

July 29, 2009

Company Name: Hitachi Cable, Ltd.
President: Mitsuo Imai
Listings: First Section, Tokyo Stock Exchange, Inc.
First Section, Osaka Securities Exchange Co., Ltd.
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Hitachi Cable Group to sell overseas Group member company

As part of a series of measures implemented to improve business performance in response to worsening performance in connection with the rapid economic slowdown starting last fall, the Hitachi Cable Group is making progress in restructuring its electronic wires, wiring devices and processed goods business. As outlined below, it has decided to sell its shares of stock in Huanan Wire & Cable Services Co., Ltd. (“Huanan Wire & Cable Services” hereinafter), a subsidiary involved in these businesses.

1. Reasons for this sale of stock

Hitachi Cable Group’s consolidated subsidiaries Huanan Wire & Cable Services and Shenzhen Hitachi Cable Co., Ltd., which operate in the south China region, are involved with the electronic wires, wiring devices and the processed goods business. For the purpose of improving business efficiency, the Group has decided to concentrate its business resources in Shenzhen Hitachi Cable, whose focus is medical probe cables—key products of the Hitachi Cable Group with a great potential for future development. For this reason, it has decided to sell its stock in Huanan Wire & Cable Services.

2. Summary of Huanan Wire & Cable Services (as of December 31, 2008)

- (1) Company name : Huanan Wire & Cable Services Co., Ltd.
- (2) Representative : Kazuo Abe, President
- (3) Headquarters : Hong Kong
- (4) Established : February 1996
- (5) Main lines of business : Manufacture and sale of electronic wires, wiring devices, and processed goods
- (6) Fiscal year ends : December
- (7) Number of employees : 1,055
- (8) Capital : 23,100 thousand HK dollars
- (9) Total shares issued and outstanding : 23,100
- (10) Major shareholders and their percentages of shares held : Hitachi Cable, Ltd.: 78%
Hitachi Cable Fine Tech, Ltd.
(a wholly owned subsidiary of Hitachi Cable): 7%
Hayakawa International (H.K.) LTD: 15%

3. Buyer of shares

The shares will be sold to the Hayakawa Densen Kogyo Co., Ltd. group. A summary of Hayakawa Densen Kogyo Co., Ltd. is provided below.

- (1) Company name : Hayakawa Densen Kogyo Co., Ltd.
- (2) Representative : Masahiro Hayakawa, President
- (3) Headquarters : Himeji, Hyogo Prefecture, Japan
- (4) Main lines of business : Manufacture and sale of processed wires and cables and wiring harnesses
- (5) Relation to Hitachi Cable : No personal or capital ties

4. Number of shares to be sold, and holdings before and after sale

- (1) Share holdings before the sale : 19,635
(Hitachi Cable Group holds 85% of Huanan Wire & Cable Services shares)
- (2) Number of shares to be sold : 19,635
- (3) Share holdings after the sale : 0
(Hitachi Cable Group will hold 0% of Huanan Wire & Cable Services shares)

5. Schedule

July 31, 2009: (planned) date of transfer of shares

6. Future outlook

Plans call for booking a small amount of extraordinary losses on this sale. While the amount of such losses currently is under close examination, it is expected to be very small. As a result, there will be no change to the forecasts of cumulative consolidated business performance through the second quarter of the fiscal year ending March 31, 2010 or to forecasts of full-year business performance, as announced in the “Financial Report for First Quarter of Fiscal 2010 Ending March 31, 2010,” dated July 28, 2009. In addition, the impact of this sale on Hitachi Cable business performance will be minor.