

(Summary)

## Non-consolidated Financial Report for Fiscal 2006 Ended March 31, 2006

April 26, 2006

Name of Listed Company: **Hitachi Cable, Ltd.**

Stock Exchange Where Listed (Section): Tokyo Stock Exchange, Inc. (First Section)  
Osaka Securities Exchange Co., Ltd. (First Section)

Code Number: 5812

Head Office Location: Tokyo

(URL <http://www.hitachi-cable.co.jp>)

President and Representative Director: Norio Sato

Contact: Masaaki Ishikawa

General Manager, Administration Dept., Human Resources & Administration Group

Tel: +81-3-6381-1050

Date of the Regular Shareholders' Meeting: June 28, 2006

Due Date for Disbursement of Dividends: May 30, 2006

Existence of Interim Dividend System: Yes.

Adoption of Stock Trading System: Yes. 1Unit=1,000 Shares

1. Performance over the Year under Review (Apr.1, 2005-Mar.31, 2006)

### (1) Operating results

	Net Sales (Million Yen)	Operating Income (Million Yen)	Ordinary Income (Million Yen)	Net Income (Million Yen)
Mar./06	268,811 ( 4.0%)	3,875 ( 12.4%)	5,945 ( 19.0%)	3,002 ( -14.7%)
Mar./05	258,367 ( 8.7%)	3,449 ( 211.4%)	4,996 ( 248.2%)	3,520 ( - %)

	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)	Ratio of Net Income to Shareholders' Equity (%)	Ratio of Ordinary Income to Total Assets (%)	Ratio of Ordinary Income to Net Sales (%)
Mar./06	8.26	8.26	1.9	2.2	2.2
Mar./05	9.60	9.60	2.2	1.9	1.9

Note:

1. Average Number of Shares Outstanding

	Common	Preferred
Mar./06	363,238,707	-
Mar./05	366,809,361	-

2. Changing in accounting policy: No

3. Figures are rounded to the nearest 1 million yen.

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

### (2) Dividend

	Annual Dividend per Share (yen)			Annual Total Amount of Dividends (Million Yen)	Payout Ratio (%)	Ratio of Dividends to Shareholders' Equity (%)
	Interim Dividend (Yen)	Term-end Dividend (Yen)				
Mar./06	7.00	3.50	3.50	2,543	84.7	1.6
Mar./05	7.00	3.50	3.50	2,557	72.6	1.6

### (3) Financial Standing

	Total Assets (Million Yen)	Shareholders' Equity (Million Yen)	Shareholders' Equity Ratio (%)	Book-value per Share (Yen)
Mar./06	272,417	158,835	58.3	437.24
Mar./05	263,905	157,607	59.7	433.92

Note:

#### 1. Number of Shares Outstanding at the End of Period

	Common	Preferred
Mar./06	363,269,386	-
Mar./05	363,216,307	-

#### 2. Number of Treasury Shares

	Common	Preferred
Mar./06	10,748,788	-
Mar./05	10,801,867	-

### 2 . Business Results Forecast for Fiscal 2007 (Apr. 1, 2006-Mar.31, 2007)

	Net Sales (Million Yen)	Ordinary Income (Million Yen)	Net Income (Million Yen)	Annual Dividend per Share		
				Interim Dividend (Yen)	Term-end Dividend (Yen)	(Yen)
Sep./06	132,000	2,500	800	3.50	-	-
Mar./07	273,000	7,000	3,200	-	3.50	7.00

(Reference) Forecast Net Income per Share (Whole Year): 8.81yen

#### Safe Harbor Statement

The figures contained herein, except actual performance figures, are based on assumptions by management that were judged to be valid at the time these materials were created. Actual performance may be very different from these forecasts and targets.

# 1 . Non-Consolidated Balance Sheet

( million yen )

	End of Fiscal 2005 (A) Mar.31, 2005	End of Fiscal 2006 (B) Mar.31, 2006	B-A		End of Fiscal 2005 (A) Mar.31, 2005	End of Fiscal 2006 (B) Mar.31, 2006	B-A
<b>[ Assets ]</b>				<b>[ Liabilities ]</b>			
<b>Current Assets</b>	<b>110,685</b>	<b>118,272</b>	<b>7,587</b>	<b>Current Liabilities</b>	<b>70,571</b>	<b>82,199</b>	<b>11,628</b>
Cash and Deposits in Bank	309	213	-96	Trade Accounts Payable	43,206	51,949	8,743
Trade Notes Receivable	2,596	2,649	53	Short-term Debt	2,399	11,827	9,428
Trade Account Receivable	57,461	70,135	12,674	Amortized Company Bonds	10,000	-	-10,000
Advance Payments	171	-	-171	Amounts in Arrears	5,555	6,741	1,186
Products	2,157	2,254	97	Corporation Tax Payable	356	215	-141
Raw Materials	2,498	3,501	1,003	Accrued Expenses Payable	6,907	9,304	2,397
Work in Process	16,188	19,465	3,277	Advances Received	625	593	-32
Short-term Loans	15,667	4,167	-11,500	Deposits Received	1,451	1,489	38
Deferred Income Taxes	5,561	3,132	-2,429	Others	72	81	9
Others	8,857	12,846	3,989				
Allowance for Doubtful Account	-780	-90	690				
<b>Fixed Assets</b>	<b>153,220</b>	<b>154,145</b>	<b>925</b>	<b>Fixed Liabilities</b>	<b>35,727</b>	<b>31,383</b>	<b>-4,344</b>
<b>Tangible Fixed Assets</b>	<b>82,570</b>	<b>78,433</b>	<b>-4,137</b>	Company Bonds	5,000	5,000	-
Buildings	31,422	30,211	-1,211	Long-term Debt	18,516	18,408	-108
Structures	2,121	1,813	-308	Reserve for Retirement Benefits	11,543	7,402	-4,141
Machinery	30,816	29,120	-1,696	Reserve for Directors' Retirement Allowance	519	470	-49
Vehicle and Other Transportation Equipment	38	32	-6	Others	149	103	-46
Tools, Equipment and Fixtures	3,695	4,011	316				
Land	7,975	7,901	-74	<b>Total Liabilities</b>	<b>106,298</b>	<b>113,582</b>	<b>7,284</b>
Construction in Progress	6,503	5,345	-1,158				
				<b>[ Shareholders' Equity ]</b>			
<b>Intangible Fixed Assets</b>	<b>5,007</b>	<b>6,246</b>	<b>1,239</b>	<b>Paid-in Capital</b>	<b>25,948</b>	<b>25,948</b>	<b>-</b>
Utility Rights, etc.	5,007	6,246	1,239	<b>Capital Surplus</b>	<b>33,698</b>	<b>34,839</b>	<b>1,141</b>
				Profit Reserve	33,697	34,839	1,142
<b>Investments, etc.</b>	<b>65,643</b>	<b>69,466</b>	<b>3,823</b>	Other Capital Surplus	1	-	-1
Stock Investments in Subsidiaries	30,417	31,995	1,578	Profits on disposition of treasury stocks	1	-	-1
Investment in Securities	19,384	19,144	-240	<b>Profit Surplus</b>	<b>100,914</b>	<b>101,368</b>	<b>454</b>
Long-term Loans	5,786	6,090	304	Profit Reserve	6,512	6,512	-
Deferred Income Taxes	9,382	11,790	2,408	Special Depreciation Reserve	313	370	57
Others	3,064	2,947	-117	Reserve for Deferred Income Taxes on Special Accounts	496	480	-16
Allowance for Doubtful Accounts	-2,390	-2,500	-110	Special reserve	86,964	86,964	0
				Retained Earnings (Loss) at the End of Year	6,629	7,042	413
				The Accumulated Changes in Fair Value Carried in the Section of Equity	1,506	1,123	-383
				Treasury Stock	-4,459	-4,443	16
				<b>Total Shareholders' Equity</b>	<b>157,607</b>	<b>158,835</b>	<b>1,228</b>
<b>Total Assets</b>	<b>263,905</b>	<b>272,417</b>	<b>8,512</b>	<b>Total Liabilities and Shareholders' Equity</b>	<b>263,905</b>	<b>272,417</b>	<b>8,512</b>

## 2 . Non-Consolidated Profit and Loss Sheet

( million yen)

	End of Fiscal 2005 (A) (Apr.1, 2004- Mar.31, 2005)	End of Fiscal 2006 (B) (Apr.1, 2005- Mar.31, 2006)	B / A (%)
〔 Ordinary Income and Loss 〕			
Recurring Income and Loss			
Net Sales	258,367	268,811	104
Cost of Sales	228,779	237,308	104
Sales, General and Administrative Expense	26,139	27,628	106
Operating Income	3,449	3,875	112
Non-operating Income and Loss			
Non-operating Revenues	3,691	4,241	115
(Interest and Dividends Received)	(2,551)	(3,033)	
(Miscellaneous Revenues)	(1,140)	(1,208)	
Non-operating Expenses	2,144	2,171	101
(Interest Paid Expenses)	(707)	(615)	
(Miscellaneous Losses)	(1,437)	(1,556)	
Ordinary Income	4,996	5,945	119
〔 Extraordinary Income and Loss 〕			
Extraordinary Income	2,995	5,147	172
(Profit on Sales of Negotiable Securities)	(1,143)	( - )	
(Profit of Sales of Land)	(1,837)	(1,576)	
(Gain on Securities Contributed to Employee Retirement Benefits)	( - )	(3,519)	
(Others)	(15)	(52)	
Extraordinary Loss	2,332	6,813	292
(Cost for Restructuring)	(1,428)	(2,168)	
(Valuation Loss of Negotiable Securities)	(210)	( - )	
(Impairment Loss)	(630)	(3,457)	
(Expenses involving PCB waste disposal)	( - )	(768)	
(Others)	(64)	(420)	
Income Before Income Tax	5,659	4,279	76
Corporation, Inhabitant Taxes	156	175	112
Deferred	1,983	1,102	56
Net Income	3,520	3,002	85
Retaining Earnings Brought Forward	4,395	5,317	121
Margin from Treasury Stock	-	- 5	-
Interim Dividends	1,286	1,272	99
Retained Earnings at the End of Year	6,629	7,042	106

### 3 . Statement of Profit Appropriations

(million yen)

	Fiscal 2005 (Apr.1, 2004- Mar.31, 2005)	Fiscal 2006 (Apr.1, 2005- Mar.31, 2006)
Retained Earnings at the End of Year	6,629	7,042
Reversal of Special Depreciation Reserve	97	98
Reversal of Deferred Income Taxes on Fixed Assets	16	14
Reversal of Special Reserve	-	-
Total	6,742	7,154
The Appropriations Are as Follows:		
Profit Surplus	-	-
Cash Dividends	1,271	1,272
	(Ordinary 3.50 yen)	(Ordinary 3.50 yen)
Special Depreciation Reserve	154	890
Reserve for Deferred Income Taxes on Fixed Assets	-	-
Retained Earnings Carried Forward	5,317	4,992

### 4 . Notes

#### (1) Matters Related to the Non-Consolidated Balance Sheet

##### Accumulated Depreciation of Tangible Fixed Assets

( Mar.31, 2005 ) 193,740 million yen      ( Mar.31, 2006 ) 202,875 million yen

##### Guarantees of Loans ( Including Contingent Guarantees )

( Mar.31, 2005 ) 6,637 million yen      ( Mar.31, 2006 ) 4,509 million yen

##### Letter of Awareness

( Mar.31, 2005 ) 6,428 million yen      ( Mar.31, 2006 ) 4,728 million yen

##### Promissory Notes Transferred Due to Securitization of Assets

( Mar.31, 2005 ) 6,045 million yen      ( Mar.31, 2006 ) 7,540 million yen

##### Trade Receivable Transferred Due to Securitization of Assets

( Mar.31, 2005 ) 10,606 million yen      ( Mar.31, 2006 ) 6,207 million yen

##### Shareholders' Equity Provided by Commercial Code of Japan Art.124 Section 3

( Mar.31, 2005 ) 1,521 million yen      ( Mar.31, 2006 ) 1,123 million yen

(2) Matters Related to the Consolidated Income Statement of Profit and Loss

Notes concerning impairment of fixed assets:

In the first half of this non-consolidated fiscal year, the Company recorded losses on impairment of the following asset groups.

Location	Purpose	Type	Amount of Loss on Impairment	Reason for Recognition of Loss on Impairment	Amount Recoverable	Method of Calculating Amount Recoverable
Takasago Works and other facilities (Hitachi, Ibaraki Pref.)	Fiber-optics business	Mechanical equipment, supplies, etc.	Machinery: 1,535 million yen Supplies etc.: 560 million yen <hr/> 2,095 million yen	Due to deteriorating business performance resulting from changes in market conditions	Value in use	Value in use calculated using a discount rate of 5%
Minato Works (Hitachi, Ibaraki Pref.)	Submarine optical cable business	Mechanical equipment, supplies, etc.	Machinery: 960 million yen Supplies etc.: 155 million yen <hr/> 1,115 million yen	Due to deteriorating business performance resulting from changes in market conditions	Value in use	Value in use calculated using a discount rate of 5%
Toyora Dormitory (Hitachi, Ibaraki Pref.)	Assets disposed of	Buildings, structures, etc.	Machinery: 235 million yen Supplies etc.: 12 million yen <hr/> 247 million yen	Assets disposed of	Value in use	Value in use estimated as 0

(3) Lease Transaction

These notes are omitted from this report due to the disclosure, using EDINET.

(4) Securities

Shares in subsidiaries or affiliates with market values

No shares in subsidiaries or affiliates had market values as of the end of the previous fiscal year or this fiscal year.

(5) Tax Effect Accounting

Breakdown of Deferred Tax Assets and Liabilities by Major Factors

	[Mar.31, 2005]	[Mar.31, 2006]
< Deferred tax assets >		
Loss Carried Forward	7,691	6,685
Reserve for Retirement Benefits	4,017	5,529
Restructuring Cost	703	703
Accrued Employees Bonuses	1,524	1,582
Impairment loss	254	1,384
Others	2,605	2,799
Subtotal of deferred-tax assets	16,794	18,682
Valuation allowance	-254	-473
Total deferred-tax assets	16,540	18,209
< Deferred Tax Liabilities >		
Difference in Valuation of Other Securities	-1,021	-761
Gains on securities contributed to employee retirement benefits	-	-1,422
Fixed-asset reduction reserve	-325	-316
Special depreciation reserve	-251	-788
Total of deferred-tax liabilities	-1,597	-3,287
Net deferred-tax assets (liabilities)	14,943	14,922

**6. Changes in management (effective June 28, 2006)**

(1) Change in representative:

Not applicable

(2) Changes affecting other executives

Directors

At today's meeting, the Nominating Committee decided to nominate all eight currently serving Directors as candidates for the Board of Directors. These nominations are to be submitted for approval to the regular general meeting of shareholders planned for June 28, 2006.

Executive Officers:

A change in Executive Officers was announced earlier on February 27, 2006.