

Financial Report for First Quarter of Fiscal 2009

Ending March 31, 2009

July 29, 2008

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

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

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Scheduled date for quarterly report submission: August 14, 2008

Note: Figures are rounded off to the nearest 1 million yen.

1. Performance over the year under review (Apr. 1, 2008-Jun. 30, 2008)

(1) Operating Results

	Net Sales (Million yen)	Operating Income (Million yen)	Ordinary Income (Million yen)	Net Income (Million yen)
	%	%	%	%
Jun./08	136,957 (—)	2,921 (—)	3,647 (—)	1,943 (—)
Jun./07	132,440 (10.0)	3,790 (83.2)	4,900 (138.3)	3,111 (206.5)

	Net Income Per Share (Yen)	Diluted Net Income Per Share (Yen)
Jun./08	5.34	5.34
Jun./07	8.56	8.55

Note: Figures in parentheses represent % change from same term of the previous year.

(2) Financial Standing

	Total Assets (Million yen)	Net Assets (Million yen)	Equity Ratio (%)	Net Assets Per Share (yen)
Jun./08	387,644	196,389	49.9	531.72
Mar./07	370,127	200,842	53.3	543.09

Note: Equity Jun./08 193,303 million yen Mar./08 197,438 million yen

2. Dividends

(Base Date)	Dividends Per Share				
	Jun.30	Sept.30	Dec.31	Mar.31	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Mar./08	—	4.25	—	4.25	8.50
Mar./09	—	—	—	—	—
Mar./09 (Forecast)	—	4.25	—	4.25	8.50

Note: Revisions made this quarter to forecast dividends (Y/N): N

3. Business results forecast for fiscal year 2009 (Apr. 1, 2008-Mar. 31, 2009)

	Net Sales (Million yen)	Operating Income (Million yen)	Ordinary Income (Million yen)	Net Income (Million Yen)	Net Income Per Share (Yen)
	%	%	%	%	
Sep./08	282,000 (—)	6,500 (—)	7,200 (—)	4,100 (—)	11.28
Mar./09	580,000 (2.5)	16,500 (-28.6)	17,000 (-21.4)	9,800 (-8.5)	26.96

Note: Figures in parentheses represent % change from same term of the previous year.

Note: Revisions made this quarter to consolidated business performance forecast (Y/N): Y

Non-consolidated Business Results Forecast (Reference)

Non-consolidated business results forecast for fiscal year 2009 (Apr. 1, 2008-Mar. 31, 2009)

	Net Sales (Million yen)	Operating Income (Million yen)	Ordinary Income (Million yen)	Net Income (Million Yen)	Net Income Per Share (Yen)
	%	%	%	%	
Sep./08	170,000 (—)	2,100 (—)	3,800 (—)	2,800 (—)	7.70
Mar./09	349,000 (-0.1)	5,500 (-50.4)	8,900 (-26.1)	6,800 (9.8)	18.70

Note: Figures in parentheses represent % change from same term of the previous year.

Note: Revisions made this quarter to non-consolidated business performance forecast (Y/N): Y

4. Other Notes

(1) Significant changes in key subsidiaries during the first quarter of this fiscal year (changes in designated subsidiaries resulting from changes in the scope of consolidation) (Y/N): N

(2) Application of simplified accounting or special accounting used to prepare these quarterly consolidated financial statements (Y/N): Y

Note: For details, see "4. Other Notes" under "Qualitative information, financial statements, etc." on page 5.

(3) Changes in accounting principles, procedures, methods of representation, etc., in preparing quarterly consolidated financial statements (covered under Important Changes to Bases for Preparing Quarterly Consolidated Financial Statements)

(i) Changes resulting from changes to accounting standards etc. (Y/N): Y

(ii) Changes other than those noted under "(i)" above (Y/N): Y

Note: For details, see "4. Other Notes" under "Qualitative information, financial statements, etc." on page 5.

(4) Number of shares outstanding (Common)

(i) Number of shares outstanding at the end of period (including treasury stock)	Jun./08	374,018,174	Mar./08	374,018,174
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(ii) Number of treasury stock at the end of period	Jun./08	10,477,129	Mar./08	10,469,883
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(iii) Average shares this quarter (consolidated total through this quarter)	Jun./08	363,545,645	Jun./07	363,397,953
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*** Notes concerning appropriate use of business performance forecasts and other matters**

1. Caution on statements regarding the future

The forecasts of business performance and other statements regarding the future in this document are based on information obtained by the Company as of the time of preparation of this document and upon certain assumptions deemed reasonable. Due to various factors, actual business performance and other results may vary significantly from these forecasts.

See "3. Qualitative information on forecasts of consolidated business performance" under "Qualitative information, financial statements, etc." on page 3 concerning the content of the assumptions used in forecasting business performance, cautions concerning the use of forecasts of business performance, and related matters.

2. Application of quarterly accounting standards

Beginning this consolidated fiscal year, Hitachi Cable is applying the *Accounting Standard for Quarterly Financial Statements* (Accounting Standards Board of Japan Statement No.12) and *Implementation Guidance for Accounting Standard for Quarterly Financial Statements* (ASBJ Guidance No.14). Hitachi Cable is also preparing quarterly consolidated financial statements in accordance with the regulations for quarterly consolidated financial statements.

【Qualitative information, financial statements, etc.】

1. Qualitative information on consolidated business performance

Despite the strong yen, sales during the first quarter of this fiscal year rose 3% over the first quarter of the previous fiscal year to 136,957 million yen, driven by strong performance in the information and telecommunications networking segment and growth in the scope of consolidation due to acquisitions, among other factors. A strong yen, along with revisions in the Corporation Tax Law that reduced the service life of machinery and thereby increased depreciation, caused operating income to fall 23% from the first quarter of the previous fiscal year to 2,921 million yen and ordinary income by 26% to 3,647 million yen. In addition, net income fell 38% from the first quarter of the previous fiscal year to 1,943 million yen.

An overview of performance for each business segment is given below. Sales figures for each segment include internal sales and transfers between segments.

Wires and cables

Sales of industrial and power cables were strong this quarter, as were sales of magnet wires for uses such as automotive electronic components and heavy electrical machinery. Sales of electronic wires and wiring devices were slow due to factors such as slowing demand for use in semiconductor equipment.

As a result, sales in this segment totaled 69,541 million yen. Operating income in this segment totaled 1,923 million yen.

Information and telecommunications networking

Information-network sales were strong as shipments of products for use in next-generation telecommunications networks concentrated in this quarter. Optical submarine cables maintained strong performance, backed by booming demand. Sales of wireless systems also remained strong, focusing on use in mobile-phone base stations.

As a result, sales in this segment totaled 20,604 million yen. Operating income in this segment totaled 1,600 million yen.

Sophisticated materials

Sales of compound semiconductors were continued their upward climb, focusing on sales for use in electronic devices. However, profits in this field were low due to increased depreciation following changes in the service life of machinery. Sales of semiconductor packaging materials were affected by falling sales prices, focusing on chip-on-film (COF) products for use in liquid crystal display (LCD) panels.

While the auto parts sector saw rising sales due to factors such as the effects of the addition of new consolidated subsidiaries, in profits, this sector proved unable to shake off the effects of rising raw-material prices.

In the area of copper products, while sales of copper strips for semiconductor use were strong, profits in this area were affected by increased depreciation following changes in the service life of machinery.

As a result, sales in this segment totaled 52,158 million yen. Operating loss in this segment totaled 720 million yen.

Other businesses

Sales in this segment, comprised of logistics and other operations, were 4,335 million yen. Operating income in this segment was 139 million yen.

2. Qualitative information on consolidated financial conditions

Consolidated Balance Sheet

At the end of the first quarter of this consolidated fiscal year, total assets were 387,644 million yen, for an increase of 17,517 million yen from the end of the previous consolidated fiscal year. Of this figure, current assets totaled 214,286 million yen, for an increase of 12,208 million yen from the end of the previous consolidated fiscal year, due primarily to an increase of 10,888 million yen in inventories. Fixed assets increased by 5,309 million yen from the end of the previous consolidated fiscal year to 173,358 million yen, due primarily to growth

of 4,551 million yen in tangible fixed assets.

Liabilities totaled 191,255 million yen, an increase of 21,970 million yen from the end of the previous consolidated fiscal year. This increase was due primarily to an increase of 14,631 million yen in short-term debt.

Net assets totaled 196,389 million yen, for a decrease of 4,453 million yen from the end of the previous consolidated fiscal year. This decrease was due primarily to a decrease of 4,632 million yen in foreign-currency translation adjustments.

3. Qualitative information on forecasts of consolidated business performance

The business environment in which the Hitachi Cable Group currently operates is characterized by increasing uncertainty created by factors such as continuing increases in the cost of energy and raw materials and a strong yen, in addition to a continuing global economic slowdown. Given these conditions, the Hitachi Cable Group is resolutely seeking to strengthen its business foundations and nurture growth businesses under its Plan "BEGIN" medium-term management plan. In general, the Group's businesses are progressing as initially planned.

In the meantime, Hitachi Cable, Ltd. and its consolidated subsidiaries in Japan have revised their accounting methods in response to revisions in the tax system, reducing the durable lives of machinery. As a result, depreciation is forecast to increase by approximately 3.9 billion yen (non-consolidated: approximately 2.8 billion yen) over the course of the entire year.

In light of these circumstances, for forecasts of both consolidated and non-consolidated business performance for the period through the second quarter of fiscal 2009 (April 1, 2008 - September 30, 2008) and for the entire fiscal year (April 1, 2008 - March 31, 2009), the figures announced with the *Financial Report for Fiscal 2008 Ended March 31, 2008* issued April 28, 2008 have been revised as follows.

(1) Revisions to forecasts of business performance through second year-to-date quarterly period (Apr. 1, 2008-Sep. 30, 2008)

(i) Consolidated

	Sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A) (Announced April 28, 2008)	282,000	9,000	9,000	5,500	15.13
Revised forecast (B)	282,000	6,500	7,200	4,100	11.28
Difference: (B) - (A)	—	-2,500	-1,800	-1,400	-3.85
Percentage change (%)	—	-27.8	-20.0	-25.5	-25.4
Reference: Performance in first half of previous fiscal year Half ended September 30, 2007	277,468	10,938	11,366	6,840	18.82

(ii) Non-consolidated

	Sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A) (Announced April 28, 2008)	170,000	2,400	3,700	2,600	7.15
Revised forecast (B)	170,000	2,100	3,800	2,800	7.70
Difference: (B) - (A)	—	-300	100	200	0.55
Percentage change (%)	—	-12.5	2.7	7.7	7.7
Reference: Performance in first half of previous fiscal year Half ended September 30, 2007	170,157	5,846	7,620	5,210	14.33

*Units: For sales, operating income, ordinary income, and net income, million yen; for net income per share, yen

(2) Revisions to forecasts of business performance for full year (Apr. 1, 2008 - Mar. 31, 2009)

(i) Consolidated

	Sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A) (Announced April 28, 2008)	580,000	21,000	21,000	12,500	34.38
Revised forecast (B)	580,000	16,500	17,000	9,800	26.96
Difference: (B) - (A)	—	-4,500	-4,000	-2,700	-7.42
Percentage change (%)	—	-21.4	-19.0	-21.6	-21.6
Reference: Performance in previous fiscal year Year ended March,31 2008	565,994	23,117	21,639	10,708	29.46

(ii) Non-consolidated

	Sales	Operating income	Ordinary income	Net income	Net income per share
Previously announced forecasts (A) (Announced April 28, 2008)	349,000	7,400	10,500	7,000	19.26
Revised forecast (B)	349,000	5,500	8,900	6,800	18.70
Difference: (B) - (A)	—	-1,900	-1,600	-200	-0.56
Percentage change (%)	—	-25.7	-15.2	-2.9	-2.9
Reference: Performance in previous fiscal year Year ended March,31 2008	349,193	11,088	12,050	6,195	17.04

*Units: For sales, operating income, ordinary income, and net income, million yen; for net income per share, yen

4. Other Notes

- (1) Significant changes in key subsidiaries during the first quarter of this fiscal year (changes in designated subsidiaries resulting from changes in the scope of consolidation): Not applicable
- (2) Application of simplified account processing or special account processing in preparation of quarterly financial statements

Special account processing for preparing quarterly consolidated financial statements

Estimated tax costs:

Estimated tax costs were calculated by estimating a reasonable estimate of the effective tax rate after application of tax-effect accounting to net income before taxes for the consolidated fiscal year including this first quarter, then multiplying fiscal net income before taxes by this estimated effective tax rate.

Adjustments to corporate tax and other taxes are included in the figure for corporate, residence, and enterprise taxes.

- (3) Changes in accounting principles, procedures, methods of representation, etc. involved in preparation of quarterly financial statements

(Changes in account processing)

- (i) Beginning this consolidated fiscal year, Hitachi Cable applied the *Accounting Standard for Quarterly Financial Statements* (Accounting Standards Board of Japan Statement No. 12) and *Implementation Guidance for Accounting Standards for Quarterly Financial Statements* (ASBJ Guidance No. 14). Hitachi Cable also prepared quarterly consolidated financial statements in accordance with principles for quarterly non-consolidated financial statements.

- (ii) Changes in standards and methods of assessment of key assets

Inventory assets

In the past, inventory assets held for ordinary sale purposes have been assessed through the lower of the cost-or-market method using the periodic averaging method.

However, starting the first quarter of this consolidated fiscal year, inventory assets are assessed primarily through the cost method (for figures on the Balance Sheet, devaluating book value based on declines in profitability) by the periodic average method. This change is in accordance with application of *Accounting Standards for Inventory Assessment* (ASBJ Statement No. 9, July 5, 2006).

As a result, operating income, ordinary income, and net income before taxes have each decreased by 301 million yen.

- (iii) Application of *Practical Solutions for Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements*

Beginning with the first quarter of this consolidated fiscal year, Hitachi Cable has applied the *Practical Solutions for Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements* (ASBJ Practical Issues Task Force Report No.18, May17,2006), making the necessary revisions to consolidated financial statements.

This change has had only slight effects on profit and loss.

- (iv) Application of *Accounting Standards for Lease Transactions*

In the past, Hitachi Cable processed accounting for finance lease transactions other than those involving transfer of ownership in accordance with methods used for rental transactions. However, since the *Accounting Standards for Lease Transactions* (ASBJ Statement No. 13 [Subcommittee I, Business Accounting Council; June 17, 1993, revised March 30, 2007]) and *Implementation Guidance on Accounting Standards for Lease Transactions* (ASBJ Implementation Guidance No. 16 [Accounting System Committee, Japanese Institute of Certified Public Accountants; January 18, 1994, revised March 30, 2007]) may be applied to quarterly consolidated financial statements in consolidated fiscal years from April 1, 2008 or later, Hitachi Cable has applied these standards beginning the first quarter of this consolidated fiscal year, processing accounting for finance lease transactions other than those involving transfer of ownership, with leases beginning April 1, 2008, or later, in accordance with the account processing used for ordinary purchase transactions. In addition, the method of depreciation applied to leased assets related to finance lease transactions other than those involving transfer of ownership is the straight-line method, using the term of the lease as the service life of the asset and setting its residual value to zero.

Finance lease transactions other than those involving transfer of ownership with leases beginning before the start of the fiscal year in which the accounting standards for lease take effect will continue to be processed in accordance with methods used for ordinary lease transactions.

Since no finance lease transactions other than those involving transfer of ownership with leases beginning April 1, 2008, or later occurred during the first quarter of this consolidated fiscal year, this change had no effect on income.

- (v) Standards for conversion of key assets or liabilities denominated in foreign currency into Japanese yen

In the past, assets and liabilities and revenues and expenditures of overseas subsidiaries and other facilities were converted to yen using spot exchange rates as of the dates of settlement at overseas subsidiaries and other facilities, with any difference resulting from such conversion included in booking of foreign-currency translation adjustments and minority interests. However, beginning with the first quarter

of this consolidated fiscal year, such revenues and expenditures were converted into yen using average exchange rates over the relevant period, in accordance with relevant accounting principles.

This change is intended to better reflect changes in market exchange rates in conversion of revenues and expenses arising throughout the consolidated fiscal year for recording in consolidated financial statements for the consolidated fiscal year, thereby representing business conditions more accurately.

This change has had only slight effects on income.

(Additional information)

Changes in service lives of tangible fixed assets

As a result of a review of the service lives of machinery at Hitachi Cable and its domestic subsidiaries conducted in response to the amendment of the Corporation Tax Law, it has been projected that improvements to and renovation of facilities will be conducted over even shorter periods of time than in the past, due primarily to shortening of product life cycles.

For these reasons, operating income, ordinary income, and net income before taxes and other adjustments have each decreased by 553 million yen.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Units: million yen)

	End of 1st quarter of fiscal 2009 (Jun. 30, 2008)	End of Fiscal 2008 (Mar. 31, 2008)
(Assets)		
Current assets		
Cash and cash equivalents	9,482	9,902
Trade receivables	117,368	115,241
Securities	250	—
Products	18,459	13,990
Raw materials	13,806	12,348
In-process inventories	38,395	33,434
Deferred income tax	4,981	5,052
Other	12,184	12,774
Allowance for doubtful accounts	-639	-663
Total current assets	214,286	202,078
Fixed assets		
Tangible fixed assets		
Buildings and structures	113,198	109,697
Cumulative depreciation	-65,484	-65,584
Buildings and structures (net)	47,714	44,113
Machinery, vehicles, and tools	279,331	279,240
Cumulative depreciation	-223,049	-223,129
Machinery, vehicles, and tools (net)	56,282	56,111
Land	10,305	9,143
Construction in progress	7,492	7,875
Total tangible fixed assets	121,793	117,242
Intangible fixed assets		
Goodwill	924	—
Other	8,305	7,844
Total intangible fixed assets	9,229	7,844
Investments and other assets		
Negotiable securities	20,037	20,161
Long-term loans	3,016	3,020
Prepaid pension expenses	4,032	4,259
Deferred income tax	10,475	10,461
Other	7,624	7,919
Allowance for doubtful accounts	-2,848	-2,857
Total investments and other assets	42,336	42,963
Total fixed assets	173,358	168,049
Total assets	387,644	370,127

(Units: million yen)

	End of 1st quarter of fiscal 2009 (Jun. 30, 2008)	End of Fiscal 2008 (Mar. 31, 2008)
(Liabilities)		
Current liabilities		
Trade payables	81,443	78,385
Short-term debt	29,080	14,449
Corporate tax payable	1,721	2,743
Other	27,585	28,528
Total current liabilities	139,829	124,105
Fixed liabilities		
Company bonds	5,000	5,000
Long-term debt	23,577	18,500
Deferred tax liabilities	657	379
Retirement and severance benefits	20,714	20,042
Reserve for directors' retirement allowances	864	851
Other	614	408
Total fixed liabilities	51,426	45,180
Total liabilities	191,255	169,285
(Net assets)		
Shareholders' equity		
Common stock	25,948	25,948
Capital surplus	31,534	31,534
Retained earnings	141,488	141,090
Treasury stock	-4,359	-4,356
Total shareholders' equity	194,611	194,216
Valuation and translation adjustments		
Net unrealized holding gains on securities	1,596	1,517
Deferred hedging gains/losses	374	351
Foreign currency translation adjustments	-3,278	1,354
Total valuation and translation adjustments	-1,308	3,222
Minority investments	3,086	3,404
Total net assets	196,389	200,842
Total liabilities and net assets	387,644	370,127

(2) Quarterly Consolidated Statement of Profit and Loss

Consolidated total through first year-to-date quarterly period

(Units: million yen)

	Consolidated first year-to-date quarterly period (Apr. 1, 2008 - Jun. 30, 2008)
Net sales	136,957
Cost of sales	120,309
Total return on sales	16,648
Sales and general administrative expenses	13,727
Operating income	2,921
Non-operating income	
Interest received	72
Dividends received	61
Investment income by equity method	589
Other non-operating income	772
Total non-operating income	1,494
Non-operating expenses	
Interest expense	400
Other non-operating expenses	368
Total non-operating expenses	768
Ordinary income	3,647
Extraordinary income	
Gains on sale of negotiable securities	23
Other extraordinary income	2
Total extraordinary income	25
Extraordinary losses	
Loss on elimination of fixed assets	206
Other extraordinary losses	4
Total extraordinary losses	210
Net income before taxes and other adjustments	3,462
Corporate, residence, and enterprise taxes	1,381
Gains to minority investors	138
Net income	1,943

Beginning this consolidated fiscal year, Hitachi Cable applied the Accounting Standard for Quarterly Financial Statements (Accounting Standards Board of Japan Statement No. 12) and Implementation Guidance for Accounting Standards for Quarterly Financial Statements (ASBJ Guidance No. 14). Hitachi Cable also prepared quarterly consolidated financial statements in accordance with principles for quarterly consolidated financial statements.

(3) Facts or circumstances casting doubt on going-concern assumptions : Not applicable

(4) Segment Information

【Sales Results for Each Segment by Business Type】

Consolidated first year-to-date quarterly period (Apr. 1, 2008-Jun. 30, 2008)

(Units: million yen)

	Wires and Cables	Information and Telecommunications Networking	Sophisticated Materials	Other Businesses	Total	Eliminated or Companywide	Consolidated
Net sales							
(1) Sales to Customers	66,817	19,131	50,313	696	136,957	—	136,957
(2) In-house Sales or Transfer between Operating Segments	2,724	1,473	1,845	3,639	9,681	(9,681)	—
Total	69,541	20,604	52,158	4,335	146,638	(9,681)	136,957
Operating Income	1,923	1,600	-720	139	2,942	(21)	2,921

(Note 1) As a rule, business operation is divided according to similarities of manufacturing processes, usage and selling methods.

(Note 2) Major products in each segment

Segment	Major products
Wires and Cables	Industrial cables, magnet wires, electronic wires, wiring devices, cables for power use (aluminum wires, constructions), etc.
Information and Telecommunications Networking	Information networks (information network equipment, network integration, optical components), wireless systems (high-frequency / wireless system), telecommunications cables (optical submarine cables, fiber optic cables, metal telecommunications cables), etc.
Sophisticated Materials	Compound semiconductors, auto parts (hoses, sensors, etc.), semiconductor packaging materials (TAB, lead frames), copper products (copper tubes, copper strips, copper products for electrical use), etc.
Other Businesses	Logistics, etc

(Note 3) Because operating expenses are allocated in their entirety to individual business segments, there are no unallocatable operating expenses in the “eliminated or company-wide” item.

【Sales Results by Location】

Consolidated first year-to-date quarterly period (Apr. 1, 2008-Jun. 30, 2008)

(Units: million yen)

	Japan	Others	Total	Eliminated or Companywide	Consolidated
Net Sales					
(1) Sales to Customers	108,745	28,212	136,957	—	136,957
(2) In-house Sales or Transfer between Operating Segments	10,038	1,557	11,595	(11,595)	—
Total	118,783	29,769	148,552	(11,595)	136,957
Operating Income	2,537	360	2,897	24	2,921

(Note1) It is omitted to mention business results by country or region in the term under review, because every ratio of sales of country or region in total net sales are less than 10%.

(Note2) Others . . . U.S.A., Thailand, China, etc.

(Note3) Because operating expenses are allocated in their entirety to individual business segments, there are no unallocatable operating expenses in the "eliminated or company-wide" item.

【Overseas】

Consolidated first year-to-date quarterly period (Apr. 1, 2008-Jun. 30, 2008)

	Asia	North America	Others	Total
I Overseas (Million Yen)	25,040	9,840	2,288	37,168
II Consolidated Sales (Million Yen)	—	—	—	136,957
III Ratio of Overseas Sales in Consolidated Sales (%)	18.3	7.2	1.6	27.1

(Note 1) As a rule, countries or regions are divided according to geographical proximity to each other.

(Note 2) Main Countries or regions

- (1) Asia . . . China, South Korea, Thailand, Singapore, etc.
- (2) North America . . . U.S.A., Canada
- (3) Other countries . . . Italy, U.K., etc.

(Note 3) Overseas sales represent sales made by the Company and its consolidated subsidiaries in countries or regions other than Japan.

(5) Notes on notable changes in amount of shareholder equity (if applicable): Not applicable

(Reference)

Consolidated Financial Statements

1st quarter of fiscal 2008

(1) Quarterly Consolidated Statement of Profit and Loss

Section	1st quarter of fiscal 2008 (Apr. 1, 2007-Jun. 30, 2007)
	Amount
I Net sales	132,440
II Cost of sales	115,645
Total return on sales	16,795
III Sales and general administrative expenses	13,005
Operating income	3,790
IV Non-operating income	
(Interest and dividends received)	166
(Investment income by equity method)	1,186
(Miscellaneous revenues)	672
Total non-operating income	2,024
V Non-operating expenses	
(Interest expense)	364
(Miscellaneous losses)	550
Total non-operating expenses	914
Ordinary income	4,900
VI Extraordinary income	
(Gains on sale of fixed assets)	85
(Other extraordinary income)	39
Total extraordinary income	124
VII Extraordinary losses	
(Other extraordinary losses)	9
Total extraordinary losses	9
Net income before taxes and other adjustments	5,015
Corporate, residence, and enterprise taxes	1,767
Corporate tax adjustments	19
Gains to minority investors	118
Net income	3,111

(2) Notes on going-concern assumptions : Not applicable

(3) Segment Information

【Sales Results for Each Segment by Business Type】

1st quarter of fiscal 2008 (Apr. 1, 2007-Jun. 30, 2007)

(Million yen)

	Wires and Cables	Information and Telecommunications Networking	Sophisticated Materials	Other Businesses	Total	Eliminated or Companywide	Consolidated
Net sales							
(1) Sales to Customers	68,157	15,916	47,563	804	132,440	—	132,440
(2) In-house Sales or Transfer between Operating Segments	2,673	1,436	2,192	3,238	9,539	(9,539)	—
Total	70,830	17,352	49,755	4,042	141,979	(9,539)	132,440
Operating Expense	68,306	17,018	48,915	3,950	138,189	(9,539)	128,650
Operating Income	2,524	334	840	92	3,790	—	3,790

(Note 1) As a rule, business operation is divided according to similarities of manufacturing processes, usage and selling methods.

(Note 2) Major products in each segment

Segment	Major products
Wires and Cables	Industrial cables, magnet wires, electronic wires, wiring devices, cables for power use (aluminum wires, constructions), etc.
Information and Telecommunications Networking	Information network solutions (information network equipment, optical components), wireless system (high-frequency / wireless system), telecommunications cables (optical submarine cables, fiber optic cables, metal telecommunications cables.), etc
Sophisticated Materials	Compound semiconductors, auto parts (sensors, hoses, etc.), semiconductor packaging materials (TAB, lead frames), copper products (copper tubes, copper strips, copper products for electrical use), etc.
Other Businesses	Logistics, etc

(Note 3) Because operating expenses are allocated in their entirety to individual business segments, there are no unallocatable operating expenses in the "eliminated or company-wide" item.

【Sales Results by Location】

1st quarter of fiscal 2008 (Apr. 1, 2007-Jun. 30, 2007)

(Million yen)

	Japan	Others	Total	Eliminated or Companywide	Consolidated
Net Sales					
(1) Sales to Customers	103,366	29,074	132,440	—	132,440
(2) In-house Sales or Transfer between Operating Segments	9,115	1,938	11,053	(11,053)	—
Total	112,481	31,012	143,493	(11,053)	132,440
Operating Expense	109,238	30,467	139,705	(11,053)	128,650
Operating Income	3,243	545	3,788	2	3,790

(Note 1) It is omitted to mention business results by country or region in the term under review, because every ratio of sales of country or region in total net sales are less than 10%.

(Note 2) Others . . . U.S.A., Thailand, China, etc.

(Note 3) Because operating expenses are allocated in their entirety to individual business segments, there are no unallocatable operating expenses in the "eliminated or company-wide" item.

【Overseas】

1st quarter of fiscal 2008 (Apr. 1, 2007-Jun. 30, 2007)

	Asia	North America	Others	Total
I Overseas (Million Yen)	26,791	9,037	1,916	37,744
II Consolidated Sales (Million Yen)	—	—	—	132,440
III Ratio of Overseas Sales in Consolidated Sales (%)	20.2	6.8	1.5	28.5

(Note 1) As a rule, countries or regions are divided according to geographical proximity to each other.

(Note 2) Main Countries or regions

(1) Asia . . . China, South Korea, Thailand, Singapore, etc.

(2) North America . . . U.S.A., Canada

(3) Other countries . . . Italy, U.K., etc.

(Note 3) Overseas sales represent sales made by the Company and its consolidated subsidiaries in countries or regions other than Japan.