

October 28, 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 to merge Hitachi Densen Shoji and Fujinaga Electric

Hitachi Cable, Ltd. will merge consolidated subsidiaries Hitachi Densen Shoji, Ltd. (“Hitachi Densen Shoji,” hereafter) and Fujinaga Electric Co., Ltd. (“Fujinaga Electric,” hereafter) effective April 1, 2010, as outlined below.

1. Purpose of the merger

The Hitachi Cable Group has continued to make progress in liquidating and consolidating its sales companies to improve the efficiency of its marketing bases and sales system. In keeping with these efforts, Hitachi Cable Group has decided to merge Fujinaga Electric with Hitachi Densen Shoji.

As a result of this merger, the Hitachi Cable Group will establish a system whereby marketing activities conducted through our own sales companies will be handled, in principle, by Hitachi Densen Shoji in eastern Japan and by Hitachi Cable Trading Ltd. in western Japan.

Following the merger, Hitachi Densen Shoji will seek to expand its business by leveraging the strengths of the two companies, thereby strengthening its sales capabilities, and by upgrading and improving the efficiency of its administrative activities.

2. Details of the merger

(1) Date of merger

April 1, 2010 (Planned)

(2) Method of merger

Hitachi Densen Shoji to merge with Fujinaga Electric as the surviving entity.

(3) Merger ratio and cash distributions upon merger

Both Hitachi Densen Shoji and Fujinaga Electric are wholly-owned subsidiaries of Hitachi Cable, Ltd. This merger does not involve the transfer to Hitachi Cable, Ltd. of any cash or shares.

3. Summary of the merging companies (as of September 30, 2009)

	Surviving corporation following merger	Corporation dissolved upon merger
(1) Company name	Hitachi Densen Shoji, Ltd.	Fujinaga Electric Co., Ltd.
(2) Main lines of business	Sales of wires and cables, copper products, etc.	Sales of wires and cables
(3) Established	February 1964	November 1946
(4) Headquarters	2-9-12, Kajicho, Chiyoda-ku, Tokyo	1-2 Kanda Ogawamachi, Chiyoda-ku, Tokyo
(5) Representative	Tetsuya Yamamura, President	Seiji Ikeda, President
(6) Capital	380 million yen	50 million yen
(7) Total shares issued and outstanding	760 thousand shares	1,000 thousand shares
(8) Net assets	4,792 million yen	1,073 million yen
(9) Total assets	14,845 million yen	5,763 million yen
(10) Fiscal year ends	March 31	March 31
(11) Net sales (fiscal March 2009)	64,258 million yen	17,865 million yen
(12) Number of employees	279	100
(13) Major shareholders and their percentages of shares held	Hitachi Cable, Ltd.: 100%	Hitachi Cable, Ltd.: 100%

4. Specifics following the merger

- (1) Company name : Hitachi Densen Shoji, Ltd.
- (2) Main lines of business : Sales of wires and cables, copper products, etc.
- (3) Headquarters : 2-9-12, Kajicho, Chiyoda-ku, Tokyo
- (4) Representative : Tetsuya Yamamura, President
- (5) Capital : 380 million yen
- (6) Fiscal year ends : March 31
- (7) Major shareholders and their percentages of shares held : Hitachi Cable, Ltd. 100%

5. Future outlook

This merger will not affect the fiscal 2010 consolidated or non-consolidated business performance of Hitachi Cable, Ltd.

Following the merger, Hitachi Densen Shoji will strive to realize synergies from the integration as rapidly as possible, thereby enhancing the business performance of the Hitachi Cable Group.