

November 1, 2011

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

On the reorganization of consolidated subsidiaries in the Europe and North America regions

We hereby announce that Hitachi Cable, Ltd. has decided to reorganize its consolidated subsidiaries in the Europe and North America regions, with Hitachi Cable Europe Ltd. (“HCE”), our group’s regional headquarters for Europe, and Hitachi Cable America Inc. (“HCA”), our regional headquarters for the Americas, positioned as core companies.

1. Purpose and outline of the reorganization

Under Renewed Plan ‘BRIDGE’, our medium-term management plan announced on September 9, 2011, the Hitachi Cable Group has been implementing business structure reforms and fundamentally enhancing overseas operations. The reorganization of our overseas consolidated subsidiaries forms part of such efforts.

In proceeding with the reorganization, we have decided to merge HCA, the regional headquarters for the Americas (headquarters: New York, USA), with Hitachi Cable Automotive Products USA, Inc. (headquarters: Indiana, USA; “HCAM”), HCA’s wholly owned subsidiary, which manufactures and sells auto parts, and Hitachi Cable Manchester Inc. (headquarters: New Hampshire, USA, “HCM”), also HCA’s wholly owned subsidiary, which manufactures and sells electronic cables and optical fiber cables. In addition, the group’s regional headquarters for Europe, HCE (headquarters: London, UK), has decided to make Hitachi Cable UK, Ltd. (headquarters: Gwent, UK, “HCUK”), a consolidated subsidiary that manufactures and sells auto parts, a wholly owned subsidiary through share acquisition and to take over all businesses of that company.

By consolidating the dispersed operation bases of the Europe and North America regions in order to establish a one-company-per-country structure and thereby improve operational efficiency and the effective use of resources, the Hitachi Cable Group is seeking to expand its business. We will also focus on enhancing regional management/supervisory functions and governance functions.

2. On the merger of HCA, HCAM, and HCM

(1) Summary of the merger

(i) Schedule of the merger

Board meeting to approve merger agreement: March 1, 2012 (planned)

Date of the execution of merger agreement: March 1, 2012 (planned)

Shareholders’ general meeting to approve merger agreement: March 1, 2012 (planned)

Date of the merger (date of entry into force): April 1, 2012(planned)

(ii) Method of the merger

Absorption-type merger, with HCA as the surviving company, and HCAM and HCM as the absorbed companies.

(iii) Merger ratio and merger payments

A merger ratio has not been fixed since this merger is between our wholly owned subsidiary, HCA, and HCA's wholly owned subsidiaries, HCA and HCM.

(iv) Handling of equity warrants and bonds with warrants

Not Applicable.

(2) The outline of the merging companies (HCA, HCA, HCM) (as of November 1, 2011)

	Surviving company	Absorbed companies	
(1) Company name	Hitachi Cable America Inc.	Hitachi Cable Automotive Products USA, Inc.	Hitachi Cable Manchester Inc.
(2) Headquarters location	White Plains, New York, USA	New Albany, Indiana, USA	Manchester, New Hampshire, USA
(3) Representative	Toru Aoki, President	Kenji Hirose, President	Hideyuki Nozawa, President
(4) Lines of business	Sale of materials for semiconductor and electronic components, wires and cables, optical components, copper products, etc.	Manufacture and sale of auto parts	Manufacture and sale of electronic wires and cables, high performance computing, interconnect cable, premise cable, fiber-optic cables
(5) Capital	50 million US dollars	38 million US dollars	6 million US dollars
(6) Established	April 1981	April 1987	September 1986
(7) Number of shares issued	115 shares	600 shares	1,000 shares
(8) Fiscal year ends	March 31 ^{*1}	March 31 ^{*1}	March 31 ^{*1}
(9) Major shareholders and their percentages of shares held	Hitachi Cable, Ltd. (100%)	Hitachi Cable America Inc. (100%)	Hitachi Cable America Inc. (100%)
(10) Net assets (as of December 31, 2010)	54 million US dollars	7 million US dollars	24 million US dollars
(11) Total assets (as of December 31, 2010)	128 million US dollars	77 million US dollars	32 million US dollars
(12) Net assets per share	466,847.14 US dollars	10,847.53 US dollars	24,409.65 US dollars
(13) Net Sales (fiscal year ended December 2010)	85,960 thousand US dollars	123,928 thousand US dollars	66,438 thousand US dollars
(14) Operating income (fiscal year ended December 2010)	-501 thousand US dollars	1,178 thousand US dollars	3,468 thousand US dollars
(15) Net income (fiscal year ended December 2010)	1,325 thousand US dollars	1,198 thousand US dollars	2,356 thousand US dollars
(16) Net income per share	11,519.60 US dollars	1,995.97 US dollars	2,356.26 US dollars
(17) Number of employees (as of December 31, 2010)	22	534	178

^{*1}The accounting terms of the overseas consolidated subsidiaries will change from the end of December to the end of March, starting from the fiscal year ending March 2012.

(3) Company status after the merger (April 1, 2012 [planned])

(1) Company name	Hitachi Cable America Inc.
(2) Headquarters location	White Plains, New York, USA
(3) Lines of business	Sale of materials for semiconductor and electronic components, wires and cables, optical components, copper products, auto parts, and telecommunication cables, etc., and manufacture of auto parts, and telecommunication cables.
(4) Capital	50 million US dollars
(5) Established	March 31

3. On the business transfer from HCUK to HCE**(1) Details of the business transfer**

(i) Activities of the division to be transferred (HCUK)

Manufacturing and sales of auto parts

(ii) Net sales and ordinary income for the last fiscal year of the division to be transferred (HCUK)

	Hitachi Cable UK, Ltd.
Net Sales (fiscal year ended December 2010)	8,414 thousand British pounds
Operating income (fiscal year ended December 2010)	444 thousand British pounds

(iii) Asset/liability items and amounts of the division to be transferred (HCUK) (as of end of December 2010)

Assets		Liabilities	
Items	Amounts	Items	Amounts
Current assets	4,041 thousand British pounds	Current liabilities	1,698 thousand British pounds
Fixed assets	363 thousand British pounds	Fixed liabilities	12 thousand British pounds
Total	4,404 thousand British pounds	Total	1,710 thousand British pounds

(2) Schedule of the transfer

Board meeting to approve transfer agreement: December 20, 2011 (planned)

Date of the execution of transfer agreement: December 20, 2011 (planned)

Shareholders' general meeting to approve transfer agreement: December 20, 2011 (planned)

Date of the transfer (date of entry into force): December 31, 2011 (planned)

(3) Outline of the company to take over (HCE) (as of November 1, 2011)

(1) Company name	Hitachi Cable Europe Ltd.
(2) Headquarters location	Berkshire, UK
(3) Representative	Koichi Tsurugi, President
(4) Lines of business	Sale of wires, cables and copper products, etc.
(5) Capital	170 thousand British pounds
(6) Established	April, 2002
(7) Net assets (as of December 31, 2010)	385 thousand British pounds
(8) Total assets (as of December 31, 2010)	5,375 thousand British pounds
(9) Major shareholders and their percentages of shares held	Hitachi Cable America Inc. (100 %)

4. Effects on Hitachi Cable's business performance

The impact of the reorganization on our consolidated business performance in the fiscal year ending March 2012 will be minimal.

We will strive to make the effects of the consolidation apparent as early as possible following the reorganization and to optimize them so as to improve the group's business performance.

Note: The figures for the above forecasts are based on information available at the time this document was prepared. Actual business performance may vary due to various unforeseen factors.

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.