

(Translation Extra Selected)

Non-consolidated Financial Report for fiscal 2001 ended March 31, 2001

April 26, 2001

Name of Listed Company: Hitachi Cable, Ltd.

Stock Exchange where listed (section): Tokyo Stock Exchange (First section)

Osaka Securities Exchange (First section)

Code Number: 5812

Head Office Location: Tokyo

Contact: Shinichiro Suzumura.

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Date of the Board of Directors Meeting at

which the Account Settlement Plan was approved: April 26, 2001

Date of the Regular Stockholders Meeting: June 28, 2001

Existence of Interim Dividend System: Yes.

1. Performance over the year under review (Apr. 1, 2000 – Mar. 31, 2001)

(1) Operating results

	Net sales (¥ million)	Operating income (¥ million)	Ordinary income (¥ million)	Net income (¥ million)
Mar./01	330,426 (12.3%)	18,764 (89.0%)	19,385(147.8%)	7,110 (73.0%)
Mar./00	294,194 (-7.7%)	9,926 (47.9%)	7,822(11.2%)	4,110 (27.0%)

	Net income per share (¥)	Diluted net income per share (¥)	Ratio of net income to shareholder's equity (%)	Ratio of ordinary income to total assets (%)	Ratio of ordinary income to net sales (%)
Mar./01	19.04	18.93	4.1	5.7	5.9
Mar./00	10.93	-	2.5	2.5	2.7

Note:

①Average number of shares outstanding

	Common	Preferred
Mar./01	373,439,339	—
Mar./00	376,200,692	—

②We haven't made change in accounting policy.

③Figures are rounded down to the nearest ¥1 million.

④Figures in parentheses represent % change from the previous year.

(2) Dividends

	Annual dividend per share(¥)		Annual total amount of dividends (¥ million)	Payout ratio (%)	Ratio of dividends to shareholders' equity (%)
	Interim dividend (¥)	Term-end dividend (¥)			
Mar./01	10.00	5.00	3,734	52.5	2.0
Mar./00	10.00	5.00	3,749	91.2	2.3

(3) Financial standing

	Total assets (¥ million)	Shareholders' equity (¥ million)	Shareholders' equity ratio (%)	Shareholders' equity per share (¥)
Mar./01	361,946	182,992	50.6	490.01
Mar./00	320,885	165,815	51.7	444.03

Note: Number of shares outstanding at the end of period (Trading unit: 1,000 shares)

	Common	Preferred
Mar./01	373,448,815	—
Mar./00	373,435,848	—

2. Business results forecast for fiscal year 2002 (Apr. 1, 2001 – Mar. 31, 2002)

	Net sales (¥ million)	Ordinary income (¥ million)	Net income (¥ million)	Annual dividend per share (¥)		
				Interim dividend (¥)	Term-end dividend (¥)	
Sep./01	165,000	8,000	3,700	5.00	—	—
Mar./02	350,000	19,000	10,000	—	5.00	10.00

(Reference) Forecast net income per share (whole year): ¥26.78

1. Non-consolidated Balance Sheet

(¥ million)

	End of fiscal 2000 (A) (Mar. 31, 2000)	End of fiscal 2001 (B) (Mar. 31, 2001)	B-A		End of fiscal 2000 (A) (Mar. 31, 2000)	End of fiscal 2001 (B) (Mar. 31, 2001)	B-A
[Assets]				[Liabilities]			
Current assets	172,819	165,170	-7,648	Current liabilities	80,009	103,309	23,300
Cash and deposits in bank	13,991	11,550	-2,440	Accounts payable	34,379	37,255	2,876
Notes receivable	14,589	15,154	565	Short-term debt	25,628	26,752	1,124
Accounts receivable	76,092	87,170	11,077	Amortized bond	-	10,000	10,000
Negotiable securities	24,771	-	-24,771	Amounts in arrears	4,350	9,625	5,274
Advance payments	868	1,017	149	Corporation tax payable	2,303	5,903	3,600
Products	7,797	7,904	106	Expenses payable	9,439	9,866	427
Materials	3,723	4,524	800	Advances received	1,887	2,174	287
Work in process	21,770	24,425	2,655	Deposits received	1,667	1,622	-45
Deferred income taxes	1,363	2,491	1,128	Others	353	108	-245
Other current assets	8,270	11,890	3,620	Fixed liabilities	75,060	75,644	583
Allowance for doubtful accounts	-420	-960	-540	Bonds	37,798	27,783	-10,014
Fixed assets	148,066	196,776	48,709	Long-term debt	11,107	20,483	9,375
Tangible fixed assets	98,742	113,982	15,240	Accrued severance indemnities	26,154	-	-26,154
Buildings	32,624	34,293	1,668	Accrued pension and severance cost for employees	-	24,353	24,353
Structures	3,158	3,067	-118	Reserve for directors' retirement allowance	-	1,204	1,204
Machinery	45,306	52,086	6,779	Deferred income taxes	-	1,623	1,623
Vehicles and other transportation equipment	168	195	26	Others	-	196	196
Tools, equipment and fixtures	5,983	6,842	859	Total liabilities	155,069	178,953	23,884
Land	8,797	9,058	260	[Shareholders' equity]			
Construction in progress	2,675	8,438	5,762	Paid-in capital	25,940	25,948	7
Intangible fixed assets	1,251	1,474	223	Legal reserve	36,175	36,183	7
Utility rights, etc.	1,251	1,474	223	Capital surplus	29,690	29,698	7
Investment, etc	48,072	81,318	33,246	Profit reserve	6,485	6,485	-
Shares in subsidiaries	14,950	17,452	2,501	Surplus fund	103,699	106,965	3,265
Investment securities	10,508	46,011	35,502	Reserve for loss from overseas investment	11	-	-11
Long-term loans	2,338	6,093	3,755	Special depreciation reserve	177	161	-16
Deferred income taxes	6,703	-	-6,703	Reserve for deferred income taxes on fixed assets	346	402	56
Others	14,230	14,871	641	Reserve for deferred income taxes on special account	36	-	-36
Allowance for doubtful accounts	-660	-3,110	-2,450	Special reserve	89,500	89,500	-
				Retained earnings at the end of year	13,627	16,901	3,274
				(Net income)	(4,110)	(7,110)	(3,000)
				The accumulated changes in fair value carried in the section of equity	-	13,896	13,896
				Total shareholders' equity	165,815	182,992	17,177
Total assets	320,885	361,946	41,061	Total liabilities and shareholders' equity	320,885	361,946	41,061

2. Non-consolidated Statement of Profit and Loss

(¥ million)

	End of fiscal 2000 (A) (Apr. 1, 1999– Mar. 31, 2000)	End of fiscal 2001 (B) (Apr. 1, 2000– Mar. 31, 2001)	B/A (%)
[Recurring profit and loss]			
Net sales	294,194	330,426	112
Cost of sales	247,264	273,765	111
Sales, general and administrative expenses	37,004	37,897	102
Operating income	9,926	18,764	189
Non-operating income and loss			
Non-operating income	3,608	3,917	109
(Interest and dividends received)	(1,825)	(2,229)	122
(Miscellaneous income)	(1,782)	(1,687)	95
Non-operating expenses	5,712	3,296	58
(Interest and discount charge paid)	(1,203)	(1,391)	116
(Miscellaneous losses)	(4,509)	(1,904)	42
Ordinary income	7,822	19,385	248
Extraordinary income	3,535	1,069	30
(Gain on sales negotiable securities)	(3,535)	(1,069)	30
Extraordinary loss	4,774	8,358	175
(The amortization of unrecognized net obligation at transition)	(–)	(3,886)	–
(The amortization for prior service costs)	(2,127)	(–)	–
(Loss on reorganization of business)	(2,000)	(3,556)	178
(Devaluation of investments securities)	(–)	(407)	–
(Credit reserve for bad debt)	(647)	(508)	79
Income before income tax	6,582	12,096	184
Corporation, inhabitant taxes	2,410	7,850	326
Deferred	62	–2,863	–
Net income	4,110	7,110	173
Retaining earnings brought forward	5,253	11,658	222
Adjustment for tax effect of previous years	8,129	–	–
Reversal of allowance/reserve in accordance with tax effect accounting	414	–	–
Interim dividends	1,882	1,867	99
Retirement of treasury stocks	2,397	–	–
Retained earnings at the end of year	13,627	16,901	124

3. Statement of Profit Appropriations

(¥ million)

	Fiscal 2000 (Apr. 1, 1999 – Mar. 31, 2000)	Fiscal 2001 (Apr. 1, 2000 – Mar. 31, 2001)
Retained earning at end of year	13,627	16,901
Reversal of reserve for overseas investment losses	11	–
Reversal of special depreciation reserve	29	31
Reversal of deferred income taxes on fixed assets	14	14
Reserve for deferred income tax on special account	36	–
Total	13,719	16,947
The appropriations are as follows :		
Profit reserve	–	1
Cash dividends	1,867 (ordinary ¥ 5.00)	1,867 (ordinary ¥ 5.00)
Directors' bonuses	110	120
Special depreciation reserve	13	18
Reserve for deferred income taxed on fixed assets	70	3
Special reserve	–	3,000
Retained earnings carried forward	11,658	11,937

4. Note

(1) Notes required by Non-consolidated Financial Statements Regulations of Japan (Excluding Non-consolidated Financial Statements Regulations of Japan Art. 8-6, Art. 8-7 Section 1-(3), Art. 8-12)

- ① Accumulated depreciation of tangible fixed assets
(Mar. 31, 2000) ¥217,300 million (Mar. 31, 2001) ¥227,798 million
- ② Guarantees of loans (including contingent guarantees of loans)
(Mar. 31, 2000) ¥10,797 million (Mar. 31, 2001) ¥6,080 million
- ③ Treasury stocks (¥1 million)
(Number of treasury stocks: 1,645)

(2) Notes required by Non-consolidated Financial Statements Regulations of Japan excluding (1)

① Lease transaction

	Mar. 31, 2000	Mar. 31, 2001
Lease rental expense	¥693 million	¥673 million
Minimum lease payments	¥1,225 million	¥1,193 million

② Securities (As of Mar. 31, 2001)

A. Stocks of subsidiaries and affiliates which are quoted on market

	The amount on balance sheet (A)	Market price (B)	B-A
Subsidiaries' stocks	¥2,309 million	¥4,030 million	¥1,720 million
Affiliates' stocks	—	—	—

B. Other securities which are quoted on market

	The cost of acquisition (A)	The amount on balance sheet (B)	B-A
Stocks	¥11,354 million	¥35,309 million	¥23,955 million
Bond and others	¥2,000 million	¥2,000 million	—

③ Tax effect accounting

Breakdown of deferred tax assets and liabilities by major factors (as of March 31, 2001)

<Deferred tax assets>

Reserve for retirement benefits	¥6,397 million
Accrued employees bonuses	¥1,236 million
Others	¥3,687 million
Subtotal	¥11,321 million

<Deferred tax liabilities>

Difference in valuation of other securities	¥-10,062 million
Others	¥-390 million
Total deferred tax liabilities	¥-10,453 million
Net deferred tax assets	868 million

(3) Increase of shares outstanding by new issue of stocks

A method of issuance: Convert from convertible bonds

Number of stocks issued: 12,967

Issue price: ¥1,177.6

Amount added to capital: ¥7,477,568

5. Change of Directors (As of June 28, 2001)

(1) Representative Director

He is expected to be installed a representative director.

Executive vice president and representative director Naoyoshi Kato

He is expected to retire from his post.

Executive vice president and representative director Yoshihiro Matsuyama

(2) Other directors

Candidates for board directors

Board director Masaru Okazaki

Board director Yasuhiko Ito

Board director Seiichi Ohkubo

Board director Masanori Atsumi

Board director Toshio Shiohata

Board director Kazuhiro Harada

They are expected to retire from their posts

Senior executive managing director Minoru Hirata

Senior executive managing director Norio Satoh

Executive managing director Tokuji Sento

Board director Norio Saito

Board director Masamichi Morishima

Board director Kenichi Kobayashi

We unofficially decided to promote them to upper posts

Senior executive managing director Yasuo Yatsunami

Senior executive managing director Masaru Watanabe

Executive managing director Mitsuru Ohnishi

Executive managing director Nobuo Ando

Executive managing director Kenkichi Fujima