

## Financial Highlights

Consolidated results for the years ended March 31

	Millions of yen				Thousands of U.S. dollars	
	2006/3	2007/3	2008/3	2009/3	2010/3	2010/3
<b>For the year:</b>						
Net sales	¥ 425,092	¥ 544,244	¥ 565,994	¥ 493,151	¥ 372,450	\$ 4,004,839
Operating income (loss)	10,967	22,983	23,117	(14,740)	(6,381)	(68,613)
Net income (loss)	4,940	8,662	10,708	(53,775)	(9,110)	(97,957)
Free cash flow <sup>1</sup>	6,774	6,513	9,817	(5,334)	(2,743)	(29,495)
Capital expenditures	19,691	21,455	27,823	30,382	13,862	149,054
Depreciation	19,221	19,008	20,503	25,347	21,350	229,570
R&D expenses	10,832	10,000	10,526	11,078	9,612	103,355
<b>At year-end:</b>						
Total assets	338,837	361,892	370,127	278,958	289,016	3,107,699
Net assets	181,542	193,600	200,842	132,853	123,233	1,325,086
Interest-bearing debt	43,604	43,051	37,949	43,913	48,774	524,452
	Yen				U.S. dollars	
	2006/3	2007/3	2008/3	2009/3	2010/3	2010/3
<b>Per share:</b>						
Net income (loss) — basic	13.44	23.84	29.46	(147.92)	(25.04)	(0.27)
Cash dividends	7.00	8.50	8.50	7.25	5.00	0.05
	%					
	2006/3	2007/3	2008/3	2009/3	2010/3	2010/3
<b>Ratios:</b>						
Equity ratio	53.6	52.6	53.3	46.7	41.9	—
Return on equity	2.8	4.7	5.5	(32.8)	(7.2)	—
Return on assets <sup>2</sup>	3.3	6.6	6.3	(4.5)	(2.2)	—
Debt-to-equity ratio	24.0	22.6	19.2	33.7	40.2	—
Number of employees	15,199	15,100	15,917	16,230	15,335	—
Notes: U.S. dollar amounts have been translated, for convenience, at the exchange rate of ¥93=US\$1. See Note 2 of Notes to Consolidated Financial Statements.						
1 Free cash flow is the sum of operating and investing cash flows.						
2 Return on assets is calculated using operating income.						

### Safe Harbor Statement

The performance forecasts and targets in this annual report are based on assumptions that were judged to be valid at the time it was created. Actual performance may be very different from these forecasts and targets. Reasons for any differences include:

- Economic conditions in key markets (in particular, Japan, Asia and the United States)
- Rapid technological changes
- The ability of the Company and other members of the Group to develop new products and new technologies, enter markets in a timely manner, and develop low-cost production capabilities
- Changes in product and material markets and/or market conditions for products and materials

- Changes in exchange rates
- Changes in the fundraising environment
- The ability of the Company and other members of the Group to react to changes in product supply and demand, product market conditions, and changes in currency rates
- Protection of the Company's patents and securing the use of other companies' patents
- Partnerships with other companies for product development
- Changes in stock markets

Notes: 1. Fiscal 2010: April 1, 2009 to March 31, 2010

2. Hitachi Cable's fiscal year runs from April 1 to March 31 of the following calendar year.

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