

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  
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## Information on the parent company

### 1. Name of parent company and other information

(As of March 31, 2007)

Parent company	Attributes	Percentage of voting rights held by parent company (%)	Stock exchanges where shares issued by the parent company are traded
Hitachi, Ltd.	Parent company	53.2 (0.3)	<ul style="list-style-type: none"> <li>• First Section, Tokyo Stock Exchange</li> <li>• First Section, Osaka Securities Exchange</li> <li>• First Section, Nagoya Stock Exchange</li> <li>• Fukuoka Stock Exchange</li> <li>• Sapporo Securities Exchange</li> <li>• New York Stock Exchange (U.S.)</li> </ul>

*Note:* The figure in parentheses under “percentage of voting rights held by parent company” indicates the percentage of voting rights held indirectly.

### 2. Position of the listed company in the group of companies including the parent company, and other relationships between the listed company and the parent company

#### (1) Position of the listed company in the parent group, and transaction, personnel, and capital relationships with the parent company and other group member companies

While maintaining its management independence, as a member of the Hitachi Group, Hitachi Cable participates proactively in the management of the Group, led by the parent company Hitachi, Ltd. As such, one of the Company’s key fundamental policies is achieving further increases in the corporate value of Hitachi Cable and the Hitachi Cable Group by utilizing the management resources of the Hitachi Group to their most effective extent.

Hitachi, Ltd. and other Hitachi Group companies own 53.2% of total shareholders’ voting rights in Hitachi Cable. One of Hitachi, Ltd.’s senior corporate advisors and one of its senior advisors serve concurrently as two of Hitachi Cable’s three outside directors. In addition, the Hitachi Group promotes exchange of human resources between member companies, with 15 employees of Hitachi, Ltd. and other Hitachi Group companies seconded to Hitachi Cable and nine employees of Hitachi Cable seconded to Hitachi, Ltd. and other Hitachi Group companies.

In addition, transaction relationships between Hitachi Cable and Hitachi, Ltd. include the following: financial and consumer loans conducted through the Hitachi Group pooling system, sale of products, provision of services, licensing of trademark use, and real-estate leasing. Hitachi Cable and other members of the Hitachi Group have transaction relationships including sale of products and provision of services.

- (2) Business-related restrictions, risks, and benefits attributable to membership in the parent company's group of companies; effects on management and business activities of transaction, personnel, capital, and other relationships with the parent company and members of its group of companies; and related matters

Maintaining a close cooperative relationship with Hitachi, Ltd. and members of its group of companies, Hitachi Cable carries out its business activities by utilizing the management resources of the Hitachi Group.

Since two of Hitachi Cable's three outside directors serve concurrently as senior corporate advisors or senior advisors of Hitachi, Ltd., through the expression of opinions by these outside directors in Board of Directors meetings the parent company may affect decisions on matters such as Hitachi Cable's management policies.

Seconding of personnel from Hitachi, Ltd. and members of its group of companies is conducted primarily for the purpose of exchange of human resources. As such, seconded personnel from the parent company are not placed in positions that could affect decisions on matters such as Hitachi Cable's management policies. In addition, Hitachi Cable's business activities are not dependent to a large extent on transactions with Hitachi, Ltd. or members of its group of companies.

- (3) Concepts concerning preserving a certain degree of independence from the parent company and measures for doing so

Hitachi Cable applies a fundamental policy of maintaining its own independence and that of its group of companies in their business activities and transactions with Hitachi, Ltd. and members of its group of companies.

Hitachi Cable's Board of Directors is structured as follows: It includes one outside director not hired from Hitachi, Ltd. or its group of companies, two outside directors who serve concurrently as senior corporate advisors or senior advisors of Hitachi, Ltd., and five inside directors. This structure is considered to assure conditions in which the Company is able to make independent management decisions.

Since personnel seconded from Hitachi, Ltd. and its group of companies are accepted primarily for the purpose of exchange of human resources, such seconded personnel are not placed in positions that could affect the independence of Hitachi Cable's management.

Conditions of transactions with Hitachi, Ltd. and members of its group of companies are decided on in a reasonable manner, based on mutual consultation taking into consideration market prices and other matters.

(4) Ensuring a certain degree of independence from the parent company

The status of appointment of directors serving concurrent executive or other positions with Hitachi, Ltd. and personnel seconded from Hitachi, Ltd. and members of its group of companies is such that it will not impede Hitachi Cable's independent management decision-making. In addition, Hitachi Cable's business activities are not dependent to a large extent on transactions with Hitachi, Ltd. or members of its group of companies. For these reasons, Hitachi Cable is considered to have ensured a certain degree of independence from its parent company.

Executives serving concurrent positions with the parent company

(As of March 31, 2007)

Position	Name	Position with parent company	Reason for appointment
Outside director	Hiroshi Kuwahara	Special advisor of Hitachi, Ltd.	To reflect in Hitachi Cable's management the broad-ranging judgment and wealth of experience as a manager gained over the course of many years in management of Hitachi, Ltd. and members of its group of companies, and to ensure coordination with the Hitachi Group.
Outside director	Katsukuni Hisano	Senior advisor of Hitachi, Ltd.	To reflect in Hitachi Cable's management the broad-ranging judgment and wealth of experience as a manager gained over the course of many years in management of Hitachi, Ltd. and members of its group of companies, and to ensure coordination with the Hitachi Group.

3. Transactions with the parent company

In the 2007 fiscal year (April 1, 2006 - March 31, 2007), the status of transactions with Hitachi, Ltd. was as shown below:

Transaction	Amount	Account	End-of-year balance
Borrowing of funds	2,845 million yen	Short-term Debts	6,728 million yen

Transaction conditions and policies for deciding on these:

Interest rates on funds borrowed from the parent company are determined in a fair and reasonable manner taking market interest rates into consideration. Since these loans have been made using a system for the lending of funds centered on Hitachi, Ltd., transaction amounts are expressed in net amounts.