

(Summary)

## Financial report for 1st half of fiscal 2004 ended March 31, 2004 (Non-consolidated)

October 27, 2003

Name of Listed Company: **Hitachi Cable, Ltd.**

Stock Exchange where listed (Section): Tokyo Stock Exchange, Inc. (First Section)

Osaka Securities Exchange Co., Ltd. (First Section)

Code Number: 5812

Head Office: Tokyo

(URL <http://www.hitachi-cable.co.jp>)

Representative: Norio Sato, President

Contact: Shinichiro Suzumura

General Manager, Administration, Dept., Human Resources & Administration Group

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Date of the Board of Directors Meeting at which the Account Settlement Plan was approved: October 27, 2003

Existence of Interim Dividend System: Yes

The day the company starts the payment of the dividends: December 2, 2003

Adoption of Stock Trading System: Yes. 1Unit=1,000 Shares

### 1. Performance over 1st half of the year under review (Apr. 1, 2003 – Sep. 30, 2003)

#### (1) Operating results

	Net sales (million yen)	Operating income (loss) (million yen)	Ordinary income (loss) (million yen)
September/03	113,259 ( -6.0)	-165 ( -)	351 ( -)
September/02	120,426 ( -16.4)	-3,355 ( -)	-2,767 ( -)
March/03	242,908	-4,871	-3,019

	Interim net income (loss) (million yen)	Interim net income (loss) per share (million yen)
September/03	-4,581 ( -)	-12.47
September/02	-454 ( -)	-1.22
March/03	-3,334	-8.98

(Notes) ①. Average Number of shares outstanding

	Common	Preferred
Sep./03	367,555,095	—
Sep./02	371,980,946	—
Mar./03	371,302,402	—

②. Changing in accounting policy: None

③. Figures are rounded down to the nearest 1 million yen.

④. Figures in parentheses represent % change from 1st half of the last fiscal year.

#### (2) Dividends

	Interim dividend per share (yen)	Annual dividend per share (yen)
September/03	2.50	—
September/02	2.50	—
March/03	—	5.00

**(3) Financial standing**

	Total assets (million yen)	Shareholders' equity (million yen)	Shareholders' equity ratio (%)	Ratio of dividends to shareholders' equity (yen)
September/03	273,550	153,185	56.0	421.04
September/02	301,556	166,592	55.2	447.88
March/03	286,554	159,553	55.7	443.81

(Notes)

## ① Number of shares outstanding at the end of period

	Common	Preferred
September/03	363,827,302	—
September/02	371,954,741	—
March/03	367,793,795	—

## ② Number of treasury stocks

	Common	Preferred
September/03	10,190,872	—
September/02	2,063,433	—
March/03	6,224,379	—

**2. Business results forecast for fiscal year 2003 (Apr. 1, 2003–Mar. 31, 2004)**

	Net sales (million yen)	Ordinary income (million yen)	Net income (loss) (million yen)	Annual dividend per share	
				Term-end Dividend (yen)	(yen)
March/04	230,000	2,000	-2,900	2.50	5.00

(Reference) Forecast net income (loss) per share (Whole year): -7.97yen

## \* Safe harbor statement

The figures contained herein, excepting actual performance figures, are based on assumptions by management that were judged to be valid at the time these materials were created. Actual performance may be very different from these forecasts and targets.

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Please note that all persons who view the content of the announcement of this matter prior to 12 hours from the time of its announcement (3:00 am on October 28, 2003), will be regarded as interested parties or recipients of primary information under insider trading regulations as provided for in Article 166 of the Securities and Exchange Law and Article 30 of the Implementation Ordinances of that Law and should therefore exercise appropriate caution.  
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# 1. Non-consolidated interim balance sheet

(million yen)

	1st half of fiscal 2003 Sep. 30, 2002	1st half of fiscal 2004 Sep. 30, 2003	End of fiscal 2003 Mar. 31, 2003		1st half of fiscal 2003 Sep. 30, 2002	1st half of fiscal 2004 Sep. 30, 2003	End of fiscal 2003 Mar. 31, 2003
[ Assets ]				[ Liabilities ]			
<b>Current assets</b>	<b>115,922</b>	<b>108,287</b>	<b>110,456</b>	<b>Current liabilities</b>	<b>84,234</b>	<b>74,183</b>	<b>79,167</b>
Cash and deposits in bank	5,949	1,248	2,170	Accounts payable	27,292	26,870	26,734
Notes receivable	3,725	2,735	2,773	Short-term debt	43,220	8,007	12,959
Accounts receivable	59,861	54,679	58,418	Commercial paper	-	16,000	16,000
Advance payments	1,135	310	179	Amortized bond	-	10,000	10,000
Products	3,618	2,452	2,488	Amounts in arrears	3,032	4,146	4,481
Materials	2,836	3,198	3,072	Corporation taxes payable	54	59	74
Work in process	16,141	17,016	17,034	Expenses payable	7,086	6,141	5,871
Deferred income taxes	4,367	6,544	1,887	Advances received	1,480	1,102	834
Others	19,037	20,381	22,602	Deposits received	1,580	1,424	1,613
Allowance for doubtful accounts	-750	-280	-170	Others	487	432	598
<b>Fixed assets</b>	<b>185,634</b>	<b>165,262</b>	<b>176,097</b>	<b>Fixed liabilities</b>	<b>50,729</b>	<b>46,182</b>	<b>47,833</b>
<b>Tangible fixed assets</b>	<b>110,854</b>	<b>91,406</b>	<b>101,868</b>	Bond	20,000	15,000	15,000
Buildings	35,583	33,924	34,990	Long-term debt	11,089	18,623	19,181
Structures	2,725	2,439	2,576	Reserve for retirement allowance	18,387	11,980	12,236
Machinery	44,870	35,017	40,056	Reserve for directors' retirement allowance	1,032	435	1,122
Vehicle and other transportation equipment	70	51	59	Others	220	142	292
Tools, equipment and fixtures	5,450	4,178	4,969	<b>Total liabilities</b>	<b>134,964</b>	<b>120,365</b>	<b>127,000</b>
Land	9,374	9,304	9,355	[ Shareholders' equity ]			
Construction in progress	12,780	6,489	9,861	Paid-in capital	25,948	25,948	25,948
<b>Intangible fixed assets</b>	<b>2,158</b>	<b>2,802</b>	<b>2,350</b>	Capital reserve	30,023	30,023	30,023
Utility rights, etc.	2,158	2,802	2,350	Capital surplus	30,023	30,023	30,023
<b>Investments, etc.</b>	<b>72,621</b>	<b>71,053</b>	<b>71,878</b>	Profit reserve	108,361	99,050	104,551
Shares of subsidiaries	18,504	21,025	19,597	Profit surplus	6,504	6,504	6,504
Investment securities	26,956	23,491	21,728	Special depreciation reserve	132	95	132
Long-term loans	8,123	5,350	7,328	Reserve for deferred income taxes on special accounts	413	507	413
Deferred income taxes	6,778	10,902	12,737	Special reserve	92,630	92,630	92,630
Others	15,398	12,984	13,346	Retained earnings at the end of the term	8,680	-687	4,871
Allowance for doubtful accounts	-3,140	-2,700	-2,860	(Interim net income)	(- 454)	(- 4,581)	(- 3,334)
				The accumulated changes in fair value carried in the section of equity	3,338	2,121	1,289
				Treasury stock	-1,078	-3,958	-2,259
				<b>Total shareholders' equity</b>	<b>166,592</b>	<b>153,185</b>	<b>159,553</b>
<b>Total assets</b>	<b>301,556</b>	<b>273,550</b>	<b>286,554</b>	<b>Total liabilities and shareholders' equity</b>	<b>301,556</b>	<b>273,550</b>	<b>286,554</b>

## 2. Non-consolidated interim profit and loss sheet

(million yen)

	1st half of fiscal 2003 (A) (Apr. 1, 2002– Sep. 30, 2002)	1st half of fiscal 2004 (B) (Apr. 1, 2003– Sep. 30, 2003)	End of fiscal 2003 (Apr. 1, 2002– Mar. 31, 2003)	B / A  (%)
[Ordinary income and loss]				
Recurring income and loss				
Net sales	120,426	113,259	242,908	94
Cost of sales	109,649	100,247	220,244	91
Sales, general and administrative expense	14,132	13,177	27,536	93
Operating income (loss)	-3,355	-165	-4,871	—
Non-operating income and loss				
Non-operating revenues	3,062	1,783	6,367	58
(Interest and dividends received)	(1,769)	(936)	(4,138)	
(Miscellaneous revenues)	(1,293)	(846)	(2,229)	
Non-operating expenses	2,474	1,265	4,515	51
(Interest paid)	(595)	(448)	(1,097)	
(Miscellaneous losses)	(1,879)	(817)	(3,418)	
Ordinary income (loss)	-2,767	351	-3,019	—
[Extraordinary income and loss]				
Extraordinary income	5,648	1,105	12,628	20
(Profit on sales of negotiable securities)	(5,499)	(390)	(8,857)	
(Profit on sales of land)	(148)	(714)	(1,818)	
(Reversal of employee severance obligations for prior service)	(—)	(—)	(1,807)	
(Others)	(—)	(—)	(144)	
Extraordinary loss	4,059	9,405	15,324	232
(Cost for restructuring)	(956)	(8,903)	(11,784)	
(Valuation loss of negotiable securities)	(2,782)	(73)	(3,147)	
(Others)	(320)	(429)	(391)	
Income (loss) before income tax	-1,178	-7,948	-5,715	—
Corporation, inhabitant taxes	20	20	298	100
Deferred	-743	-3,386	-2,679	—
Interim net income (loss)	-454	-4,581	-3,334	—
Retaining earnings brought forward	8,870	3,894	8,870	44
Retained earnings by merger	265	—	265	—
Interim dividends	—	—	929	—
Retained earnings at the end of 1st half of year (the end of year)	8,680	-687	4,871	—

### 3. Notes

#### (1) Notes required by Interim Non-consolidated Financial Statement Regulations of Japan (Excluding Interim Non-consolidated Financial Statements Regulation of Japan Art. 14 and 17-2)

- ①. Accumulated depreciation of tangible fixed assets
- |                 |                     |
|-----------------|---------------------|
| [Sep. 30, 2002] | 210,428 million yen |
| [Sep. 30, 2003] | 191,962 million yen |
| [Mar. 31, 2003] | 209,537 million yen |
- ②. Guarantees of loans (including contingent guarantees)
- |                 |                   |
|-----------------|-------------------|
| [Sep. 30, 2002] | 5,422 million yen |
| [Sep. 30, 2003] | 5,866 million yen |
| [Mar. 31, 2003] | 5,800 million yen |
- ③. Letter of awareness
- |                 |                    |
|-----------------|--------------------|
| [Sep. 30, 2003] | 11,121 million yen |
| [Mar. 31, 2003] | 12,683 million yen |
- ④. Promissory notes transferred due to securitization of assets
- |                 |                   |
|-----------------|-------------------|
| [Sep. 30, 2002] | 7,703 million yen |
| [Sep. 30, 2003] | 8,080 million yen |
| [Mar. 31, 2003] | 8,712 million yen |
- ⑤. Trade receivable transferred due to securitization of assets
- |                 |                   |
|-----------------|-------------------|
| [Sep. 30, 2002] | —                 |
| [Sep. 30, 2003] | 3,980 million yen |
| [Mar. 31, 2003] | 2,100 million yen |

#### (2) Notes required by Interim Non-consolidated Financial Statements Regulations of Japan excluding (1)

##### ①. Lease transaction

[Financial lease transactions other than those in which the lease assets are regarded as being transferred to the lessee]

	[Sep. 30, 2002]	[Sep. 30, 2003]	[Mar. 31, 2003]
A. Lease rental expense	234 million yen	140 million yen	408 million yen
B. Outstanding future lease payments as end of the period	908 million yen	373 million yen	489 million yen

[Operating lease]

	[Sep. 30, 2002]	[Sep. 30, 2003]	[Mar. 31, 2003]
Outstanding future lease payment	50 million yen	17 million yen	31 million yen

②. Securities

Stocks of subsidiaries and affiliates which are quoted on market

[Sep. 30, 2002]

	The amount on balance sheet (A)	Market price (B)	B-A
Subsidiaries' stock	2,077 million yen	2,959 million yen	882 million yen
Affiliates' stock	-	-	-
Total	2,077 million yen	2,959 million yen	882 million yen

[Sep. 30, 2003]

	The amount on balance sheet (A)	Market price (B)	B-A
Subsidiaries' stock	2,077 million yen	2,886 million yen	809 million yen
Affiliates' stock	-	-	-
Total	2,077 million yen	2,886 million yen	809 million yen

[Mar. 31, 2003]

	The amount on balance sheet (A)	Market price (B)	B-A
Subsidiaries' stock	2,077 million yen	2,763 million yen	685 million yen
Affiliates' stock	-	-	-
Total	2,077 million yen	2,763 million yen	685 million yen