

FOR IMMEDIATE RELEASE

**Notice on Establishment of a Subsidiary (Sub-subsidiary) of
a Consolidated Subsidiary**

Tokyo, October 28, 2019 - Hitachi Capital Corporation (TSE:8586, President & CEO: Seiji Kawabe, "Hitachi Capital") today announced that it has decided to establish a subsidiary (sub-subsidiary) of Hitachi Capital Community Corporation ("Hitachi Capital Community"), a consolidated subsidiary, in the Republic of Indonesia, as follows:

1. Purpose of establishment

"PT HD Properti Indonesia (TBC)" will be established to operate a real estate leasing business in the Republic of Indonesia.

2. Outline of the subsidiary

(1) Name	Hitachi Capital Community Corporation
(2) Address	3-1, Nishi-Shimbashi 1-chome, Minato-ku, Tokyo
(3) Title and name of the representative	Masaki Kanegawa, Representative Director
(4) Business	Real estate development, operation and leasing business
(5) Capital	80 million JPY
(6) Date of establishment	October 1, 2004
(7) Investment ratio	Hitachi Capital: 100%

3. Outline of the new subsidiary (sub-subsidiary)

(1) Name	PT HD Properti Indonesia (TBC)
(2) Address	Jakarta Special Province, the Republic of Indonesia (TBC)
(3) Title and name of the representative	Masaki Kanegawa, President Director
(4) Business	Real estate leasing and its related business in the Republic of Indonesia
(5) Capital	580 billion IDR (circa 4.64 billion JPY)
(6) Investment ratio	Hitachi Capital Community: 63.4%
(7) Relationship with Hitachi Capital	Consolidated subsidiary

Note: 1 IDR=0.008 JPY

4. Schedule

(1) Date of decision	October 28, 2019
(2) Date of establishment	TBD

5. Future prospects

Establishment of the new company is expected to have minimal impact on the consolidated financial result.

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<Reference>

Current consolidated financial performance forecast (announced on August 5, 2019) and the consolidated financial result last fiscal year (Unit: million JPY)

	Revenues	Profit before tax	Net income	Net income attributable to owners of the parent
Forecast for the fiscal year ending March 31, 2020	466,500	45,000	34,000	32,500
Results for the fiscal year ended March 31, 2019	453,253	32,706	18,161	19,363