

Consolidated Financial Report
for the First Half of Fiscal Year 2010
ending March 31, 2010

November 6, 2009
ITOCHU Corporation

Consolidated Financial Results of Operations

(unit:¥billion)



	FY2010		FY2010	FY2009	Increase/ Decrease	(Reference)	FY2009
	2nd Quarter	1st Quarter	1st Half	1st Half		FY2009 4th Quarter	FY2009 3rd Quarter
Revenue	883.8	767.2	1,651.1	1,496.7	+154.3	889.2	1,033.2
Gross trading profit	233.7	206.3	440.0	542.1	-102.1	236.0	282.5
Trading income(*)	40.6	13.1	53.7	164.3	-110.6	33.8	77.6
Net financial income(expense)	-2.2	-0.6	-2.8	3.3	-6.2	0.5	1.8
Other-net	3.0	15.8	18.8	1.7	+17.1	-14.7	-60.0
Income before income taxes	41.3	28.4	69.6	169.3	-99.6	19.6	19.4
Income taxes	-15.3	-15.9	-31.2	-61.5	+30.3	-2.5	-8.8
Income before equity in earnings of associated companies	26.0	12.5	38.4	107.8	-69.4	17.1	10.6
Equity in earnings of associated companies	11.4	9.4	20.8	34.9	-14.1	-9.4	15.7
Net income	37.3	21.9	59.2	142.7	-83.5	7.8	26.3
Less:Net income attributable to the noncontrolling interest	-2.4	-1.4	-3.9	-3.6	-0.3	-5.1	-2.8
Net income attributable to ITOCHU	34.9	20.4	55.3	139.1	-83.8	2.7	23.6
Adjusted profit	50.2	25.8	76.0	214.9	-138.9	29.2	95.2

(*)Trading income = Gross trading profit + Selling, general and administrative expenses + Provision for doubtful receivables

Net Income Attributable to ITOCHU by Segments (1)

(unit:¥billion)



	FY2010		FY2010	FY2009	Increase /Decrease	(Reference)	
	2nd Quarter	1st Quarter	1st Half	1st Half		FY2009 4th Quarter	FY2009 3rd Quarter
Textile	6.3	0.8	7.1	13.2	-6.1	6.6	3.1
Machinery	4.4	-0.4	4.0	3.7	+0.4	-12.5	-6.7
ICT, Aerospace & Electronics	1.8	-0.6	1.2	1.9	-0.7	5.4	0.7
Energy, Metals & Minerals	20.5	5.6	26.1	86.4	-60.3	12.0	16.3
Chemicals, Forest Products & General Merchandise	5.9	2.2	8.1	13.2	-5.1	0.8	5.0
Food	5.5	13.0	18.5	12.4	+6.1	1.7	6.1
Finance, Realty, Insurance & Logistics Services	0.3	2.0	2.3	6.6	-4.3	-5.1	-2.8
Other, Adjustments & Eliminations	-9.9	-2.2	-12.1	1.7	-13.8	-6.2	1.7
Total	34.9	20.4	55.3	139.1	-83.8	2.7	23.6
Natural resource/ Energy-related sector	20.5 (59%)	5.6 (27%)	26.1 (47%)	86.4 (62%)	-60.3 (-15%)		
Consumer -related sector	13.0 (37%)	13.2 (65%)	26.1 (47%)	31.5 (23%)	-5.4 (+25%)		
Other sectors	1.4 (4%)	1.7 (8%)	3.1 (6%)	21.2 (15%)	-18.1 (-10%)		

Net Income Attributable to ITOCHU by Segments (2)

(unit:¥billion)

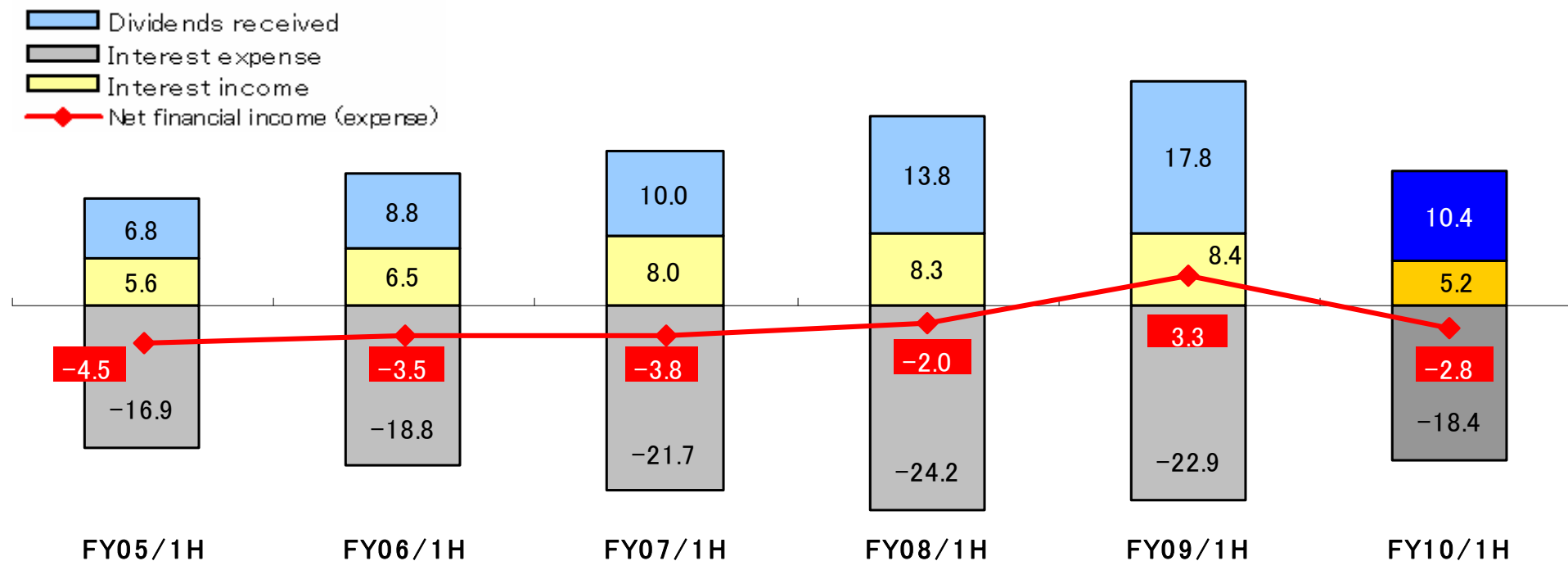


	Net income attributable to ITOCHU			Trading income(*)			Equity in earnings of associated companies		
	FY2010 1st Quarter	FY2010 2nd Quarter	Increase /Decrease	FY2010 1st Quarter	FY2010 2nd Quarter	Increase /Decrease	FY2010 1st Quarter	FY2010 2nd Quarter	Increase /Decrease
Textile	0.8	6.3	+5.4	1.3	6.4	+5.2	0.9	3.9	+3.0
Machinery	-0.4	4.4	+4.8	-1.6	0.3	+1.9	1.7	3.4	+1.7
ICT, Aerospace & Electronics	-0.6	1.8	+2.3	1.0	5.4	+4.4	0.2	0.1	-0.1
Energy, Metals & Minerals	5.6	20.5	+14.9	4.8	11.8	+7.0	1.9	0.8	-1.1
Chemicals, Forest Products & General Merchandise	2.2	5.9	+3.7	4.0	8.6	+4.6	-0.1	-0.5	-0.4
Food	13.0	5.5	-7.4	8.1	13.1	+5.0	3.9	3.2	-0.7
Finance, Realty, Insurance & Logistics Services	2.0	0.3	-1.7	-1.5	-0.8	+0.7	0.8	1.3	+0.5
Other, Adjustments & Eliminations	-2.2	-9.9	-7.6	-3.0	-4.3	-1.3	0.0	-1.0	-1.0
Total	20.4	34.9	+14.5	13.1	40.6	+27.5	9.4	11.4	+2.0

(*)Trading income = Gross trading profit + Selling, general and administrative expenses + Provision for doubtful receivables

Net Financial Income (Expense)

(unit: ¥billion)



	FY2005 1st Half	FY2006 1st Half	FY2007 1st Half	FY2008 1st Half	FY2009 1st Half	FY2010 1st Half
Net interest-bearing debt (Average Apr.-Sep.)	2,453.7	2,370.8	2,209.6	2,127.0	2,113.9	2,388.9
JPY TIBOR 3M (Average Apr.-Sep.)	0.084%	0.085%	0.324%	0.735%	0.848%	0.574%
USD LIBOR 3M (Average Jan-Jun.)	1.213%	3.067%	4.989%	5.357%	3.018%	1.044%

Earnings From Overseas Businesses

(unit:¥billion)



	FY2010 1st Half	FY2009 1st Half	Increase /Decrease	
North America	-0.4	4.9	-5.2	ITOCHU International Inc. -3.7(4.3→0.6)、 CIECO Energy (US) Limited -0.9(0.3→-0.6)
Latin America	-0.5	1.7	-2.2	Japan Brazil Paper and Pulp Resources Development Co., Ltd. -2.3(0.9→-1.4)
Europe	0.7	4.3	-3.5	CIECO Energy (UK) Limited -1.4(1.7→0.3)、 CIECO North Sea Ltd. -0.6(0.7→0.2)、 ITOCHU Europe PLC. -0.3(0.1→-0.3)
Oceania	14.6	52.1	-37.4	ITOCHU Minerals & Energy of Australia Pty Ltd -37.0(51.5→14.5)
CIS	2.1	11.6	-9.4	ITOCHU Oil Exploration (Azerbaijan) Inc. -10.2(11.7→1.4) ITOCHU Oil Exploration (BTC) Inc. +0.3(0.5→0.8)
China	3.8	5.6	-1.8	ITOCHU (China) Holding Co., Ltd. -1.2(1.9→0.7)、 ITOCHU Hong Kong Ltd. -0.5(1.4→0.9)
Asia	3.7	3.2	+0.5	P.T. ANEKA BUMI PRATAMA +0.6(-0.4→0.2) ITOCHU Singapore Pte, Ltd. -0.0(1.0→1.0)
Others	-0.2	-1.5	+1.3	ITOCHU Petroleum Co., (Hong Kong) Ltd. +1.0(-1.8→-0.8)
Total	24.0	81.8	-57.8	
Overseas profit ratio(*)	43%	59%		(*)Overseas businesses profit/Net income attributable to ITOCHU

Financial Position

(unit:¥billion)



	Sep 30 2009	March 31 2009	Increase /Decrease	Impact		FY2010 Forecast	Difference
				C.I.Kasei	i-LOGISTICS		
Total assets	5,461.7	5,192.1	+269.6	80.3	24.8	5,500.0	-38.3
Cash and cash equivalents and Time deposits	551.7	632.6	-80.8	-	-		
Net trade receivables	1,314.4	1,282.7	+31.8	21.1	4.2		
Inventories	547.9	509.5	+38.4	10.9	-		
Investments in and advances	1,456.0	1,274.8	+181.2	-	-		
Others	1,591.6	1,492.5	+99.1	48.3	20.6		
Deferred tax assets-net	130.8	158.5	-27.7	-0.3	-0.9		
Total trade payables	1,136.6	1,041.7	+94.8	16.5	2.6		
Interest-bearing debt	2,388.5	2,389.3	-0.9	30.9	0.9	2,400.0	-11.5
Net interest-bearing debt	1,836.7	1,756.8	+80.0	28.3	-0.9	1,900.0	-63.3
Net debt-to-stockholders' equity ratio	1.8 times	2.1 times	improved 0.2			1.9 times	-0.1 times
Total ITOCHU stockholders' equity	1,007.2	849.4	+157.8			1,000.0	+7.2
Retained earnings	839.6	796.9	+42.7				
Accumulated other comprehensive income(loss)	-168.9	-284.2	+115.3				
Foreign currency translation adjustments	-101.8	-185.4	+83.6				
Pension liability adjustments	-104.0	-106.0	+2.0				
Unrealized holding gains on securities	41.5	13.7	+27.8				
Unrealized holding losses on derivative instruments	-4.6	-6.5	+1.9				

Consolidated Statements of Cash Flows

(unit:¥billion)



	FY2010 1st Half	FY2009 1st Half
Net Income	59.2	142.7
Adjustments to reconcile net income to net cash	43.5	-80.4
Cash Flows from operating activities	102.7	62.3
Net purchases of property, equipment and other assets	-37.8	-62.9
Net increase in investments in and advances to associated companies	-79.1	-11.0
Net purchases of other investments	-20.4	-26.0
Others	2.7	-14.8
Cash Flows from investing activities	-134.6	-114.8
Cash Flows from financing activities	-56.0	14.0
Cash and cash equivalents at end of period	547.7	399.4
Increase/Decrease compared with the end of the previous year	-81.1	-46.9

Outlook for Fiscal Year 2010

(unit:¥billion)



	Results	FY2010 Forecast	FY2010 Original Plan	Difference
Total trading transactions	4.8 trillion	10.5 trillion	10.5 trillion	-
Gross trading profit	440.0	950.0	975.0	-25.0
Net financial income(expense)	-2.8	0.0	-10.0	+10.0
Other-net	18.8	25.0	0.0	+25.0
Income before income taxes	69.6	175.0	175.0	-
Income taxes	-31.2	-77.0	-85.0	+8.0
Income before equity in earnings of associated companies	38.4	98.0	90.0	+8.0
Equity in earnings of associated companies	20.8	47.0	56.0	-9.0
Net income	59.2	145.0	146.0	-1.0
Less:Net income attributable to the noncontrolling interest	-3.9	-15.0	-16.0	+1.0
Net income attributable to ITOCHU	55.3	130.0	130.0	-

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