

June, 21, 2010

Company Name: Hitachi Cable, Ltd.  
President: Mitsuo Imai  
Listings: First Section, Tokyo Stock Exchange, Inc.  
First Section, Osaka Securities Exchange Co., Ltd.  
Code Number: 5812  
Contact: Shoichi Kogure,  
General Manager, Administration Dept.  
Human Resources & Administration Group  
TEL: +81-3-6381-1050

## Controlling shareholders and related matters

Provided below is information on controlling shareholders and related matters for Hitachi, Ltd., Hitachi Cable's parent company.

### 1. Names and other information on the parent company, controlling shareholders (excluding the parent company), and other affiliated companies

(as of March 31, 2010)

Name	Relationship	Percentage of voting rights held (%)			Securities exchanges on which shares of stock issued by parent company are listed
		Direct holdings	Indirect holdings included in total	Total	
Hitachi, Ltd.	Parent company	53.0	0.1	53.1	<ul style="list-style-type: none"><li>• First section, Tokyo Stock Exchange, Inc.</li><li>• First section, Osaka Securities Exchange Co., Ltd.</li><li>• First section, Nagoya Stock Exchange, Inc.</li><li>• Fukuoka Stock Exchange</li><li>• Sapporo Securities Exchange</li><li>• New York Stock Exchange (U.S.A.)</li></ul>

### 2. Position of Hitachi Cable within the parent company's group of companies and other relationships between Hitachi Cable and the parent company

#### (1) Position of Hitachi Cable within the parent company's group of companies; transaction, personnel and capital relationships with the parent company and other group member companies

Hitachi Cable belongs to the Hitachi Group, which consists of Hitachi, Ltd. and its group companies. Hitachi Cable plays a role in the Hitachi Group's high functional materials & components business.

Hitachi, Ltd. is Hitachi Cable's parent company. As of March 31, 2010, the Hitachi Group held 53.1% of total shareholder voting rights in Hitachi Cable. Nineteen employees of other Hitachi Group companies were seconded to Hitachi Cable. Seven Hitachi Cable employees were seconded to other Hitachi Group companies. None of the Board Directors of Hitachi Cable serves concurrently as a Board Director of Hitachi, Ltd.

Business relationships between Hitachi Cable and Hitachi, Ltd. include financial and consumer loans implemented through a system for the lending of funds; sales of products and services; trademark licensing; and real estate leasing. Hitachi Cable and other members of the Hitachi Group also engage in transactions, including sales of products and services.

- (2) Business-related restrictions, risks, benefits, effects on management and business activities and related matters attributable to membership in the parent company's group of companies.

Hitachi Cable undertakes its business activities by making effective use of Hitachi Group management resources and by maintaining a close cooperative relationship and sharing brand value with the Hitachi Group.

Personnel from the Hitachi Group are seconded primarily for the purpose of exchanging human resources. As such, seconded personnel from the group are not placed in positions that might affect areas such as decisions on Hitachi Cable's management policies. In addition, Hitachi Cable's business activities do not depend significantly on transactions with the Hitachi Group.

- (3) Policies and measures to preserve a certain degree of autonomy from the parent company  
In its business operations and in its transactions with the Hitachi Group, Hitachi Cable adheres to a basic policy of maintaining its autonomy and the autonomy of its group of companies.

Hitachi Cable's Board Directors include one outside director reported to the Tokyo Stock Exchange and to the Osaka Securities Exchange as an independent director. This structure incorporates a wider range of opinions and an outsider's perspective and increases the impartial nature and autonomy of decisions made by the Board of Directors.

Transactions with the Hitachi Group are determined in a reasonable manner, based on mutual consultations that account for market prices and other issues.

- (4) Ensuring a certain degree of autonomy from the parent company  
While the policy of Hitachi Cable is to engage in business operations while maintaining a cooperative relationship with the Hitachi Group, its business activities do not depend significantly on transactions with the Hitachi Group. In addition, personnel are seconded in a manner intended to avoid impeding independent managerial decision-making. Hitachi Cable believes these steps are sufficient to ensure adequate autonomy from its parent company.

### 3. Transactions with the parent company

Shown below are transactions undertaken with Hitachi, Ltd. for the 2010 fiscal year  
(April 1, 2009 - March 31, 2010):

Transaction	Amount	Account	End-of-year balance
Repayment of loans	1,943 million yen	—	—
Borrowed funds	3,688 million yen	Short-term debts	3,688 million yen

(Terms of transactions and policies for determining such terms) :

Interest rates on funds borrowed from the parent company are determined in a reasonable manner, based on market rates. Since such loans are made through a system for the lending of funds revolving around Hitachi, Ltd., transactions are expressed in net amounts.

4. Measures to protect minority shareholders in transactions or in other dealings with the parent company  
In accordance with the guidelines established in the “Guidelines on protecting minority shareholders in transactions with controlling shareholders” in the Corporate Governance Report, Hitachi Cable trades with Hitachi, Ltd. in an appropriate and lawful manner and at fair market prices, based on the assumption that such transactions should have the nature of transactions between independent parties. It also maintains autonomy from Hitachi, Ltd. in pursuing its business operations. In transactions with Hitachi, Ltd. or in other areas in which issues of conflicts of interest between Hitachi, Ltd. and other shareholders may arise, all decisions are made by the Board of Directors only after considering issues from wide-ranging perspectives.

As described above, Hitachi Cable takes appropriate measures to protect minority shareholders.