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### Revised Forecast of Performance and Dividend for Fiscal 2003

Hitachi Cable, Ltd. announces the following revisions to its projected consolidated and non-consolidated results forecast for fiscal 2003, ending March 31, 2003, which was disclosed during its April 25, 2002, announcement of accounts settlement for fiscal 2002 as well as its dividend forecast, which was disclosed during its August 7, 2002, announcement of results forecast for the first half of fiscal 2003 and revision to dividend forecast. These revisions as well as anticipated extraordinary income or loss for fiscal 2003 are as follows.

#### 1. Consolidated financial forecast (April 1, 2002 to March 31, 2003)

	Unit	Net sales	Ordinary income	Net income
Previous forecast (A)	million yen	354,000	4,000	2,800
Revised forecast (B)	million yen	320,000	-1,700	-4,000
(B) - (A)	million yen	-34,000	-5,700	-6,800
(B)/(A) × 100	%	-9.6	-	-
(Reference) Results for fiscal 2002	million yen	353,050	-3,444	-1,488

#### 2. Non-consolidated financial forecast (April 1, 2002 to March 31, 2003)

	Unit	Net sales	Ordinary income	Net income
Previous forecast (A)	million yen	262,000	4,000	3,500
Revised forecast (B)	million yen	240,000	-2,300	-2,000
(B) - (A)	million yen	-22,000	-6,300	-5,500
(B)/(A) × 100	%	-8.4	-	-
(Reference) Results for fiscal 2002	million yen	269,850	-2,738	-263

### 3. Reasons for performance forecast revisions

Both sales for Hitachi Cable and for the Hitachi Cable Group are expected to fall short of initial forecasts due to such factors as weakness in end-user IT demand in North America and other markets and the prolonged trend to curb capital investment. Nevertheless, we expect our profitability to improve in the second half of fiscal 2003 due to the effectiveness of such cost-reducing initiatives as streamlining human resources and decreasing materials procurement costs. However, this is not likely to be sufficient to compensate for the substantial downturn in first-half results. Consequently, the Company anticipates that ordinary income (loss) will fall substantially below initial forecasts on both a consolidated and non-consolidated basis. In addition to this anticipated decline in ordinary income, as explained in item 4 below, Hitachi Cable also foresees recording an extraordinary loss. Hence, we anticipate recording a consolidated net loss of 4.0 billion yen and a non-consolidated net loss of 2.0 billion yen.

### 4. Breakdown of extraordinary income and loss for fiscal 2003

Current estimates of items and amounts of extraordinary income and losses are as follows:

(1) Consolidated (The figures in parentheses are included in the total for extraordinary income and losses arising during the interim period ended September 30, 2002.)

A. Gain on sale of investment securities	8.7 billion yen	( 5.5 billion yen)
B. Gain on sale of land	2.2 billion yen	( 0.7 billion yen)
C. Devaluation of investment securities	-2.8 billion yen	(-2.8 billion yen)
* Including -2.3 billion yen in share of KDDI Submarine Cable Systems Inc.		
D. Loss on sale of investment securities	-1.4 billion yen	(-1.4 billion yen)
* -1.4 billion yen in equity method company Kyoritsu Hiparts Co., Ltd.		
E. Business restructuring expenses	-9.3 billion yen	(-1.6 billion yen)
• Additional early retirement expenses	-5.3 billion yen	(-1.6 billion yen)
• Loss on disposal of assets	-4.0 billion yen	

(2) Non-consolidated (The figures in parentheses are included in the total for extraordinary income and losses arising during the interim period ended September 30, 2002.)

A. Gain on sale of investment securities	8.7 billion yen	( 5.5 billion yen)
B. Gain on sale of land	1.4 billion yen	( 0.1 billion yen)
C. Devaluation of investment securities	-2.8 billion yen	(-2.8 billion yen)
* Including -2.3 billion yen in share of KDDI Submarine Cable Systems Inc.		
D. Business restructuring expenses	-8.0 billion yen	(-0.9 billion yen)
• Additional early retirement expenses	-4.0 billion yen	(-0.9 billion yen)
• Loss on disposal of assets	-4.0 billion yen	

## 5. Revisions to fiscal 2003 dividend forecast

In line with the above revisions to the forecast business results, the forecast cash dividend announced on August 7, 2002, have been revised as follows.

### (1) Revisions to Dividend Forecast

	Interim dividend	Year-end dividend	Annual dividend
Previous forecast (August 7, 2002)	2.50 yen per share	Undecided	Undecided
Revised forecast	2.50 yen per share	2.50 yen per share	5.00 yen per share

### (2) Results for fiscal 2002

	Interim dividend	Year-end dividend	Annual dividend
Dividend per share	5.00 yen per share	2.50 yen per share	7.50 yen per share

#### (Note)

The performance forecasts and targets in this material are based on assumptions that were judged to be valid at the time this material 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, the United States)
- Rapid technological changes (in particular in electronics business)
- The ability of the Company and its subsidiary companies to develop new products and new technologies, enter markets in a timely manner, and develop low-cost production capabilities
- Changes in markets and/or market conditions (in particular, in electronics business)
- Changes in exchange rates
- Changes in the fund raising environment
- The ability of the Company and its subsidiary companies to react to changes in product supply and demand, product market conditions, and changes in exchange rates
- Protection of the Company's patents and securing the use of other companies' patents
- Partnerships with other companies for product development
- Changes in the Japanese stock market