

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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Some business lines of consolidated subsidiary to be transferred to Hitachi Cable

Hitachi Cable, Ltd. has decided to accept the transfer of the lines of business related to lead-frame sales of its wholly owned consolidated subsidiary Hitachi Cable Precision Co., Ltd., as outlined below.

Hitachi Cable Precision will continue to handle the manufacture of lead frames.

1. Reasons for this transfer

In the Hitachi Cable Group, all aspects of the lead-frame business in Japan, from manufacture through sales, have been handled by Hitachi Cable Precision. However, in recent years customers in the lead-frame market have begun deploying their businesses on a worldwide basis to an even greater extent. For this reason, by incorporating Hitachi Cable Precision's sales business into the parent company itself, Hitachi Cable aims to enhance its competitiveness in the lead-frame business through concentration in the parent company of global sales and marketing functions, as well as the management function covering lead-frame manufacturing companies both in Japan and overseas.

2. Subject of this transfer

Hitachi Cable Precision's lead-frame sales business (actual sales in 2007 fiscal year: 10.4 billion yen)

3. Outline of Hitachi Cable Precision

- (1) Company name: Hitachi Cable Precision Co., Ltd.
- (2) Primary lines of business: manufacture and sale of lead frames
- (3) Date established: December 1, 2000
- (4) Headquarters: Yonezawa, Yamagata Prefecture
- (5) Representative: Kunio Nakagawa
- (6) Capital: 400,000 thousand yen (as of March 31, 2007)
- (7) Number of employees: 372 (as of March 31, 2007)
- (8) Ownership: a wholly owned subsidiary of Hitachi Cable

4. Schedule

May 18, 2007: agreement concluded on transfer of business

June 1, 2007: date of transfer

5. Future projections

With regard to its effects on Hitachi Cable's non-consolidated business performance figures, this transfer is projected to result in an increase of approximately 10.5 billion yen in annual sales, and is anticipated to have only a minor effect on profit.

This transfer will have no effect on Hitachi Cable's consolidated business performance figures.