March 27, 2009

Company Name: Hitachi Cable, Ltd
President: Norio Sato
Listings: First Section, Tokyo Stock Exchange, Inc
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Notice of booking of extraordinary losses

In its meeting held today, the Board of Directors of Hitachi Cable decided to book the following extraordinary losses in the fiscal year 2009 (April 1, 2008–March 31, 2009).

1. Reasons for and details of booking extraordinary losses

(1) Compound semiconductor business

(i) Impairment losses on fixed assets: 2.6 billion yen (consolidated/non-consolidated)

Reasons:

Underlying demand in this business has decreased dramatically due to the effects of a global slowdown in semiconductor markets. In addition, since severe market conditions are expected to continue in markets centered on optical device-related use, this figure includes impairment losses on manufacturing and other equipment.

(2) Semiconductor packaging materials business

(i) Impairment losses on fixed assets: 1.3 billion yen (consolidated/non-consolidated)

(ii) Cost of closing business facilities: 0.6 million yen (consolidated/non-consolidated)

Reasons:

To improve its business performance, this business is advancing efforts to improve efficiency through consolidation and closure of production facilities and concentration of production operations for COF (Chip On Film) products for use in LCD devices. As part of this process, it will book losses, including impairment losses, on manufacturing facilities, costs related to closure of business facilities, and write-downs of fixed assets.

2. Future prospects

The above amount of extraordinary losses is within the range forecast in business projections for the fiscal year ending March 2009, as announced in “Notice of revision to forecasts of full-year business performance, booking of extraordinary losses, and use of deferred tax assets” issued January 23, 2009.

Note:
With the exception of actual performance figures, performance forecasts and other figures above have been calculated based on certain assumptions judged by management to be valid at the time this document was prepared. Actual business performance and other figures may vary from these projections.

Major causes of such variation include:
- Economic conditions in major markets (particularly Japan, the United States, and Asia)
- Rapid technological changes
- The ability of the Company and members of its Group of companies to develop new products and technologies, to bring these to market in a timely manner, and to achieve low-cost production
- Fluctuations in product markets and in the conditions of such markets
- Fluctuations in exchange rates
- Fluctuations in the financing environment
- The ability of the Company and members of its Group of companies to respond to factors such as fluctuations in product supply and demand, conditions of product markets, costs of raw materials, and exchange rates
- The Company's ability to protect its patents and to obtain access to patents belonging to other companies
- Relationships with other companies in product development and other activities
- Fluctuations in Japanese stock markets