

February 21, 2006

Company Name: Hitachi Cable, Ltd.
President: Norio Sato
Listings: First Section, Tokyo Stock Exchange, Inc.
First Section, Osaka Securities Exchange Co., Ltd.
Code Number: 5812
Contact: Masaaki Ishikawa,
General Manager, Administration Dept.,
Human Resources & Administration Group
TEL: +81-3-6381-1050

Transfer of electronic wire business to Hitachi Cable Fine Tech, Ltd.

Hitachi Cable, Ltd. ("Hitachi Cable") has announced the transfer to Hitachi Cable Fine Tech, Ltd. ("Hitachi Cable Fine Tech") of wire and cable divisions involved handling the development, design, and manufacture of wires for electronic ,as described below. A subsidiary of Hitachi Cable, Hitachi Cable Fine Tech primarily handles the development, design, and manufacture of processed wire products and wiring devices.

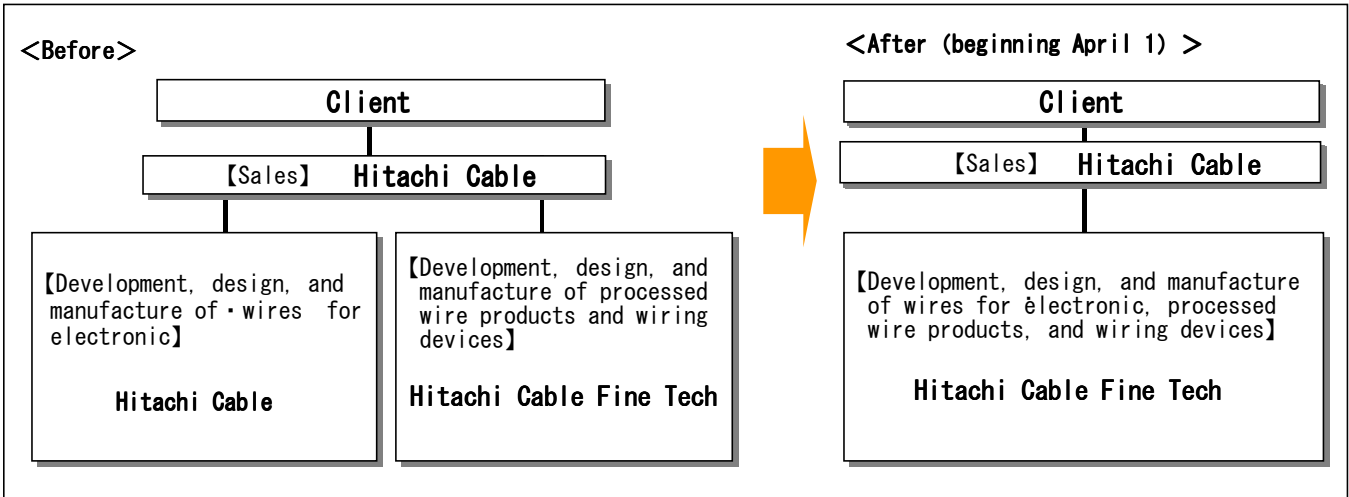
1. Reason for transfer

Seeking to restructure its core wire and cable business, the Hitachi Cable Group is proceeding with group-wide efforts intended to optimize production, improve efficiency, and cut costs. As part of these efforts, it has decided to transfer units in Japan previously handling the development, design, and manufacture of wires for electronic to Hitachi Cable Fine Tech.

In Japan, Hitachi Cable has handled wire manufacture for electronic , while Hitachi Cable Fine Tech manufactured certain wires for electronic ,as well as processed wire products and wiring devices. Overseas, these products have been manufactured by member companies of the Hitachi Cable Group in markets such as China and Southeast Asia. This transfer will concentrate the Group's Japanese units responsible for the development, design, and manufacture of wires for electronic at Hitachi Cable Fine Tech, which develops, designs, and

manufactures various products, including processed wire products and wiring devices. This will consolidate the manufacturing structure for wires for electronic , processed wire products, and wiring devices, strengthening the structure to give it the capacity to meet client needs even more rapidly. Another goal of this transfer is to achieve optimal deployment of business operations from a group-wide perspective by creating a structure for coordinating the Group's entire electronic wires business – including overseas Group companies – revolving around Hitachi Cable Fine Tech.

Hitachi Cable will continue to handle sales of these products.



2. Details of this transfer

(1) Areas of operation subject to transfer:

Units handling development, design, and manufacture of wires for electronic

(2) Performance of the division(s) subject to transfer in the fiscal year ended March 2005:

	Electronic- wires business (a)	Hitachi Cable performance in fiscal year ended March 2005 (b)	Ratio (a/b)
Sales (millions yen)	11,172	258,367	4.3%

(3) Price paid for transferred business

Projected total: approximately 2 billion yen (to be finalized in accordance with the balance of assets held as of March 31, 2006)

(4) Transfer schedule

Date of transfer: April 1, 2006 (planned)

3. Summary of recipient of the transferred business (as of September 30, 2005)

(1) Company name:	Hitachi Cable Fine Tech, Ltd.
(2) Lines of business:	Manufacture and sale of wires for electronic , processed wire products, and wiring devices
(3) Established:	October 1, 1964
(4) Location of headquarters:	4-10-1 Kawajiri-cho, Hitachi-City, Ibaraki Pref.
(5) Representative:	Hideo Matsuo, President
(6) Capital:	360 million yen
(7) Total shares issued and outstanding	720,000
(8) Shareholder equity:	3,671 million yen
(9) Total assets:	6,334 million yen
(10) Fiscal year ends:	March 31
(11) Number of employees:	446
(12) Major customer:	Hitachi Cable
(13) Major shareholder and percentage of shares held:	Hitachi Cable (100%)
(14) Main transaction bank:	Mizuho Bank (Mito Branch)

4. Effects of this transfer on Hitachi Cable business performance

This merger will have minor effects on the non-consolidated business performance of Hitachi Cable. The merger will have no effect on Hitachi Cable's consolidated business performance.