

November 7, 2005

Company Name: Hitachi Cable, Ltd.
President: Norio Sato
Listings: First Section, Tokyo Stock Exchange, Inc.
First Section, Osaka Securities Exchange Co., Ltd.
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**Notice of merger of Hitachi Cable MEC-Tech, Ltd.
and Hitachi Cable Industrial Products, Ltd.**

Hitachi Cable, Ltd. has decided to merge its consolidated subsidiary Hitachi Cable MEC-Tech, Ltd. (hereinafter called Hitachi Cable MEC-Tech) with its consolidated subsidiary Hitachi Cable Industrial Products, Ltd. (hereinafter called Hitachi Cable Industrial Products)

1. Reasons for this merger:

Hitachi Cable MEC-Tech was founded in 1979 as Hitachi Cable FM, Ltd. It changed its name to Hitachi Cable MEC-Tech in 2000, when it absorbed Hitachi Cable Poly-Tech, Ltd. Its primary lines of business are the manufacture and sale of products such as rubber products and electrically insulated molded products. Hitachi Cable Industrial Products was founded in 1956. Its primary lines of business are the manufacture and sale of devices for use with wires and cables.

Currently, the Hitachi Cable group is endeavoring to achieve a more appropriate number of group companies, in order to improve group synergy effects and to strongly promote both reductions in its operating costs and activities related to corporate social responsibility (CSR), as well as proceeding with the thorough implementation of existing management policies and

the sharing of management strategies. As part of these efforts, it has decided to improve operational efficiency and reduce administrative costs by merging Hitachi Cable MEC-Tech with Hitachi Cable Industrial Products.

2. Details of this merger:

- (1) Effective date of merger: January 1, 2006 (planned)
- (2) Method of merger: As the surviving company, Hitachi Cable MEC-Tech will absorb Hitachi Cable Industrial Products.

(3) Consolidation ratio:

	Hitachi Cable MEC-Tech	Hitachi Cable Industrial Products
Consolidation ratio	1.0	1.0

Hitachi Cable MEC-Tech will issue 200,000 new shares of ordinary stock in connection with this merger.

3. Summary of the parties to this merger (as of September 30, 2005):

	Surviving company	Merged company
(1) Company name	Hitachi Cable MEC-Tech, Ltd.	Hitachi Cable Industrial Products, Ltd.
(2) Lines of business	Manufacture of rubber products, recycling of wiring materials, etc.	Manufacture and sale of devices for use with wires and cables
(3) Established	June 1979	June 1956
(4) Location of headquarters	5-1-1 Hitakacho, Hitachi, Ibaraki Prefecture	4-12-1 Hitakacho, Hitachi, Ibaraki Prefecture
(5) Representative	Sadao Nagayama, President and Representative Director	Sadao Nagayama, President and Representative Director
(6) Capital (millions yen)	220	100
(7) Total shares issued and outstanding	400,000	200,000
(8) Shareholders' equity (millions yen)	2,421	704
(9) Total assets (millions yen)	3,529	2,489
(10) Fiscal year ends	End of March	End of March
(11) Number of employees	319	288
(12) Major customers	Hitachi Cable, Ltd.	Hitachi Cable, Ltd.
(13) Major shareholders and percentages of shares held	Hitachi Cable, Ltd. (100%)	Hitachi Cable, Ltd. (100%)
(14) Main transaction banks	Mizuho Bank, Ltd.	Mizuho Bank, Ltd.

(15) Relationships between parties to this merger	Capital relationships:	Both Hitachi Cable MEC-Tech and Hitachi Cable Industrial Products are wholly owned subsidiaries of Hitachi Cable, Ltd.
	Personnel relationships:	Hitachi Cable MEC-Tech and Hitachi Cable Industrial Products directors have been assigned from Hitachi Cable, Ltd.
	Transaction relationships:	Most of Hitachi Cable MEC-Tech's and Hitachi Cable Industrial Products's sales result from orders from Hitachi Cable, Ltd.

(16) Business performance over the three most recent fiscal years

	Hitachi Cable MEC-Tech, Ltd. (Surviving company)			Hitachi Cable Industrial Products, Ltd. (Merged company)		
	FY 2003	FY 2004	FY 2005	FY 2003	FY 2004	FY 2005
Fiscal year						
Sales (millions yen)	8,981	9,179	8,628	7,531	6,680	7,242
Operating income (millions yen)	232	437	647	76	76	293
Ordinary income (millions yen)	225	470	630	107	74	289
Net income (millions yen)	30	180	399	-81	-332	273
Net income per share (yen)	76	451	997	-403	-1,661	1,366
Shareholders' equity per share (yen)	4,689	5,098	5,493	5,143	3,459	5,091

4. Post-merger summary

(1) Company name: Hitachi Cable MEC-Tech, Ltd.

(2) Lines of business: Manufacture and sale of rubber products and devices for use with wires and cables, recycling of wire materials, etc.

(3) Location of headquarters: 5-1-1 Hitakacho, Hitachi, Ibaraki Prefecture

(4) Representative: Sadao Nagayama, President and Representative Director

(5) Capital: 300 million yen

(6) Fiscal year ends: End of March

(7) Effects of this merger on business performance:

This merger will have no effect on the non-consolidated business performance of Hitachi Cable. The effects of this merger on the consolidated business performance of Hitachi Cable are expected to be negligible.