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Company Name: Hitachi Cable, Ltd.  
President: Hideaki Takahashi  
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 Div.  
Business Support Group  
TEL: +81-3-6381-1050

**Reorganization of the electronic products and electric materials operations  
(Transfer of business from a consolidated subsidiary by means of a company split (simplified  
absorption-type company split/summary form absorption-type company split))**

Hitachi Cable, Ltd. (hereinafter, the “Company”) hereby announces its decision to succeed to the electronic product development and design business of its wholly owned consolidated subsidiary, Hitachi Cable Fine Tech, Ltd. (hereinafter, “Hitachi Cable Fine Tech”) by means of a company split (simplified absorption-type company split/summary form absorption-type company split, hereinafter, the “company split of Hitachi Cable Fine Tech”) and to succeed to the electric material development and design business of its wholly owned consolidated subsidiary, Hitachi Magnet Wire Corp. (hereinafter, “Hitachi Magnet Wire”) by means of a company split (simplified absorption-type company split/summary form absorption-type company split, hereinafter, the “company split of Hitachi Magnet Wire”).

Disclosures are partially omitted since the company split of Hitachi Cable Fine Tech and the company split of Hitachi Magnet Wire will take the form of a simplified absorption-type company split/summary form absorption-type company split, to which the Company and its wholly owned consolidated subsidiaries are parties.

1. Objectives of the company split of Hitachi Cable Fine Tech and the company split of Hitachi Magnet Wire

The Hitachi Cable Group is implementing various business structure reforms according to its medium-term management plan. As part of such efforts, the company split of Hitachi Cable Fine Tech and the company split of Hitachi Magnet Wire are aimed at reinforcing product development capabilities and raising managerial efficiency by aggregating the electronic products and electric materials development and design business to the Company and the manufacturing business to its subsidiaries.

## 2. The company split of Hitachi Cable Fine Tech

### (1) Summary of the company split of Hitachi Cable Fine Tech

#### (i) Schedule of the company split of Hitachi Cable Fine Tech

Resolution of the Board of Directors concerning approval of the split	January 9, 2013 (Hitachi Cable Fine Tech)
Conclusion of agreement	January 9, 2013 (the Company, Hitachi Cable Fine Tech)
Effective date	March 1, 2013 (Tentative)

(Note 1) The company split of Hitachi Cable Fine Tech will be performed without obtaining approval for an absorption-type company split agreement at the shareholders' general meeting since it falls under a simplified absorption-type company split set forth in Paragraph 1 of Article 784 of the Companies Act on the part of Hitachi Cable Fine Tech, which is the splitting company, and a summary form absorption-type company split set forth in Paragraph 3 of Article 796 of the Companies Act on the part of the Company, which is the successor company.

(Note 2) With regard to approval of the company split of Hitachi Cable Fine Tech agreement, the Company made a governing body decision through the approval of the President and Chief Executive Officer (January 9, 2013), who was delegated by the board of directors.

#### (ii) Method of the company split of Hitachi Cable Fine Tech

An absorption-type split in which Hitachi Cable Fine Tech will be the splitting company and the Company will be the successor company.

#### (iii) Allotment of shares

Being the Company's wholly owned consolidated subsidiary, Hitachi Cable Fine Tech will not be allotted any of the Company's shares or other form of consideration by the Company.

#### (iv) Action to be taken at the company split with regard to stock acquisition rights and convertible bonds

Not applicable.

#### (v) Amount of increase or decrease in capital stock as a result of the company split of Hitachi Cable Fine Tech

There will be no increase or decrease in capital stock of the Company or Hitachi Cable Fine Tech as a result of the company split of Hitachi Cable Fine Tech.

#### (vi) Rights and obligations to be assumed by the successor company

The Company will succeed the assets, liabilities and other rights and obligations incidental to the development and design of electronic products (electronic wires, wiring devices and cable assemblies) owned by Hitachi Cable Fine Tech as of the effective date.

The employees of Hitachi Cable Fine Tech engaging in development and design in the electronic products business and the labor contract between Hitachi Cable Fine Tech shall not be succeeded to the Company, to which the relevant employees shall be temporarily dispatched to while remaining in the employ of Hitachi Cable Fine Tech.

(vii) Expectation on performance capabilities regarding obligations

The Company considers the outlook for the performance of obligations that the Company shall bear to be of no cause for concern in the company split of Hitachi Cable Fine Tech.

(2) Outline of the parties involved in the company split of Hitachi Cable Fine Tech

	Splitting company	Successor company
(i) Company name	Hitachi Cable Fine Tech, Ltd.	Hitachi Cable, Ltd.
(ii) Headquarters location	4-10-1 Kawajiri-cho, Hitachi, Ibaraki, Japan	4-14-1 Sotokanda, Chiyoda-ku, Tokyo, Japan
(iii) Representative	Kazuo Abe, President	Hideaki Takahashi, President
(iv) Lines of business	Manufacturing of wire and cables, and wire-processed products	Manufacturing and sales of wire and cables, automotive components, IT devices, copper products, electronics materials, and others
(v) Capital stock	360 million yen	25,948 million yen
(vi) Established	October 1964	April 1956
(vii) Number of shares issued	720,000 shares	374,018,174 shares
(viii) Fiscal year ends	March 31	March 31
(ix) Main Shareholders and Shareholding Ratio (as of September 30, 2012)	Hitachi Cable, Ltd. 100%	Hitachi, Ltd. 51.41%
(x) Number of employees (as of September 30, 2012)	496(non-consolidated)	13,331(consolidated)
(xi) Financial position as of March 31, 2012 and operating results for the previous fiscal year (ended March 31, 2012)		
	Splitting company (non-consolidated basis)	Successor company (consolidated basis)
Net assets	(416)	83,034
Total assets	4,496	245,882
Net assets per share	(577.78)	221.37
Net sales	28,595	432,540
Operating income	951	1,966
Ordinary income	754	927
Net income (loss)	176	(22,758)
Net income (loss) per share	244.44	(62.35)

Note: Figures for net assets, total assets, net sales, operating income, ordinary income, and net income (loss) above are given in units of millions of yen. Figures for net assets per share and net income (loss) per share above are given in units of yen.

(3) Outline of the business to be transferred

(i) Details of the business to be transferred

Development and design of electronic products (electronic wires, wiring devices and cable assemblies)

(ii) Business performance of the operating unit to be transferred (Actual results for the fiscal year ended March 31, 2012)

The unit to be transferred recorded no net sales.

(iii) Items and amounts of assets to be transferred (as of March 31, 2012)

Assets to be transferred include intellectual property rights and knowhow. However, the assets have no book values.

(4) Expected status following the company split of Hitachi Cable Fine Tech

The company names, headquarters location, representatives, capital stock and fiscal year ends of the Company and Hitachi Cable Fine Tech will not be changed as a consequence of the company split of Hitachi Cable Fine Tech with the exception of the rights and obligations stated in 2. (1) (vi) above, which shall be assumed by the Company.

3. The company split of Hitachi Magnet Wire

(1) Summary of the company split of Hitachi Magnet Wire

(i) Schedule of the company split of Hitachi Magnet Wire

Resolution of the Board of Directors concerning approval of the split	January 9, 2013 (Hitachi Magnet Wire)
Conclusion of agreement	January 9, 2013 (Hitachi Cable, Hitachi Magnet Wire)
Effective date	March 1, 2013 (Tentative)

(Note 1) The company split of Hitachi Magnet Wire will be performed without obtaining approval for an absorption-type company split agreement at the shareholders' general meeting since it falls under a simplified absorption-type company split set forth in Paragraph 1 of Article 784 of the Companies Act on the part of Hitachi Magnet Wire, which is the splitting company, and a summary form absorption-type company split set forth in Paragraph 3 of Article 796 of the Companies Act on the part of the Company, which is the successor company.

(Note 2) With regard to approval of the company split of Hitachi Magnet Wire agreement, the Company made a governing body decision through the approval of the President and Chief Executive Officer (January 9, 2013), who was delegated by the board of directors.

(ii) Method of the company split of Hitachi Magnet Wire

An absorption-type split in which Hitachi Magnet Wire will be the splitting company and the Company will be the successor company.

(iii) Allotment of shares

Being the Company's wholly owned consolidated subsidiary, Hitachi Magnet Wire will not be allotted any of the Company's shares or other form of consideration by the Company.

(iv) Action to be taken at the company split of Hitachi Magnet Wire with regard to stock acquisition rights and convertible bonds

Not applicable.

(v) Amount of increase or decrease in capital stock as a result of the company split of Hitachi Magnet Wire

There will be no increase or decrease in capital stock of the Company or Hitachi Magnet Wire as a result of the company split of Hitachi Magnet Wire.

(vi) Rights and obligations to be succeeded by the successor company

The Company will succeed the assets and other rights and obligations incidental to the development and design of electric materials (magnet wires, special wires, etc.) owned by Hitachi Magnet Wire as of the effective date.

(vii) Expectation on performance capabilities regarding obligations

The Company considers the outlook for the performance of obligations that the Company shall bear to be of no cause for concern in the company split of Hitachi Magnet Wire.

(2) Outline of the parties involved in the company split of Hitachi Magnet Wire

	Splitting company
(i) Company name	Hitachi Magnet Wire Corp.
(ii) Headquarters location	4-10-1 Kawajiri-cho, Hitachi, Ibaraki, Japan
(iii) Representative	Hisashi Kubota, President
(iv) Lines of business	Manufacturing of magnet wires, special wires, etc.
(v) Capital stock	300 million yen
(vi) Established	July 1947
(vii) Number of shares issued	6,000,000 shares
(viii) Fiscal year ends	March 31
(ix) Main Shareholders and Shareholding Ratio (as of September 30, 2012)	Hitachi Cable, Ltd. 100%
(x) Number of employees (as of December 31, 2012)	159(non-consolidated)

(xi) Financial position as of March 31, 2012 and operating results for the previous fiscal year (ended March 31, 2012)	
	Splitting company (non-consolidated basis)
Net assets	(177)
Total assets	4,406
Net assets per share	(29.50)
Net sales	33,933
Operating income	337
Ordinary income	284
Net income (loss)	147
Net income (loss) per share	24.46

Note1: Figures for net assets, total assets, net sales, operating income, ordinary income, and net income (loss) above are given in units of millions of yen. Figures for net assets per share and net income (loss) per share above are given in units of yen.

Note2: Hitachi Cable, Ltd. (successor company) is as stated in the above “2. The company split of Hitachi Cable Fine Tech(2) Outline of the parties involved in the company split of Hitachi Cable Fine Tech.”

(3) Outline of the business to be transferred

(i) Details of the business to be transferred

Development and design of electric materials (magnet wires, special wires, etc.)

(ii) Business performance of the operating unit to be transferred (Actual results for the fiscal year ended March 31, 2012)

The unit to be transferred recorded no net sales.

(iii) Items and amounts of assets to be transferred (as of March 31, 2012)

Assets to be transferred include intellectual property rights and knowhow. However, the assets have no book values.

(4) Expected status following the company split of Hitachi Magnet Wire

The company names, headquarters location, representatives, capital stock and fiscal year ends of the Company and Hitachi Magnet Wire will not be changed as a consequence of the company split of Hitachi Magnet Wire with the exception of the rights and obligations stated in 3.

(1) (vi) above, which shall be assumed by the Company.

#### 4. Future outlook

The company split of Hitachi Cable Fine Tech and the company split of Hitachi Magnet Wire will have no impact on the consolidated operating results of the Company in the fiscal year ending March 2013 since it is a company split to which the Company and its wholly owned consolidated subsidiary are parties. The Company will strive for further improvement of the Group's business performance through the effects of the structural reforms.

This document is an English translation of a document prepared in Japanese. In the event of any discrepancies between the content of the Japanese and English documents, the content of the Japanese document shall take precedence.