provision for directors' retirement benefits	1,350
Lease assets, net	8,439	Reserve for competition-law-related expenses	22,866
Construction in progress	35,887	Asset retirement obligations	478
Intangible assets	18,187	Other	8,932
Software	17,956	Total Liabilities	1,652,122
Other	231	Net Assets	
Investments and other assets	692,786	Shareholders' equity:	702,329
Investment securities	222,858	Capital stock	175,820
Stocks of subsidiaries and affiliates	293,646	Capital surplus	181,320
Long-term loans receivable	42,677	Legal capital surplus	181,140
Long-term prepaid expenses	4,016	Other capital surplus	179
Deferred tax assets	54,605	Retained earnings	345,470
Other	87,487	Legal retained earnings	43,955
Allowance for doubtful accounts	(12,506)	Other retained earnings	301,515
		Reserve for special depreciation	1,744
		Reserve for reduction entry	6,037
		General reserve	80,000
		Retained earnings brought forward	213,733
		Treasury stock	(282)
		Valuation and translations adjustments:	67,207
		Valuation difference on available-for-sale securities	67,190
		Deferred gains or losses on hedges	17
		Total Net Assets	769,536
Total assets	2,421,659	Total Liabilities and Net Assets	2,421,659

STATEMENT OF INCOME

(April 1, 2013 to March 31, 2014)

(Millions of yen)

Net sales		2,480,558
Cost of sales		1,932,500
Gross profit		548,058
Selling, general and administrative expenses		449,034
Operating income		99,024
Other incomes		
Interest and dividends	56,872	
Other	13,295	70,168
Other expenses		
Interest	5,436	
Other	36,271	41,708
Ordinary income		127,483
Extraordinary income		
Gain on sales of noncurrent assets	1,276	1,276
Extraordinary loss		
Impairment loss	2,979	2,979
Income before income taxes		125,780
Income taxes-current		(6,206)
Income taxes-deferred		31,668
Net income		100,319

STATEMENT OF CHANGES IN NET ASSETS

(April 1, 2013 to March 31, 2014)

(Millions of yen)

	Shareholders' Equity										Valuation and translation adjustments	
	Capital stock	Capital surplus		Legal retained earnings	Retained earnings				Treasury Stock	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges
		Legal capital surplus	Other capital surplus		Other retained earnings							
					Reserve for special depreciation	Reserve for reduction entry	General reserve	Retained earnings brought forward				
Balance at March 31, 2013	175,820	181,140	179	43,955	2,243	6,106	80,000	138,609	Δ235	627,818	20,954	72
Changes of items during the period												
Reversal of reserve for special depreciation					Δ498			498		—		
Provision of reserve for reduction entry						467		Δ467		—		
Reversal of reserve for reduction entry						Δ536		536		—		
Dividends from surplus								Δ25,762		Δ25,762		
Net income								100,319		100,319		
Purchase of treasury stock									Δ48	Δ48		
Disposal of treasury stock			0						1	1		
Net change of items other than shareholders' equity										—	46,235	Δ55
Total changes of items during the period	—	—	0	—	Δ498	Δ69	—	75,124	Δ46	74,510	46,235	Δ55
Balance at March 31, 2014	175,820	181,140	179	43,955	1,744	6,037	80,000	213,733	Δ282	702,329	67,190	17

Independent Auditor's Report

April 24, 2014

Masaki Sakuyama
President and CEO
Mitsubishi Electric Corporation

KPMG AZSA LLC

Hiroto Kaneko (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Kenji Tanaka (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Terukazu Nagamine (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

We have audited the consolidated financial statements, comprising the consolidated balance sheet, the consolidated statement of income, the consolidated statement of equity and the related notes of Mitsubishi Electric Corporation as at March 31, 2014 and for the year from April 1, 2013 to March 31, 2014 in accordance with Article 444-4 of the Companies Act.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the second sentence of Article 120-2-1 of the Ordinance of Companies Accounting that prescribes some omissions of disclosure items required under U.S. generally accepted accounting principles (see note to consolidated financial statements 1.(1) Basis of Preparation of Consolidated Financial Statements), and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the consolidated financial statements based on our audit as independent auditor. We conducted our audit in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, while the objective of the financial statement audit is

not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above, which were prepared in accordance with the second sentence of Article 120-2-1 of the Ordinance of Companies Accounting that prescribes some omissions of disclosure items required under U.S. generally accepted accounting principles (see note to consolidated financial statements 1.(1) Basis of Preparation of Consolidated Financial Statements), present fairly, in all material respects, the financial position and the results of operations of Mitsubishi Electric Corporation and its consolidated subsidiaries for the period, for which the consolidated financial statements were prepared.

Other Matter

Our firm and engagement partners have no interest in the Company which should be disclosed pursuant to the provisions of the Certified Public Accountants Law of Japan.

Notes to the Reader of Independent Auditor's Report:

The Independent Auditor's Report herein is the English translation of the Independent Auditor's Report as required by the Companies Act.

Corporate Auditors' Report on Consolidated Financial Statements

The Corporate Audit Committee has audited the consolidated balance sheets, the consolidated statements of income, the consolidated statements of shareholders' equity and the notes to consolidated financial statements (hereinafter "financial statements") for the 143rd fiscal period (April 1, 2013 to March 31, 2014). A report covering the methodology and findings of the audit follows.

1. Audit Methodology of the Auditors:

The Company's Corporate Audit Committee received reports from Executive Officers and others in accordance with policies and duties established by the Corporate Audit Committee concerning the consolidated financial statements and other documentation. Where necessary, the Committee sought clarification on these matters. In addition to monitoring and examining the activities of the independent auditor to ensure that it maintains its independent stance and that it conducts its auditing duties properly, the Corporate Audit Committee received reports from the independent auditor regarding the status of its activities and sought clarification where necessary. Furthermore, the independent auditor notified the Committee that it was adhering to "Quality Management Standards Regarding Audits" (Business Accounting Council of the Financial Services Agency, October 28, 2005) to improve its system "to ensure that its duties are properly executed," as stipulated in Article 131 of the "Company Accounting Regulations." The Committee sought clarification where necessary.

Based upon the above methods, the Corporate Audit Committee carefully examined the consolidated financial statements for the fiscal year ended March 31, 2014.

2. Audit Results:

The procedures and report of the audit by the independent auditor, KPMG AZSA LLC, are considered adequate.

April 25, 2014

The Corporate Audit Committee
Mitsubishi Electric Corporation

Ryosuke Fujimoto, Committee Member (full time)
Hiroki Yoshimatsu, Committee Member (full time)
Shigemitsu Miki, Committee Member
Fujiatsu Makino, Committee Member
Hiroshi Obayashi, Committee Member

Note: Shigemitsu Miki, Fujiatsu Makino and Hiroshi Obayashi are Outside Directors as prescribed under Article 2.15 and Article 400.3 of the Corporation Law.

Independent Auditor's Report

April 24, 2014

Masaki Sakuyama
President and CEO
Mitsubishi Electric Corporation

KPMG AZSA LLC

Hiroto Kaneko (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Kenji Tanaka (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

Terukazu Nagamine (Seal)
Designated Limited Liability Partner
Engagement Partner
Certified Public Accountant

We have audited the financial statements, comprising the balance sheet, the statement of income, the statement of changes in net assets and the related notes, and the supplementary schedules of Mitsubishi Electric Corporation as at March 31, 2014 and for the year from April 1, 2013 to March 31, 2014 in accordance with Article 436-2-1 of the Companies Act.

Management's Responsibility for the Financial Statements and Others

Management is responsible for the preparation and fair presentation of the financial statements and the supplementary schedules in accordance with accounting principles generally accepted in Japan, and for such internal control as management determines is necessary to enable the preparation of financial statements and the supplementary schedules that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements and the supplementary schedules based on our audit as independent auditor. We conducted our audit in accordance with auditing standards generally accepted in Japan. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and the supplementary schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements and the supplementary schedules. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial statements and the supplementary schedules, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements and the supplementary schedules in order to design audit procedures that are appropriate in the

circumstances, while the objective of the financial statement audit is not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements and the supplementary schedules.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements and the supplementary schedules referred to above present fairly, in all material respects, the financial position and the results of operations of Mitsubishi Electric Corporation for the period, for which the financial statements and the supplementary schedules were prepared, in accordance with accounting principles generally accepted in Japan.

Other Matter

Our firm and engagement partners have no interest in the Company which should be disclosed pursuant to the provisions of the Certified Public Accountants Law of Japan.

Notes to the Reader of Independent Auditor's Report:

The Independent Auditor's Report herein is the English translation of the Independent Auditor's Report as required by the Companies Act.

Audit Committee Report

The Audit Committee has conducted audits of the Directors and Executive Officers of the Company with regard to their performance of duties during the 143rd fiscal period (April 1, 2013 to March 31, 2014). A report covering the findings of the audit follows.

Audit Methodology and Scope

The Company's Audit Committee monitored and examined the content of resolutions of the Board of Directors related to matters set forth in Article 416, Paragraph 1.1, sections 2 and 5, of the Companies Act, as well as the structure and operational status of the Company's internal control system as set forth in the aforementioned resolutions. To this end, the Audit Committee received periodic reports from Directors, Executive Officers and employees regarding the content of the above resolutions, and where necessary, sought explanations and voiced opinions on these matters. Moreover, in accordance with its established policies and procedures and in collaboration with the divisions in charge of internal control, the Audit Committee attended important meetings, received reports on business activities from Directors and Executive Officers, sought explanations where necessary, perused documents pertaining to important decisions, and surveyed properly the status of business and assets at the Company's head office and key operational facilities. Where necessary, the Corporate Audit Committee sought reports on the operations and assets of subsidiaries.

In addition to monitoring and examining the activities of the independent auditor to ensure that it maintains its independent position and that it conducts its auditing duties properly, the Audit Committee received reports from the independent auditor regarding the status of its activities and sought explanations when necessary. Furthermore, the independent auditor notified the Committee that it was adhering to "Quality Management Standards Regarding Audits" (Business Accounting Council of the Financial Services Agency, October 28, 2005) as it worked to improve its system "to ensure that its duties are properly executed," as stipulated in Article 131 of the "Company Accounting Regulations." The Committee sought clarification where necessary. Based upon the above methods, the Audit Committee carefully scrutinized the Business Report, the financial statements (balance sheets, statements of income, statements of changes in shareholders' equity and notes to non-consolidated financial statements) and the supplementary schedules for the fiscal year ended March 31, 2014.

Audit Results

(1) Results of the Audit of Business Reports and Supplementary Schedules

(a) The Business Report presents fairly, in conformity with applicable laws and regulations and the Company's Articles of Incorporation, the status of the Company.

(b) In executing their duties, the Directors and Executive Officers have not made any significant transactions or actions deemed to be in contradiction of any laws or the Company's Articles of Incorporation.

(c) The content of the Board of Directors' resolutions related to internal control systems as set forth in Article 416, Paragraph 1.1, sections 2 and 5, of the Companies Act is adequate. Moreover, we find no issues of concern with regard to the performance of Directors and Executive Officers in their duties related to internal control systems.

(2) Results of the Audit of Non-Consolidated Financial Statements and Supplementary Schedules

The procedures and report of the audit by the independent auditor, KPMG AZSA LLC, are adequate.

April 25, 2014

The Corporate Audit Committee
Mitsubishi Electric Corporation

Ryosuke Fujimoto, Committee Member (full time)
Hiroki Yoshimatsu, Committee Member (full time)
Shigemitsu Miki, Committee Member
Fujiatsu Makino, Committee Member
Hiroshi Obayashi, Committee Member

Note: Shigemitsu Miki, Fujiatsu Makino and Hiroshi Obayashi are Outside Directors as prescribed under Article 2.15 and Article 400.3 of the Companies Act.