

Consolidated Financial Results for the First Half of Fiscal Year 2012 ending March 31, 2012
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 Page:

1	:	Consolidated Financial Results for the First Half of Fiscal Year 2012 ending March 31, 2012
3	:	1. Qualitative Information
3	:	(1) Qualitative Information on Consolidated Operating Results
6	:	(2) Qualitative Information on Consolidated Financial Position
6	:	(a) Consolidated Financial Position
6	:	(b) Consolidated Cash Flows Information
7	:	2. Other Information
7	:	(1) Changes of classification of specified subsidiaries accompanied by changes in the consolidation scope
7	:	(2) Adoption of simplified or specific accounting methods for quarterly financial reporting
7	:	(3) Changes of accounting policies or presentation methods in the consolidated financial statements
8	:	3. Outlook for Fiscal Year 2012
10	:	4. Quarterly Consolidated Financial Statements
10	:	(1) Consolidated Statements of Income (For the six months ended September 30, 2011 and 2010)
10	:	(2) Consolidated Statements of Comprehensive Income (For the six months ended September 30, 2011 and 2010)
12	:	(3) Consolidated Statements of Income-Quarterly (For the three months ended September 30, 2011 and 2010)
12	:	(4) Consolidated Statements of Comprehensive Income-Quarterly (For the three months ended September 30, 2011 and 2010)
14	:	(5) Consolidated Balance Sheets (As of September 30, 2011 and March 31, 2011)
17	:	(6) Consolidated Statements of Cash Flows (For the six months ended September 30, 2011 and 2010)
19	:	(7) Consolidated Statements of Cash Flows-Quarterly (For the three months ended September 30, 2011 and 2010)
21	:	(8) Segment Information (For the six/three months ended September 30, 2011 and 2010)
25	:	(9) Assumption for Going Concern
25	:	(10) Information Concerning Dividend Payment
25	:	(11) Significant Changes in Stockholders' Equity
25	:	(12) Subsequent Events
26	:	5. Performance of Group Companies attributable to ITOCHU
32	:	6. Quarterly Information on Consolidated Operating Results

Consolidated Financial Results for the First Half of Fiscal Year 2012 ending March 31, 2012

[Prepared in conformity with accounting principles generally accepted in the United States of America]

Company name: ITOCHU Corporation

Stock exchange code: 8001

URL: <http://www.itochu.co.jp/en/ir/>

President and Chief Executive Officer:

Masahiro Okafuji

General Manager of Corporate Communications Division: Tomoyuki Takada

TEL: 81 - 3 - 3497 - 7291

The date of payout of dividend:

Dec 2, 2011 (Planned)

1. Consolidated operating results for the first half of fiscal year 2012 (from April 1, 2011 to September 30, 2011)

(1) Consolidated operating results (Summary)

(%: Changes from the same period of the previous fiscal year)

	Total trading transactions		Trading income (*1)		Income before income taxes and equity in earnings of associated companies		Net income attributable to ITOCHU	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
For the first half of								
Fiscal year 2012	5,997,348	5.8	137,325	18.5	185,696	66.6	158,106	53.5
Fiscal year 2011	5,668,810	18.1	115,874	115.9	111,482	60.1	102,976	86.1

(Note) Comprehensive income (loss) (millions of yen) 1st half of FY 2012 : 95,720 (70.4%) 1st half of FY 2011 : 56,167 (down 68.3%)

(Note) Comprehensive income (loss) attributable to ITOCHU (millions of yen) 1st half of FY 2012 : 84,993 (62.6%) 1st half of FY 2011 : 52,280 (down 69.4%)

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

	Net income attributable to ITOCHU per share (basic)		Net income attributable to ITOCHU per share (diluted) (*2)	
	yen	yen	yen	yen
For the first quarter of				
Fiscal year 2012	100.03	-	-	-
Fiscal year 2011	65.15	65.06	65.06	65.06

(Note) Equity in earnings of associated companies (millions of yen) 1st half of FY 2012 : 51,705 1st half of FY 2011 : 37,652

(*2) Net income attributable to ITOCHU per share (diluted) for the first half of Fiscal year 2012 is not presented

since antidiluted effect by the convertible preference stocks issued by associated company outstanding.

(2) Consolidated financial position

	Total assets	Total equity	Total ITOCHU stockholders' equity	Ratio of ITOCHU stockholders' equity to total assets	ITOCHU stockholders' equity per share
	millions of yen	millions of yen	millions of yen	%	yen
September 30, 2011	5,972,743	1,572,988	1,224,581	20.5	774.79
March 31, 2011	5,673,683	1,397,510	1,154,826	20.4	730.65

2. Dividend distribution

	Dividend distribution per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	yen	yen	yen	yen	yen
Fiscal year 2011	-	9.00	-	9.00	18.00
Fiscal year 2012	-	16.50	-	-	-
Fiscal year 2012 (Planned)	-	-	-	16.50	33.00

(Note) No changes from the plan of dividend distribution previously announced on May 6, 2011

3. Outlook of consolidated operating results for fiscal year 2012 (from April 1, 2011 to March 31, 2012)

(%: Changes from the previous fiscal year)

	Total trading transactions		Trading income (*)		Income before income taxes and equity in earnings of associated companies		Net income attributable to ITOCHU		Net income attributable to ITOCHU per share (basic)	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen	yen
Fiscal year 2012	12,000,000	5.3	320,000	25.0	300,000	64.7	240,000	49.1	151.85	151.85

(Note) No changes from the forecast previously announced on May 6, 2011

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

4. Other information

(1) Changes in classification of specified subsidiaries accompanied by changes in the consolidation scope during the first half of fiscal year 2012: Yes

New 4 Companies: ITC Platinum Development Ltd.
ITOCHU Coal Americas Inc.
European Tyre Enterprise Limited (*)
Brazil Japan Iron Ore Corporation

(*) European Tyre Enterprise Limited changed its corporate name from Bidco Tyche Limited on August 23, 2011.

(2) Adoption of simplified or specific accounting methods for quarterly financial reporting: N/A

(3) Changes in accounting policies or presentation ways in the consolidated financial statements

(a) Changes due to amendment of accounting standards: N/A

(b) Other changes: N/A

(4) Number of common shares issued

(a) Number of common shares outstanding: (including the number of treasury stock)	1st half of FY 2012	1,584,889,504	Fiscal Year 2011	1,584,889,504
(b) Number of treasury stock:	1st half of FY 2012	4,362,710	Fiscal Year 2011	4,353,606
(c) Average number of common shares outstanding:	1st half of FY 2012	1,580,530,741	1st half of FY 2011	1,580,603,364

[Note]

1. This document is an English translation of a statement written initially in Japanese. The Japanese original should be considered the primary version.
2. The financial statements contain forward-looking statements regarding ITOCHU Corporation's corporate plans, strategies, forecasts, and other statements that are not historical facts. They are based on current expectations, estimates, forecasts and projections about the industries in which ITOCHU Corporation operates. As the expectations, estimates, forecasts and projections are subject to a number of risks, uncertainties and assumptions, including without limitation, changes in economic conditions; fluctuations in currency exchange rates; changes in the competitive environment; the outcome of pending and future litigation; and the continued availability of financing; financial instruments and financial resources, they may cause actual results to differ materially from those presented in such forward-looking statements. ITOCHU Corporation, therefore, wishes to caution that readers should not place undue reliance on forward-looking statements, and, further that ITOCHU Corporation undertakes no obligation to update any forward-looking statements as a result of new information, future events or other developments.
3. "Total trading transactions" and "Trading income" are presented in accordance with Japanese accounting practice.
 - "Total trading transactions" in the consolidated statements of income consists of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.
 - "Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful receivables"
4. The consolidated financial statements are expressed in yen and, solely for the convenience of the reader, have been translated into U.S. dollars at the rate of 76.65 yen = 1 U.S. dollar, the exchange rate prevailing on September 30, 2011. The translation should not be construed as a representation that the Japanese yen amounts could be converted into U.S. dollars at the above or any other rate.
5. "ITOCHU" in items of A/C on the consolidated financial statements represents ITOCHU Corporation.

1. Qualitative Information

(1) Qualitative Information on Consolidated Operating Results

[The First Half of Fiscal Year 2012 (April 1, 2011 to September 30, 2011)]

<General Economic Situations>

For the six months ended September 30, 2011, although the global economy continued to expand due to support from economic growth in emerging countries, economic slowdown in mainly developed countries became clear. Reflecting concern over the slowdown of the global economy, the price of WTI crude oil trended downward, falling from over US\$100 at the beginning of April to around US\$80 at the end of September. Japan's economy experienced unavoidable sluggishness due to tremendous human suffering and physical damage that resulted from the Great East Japan Earthquake. However, Japan's economy began trending toward recovery thanks to a pickup in corporate activity accompanying the restoration of supply chains and a recovery in consumer spending as a mood of self-restraint lessened. As a result of concern over the federal debt limit problem of the United States and the debt problems of European countries, risk aversion strengthened in financial markets, and stock prices fell and long-term interest rates declined worldwide. The Nikkei Stock Average decreased from approximately ¥9,700 at the beginning to April to less than ¥9,000 at the end of September. The yield on 10-year Japanese government bonds declined from approximately 1.3% to approximately 1%. Amid strengthening risk aversion, the yen was seen as relatively low risk, and the yen strengthened further against the U.S. dollar from approximately ¥83 at the beginning of April to less than ¥77 at the end of September.

<Consolidated Operating Results>

Revenue for the six-month period ended September 30, 2011, increased by 11.9%, or 204.9 billion yen, compared with the same period of the previous fiscal year, to 1,922.6 billion yen (25,083 million U.S. dollars). It was attributable to higher revenue in several division companies. Energy, Metals & Minerals Company achieved an overall increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume counteracted a decrease due to lower coal production volume. In Chemicals, Forest Products & General Merchandise Company, revenue increased due to higher market prices for natural rubber and chemicals. In addition, Food Company also rose thanks to higher market prices for food materials, such as feed grains and others, and an increase in transaction volume in food-distribution-related subsidiaries.

Gross trading profit was up by 4.3%, or 20.5 billion yen, compared with the same period of the previous fiscal year, to 493.0 billion yen (6,431 million U.S. dollars). It was attributable to increases in several division companies, despite of the negative effect due to the disposal and sale of subsidiaries in the previous fiscal year. In Energy, Metals & Minerals Company, gross trading profit rose because increases in prices for oil & gas, a recovery of operations for energy transactions, and increases in iron ore prices and sales volume offset a decline in earnings due to lower coal production volume. ICT & Machinery Company achieved an increase due to the higher transactions in domestic ICT-related businesses. In addition, Chemicals, Forest Products & General Merchandise Company increased thanks to strong domestic market conditions for plywood and higher market prices for natural rubber and chemicals.

Selling, general and administrative expenses decreased by 0.7%, or 2.4 billion yen, compared with the same period of the previous fiscal year, to 353.2 billion yen (4,608 million U.S. dollars). It was attributable to decreases due to cost reductions and the de-consolidation of certain subsidiaries, which offset an increase accompanying a rise in revenue among existing consolidated companies. (Please refer to "Note 2" in 4. (1) on page 10.)

Provision for doubtful receivables increased by 1.4 billion yen, compared with the same period of the previous fiscal year, to a loss of 2.4 billion yen (32 million U.S. dollars), due to an increase in allowance for doubtful receivables.

Net interest expenses improved by 34.2%, or 3.1 billion yen, compared with the same period of the previous fiscal year, to a loss of 6.0 billion yen (77 million U.S. dollars), due to a decline in yen interest rates. **Dividends received** increased by 14.1%, or 1.7 billion yen, compared with the same period of the previous fiscal year, to 13.8 billion yen (179 million U.S. dollars), due primarily to an increase in dividends from LNG-related investments. Consequently, **Net financial income**, which is the total of **Net interest expenses** and **Dividends received**, improved by 4.8 billion yen, compared with the same period of the previous fiscal year, to a gain of 7.8 billion yen (102 million U.S. dollars).

Gain on investments-net improved by 23.8 billion yen, compared with the same period of the previous fiscal year, to 13.4 billion yen (174 million U.S. dollars). It was attributable to a decrease in impairment losses on investment securities and an increase in gain on sales of investments as well as the recognizing a gain in business combination of Brazil Japan Iron Ore Corporation by remeasuring its previously held equity interests at its acquisition-date fair value.

Gain on property and equipment-net declined by 5.6 billion yen, compared with the same period of the previous fiscal year, to 0.9 billion yen (12 million U.S. dollars) resulting from a loss on disposal of oil interests and the absence of a gain on sale of coal interests for the same period of the previous fiscal year, which offset a gain on sale of property and equipment of consolidated subsidiaries.

Gain on bargain purchase in acquisition was 10.5 billion yen (137 million U.S. dollars). It was recognized in acquisition of Brazil Japan Iron Ore Corporation for the first quarter of the current fiscal year.

Other-net improved by 19.2 billion yen, compared with the same period of the previous fiscal year, to a gain of 15.8 billion yen (206 million U.S. dollars), due to the receipt of insurance claims related to the Great East Japan Earthquake and an improvement in miscellaneous gain (loss).

As a result, **Income before income taxes and equity in earnings of associated companies** increased by 66.6% or 74.2 billion yen, compared with the same period of the previous fiscal year, to 185.7 billion yen (2,422 million U.S. dollars). **Income taxes** increased (worsened) by 69.3%, or 28.5 billion yen, compared with the same period of the previous fiscal year, to expenses of 69.6 billion yen (908 million U.S. dollars).

Equity in earnings of associated companies increased by 37.3%, or 14.1 billion yen, compared with the same period of the previous fiscal year, to a gain of 51.7 billion yen (675 million U.S. dollars). Accompanying higher prices and sales volume, there was an increase in earnings at mineral-resources-related companies, and steel-products-related and mobile-networks-related companies also recorded higher earnings. In addition, an unordinary gain was recognized due to the purchase of additional common shares of a leasing-related company.

As a result, **Net income** increased by 55.3% compared with the same period of the previous fiscal year, or 59.8 billion yen, to 167.8 billion yen (2,189 million U.S. dollars).

Consequently, **Net income attributable to ITOCHU**, which is calculated as **Net income** minus **Net income attributable to the noncontrolling interest** of 9.7 billion yen (126 million U.S. dollars), increased by 53.5%, or 55.1 billion yen, compared with the same period of the previous fiscal year, to 158.1 billion yen (2,063 million U.S. dollars).

(Supplemental information)

In accordance with Japanese accounting practices, **Total trading transactions** for the six-month period ended September 30, 2011, increased by 328.5 billion yen, compared with the same period of the previous fiscal year, to 5,997.3 billion yen (78,243 million U.S. dollars). It was attributable to higher trading transactions from several division companies. Energy, Metals & Minerals Company achieved an overall increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume counteracted a decrease due to lower coal production volume. In Chemicals, Forest Products & General Merchandise Company, trading transactions increased due to strong domestic market conditions for plywood and higher market prices for natural rubber and chemicals. In addition, Food Company also rose thanks to higher market prices for food materials, such as feed grains and others, and an increase in transactions volume in food-distribution-related subsidiaries.

[The Second Quarter of Fiscal Year 2012 (July 1, 2011, to September 30, 2011)]

<Consolidated Operating Results>

Revenue for the second quarter of fiscal year 2012, the three-month period ended September 30, 2011, increased by 15.1%, or 134.2 billion yen, compared with the same period of the previous fiscal year, to 1,024.3 billion yen (13,363 million U.S. dollars). It was attributable to the higher revenue in several division companies. Energy, Metals & Minerals Company achieved an increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume as well as higher coal prices. Coal production volume recovered compared with that for the first quarter of the current fiscal year but remained lower than that for the same period of the previous fiscal year. ICT & Machinery Company increased due to higher transactions volume in domestic ICT-related businesses and domestic mobile phone sales businesses. In addition, Chemicals, Forest Products & General Merchandise Company, revenue rose due to higher market price for natural rubber.

Gross trading profit was up by 7.0%, or 17.4 billion yen, compared with the same period of the previous fiscal year, to 265.5 billion yen (3,464 million U.S. dollars). Energy, Metals & Minerals Company and ICT & Machinery Company recorded

higher trading profit on increased revenue, despite of the negative effect due to the disposal and sale of subsidiaries in the previous fiscal year.

Selling, general and administrative expenses were almost at the same level compared with the same period of the previous fiscal year, at 178.8 billion yen (2,333 million U.S. dollars). It was attributable to decreases due to cost reductions and the de-consolidation of certain subsidiaries, which offset an increase accompanying a rise in revenue among existing consolidated companies. (Please refer to “Note 2” in 4. (3) on page 12.)

Provision for doubtful receivables increased by 0.8 billion yen, compared with the same period of the previous fiscal year, to a loss of 1.3 billion yen (17 million U.S. dollars), due to an increase in allowance for doubtful receivables.

Net interest expenses improved by 26.0%, or 0.9 billion yen, compared with the same period of the previous fiscal year, to a loss of 2.6 billion yen (35 million U.S. dollars), due to a decline in yen interest rates. **Dividends received** increased by 27.7%, or 1.4 billion yen, compared with the same period of the previous fiscal year, to 6.4 billion yen (84 million U.S. dollars), due primarily to an increase in dividends from LNG-related investments. Consequently, **Net financial income**, which is the total of **Net interest expenses** and **Dividends received**, improved by 2.3 billion yen, compared with the same period of the previous fiscal year, to a gain of 3.8 billion yen (49 million U.S. dollars).

Loss on investments-net worsened by 1.9 billion yen, compared with the same period of the previous fiscal year, to 6.6 billion yen (86 million U.S. dollars). It was mainly due to an increase in impairment on investment securities.

Gain on property and equipment-net declined by 5.5 billion yen, compared with the same period of the previous fiscal year, to 0.8 billion yen (11 million U.S. dollars), resulting from loss on disposal of oil interests and the absence of a gain on sale of coal interests for the same period of the previous fiscal year, which offset gains on sale of property and equipment in consolidated subsidiaries.

Other-net improved by 7.4 billion yen, compared with the same period of the previous fiscal year, to a gain of 6.5 billion yen (85 million U.S. dollars), due to the receipt of insurance claims related to the Great East Japan Earthquake and an improvement in miscellaneous gain (loss).

As a result, **Income before income taxes and equity in earnings of associated companies** increased by 26.9% or 19.1 billion yen, compared with the same period of the previous fiscal year, to 89.9 billion yen (1,173 million U.S. dollars). **Income taxes** increased (worsened) by 56.9%, or 15.0 billion yen, compared with the same period of the previous fiscal year, to expenses of 41.5 billion yen (541 million U.S. dollars).

Equity in earnings of associated companies increased by 20.3%, or 4.4 billion yen, compared with the same period of the previous fiscal year, to a gain of 25.9 billion yen (338 million U.S. dollars). Accompanying higher prices and sales volume, there was an increase in earnings at mineral-resources-related companies, and mobile-networks-related companies and CVS company also recorded higher earnings.

As a result, **Net income** increased by 12.7% compared with the same period of the previous fiscal year, or 8.4 billion yen, to 74.4 billion yen (970 million U.S. dollars).

Consequently, **Net income attributable to ITOCHU**, which is calculated as **Net income** minus **Net income attributable to the noncontrolling interest** of 6.6 billion yen (86 million U.S. dollars), increased by 8.0%, or 5.0 billion yen, compared with the same period of the previous fiscal year, to 67.8 billion yen (884 million U.S. dollars).

(Supplemental information)

In accordance with Japanese accounting practices, **Total trading transactions** for the three-month period ended September 30, 2011, increased by 197.1 billion yen, compared with the same period of the previous fiscal year, to 3,135.9 billion yen (40,912 million U.S. dollars). It was attributable to higher trading transactions from several division companies. Energy, Metals & Minerals Company achieved an increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume as well as higher coal prices. Coal production volume recovered compared with that of the first quarter but remained lower than that of the same period of the previous fiscal year. Chemicals, Forest Products & General Merchandise Company recorded an increase due to strong domestic market conditions for plywood and higher market prices for natural rubber. In addition, Food Company rose thanks to higher market prices of food materials, such as feed grains and others, and an increase in transactions volume in food-distribution-related subsidiaries.

(2) Qualitative Information on Consolidated Financial Position

(a) Consolidated Financial Position

Total assets as of September 30, 2011, increased by 5.3 %, or 299.1 billion yen compared with March 31, 2011, to 5,972.7 billion yen (77,922 million U.S. dollars). There was a significant decrease in **Cash and cash equivalents** and **Time deposit** due to new investments. However, there were some increases in **Inventories** in Energy, Metals & Minerals Company and Chemicals, Forest Products & General Merchandise Company. In addition, **Investments to associated companies** increased due to a new investment related to IPP (Independent Power Producer) in North America in ICT & Machinery Company, an increase due to acquisition of Brazil Japan Iron Ore Corporation in Energy, Metals & Minerals Company. **Net property and equipment** accompanying purchase of interests in coal project in Energy, Metals & Minerals Company; and increases in **Inventories, Net property and equipment** and **Other assets** due to acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise Company.

Interest-bearing debt increased by 2.9 %, or 66.2 billion yen compared with March 31, 2011, to 2,334.6 billion yen (30,458 million U.S. dollars). **Net interest-bearing debt**, interest-bearing debt after deducting **Cash and cash equivalents** and **Time deposits**, increased by 14.9 %, or 244.0 billion yen compared with March 31, 2011, to 1,877.2 billion yen (24,491 million U.S. dollars). This was due to a significant decrease in **Cash and cash equivalents** and **Time deposits** as a result of new investments.

Total ITOCHU stockholders' equity increased by 6.0 %, or 69.8 billion yen compared with March 31, 2011, to 1,224.6 billion yen (15,976 million U.S. dollars), due to increase in **Net income attributable to ITOCHU**, despite a decrease in dividend payment and a deterioration of **Foreign currency translation adjustments**.

As a result, **the Ratio of stockholders' equity to total assets** improved by 0.1 points to 20.5 % from March 31, 2011. **NET DER** (Net Debt-to-stockholders' Equity ratio) was 1.5 times. **Total equity**, or the total of ITOCHU stockholders' equity and noncontrolling interest increased by 12.6 %, or 175.5 billion, compared with March 31, 2011, to 1,573.0 billion yen (20,521 million U.S. dollars), mainly due to acquisition of Brazil Japan Iron Ore Corporation.

(b) Consolidated Cash Flows Information

[The First Half of Fiscal Year 2012 (April 1, 2011 to September 30, 2011)]

Cash flows from operating activities for the six-month period ended September 30, 2011, recorded a net cash-inflow of 49.6 billion yen (647 million U.S. dollars), resulting from the steady performance in operating revenue in overseas natural resources, despite an increase in inventories in Energy, Metals & Minerals and Chemicals, Forest Products & General Merchandise.

Cash flows from investing activities recorded a net cash-outflow of 182.1 billion yen (2,375 million U.S. dollars) mainly due to purchase of additional shares of Brazil Japan Iron Ore Corporation and an investment in IPP in North America, as well as additional capital expenditures and purchase of interests in natural resource development sector.

Cash flows from financing activities recorded a net cash-outflow of 38.1 billion yen (497 million U.S. dollars) due to repayment of debt and dividend payment.

Consequently, **Cash and cash equivalents** as of September 30, 2011, decreased by 177.5 billion yen to 453.2 billion yen (5,912 million U.S. dollars) compared with March 31, 2011.

[The Second Quarter of Fiscal Year 2012 (July 1, 2011, to September 30, 2011)]

Cash flows from operating activities for the three-month period ended September 30, 2011, recorded a net cash-inflow of 70.8 billion yen (924 million U.S. dollars), resulting from the steady performance in operating revenue in overseas natural resources.

Cash flows from investing activities recorded a net cash-outflow of 36.3 billion yen (473 million U.S. dollars) mainly due to investment in financial business, as well as additional capital expenditures in natural resource development sector.

Cash flows from financing activities recorded a net cash-inflow of 5.9 billion yen (78 million U.S. dollars) due to proceeds of debt.

2. Other Information

- (1) Changes of classification of specified subsidiaries accompanied by changes in the consolidation scope

Following 4 companies became consolidated subsidiaries during the three months ended June 30, 2011.

ITC Platinum Development Ltd.

ITOCHU Coal Americas Inc.

European Tyre Enterprise Limited (*)

Brazil Japan Iron Ore Corporation

(*) European Tyre Enterprise Limited changed its corporate name from Bidco Tyche Limited on August 23, 2011.

- (2) Adoption of simplified or specific accounting methods for quarterly financial reporting N/A

- (3) Changes of accounting policies or presentation methods in the consolidated financial statements

(a) Changes due to amendment of accounting standards N/A

(b) Other changes N/A

3. Outlook for Fiscal Year 2012

Looking ahead to economic conditions in the second half of fiscal 2012, ending March 31, 2012, the world economy is expected to continue slowdown due to economic sluggishness among developed countries. Because of growing uncertainty about the worldwide outlook, Europe's debt problem has triggered a further strengthening of risk aversion in financial markets. Therefore, adequate caution remains necessary in relation to the risk of sudden changes in exchange rates, stock prices or commodities markets and the risk of such factors as volatility in these financial markets affecting the world economy through falls in asset value. In addition, although the economies of emerging countries are performing more solidly than those of developed countries, there is a risk that financial constraints resulting from marked confusion among international financial markets could affect the economic growth adversely. Japan's economy is expected to continue recovering from the slump that followed the earthquake disaster due to the benefits of restoration investment and other factors. However, careful attention should be paid to such factors as a softening of exports, accompanying the global economic slowdown and the large-scale disaster; fluctuations in financial markets, centered on exchange rates; and restrictions on power supplies.

ITOCHU expects the annual consolidated operating results in fiscal year 2012, as indicated in the following table, which is kept unchanged since originally announced on May 6, 2011.

Consolidated	Results	Forecast (Announced on May 6)	Results (*1)
	1st half of FY2012	FY2012	FY2011
Total trading transactions	5,997.3	12,000.0	11,392.6
Gross trading profit	493.0	1,050.0	976.2
Selling, general and administrative expenses	(353.2)	(730.0)	(710.7)
Provision for doubtful receivables	(2.4)	—	(9.4)
Net interest expenses	(6.0)	(20.0)	(16.7)
Dividends received	13.8	20.0	23.5
Other-net	40.6	(20.0)	(80.8)
Income before income taxes and equity in earnings of associated companies	185.7	300.0	182.1
Income taxes	(69.6)	(120.0)	(68.5)
Income before equity in earnings of associated companies	116.1	180.0	113.6
Equity in earnings of associated companies	51.7	80.0	60.6
Net income	167.8	260.0	174.2
Less: Net income attributable to the noncontrolling interest	(9.7)	(20.0)	(13.2)
Net income attributable to ITOCHU	158.1	240.0	161.0
Net income per share (basic)	100.03 yen	151.85 yen	101.84 yen
Total assets	5,972.7 billion yen	6,400.0 billion yen	5,673.7 billion yen
Total interest-bearing debt	2,334.6	2,700.0	2,268.4
Net interest-bearing debt	1,877.2	2,200.0	1,633.2
Total equity	1,573.0	1,590.0	1,397.5
Total ITOCHU stockholders' equity	1,224.6	1,350.0	1,154.8

(*1) As a result of the ITOCHU Group's integration of food distribution and marketing business, the items in which distribution cost related to these operations has been included were changed from the beginning of fiscal year 2012. The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification.

(*2) For your attention, these forecasts are forward looking statements that are based on management's assumptions and beliefs based on May 6, 2011 and involve risks and uncertainties. Thus, the actual results could be substantially different from the above statement due to such factors including, but not limited to, global economic and market conditions, and currency exchange rate fluctuations.

(Note)	Results 1st half of FY2012	Forecast (Announced on May 6) FY2012	Results FY2011
Foreign exchange rate (Yen/US\$)	82.64	80	88.27
Crude oil (Brent) (US\$/BBL)	111	109	80.25
	(Jan.-Jun. result)	(Jan.-Dec. forecast)	(Jan.-Dec. result)
Iron ore, fine (US\$/ton)	(*)3 170	(*)4 171	133
Coking coal (US\$/ton)	(*)3 323	(*)4 330	215
Thermal coal (US\$/ton)	(*)3 130	(*)4 130	98

(*3) These prices are those which ITOCHU regards as general transaction prices based on the market, and actual prices are determined by individual negotiations with each customer.

(*4) It is provisional price that it is said major suppliers and customers have agreed regarding shipments in the first quarter of FY2012.

Distribution of the current fiscal year's profit

For the interim dividend of the current fiscal year, ITOCHU Corporation has decided to pay 16.5 yen per share.

And at present, for the dividend at the end of the current fiscal year, ITOCHU Corporation intends to pay 16.5 yen (annual total of 33.0 yen) per share.

Major Group Companies' Forecasts of Fiscal Year 2012

ITOCHU's major group companies' forecasts of fiscal year 2012 are as follows.

As for listed group companies which are scheduled to announce their forecasts of fiscal year 2012 on or after November 2, refer to their own announcements.

The following list will be updated based on forecasts of fiscal year 2012 disclosed by all major group companies. (Scheduled around the end of November)

Please refer to ITOCHU website accordingly.

[Major Group Companies'(unlisted companies) forecasts of fiscal year 2012]

(Unit: billion yen)

	Name	Shares	ITOCHU's share of Net income [Forecasts]	ITOCHU's share of Net income [1st half of FY 2012]
Textile	JOIX CORPORATION	100.0%	0.7	(0.1)
	SANKEI CO., LTD.		1.6	0.6
	ITOCHU Textile Prominent (ASIA) Ltd. (Hong Kong, China)	100.0%	0.7	0.3
	ITOCHU TEXTILE (CHINA) CO., LTD. (China)	100.0%	1.2	0.5
ICT& Machinery	ITOCHU CONSTRUCTION MACHINERY CO., LTD.	100.0%	0.5	0.3
	ITOCHU MACHINE-TECHNOS CORPORATION	100.0%	0.5	0.2
	Century Medical, Inc.	100.0%	0.8	0.5
	ITOCHU Automobile America Inc. (U.S.A.)	100.0%	0.1	0.0
Energy, Metals & Minerals	ITOCHU Metals Corporation	100.0%	1.3	0.6
	ITOCHU Minerals & Energy of Australia Pty Ltd (Australia)	100.0%	88.4	50.5
	ITOCHU Oil Exploration (Azerbaijan) Inc. (Cayman Islands)	100.0%	13.2	4.0
	ITOCHU PETROLEUM CO.,(SINGAPORE)PTE. LTD. (Singapore)	100.0%	(0.2)	0.1
	Marubeni-Itochu Steel Inc.	50.0%	11.0	6.5
Chemicals, Forest Products & General Merchandise	ITOCHU Kenzai Corp.	92.6%	1.4	1.2
	ITOCHU Pulp & Paper Corp.	100.0%	0.2	0.1
	ITOCHU CHEMICAL FRONTIER Corporation	100.0%	3.1	1.7
	ITOCHU PLASTICS INC.	100.0%	2.3	1.0
	C.I.Kasei Co., Ltd.	97.6%	0.9	0.4
Food	NIPPON ACCESS, INC.	93.8%	9.6	6.2
Construction & Realty	ITOCHU Property Development, Ltd.	99.8%	2.1	(1.4)
Financial & Insurance Services, Logistics Services	ITOCHU LOGISTICS CORP.	99.0%	0.9	0.6
Overseas	ITOCHU International Inc. (U.S.A.)	100.0%	6.4	4.4
	ITOCHU Europe PLC (U.K.)	100.0%	1.2	0.1
	ITOCHU Hong Kong Ltd. (Hong Kong, China)	100.0%	3.1	1.4
	ITOCHU (China) Holding Co., Ltd. (China)	100.0%	4.5	1.9
	ITOCHU Australia Ltd. (Australia)	100.0%	3.7	2.0

[Major Group Companies'(listed companies) forecasts of fiscal year 2012]

(Unit: billion yen)

	Name	Date of Forecasts Announcement	Companies' Forecasts (Note 1)	Shares	ITOCHU's share of Net income [Forecasts] (Note 2)	ITOCHU's share of Net income [1st half of FY 2012] (Note 3)	(Expected) Date of Announcement
ICT& Machinery	ITOCHU Techno-Solutions Corporation	Apr.27	12.0	55.4%	6.6	2.8	Oct.28
	Excite Japan Co., Ltd.	Aug.10	0.3	57.8%	0.2	(Note 4)	Nov.9
	ITC NETWORKS CORPORATION	Sep.26	2.5	60.3%	1.5	0.8	Oct.27
	Century Tokyo Leasing Corporation	May.9	24.5	25.0%	6.1	3.4	Oct.31
	JAMCO Corporation	May.13	0.1	33.2%	0.0	(Note 4)	Nov.8
	SUNCALL CORPORATION	Jul.15	1.4	26.9%	0.4	0.1	Nov.1
	SPACE SHOWER NETWORKS INC.	Aug.25	0.2	36.8%	0.1	0.0	Oct.27
Energy, Metals & Minerals	ITOCHU ENEX CO., LTD.	May.10	4.0	53.6%	2.1	1.1	Oct.31
Chemicals, Forest Products & General Merchandise	DAIKEN CORPORATION	Jul.28	1.7	25.5%	0.4	0.2	Oct.31
	TAKIRON Co., Ltd.	May.12	2.0	27.9%	0.6	(Note 4)	Nov.9
Food	ITOCHU SHOKUHIN Co., Ltd.	May.12	4.3	51.5%	2.2	(Note 4)	Nov.10
	Japan Foods Co., Ltd.	Jul.29	0.7	34.8%	0.2	0.3	Oct.27
	Fuji Oil Co., Ltd.	May.9	9.7	25.7%	2.5	(Note 4)	Nov.4
	FamilyMart Co., Ltd.	Sep.28	15.0	31.6%	4.7	3.9	Oct.6
	Prima Meat Packers, Ltd.	May.13	2.5	39.5%	1.0	(Note 4)	Nov.4
Financial & Insurance Services, Logistics Services	Orient Corporation	Oct.12	8.7	23.6%	(Note 5)	(0.3)	Oct.28
	eGuarantee, Inc.	May.13	0.5	31.7%	0.1	0.1	Oct.28
Other	FX PRIME Corporation	May.12	(Note 6)	56.4%	(Note 6)	0.0	Oct.27

(Note 1)The figures for "Companies' Forecasts" are each Group company has announced and exclude U.S. GAAP adjustments.

(Note 2)The figures in the "ITOCHU's share of Net income [Forecasts]" column are Group companies' forecasts of fiscal year 2012 multiplied by ITOCHU's respective shares and exclude U.S. GAAP adjustments.

(Note 3)The figures in the "ITOCHU's share of Net income [1st half of FY 2012]" column are after U.S. GAAP adjustments.

(Note 4) As for listed group companies which are scheduled to announce their results on or after November 2, refer to the updated information to be released on ITOCHU website around the end of November.

(Note 5) ITOCHU has adopted U.S. GAAP, which prescribes a substantial number of different accounting treatments from Japanese GAAP with regard to financial transactions for consumer credit companies.

ITOCHU recognizes the equity in earnings (losses) calculated by multiplying the figures after U.S. GAAP adjustments by Shares. Therefore, for Orient Corporation, ITOCHU has not announced the figures in the above table since a discrepancy may occur between the forecast announced by the company and that of ITOCHU.

(Note 6) Although FX PRIME Corporation has announced its performance results, ITOCHU has not announced the forecast in the above table since the company has not disclosed performance forecast as an individual company.

4. Quarterly Consolidated Financial Statements

-Unaudited-

Consolidated Financial Statements have been prepared in conformity with accounting principles generally accepted in the United States of America.

(1) Consolidated Statements of Income [Condensed]

ITOCHU Corporation and Subsidiaries

For the six months ended September 30, 2011 and 2010

	Millions of Yen		Millions of U.S. dollars
	Apr.-Sep. 2011	Apr.-Sep. 2010	Apr.-Sep. 2011
Revenue:			
Sales revenue.....	¥ 1,688,567	¥ 1,493,682	\$ 22,030
Trading margins and commissions on trading transactions.....	234,007	223,976	3,053
Total revenue.....	1,922,574	1,717,658	25,083
Cost of sales.....	(1,429,619)	(1,245,175)	(18,652)
Gross trading profit	492,955	472,483	6,431
Selling, general and administrative expenses.....	(353,197)	(355,571)	(4,608)
Provision for doubtful receivables.....	(2,433)	(1,038)	(32)
Interest income.....	5,563	5,203	73
Interest expense.....	(11,519)	(14,256)	(150)
Dividends received.....	13,752	12,055	179
Gain (loss) on investments-net.....	13,371	(10,416)	174
Gain on property and equipment-net.....	885	6,461	12
Gain on bargain purchase in acquisition.....	10,526	-	137
Other-net.....	15,793	(3,439)	206
Total other-expenses.....	(307,259)	(361,001)	(4,009)
Income before income taxes and equity in earnings of associated companies.....	185,696	111,482	2,422
Income taxes.....	(69,624)	(41,125)	(908)
Income before equity in earnings of associated companies.....	116,072	70,357	1,514
Equity in earnings of associated companies.....	51,705	37,652	675
Net income.....	167,777	108,009	2,189
Less: Net income attributable to the noncontrolling interest.....	(9,671)	(5,033)	(126)
Net income attributable to ITOCHU.....	¥ 158,106	¥ 102,976	\$ 2,063

Note :

- "Total trading transactions" in accordance with Japanese accounting practice consists of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.
Total trading transactions for the six months ended September 30, 2011 and 2010 were 5,997,348 million yen (78,243 million U.S.dollars) and 5,668,810 million yen respectively. Please refer to "Segment Information" on page 21-22.
- The ITOCHU Group positioned its recently integrated food distribution and marketing business that has comprehensive and unified distribution functions as a new core business. From the beginning of fiscal year 2012, the revenue of this business was presented as "Sales revenue" and its cost was presented as "Cost of sales." As a result, distribution cost that has been previously included in "Selling, general and administrative expenses" was presented as "Cost of sales." The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification.

(2) Consolidated Statements of Comprehensive Income [Condensed]

ITOCHU Corporation and Subsidiaries

For the six months ended September 30, 2011 and 2010

	Millions of Yen		Millions of U.S. dollars
	Apr.-Sep. 2011	Apr.-Sep. 2010	Apr.-Sep. 2011
Comprehensive income (loss):			
Net income.....	¥ 167,777	¥ 108,009	\$ 2,189
Other comprehensive income (loss) (net of tax):			
Foreign currency translation adjustments	(61,721)	(48,149)	(805)
Pension liability adjustments	2,220	1,269	29
Unrealized holding losses on securities	(8,923)	(6,824)	(117)
Unrealized holding gains (losses) on derivative instruments	(3,633)	1,862	(47)
Total other comprehensive income (loss) (net of tax).....	(72,057)	(51,842)	(940)
Comprehensive income (loss).....	95,720	56,167	1,249
Comprehensive income (loss) attributable to the noncontrolling interest.....	(10,727)	(3,887)	(140)
Comprehensive income (loss) attributable to ITOCHU.....	¥ 84,993	¥ 52,280	\$ 1,109

[Explanation for Consolidated Statements of Income]

(Unit : billion yen)			Increase	Main reasons for changes:					
	Apr.-Sep.2011	Apr.-Sep.2010	(Decrease)						
Revenue	1,922.6	1,717.7	204.9	Energy, Metals & Minerals Company achieved an overall increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume counteracted a decrease due to lower coal production volume. In Chemicals, Forest Products & General Merchandise Company, revenue increased due to higher market prices for natural rubber and chemicals. In addition, Food Company also rose thanks to higher market prices for food materials, such as feed grains and others, and an increase in transaction volume in food-distribution-related subsidiaries.					
Gross trading profit	493.0	472.5	20.5	Increase in revenue in ITOCHU Corporation and existing subsidiaries : +28.9 Increase due to acquisition of subsidiaries : +0.8 Decrease due to de-consolidation of subsidiaries : -6.1 Decrease due to foreign currency translation (mainly due to yen's appreciation against US dollar) : -3.1 Refer to "(8) Segment Information" on page 21-22					
Total of SG & A	(353.2)	(355.6)	2.4	Increase in ITOCHU Corporation and existing subsidiaries due to an increase in revenue: -7.2					
Personnel expenses	(163.0)	(162.1)	(0.9)	[Increase in pension cost : -0.4]					
(Pension cost)	(8.5)	(8.2)	(0.3)	Increase due to acquisition of subsidiaries : -1.0					
Other expenses	(190.2)	(193.4)	3.2	Decrease due to de-consolidation of subsidiaries : +7.0					
(Service charge, distribution costs)	(91.4)	(91.0)	(0.5)	[Decrease in pension cost : +0.1]					
(Rent, depreciation and amortization)	(41.3)	(42.9)	1.6	Decrease due to foreign currency translation (mainly due to yen's appreciation against US dollar) : +3.6					
(Others)	(57.4)	(59.6)	2.1						
Provision for doubtful receivables	(2.4)	(1.0)	(1.4)	Due to an increase in allowance for doubtful receivables					
Net financial income	7.8	3.0	4.8	Improvement of net interest expenses, increase in dividends received					
Interest income	5.6	5.2	0.4						
Interest expense	(11.5)	(14.3)	2.7						
Net interest expenses	(6.0)	(9.1)	3.1	Due to a decline in yen interest rates					
Dividends received	13.8	12.1	1.7	Dividends received from LNG-related investments +1.8 (5.5 → 7.2)					
Gain (loss) on investments-net	13.4	(10.4)	23.8	Net of impairment losses and a remeasuring gain on investments +21.9 (-13.3 → 8.6) Net gain on sales of investments +1.1 (3.9 → 5.0) Loss on business disposals and others +0.8 (-1.0 → -0.2)					
Gain on property and equipment-net	0.9	6.5	(5.6)	Due to the absence of a gain on sale of coal interests for the same period of the previous fiscal year and loss on disposal of oil interests, which offset a gain on sale of property and equipment of consolidated subsidiaries					
Gain on bargain purchase in acquisition	10.5	-	10.5	Gain on acquisition of Brazil Japan Iron Ore Corporation					
Other-net	15.8	(3.4)	19.2	Due to the receipt of insurance claims related to the Great East Japan Earthquake and improvement in miscellaneous gain (loss) and others					
Income taxes	(69.6)	(41.1)	(28.5)						
Equity in earnings of associated companies	51.7	37.7	14.1	Equity-method associated companies of Brazil Japan Iron Ore Corporation +4.4 (3.7 → 8.1), Marubeni-Itochu Steel Inc. +3.3 (3.2 → 6.5), Equity-method associated companies of ITOCHU Minerals & Energy of Australia Pty Ltd +2.4 (3.4 → 5.8), Century Tokyo Leasing Corporation (Note) +1.9 (2.1 → 4.0) Refer to "Performance of Group Companies" on page 27-29					
				(Note) Including gain on negative goodwill (1.5 billion yen before tax effect) accompanying the purchase of additional common shares of Century Tokyo Leasing Corporation in the first quarter of fiscal year 2012					
Adjusted profit	199.3	157.6	41.7	Adjusted profit (+41.7)= Gross trading profit (+20.5) + SG&A expenses (+2.4) +Net financial income (+4.8) + Equity in earnings of associated companies (+14.1) The amount () represents changes from the same period of the previous fiscal year					
	[Average exchange rate Yen/USD]			[Average exchange rate Yen/AUD]					
	[For March closing companies]			[For December closing companies]					
	Apr.-Sep.2011	Apr.-Sep.2010	Variance	Jan.-Jun. 2011	Jan.-Jun. 2010	Variance	Apr.-Sep.2011	Apr.-Sep.2010	Variance
	80.45	89.93	(9.48)	82.64	90.98	(8.34)	84.42	80.19	4.23
	Apr.-Sep.2010	Apr.-Sep.2009	Variance	Jan.-Jun. 2010	Jan.-Jun. 2009	Variance	Apr.-Sep.2010	Apr.-Sep.2009	Variance
	89.93	96.34	(6.41)	90.98	94.22	(3.24)	80.19	73.61	6.58

(3) Consolidated Statements of Income-Quarterly [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

For the three months ended September 30, 2011 and 2010

	Millions of Yen		Millions of U.S. dollars
	Jul.-Sep.2011	Jul.-Sep.2010	Jul.-Sep.2011
Revenue:			
Sales revenue.....	¥ 898,230	¥ 771,048	\$ 11,718
Trading margins and commissions on trading transactions.....	126,080	119,043	1,645
Total revenue.....	1,024,310	890,091	13,363
Cost of sales.....	(758,782)	(642,009)	(9,899)
Gross trading profit	265,528	248,082	3,464
Selling, general and administrative expenses.....	(178,774)	(178,815)	(2,333)
Provision for doubtful receivables.....	(1,340)	(555)	(17)
Interest income.....	3,327	2,546	43
Interest expense.....	(5,974)	(6,125)	(78)
Dividends received.....	6,440	5,044	84
Loss on investments-net.....	(6,620)	(4,720)	(86)
Gain on property and equipment-net.....	848	6,314	11
Other-net.....	6,512	(902)	85
Total other-expenses.....	(175,581)	(177,213)	(2,291)
Income before income taxes and equity in earnings of associated companies.....	89,947	70,869	1,173
Income taxes.....	(41,470)	(26,428)	(541)
Income before equity in earnings of associated companies.....	48,477	44,441	632
Equity in earnings of associated companies.....	25,894	21,529	338
Net income.....	74,371	65,970	970
Less: Net income attributable to the noncontrolling interest.....	(6,610)	(3,221)	(86)
Net income attributable to ITOCHU.....	¥ 67,761	¥ 62,749	\$ 884

Note :

- 1."Total trading transactions" in accordance with Japanese accounting practice consists of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.
Total trading transactions for the three months ended September 30, 2011 and 2010 were 3,135,904 million yen (40,912 million U.S.dollars) and 2,938,837 million yen respectively. Please refer to "Segment Information" on page 23-24.
- 2.The ITOCHU Group positioned its recently integrated food distribution and marketing business that has comprehensive and unified distribution functions as a new core business. From the beginning of fiscal year 2012, the revenue of this business was presented as "Sales revenue" and its cost was presented as "Cost of sales." As a result, distribution cost that has been previously included in "Selling, general and administrative expenses" was presented as "Cost of sales." The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification.

(4) Consolidated Statements of Comprehensive Income-Quarterly [Condensed]

ITOCHU Corporation and Subsidiaries

For the three months ended September 30, 2011 and 2010

	Millions of Yen		Millions of U.S. dollars
	Jul.-Sep.2011	Jul.-Sep.2010	Jul.-Sep.2011
Comprehensive income (loss):			
Net income.....	¥ 74,371	¥ 65,970	\$ 970
Other comprehensive income (loss) (net of tax):			
Foreign currency translation adjustments	(43,351)	(22,046)	(565)
Pension liability adjustments.....	932	122	12
Unrealized holding losses on securities.....	(15,033)	(788)	(196)
Unrealized holding gains (losses) on derivative instruments.....	(3,892)	4,626	(51)
Total other comprehensive income (loss) (net of tax).....	(61,344)	(18,086)	(800)
Comprehensive income (loss).....	13,027	47,884	170
Comprehensive income (loss) attributable to the noncontrolling interest.....	(6,855)	(2,520)	(89)
Comprehensive income (loss) attributable to ITOCHU.....	¥ 6,172	¥ 45,364	\$ 81

[Explanation for Consolidated Statements of Income -Quarterly]

(Unit : billion yen)	Jul.-Sep.2011	Jul.-Sep.2010	Increase (Decrease)	Main reasons for changes
Revenue	1,024.3	890.1	134.2	Energy, Metals & Minerals Company achieved an increase because of a rise in prices for iron ore, oil & gas and an increase in iron ore sales volume as well as higher coal prices. Coal production volume recovered compared with that for the first quarter of the current fiscal year but remained lower than that for the same period of the previous fiscal year. ICT & Machinery Company increased due to higher transactions volume in domestic ICT-related businesses and domestic mobile phone sales businesses. In addition, Chemicals, Forest Products & General Merchandise Company, revenue rose due to higher market price for natural rubber
Gross trading profit	265.5	248.1	17.4	Increase in revenue in ITOCHU Corporation and existing subsidiaries: +21.3 Increase due to acquisition of subsidiaries: +0.8 Decrease due to de-consolidation of subsidiaries: -3.4 Decrease due to foreign currency translation (mainly due to yen's appreciation against US dollar) : -1.2 Refer to "(8) Segment Information" on page 23-24
Total of SG & A	(178.8)	(178.8)	0.0	Increase in ITOCHU Corporation and existing subsidiaries due to an increase in revenue: -4.3
Personnel expenses	(81.7)	(81.0)	(0.7)	[Increase in pension cost : -0.2]
(Pension cost)	(4.3)	(4.2)	(0.2)	Increase due to acquisition of subsidiaries: -0.7
Other expenses	(97.1)	(97.8)	0.7	Decrease due to de-consolidation of subsidiaries : +3.3
(Service charge, distribution costs)	(46.7)	(45.3)	(1.5)	Decrease due to foreign currency translation (mainly due to yen's appreciation against US dollar) : +1.8
(Rent, depreciation and amortization)	(21.0)	(22.0)	0.9	
(Others)	(29.3)	(30.6)	1.3	
Provision for doubtful receivables	(1.3)	(0.6)	(0.8)	Due to an increase in allowance for doubtful receivables
Net financial income	3.8	1.5	2.3	Improvement of net interest expenses, increase in dividends received
Interest income	3.3	2.5	0.8	
Interest expense	(6.0)	(6.1)	0.2	
Net interest expense	(2.6)	(3.6)	0.9	Due to a decline in yen interest rate
Dividends received	6.4	5.0	1.4	Dividends received from LNG-related investments +1.3 (2.8 → 4.0)
Loss on investments-net	(6.6)	(4.7)	(1.9)	Net of impairment losses -2.3 (-5.2 → -7.4) Net gain on sales of investments -0.4 (1.4 → 1.1) Loss on business disposals and others +0.7 (-1.0 → -0.2)
Gain on property and equipment-net	0.8	6.3	(5.5)	Due to the absence of a gain on sale of coal interests for the same period of the previous fiscal year and loss on disposal of oil interests, which offset a gain on sale of property and equipment of consolidated subsidiaries
Other-net	6.5	(0.9)	7.4	Due to the receipt of insurance claims related to the Great East Japan Earthquake and improvement in miscellaneous gain (loss) and others
Income taxes	(41.5)	(26.4)	(15.0)	
Equity in earnings of associated companies	25.9	21.5	4.4	Equity-method associated companies of ITOCHU Minerals & Energy of Australia Pty Ltd +1.5 (1.7 → 3.2), Equity-method associated companies of Brazil Japan Iron Ore Corporation +1.4 (2.9 → 4.3), FamilyMart Co., Ltd. +0.5 (2.3 → 2.8) Refer to "Performance of Group Companies" on page 27 and 30-31
Adjusted profit	116.4	92.3	24.2	Adjusted profit (+24.2)= Gross trading profit (+17.4) + SG&A expenses (+0.0) + Net financial income (+2.3) + Equity in earnings of associated companies (+4.4) The amount () represents changes from the same period of the previous fiscal year

(5) Consolidated Balance Sheets (Assets) [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of September 30, 2011 and March 31, 2011

Assets	Millions of Yen		Millions of U.S. dollars
	<u>Sep. 2011</u>	<u>Mar. 2011</u>	<u>Sep. 2011</u>
Current assets:			
Cash and cash equivalents.....	¥ 453,190	¥ 630,722	\$ 5,912
Time deposits.....	4,206	4,420	55
Short-term investments.....	3,168	3,560	41
Trade receivables:			
Notes.....	150,357	155,496	1,962
Accounts.....	1,306,617	1,290,277	17,047
Allowance for doubtful receivables.....	(11,085)	(11,410)	(145)
Net trade receivables.....	<u>1,445,889</u>	<u>1,434,363</u>	<u>18,864</u>
Due from associated companies.....	111,389	113,669	1,453
Inventories.....	620,787	504,342	8,099
Advances to suppliers.....	92,602	71,698	1,208
Prepaid expenses.....	39,088	28,492	510
Deferred tax assets.....	48,417	51,030	632
Other current assets.....	263,686	233,535	3,440
Total current assets.....	<u>3,082,422</u>	<u>3,075,831</u>	<u>40,214</u>
Investments and non-current receivables:			
Investments in and advances to associated companies.....	1,184,316	985,316	15,451
Other investments.....	495,958	492,746	6,470
Other non-current receivables.....	137,052	139,311	1,788
Allowance for doubtful receivables.....	(50,991)	(50,851)	(665)
Total investments and net non-current receivables.....	<u>1,766,335</u>	<u>1,566,522</u>	<u>23,044</u>
Property and equipment, at cost:			
Land.....	159,304	158,767	2,078
Buildings.....	432,289	411,811	5,640
Machinery and equipment.....	457,449	435,076	5,968
Furniture and fixtures.....	84,519	83,256	1,103
Mineral rights.....	77,897	52,714	1,016
Construction in progress.....	25,431	28,416	332
Total property and equipment, at cost.....	<u>1,236,889</u>	<u>1,170,040</u>	<u>16,137</u>
Less accumulated depreciation.....	554,716	526,411	7,237
Net property and equipment.....	<u>682,173</u>	<u>643,629</u>	<u>8,900</u>
Prepaid pension cost.....	399	365	5
Deferred tax assets, non-current.....	93,321	111,411	1,218
Other assets.....	348,093	275,925	4,541
Total.....	¥ 5,972,743	¥ 5,673,683	\$ 77,922

(5) Consolidated Balance Sheets (Liabilities and Equity) [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of September 30, 2011 and March 31, 2011

Liabilities and Equity	Millions of Yen		Millions of U.S. dollars
	Sep. 2011	Mar. 2011	Sep. 2011
Current liabilities:			
Short-term debt	¥ 321,777	¥ 241,915	\$ 4,198
Current maturities of long-term debt.....	30,105	47,058	393
Trade payables:			
Notes and acceptances.....	173,153	160,047	2,259
Accounts.....	1,109,542	1,079,562	14,475
Total trade payables.....	1,282,695	1,239,609	16,734
Due to associated companies.....	27,270	28,719	356
Accrued expenses.....	140,822	130,628	1,837
Income taxes payable.....	40,700	53,825	531
Advances from customers.....	107,698	84,709	1,405
Deferred tax liabilities.....	113	887	1
Other current liabilities.....	215,499	215,529	2,812
Total current liabilities	2,166,679	2,042,879	28,267
Long-term debt, excluding current maturities.....	2,158,953	2,159,929	28,167
Accrued retirement and severance benefits.....	52,418	52,564	684
Deferred tax liabilities, non-current.....	21,705	20,801	283
Total liabilities	4,399,755	4,276,173	57,401
Equity:			
Common stock:			
Authorized: 3,000,000,000 shares; issued:			
1,584,889,504 shares.....	202,241	202,241	2,638
Capital surplus.....	113,364	114,291	1,479
Retained earnings:			
Legal reserve.....	19,724	18,257	257
Other retained earnings	1,159,368	1,016,965	15,126
Total retained earnings.....	1,179,092	1,035,222	15,383
Accumulated other comprehensive income (loss) :			
Foreign currency translation adjustments.....	(215,085)	(152,407)	(2,806)
Pension liability adjustments.....	(91,392)	(93,423)	(1,192)
Unrealized holding gains on securities.....	44,266	53,048	577
Unrealized holding losses on derivative instruments.....	(5,219)	(1,472)	(68)
Treasury stock, at cost.....	(2,686)	(2,674)	(35)
Total ITOCHU stockholders' equity.....	1,224,581	1,154,826	15,976
Noncontrolling interest.....	348,407	242,684	4,545
Total equity.....	1,572,988	1,397,510	20,521
Total.....	¥ 5,972,743	¥ 5,673,683	\$ 77,922

[Explanation for Consolidated Balance Sheets]

Assets

	(Unit: billion yen)				Main reasons for changes:
	Sep.2011	Mar.2011	Increase (Decrease)		
Cash and cash equivalents, Time deposits	457.4	635.1	(177.7)	...	Due to new investments
Net trade receivables	1,445.9	1,434.4	11.5	...	Increase in food distribution business due to seasonal factors; and in Chemicals, Forest Products & General Merchandise due to a increase in transactions volume despite a decrease in Energy and domestic IT business
Inventories	620.8	504.3	116.4	...	Increase with an allowance for the future demand in Energy; and increase in tires and housing material business; and due to acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise
Advances to suppliers	92.6	71.7	20.9	...	Increase in Realty; and Machinery
Other current assets	263.7	233.5	30.2	...	Increase in derivative asset and short-term loan receivables
Investments in and advances to associated companies	1,184.3	985.3	199.0	...	Increase due to acquisition of Brazil Japan Iron Ore Corporation; and purchase of additional common shares of leasing business company in addition to an investment in IPP in North America
Net property and equipment	682.2	643.6	38.5	...	Increase due to purchase of interests in coal project in Metals & Minerals; and acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise
Other assets	348.1	275.9	72.2	...	Due to acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise
Total assets	5,972.7	5,673.7	299.1	...	Total assets as of September 30, 2011, increased by 5.3 %, or 299.1 billion yen compared with March 31, 2011, to 5,972.7 billion yen (77,922 million U.S. dollars). There was a significant decrease in Cash and cash equivalents and Time deposits due to new investments. However, there were some increases in Inventories in Energy, Metals & Minerals Company and Chemicals, Forest Products & General Merchandise Company. In addition, Investments to associated companies increased due to an acquisition of Brazil Japan Iron Ore Corporation; and increases in Inventories, Net property and equipment and Other assets due to acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise Company.

Liabilities

	(Unit: billion yen)				Main reasons for changes:
	Sep.2011	Mar.2011	Increase (Decrease)		
Total trade payables	1,282.7	1,239.6	43.1	...	Increase in food distribution business due to seasonal factors; and due to acquisition of Kwik-Fit Group in Chemicals, Forest Products & General Merchandise Company
[Interest-bearing debt]					
Short-term debt	321.8	241.9	79.9	...	
Current maturities of long-term debt excluding debentures	30.1	46.7	(16.5)	...	
Current maturities of debentures	0.0	0.4	(0.4)	...	
Short-term total	351.9	289.0	62.9	...	
Long-term debt	1,657.7	1,735.2	(77.4)	...	
Debentures	325.0	244.2	80.8	...	
Long-term total	1,982.7	1,979.4	3.3	...	
Total interest-bearing debt	2,334.6	2,268.4	66.2	...	Interest-bearing debt increased by 2.9%, or 66.2 billion yen compared with March 31, 2011, to 2,334.6 billion yen (30,458 million U.S. dollars). Net interest-bearing debt (interest-bearing debt after deducting cash and cash equivalents and time deposits) increased by 14.9%, or 244.0 billion yen, compared with March 31, 2011, to 1,877.2 billion yen (24,491 million U.S. dollars).
Cash and cash equivalents, Time deposits	457.4	635.1	(177.7)	...	
Net interest-bearing debt	1,877.2	1,633.2	244.0	...	NET DER (Net Debt-to-stockholders' Equity ratio) was 1.5 times.
Net debt-to-stockholders' equity ratio [times]	1.5	1.4	up 0.1	...	

Equity

	(Unit: billion yen)				Main reasons for changes:
	Sep.2011	Mar.2011	Increase (Decrease)		
Common stock	202.2	202.2	-	...	
Capital surplus	113.4	114.3	(0.9)	...	
Retained earnings:	1,179.1	1,035.2	143.9	...	Net income attributable to ITOCHU +158.1, Dividend payment -14.2
Accumulated other comprehensive income (loss):	(267.4)	(194.3)	(73.2)	...	Total ITOCHU stockholders' equity increased by 6.0 %, or 69.8 billion yen compared with March 31, 2011, to 1,224.6 billion yen (15,976 million U.S. dollars), due to increase in Net income attributable to ITOCHU, despite a decrease in dividend payment and a deterioration of Foreign currency translation adjustments.
Treasury stock, at cost	(2.7)	(2.7)	(0.0)	...	As a result, the Ratio of stockholders' equity to total assets increased by 0.1 points to 20.5 % from March 31, 2011. Total equity, or the total of ITOCHU stockholders' equity and noncontrolling interest increased by 12.6 %, or 175.5 billion, compared with March 31, 2011, to 1,573.0 billion yen (20,521 million U.S. dollars), mainly due to acquisition of Brazil Japan Iron Ore Corporation.
Total ITOCHU stockholders' equity	1,224.6	1,154.8	69.8	...	
Ratio of stockholders' equity to total assets	20.5%	20.4%	0.1%	...	
Noncontrolling interest	348.4	242.7	105.7	...	
Total equity	1,573.0	1,397.5	175.5	...	

[Current exchange rate]

[Yen/USD]

[For March closing companies]		
Sep.2011	Mar.2011	Variance
76.65	83.15	(6.50)
Sep.2010	Mar.2010	Variance
83.82	93.04	(9.22)

[For December closing companies]		
Jun.2011	Dec.2010	Variance
80.73	81.49	(0.76)
Jun.2010	Dec.2009	Variance
88.48	92.10	(3.62)

[Yen/AUD]

[For March closing companies]		
Sep.2011	Mar.2011	Variance
75.17	86.08	(10.91)
Sep.2010	Mar.2010	Variance
81.45	85.28	(3.83)

[The Nikkei Stock Average(Yen)]

Sep.2011	Mar.2011	Variance
8,700	9,755	(1,055)

(6) Consolidated Statements of Cash Flows [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

For the six months ended September 30, 2011 and 2010

	Millions of Yen		Millions of
	<u>Apr.-Sep.2011</u>	<u>Apr.-Sep.2010</u>	<u>U.S. dollars</u>
Cash flows from operating activities :			Apr.-Sep.2011
Net income	¥ 167,777	¥ 108,009	\$ 2,189
Adjustments to reconcile net income to net cash provided by operating activities :			
Depreciation and amortization	37,137	36,390	485
Provision for doubtful receivables	2,433	1,038	32
(Gain) loss on investments-net	(13,371)	10,416	(174)
Gain on property and equipment-net	(885)	(6,461)	(12)
Gain on bargain purchase in acquisition	(10,526)	-	(137)
Equity in earnings of associated companies, less dividends received	(36,017)	(24,574)	(470)
Deferred income taxes	25,833	2,125	337
Changes in assets and liabilities, other-net	(122,779)	(9,297)	(1,603)
Net cash provided by operating activities	<u>49,602</u>	<u>117,646</u>	<u>647</u>
Cash flows from investing activities :			
Net purchases of property, equipment and other assets	(78,505)	(25,481)	(1,024)
Net increase in investments in and advances to associated companies	(43,886)	(6,239)	(573)
Net purchases of other investments	(67,103)	(43,891)	(875)
Net (origination) collections of other non-current loan receivables	5,811	(2,656)	76
Net (increase) decrease in time deposits	1,626	(38,012)	21
Net cash used in investing activities	<u>(182,057)</u>	<u>(116,279)</u>	<u>(2,375)</u>
Cash flows from financing activities :			
Net proceeds (repayments) of long-term debt	(103,416)	8,599	(1,349)
Net increase (decrease) in short-term debt	88,034	(12,502)	1,148
Other	(22,707)	(44,145)	(296)
Net cash used in financing activities	<u>(38,089)</u>	<u>(48,048)</u>	<u>(497)</u>
Effect of exchange rate changes on cash and cash equivalents	(6,988)	(4,459)	(91)
Net decrease in cash and cash equivalents	(177,532)	(51,140)	(2,316)
Cash and cash equivalents at beginning of period	630,722	475,674	8,228
Cash and cash equivalents at end of period	¥ 453,190	¥ 424,534	\$ 5,912

[Explanation for Consolidated Statements of Cash Flows]

Note :
Explanation for indication

Cash-inflow : " + "
Cash-outflow : " - "

"Decrease in assets" or "Increase in liabilities" : Cash-inflow
"Increase in assets" or "Decrease in liabilities" : Cash-outflow

Cash flows from operating activities

(Unit: billion yen)

	<u>Apr.-Sep. 2011</u>	<u>Apr.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net income	167.8	108.0	59.8	
Non-cash charges of P/L	4.6	18.9	(14.3)	
Changes in assets and liabilities, other-net	(122.8) a	(9.3) b	(113.5)	a : Trade receivables / payables +19.5, Inventories -108.1 Other -34.2 b : Trade receivables / payables +56.9, Inventories -66.1 Other -0.1
Net cash provided by operating activities	49.6	117.6	(68.0)	

Cash flows from investing activities

(Unit: billion yen)

	<u>Apr.-Sep. 2011</u>	<u>Apr.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net purchases of property, equipment and other assets	(78.5) a	(25.5) b	(53.0)	a : Additional capital expenditures and purchase of interests in natural resource development sector -46.3 Purchase by ship-related subsidiaries -10.2 Purchase by food subsidiaries -6.0 b : Additional capital expenditures and purchase of interests in natural resource development sector -18.5 Purchase by ITOCHU Corporation -2.2
Net increase in investments in and advances to associated companies	(43.9) a	(6.2) b	(37.6)	a : Investment in IPP in North America and investment in leasing business -18.1 Investment in financial business -7.9 Increase in advances in machinery -5.3 b : Net increase in investment in food and textile business -5.6
Net purchases of other investments	(67.1) a	(43.9) b	(23.2)	a : Purchase of additional shares of Brazil Japan Iron Ore Corporation, net of cash acquired -39.7 Investment in natural resource development sector -30.2 Sale of listed stocks by ITOCHU Corporation +2.7 b : Investment in natural resource development sector -28.4 Investment in investment trusts and bonds -7.0
Net (origination) collections of other non-current loan receivables	5.8 a	(2.7) b	8.5	a : Origination -18.4, collections +24.2 b : Origination -18.8, collections +16.2
Net (increase) decrease in time deposits	1.6	(38.0) b	39.6	b : Increase by ITOCHU Corporation -40.0
Net cash used in investing activities	(182.1)	(116.3)	(65.8)	

Cash flows from financing activities

(Unit: billion yen)

	<u>Apr.-Sep. 2011</u>	<u>Apr.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net proceeds (repayments) of long-term debt	(103.4) a	8.6 b	(112.0)	a : Proceeds +167.8, repayments -271.2 b : Proceeds +187.1, repayments -178.5
				(Note) Repayments of current maturities of long-term debt are included in "Net repayments of long-term debt".
Net increase (decrease) in short-term debt	88.0 a	(12.5) b	100.5	a : Net decrease by ITOCHU Corporation -27.7 Net increase by subsidiaries +115.7 b : Net decrease by ITOCHU Corporation -14.5 Net increase by subsidiaries +2.0
Other	(22.7) a	(44.1) b	21.4	a : Cash dividends -14.2, Cash dividends to noncontrolling interests -9.3 b : Purchase of additional shares of the common stock of NIPPON ACCESS, INC., a subsidiary -25.0, Cash dividends -11.9, Cash dividends to noncontrolling interests -5.5
Net cash used in financing activities	(38.1)	(48.0)	10.0	

(7) Consolidated Statements of Cash Flows-Quarterly [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

For the three months ended September 30, 2011 and 2010

	Millions of Yen		Millions of
	<u>Jul.-Sep.2011</u>	<u>Jul.-Sep.2010</u>	<u>U.S. dollars</u>
Cash flows from operating activities :			Jul.-Sep.2011
Net income	¥ 74,371	¥ 65,970	\$ 970
Adjustments to reconcile net income to net cash provided by operating activities :			
Depreciation and amortization	20,453	19,267	267
Provision for doubtful receivables	1,340	555	17
Loss on investments-net	6,620	4,720	86
Gain on property and equipment-net	(848)	(6,314)	(11)
Equity in earnings of associated companies, less dividends received	(19,943)	(17,937)	(260)
Deferred income taxes	18,451	6,037	241
Changes in assets and liabilities, other-net	(29,605)	34,554	(386)
Net cash provided by operating activities	<u>70,839</u>	<u>106,852</u>	<u>924</u>
Cash flows from investing activities :			
Net purchases of property, equipment and other assets	(22,643)	(7,235)	(295)
Net increase in investments in and advances to associated companies	(13,883)	(5,105)	(181)
Net purchases of other investments	(2,254)	(26,750)	(29)
Net (origination) collections of other non-current loan receivables	1,004	(1,175)	13
Net (increase) decrease in time deposits	1,486	(37,891)	19
Net cash used in investing activities	<u>(36,290)</u>	<u>(78,156)</u>	<u>(473)</u>
Cash flows from financing activities :			
Net proceeds (repayments) of long-term debt	(35,829)	26,422	(467)
Net increase (decrease) in short-term debt	47,062	(31,019)	614
Other	(5,285)	(2,056)	(69)
Net cash provided by (used in) financing activities	<u>5,948</u>	<u>(6,653)</u>	<u>78</u>
Effect of exchange rate changes on cash and cash equivalents	(7,471)	269	(98)
Net increase in cash and cash equivalents	33,026	22,312	431
Cash and cash equivalents at beginning of period	420,164	402,222	5,481
Cash and cash equivalents at end of period	¥ 453,190	¥ 424,534	\$ 5,912

[Explanation for Consolidated Statements of Cash Flows]

Note :
Explanation for indication

Cash-inflow : " + "
Cash-outflow : " - "

"Decrease in assets" or "Increase in liabilities" : Cash-inflow
"Increase in assets" or "Decrease in liabilities" : Cash-outflow

Cash flows from operating activities

(Unit: billion yen)

	<u>Jul.-Sep. 2011</u>	<u>Jul.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net income	74.4	66.0	8.4	
Non-cash charges of P/L	26.1	6.3	19.7	
Changes in assets and liabilities, other-net	(29.6) a	34.6 b	(64.2)	a : Trade receivables / payables -0.7, Inventories -1.7 Other -27.2 b : Trade receivables / payables +13.8, Inventories +3.0 Other +17.7
Net cash provided by operating activities	70.8	106.9	(36.0)	

Cash flows from investing activities

(Unit: billion yen)

	<u>Jul.-Sep. 2011</u>	<u>Jul.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net purchases of property, equipment and other assets	(22.6) a	(7.2) b	(15.4)	a : Additional capital expenditures and purchase of interests in natural resource development sector -6.5 Purchase by food subsidiaries -4.6 Purchase by ITOCHU Corporation -4.5 b : Additional capital expenditures and purchase of interests in natural resource development sector -8.5
Net increase in investments in and advances to associated companies	(13.9) a	(5.1) b	(8.8)	a : Investment in financial business -7.9 Increase in advances in machinery and natural resource development sector -6.5 b : Investment in machinery -2.4
Net purchases of other investments	(2.3) a	(26.8) b	24.5	a : Investment in natural resource development sector -5.2 Sales of investment trust and bonds by ITOCHU Corporation +3.3 b : Investment in natural resource development sector -18.3
Net (origination) collections of other non-current loan receivables	1.0 a	(1.2) b	2.2	a : Origination -11.9, collections +12.9 b : Origination -9.3, collections +8.1
Net (increase) decrease in time deposits	1.5	(37.9) b	39.4	b : Increase by ITOCHU Corporation -40.0
Net cash used in investing activities	(36.3)	(78.2)	41.9	

Cash flows from financing activities

(Unit: billion yen)

	<u>Jul.-Sep. 2011</u>	<u>Jul.-Sep. 2010</u>	<u>Variance</u>	<u>Major items</u>
Net proceeds (repayments) of long-term debt	(35.8) a	26.4 b	(62.3)	a : Proceeds +72.5, repayments -108.3 b : Proceeds +118.6, repayments -92.2
				(Note) Repayments of current maturities of long-term debt are included in "Net repayments of long-term debt".
Net increase (decrease) in short-term debt	47.1 a	(31.0) b	78.1	a : Net increase by ITOCHU Corporation +28.3 Net increase by subsidiaries +18.7 b : Net decrease by ITOCHU Corporation -3.1 Net decrease by subsidiaries -27.9
Other	(5.3) a	(2.1) b	(3.2)	a : Cash dividends to noncontrolling interests -5.9 b : Payment for equity transactions with noncontrolling interests -1.7 Cash dividends to noncontrolling interests -0.4
Net cash provided by (used in) financing activities	5.9	(6.7)	12.6	

(8) Segment Information

ITOCHU Corporation and Subsidiaries

For the six months ended September 30, 2011 and 2010

Information concerning operations in different operating segments for the Six months ended September 30, 2011 and 2010 is as follows:

For the six months ended September 30, 2011 (April 1, 2011 -September 30, 2011)									Millions of Yen
	Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Others, Adjustments & Eliminations Financial & Adjustments Insurance Services, & Eliminations Logistics Services and others		Consolidated
Total trading transactions:									
Unaffiliated customers									
and associated companies	¥ 292,108	¥ 712,028	¥ 2,103,495	¥ 1,139,284	¥ 1,654,066	¥ 37,606	¥ 25,867	¥ 32,894	¥ 5,997,348
Transfers between operating segments	352	4,047	766	13,564	1,987	-	6,035	(26,751)	-
Total trading transactions	<u>292,460</u>	<u>716,075</u>	<u>2,104,261</u>	<u>1,152,848</u>	<u>1,656,053</u>	<u>37,606</u>	<u>31,902</u>	<u>6,143</u>	<u>5,997,348</u>
Gross trading profit	<u>59,589</u>	<u>94,732</u>	<u>114,636</u>	<u>62,724</u>	<u>138,466</u>	<u>6,722</u>	<u>7,636</u>	<u>8,450</u>	<u>492,955</u>
Net income attributable to ITOCHU.....	<u>9,367</u>	<u>18,408</u>	<u>87,280</u>	<u>18,187</u>	<u>26,762</u>	<u>(1,137)</u>	<u>3,447</u>	<u>(4,208)</u>	<u>158,106</u>
[Equity in earnings									
of associated companies].....	<u>[2,846]</u>	<u>[12,441]</u>	<u>[20,472]</u>	<u>[3,240]</u>	<u>[10,534]</u>	<u>[483]</u>	<u>[1,732]</u>	<u>[(43)]</u>	<u>[51,705]</u>
Total assets at September 30, 2011.....	<u>412,270</u>	<u>1,122,193</u>	<u>1,549,130</u>	<u>936,653</u>	<u>1,246,459</u>	<u>181,203</u>	<u>150,030</u>	<u>374,805</u>	<u>5,972,743</u>

For the six months ended September 30, 2010 (April 1, 2010 -September 30, 2010)									Millions of Yen
	Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Others, Adjustments & Eliminations Financial & Adjustments Insurance Services, & Eliminations Logistics Services and others		Consolidated
Total trading transactions:									
Unaffiliated customers									
and associated companies	¥ 279,653	¥ 701,301	¥ 1,986,784	¥ 996,404	¥ 1,559,019	¥ 36,723	¥ 33,780	¥ 75,146	¥ 5,668,810
Transfers between operating segments	221	4,512	281	11,777	979	-	7,820	(25,590)	-
Total trading transactions	<u>279,874</u>	<u>705,813</u>	<u>1,987,065</u>	<u>1,008,181</u>	<u>1,559,998</u>	<u>36,723</u>	<u>41,600</u>	<u>49,556</u>	<u>5,668,810</u>
Gross trading profit	<u>60,799</u>	<u>86,063</u>	<u>100,418</u>	<u>58,819</u>	<u>139,345</u>	<u>6,402</u>	<u>10,239</u>	<u>10,398</u>	<u>472,483</u>
Net income attributable to ITOCHU.....	<u>7,078</u>	<u>11,146</u>	<u>62,935</u>	<u>13,891</u>	<u>15,369</u>	<u>(805)</u>	<u>1,004</u>	<u>(7,642)</u>	<u>102,976</u>
[Equity in earnings									
of associated companies].....	<u>[3,461]</u>	<u>[7,649]</u>	<u>[12,983]</u>	<u>[2,912]</u>	<u>[8,599]</u>	<u>[356]</u>	<u>[2,024]</u>	<u>[(332)]</u>	<u>[37,652]</u>
Total assets at September 30, 2010.....	<u>411,411</u>	<u>988,073</u>	<u>1,265,613</u>	<u>740,502</u>	<u>1,184,815</u>	<u>178,977</u>	<u>218,421</u>	<u>471,951</u>	<u>5,459,763</u>
Total assets at March 31, 2011.....	<u>406,394</u>	<u>1,026,051</u>	<u>1,278,175</u>	<u>774,160</u>	<u>1,208,663</u>	<u>163,702</u>	<u>190,613</u>	<u>625,925</u>	<u>5,673,683</u>

For the six months ended September 30, 2011 (April 1, 2011 -September 30, 2011)									Millions of U.S.dollars
	Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Others, Adjustments & Eliminations Financial & Adjustments Insurance Services, & Eliminations Logistics Services and others		Consolidated
Total trading transactions:									
Unaffiliated customers									
and associated companies	\$ 3,811	\$ 9,289	\$ 27,443	\$ 14,863	\$ 21,579	\$ 491	\$ 337	\$ 430	\$ 78,243
Transfers between operating segments	5	53	10	177	26	-	79	(350)	-
Total trading transactions	<u>3,816</u>	<u>9,342</u>	<u>27,453</u>	<u>15,040</u>	<u>21,605</u>	<u>491</u>	<u>416</u>	<u>80</u>	<u>78,243</u>
Gross trading profit	<u>777</u>	<u>1,236</u>	<u>1,496</u>	<u>818</u>	<u>1,806</u>	<u>88</u>	<u>100</u>	<u>110</u>	<u>6,431</u>
Net income attributable to ITOCHU.....	<u>122</u>	<u>240</u>	<u>1,139</u>	<u>238</u>	<u>349</u>	<u>(15)</u>	<u>45</u>	<u>(55)</u>	<u>2,063</u>
[Equity in earnings									
of associated companies].....	<u>[37]</u>	<u>[163]</u>	<u>[267]</u>	<u>[42]</u>	<u>[138]</u>	<u>[6]</u>	<u>[23]</u>	<u>[(1)]</u>	<u>[675]</u>
Total assets at September 30, 2011.....	<u>5,379</u>	<u>14,640</u>	<u>20,210</u>	<u>12,220</u>	<u>16,262</u>	<u>2,364</u>	<u>1,957</u>	<u>4,890</u>	<u>77,922</u>

Note :

- "Equity in earnings of associated companies" is included in Net income attributable to ITOCHU.
- "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.
- As of April 1, 2011, ITOCHU reorganized its seven Division Companies into five Division Companies. As a result, the former Machinery Company and the former ICT, Aerospace & Electronics Company were merged to ICT & Machinery Company. Also, the Company reorganized the former Finance, Realty, Insurance & Logistics Services Company as a division not belonging to a Division Company and divided it into the Construction & Realty Division, the Financial & Insurance Services Department, and the Logistics Services Department. After this reorganization, regarding the figures for the same period of the previous fiscal year and the previous fiscal year-end, figures for the ICT & Machinery Company were the total of the former Machinery Company and the former ICT, Aerospace & Electronics Company, and figures for the former Finance, Realty, Insurance & Logistics Services Company were divided and presented as Construction & Realty and Financial & Insurance Services, Logistics Services.
- As a result of the above-mentioned reorganization, the Healthcare Business Department and the Solar Business Department, which have been included in Other, Adjustments & Eliminations, were transferred to the ICT & Machinery Company and the Energy, Metals & Minerals Company respectively. Further, the figures affected by this transfer for the same period of the previous fiscal year and the previous fiscal year-end have not been adjusted to reflect this change.
- As a result of the ITOCHU Group's integration of food distribution and marketing business, the items in which distribution cost related to these operations has been included were changed from the beginning of fiscal year 2012. The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification. (Refer to "Note 2" on 4. (1), page 10.)

[Explanation for Operating Segment Information]

Trading transactions for unaffiliated customers and associated companies

(Unit : billion yen)	Apr.-Sep. 2011	Apr.-Sep. 2010	Increase (Decrease)	Main reasons for changes
Textile	292.1	279.7	12.5	Increase due to rise in uniform products and textile materials transactions, despite decrease in revenues because of liquidation of a subsidiary in apparel-related businesses at the previous fiscal year-end
ICT & Machinery	712.0	701.3	10.7	Increase due to new large ship building transactions and strong transactions in domestic ICT-related businesses and acceptance in healthcare-related businesses as a result of reorganization, despite less transactions in automobiles as a result of aftermath of the Great East Japan Earthquake
Energy, Metals & Minerals	2,103.5	1,986.8	116.7	Increase due to higher prices for iron ore and oil & gas and higher iron ore sales volume, despite decrease in revenue due to lower coal production volume
Chemicals, Forest Products & General Merchandise	1,139.3	996.4	142.9	Increase due to higher prices in markets for natural rubber and chemicals, as well as strong domestic market conditions for plywood
Food	1,654.1	1,559.0	95.0	Increase due to higher market prices for food materials, such as feed grains and others, as well as increase in transaction volume in food distribution sectors
Construction & Realty	37.6	36.7	0.9	Slight increase due to sales of real-estate for leasing to investors, despite lower revenue from condominium sales due to delay in deliveries arising from aftermath of the Great East Japan Earthquake
Financial & Insurance Services, Logistics Services	25.9	33.8	(7.9)	Decrease due to the sale of the travel-related domestic subsidiary
Adjustments & Eliminations and others	32.9	75.1	(42.3)	Decrease due to the absence of three enterprises in North America, as well as the transfer in solar-related and healthcare-related business to other division companies as a result of the reorganization [refer to "Note 4,"page 21]
Total	5,997.3	5,668.8	328.5	

Gross trading profit

(Unit : billion yen)	Apr.-Sep. 2011	Apr.-Sep. 2010	Increase (Decrease)	Main reasons for changes
Textile	59.6	60.8	(1.2)	Decrease due to liquidation of a subsidiary in apparel-related businesses at the previous fiscal year-end, despite rise in uniform products and textile materials transactions
ICT & Machinery	94.7	86.1	8.7	Increase due to strong transactions of domestic ICT-related businesses and others, as well as acceptance in healthcare-related businesses as a result of reorganization
Energy, Metals & Minerals	114.6	100.4	14.2	Increase due to higher price for oil & gas and recovery of operations in energy transactions, as well as higher prices for iron ore and sales volume, despite decrease in revenue due to lower coal production volume
Chemicals, Forest Products & General Merchandise	62.7	58.8	3.9	Increase due to higher prices in markets for natural rubber and chemicals, as well as strong domestic market conditions for plywood
Food	138.5	139.3	(0.9)	Decrease due to aftermath of the Great East Japan Earthquake, despite rise in transaction volume at food distribution sectors
Construction & Realty	6.7	6.4	0.3	Increase due to sales of real-estate for leasing to investors and the absence of the losses on lower-of-cost-or-market of real-estate for sales for the same period of the previous fiscal year, despite lower revenue from condominium sales due to delay in deliveries arising from aftermath of the Great East Japan Earthquake
Financial & Insurance Services, Logistics Services	7.6	10.2	(2.6)	Decrease due to sale of travel-related domestic subsidiary
Adjustments & Eliminations and others	8.5	10.4	(1.9)	Decrease attributable to transfer of solar-related and healthcare-related businesses to other division companies as a result of reorganization
Total	493.0	472.5	20.5	

Net income attributable to ITOCHU

(Unit : billion yen)	Apr.-Sep. 2011	Apr.-Sep. 2010	Increase (Decrease)	Main reasons for changes
Textile	9.4	7.1	2.3	Increase due to rise in uniform products and textile materials transactions, as well as upturn of "Gain or loss on investments" and net interest expenses
ICT & Machinery	18.4	11.1	7.3	Increase due to rise in gross trading profit, higher equity in earnings of associated companies resulting from increase in earnings from leasing-related company, and improvement in tax and other factors, despite impairment losses on investment securities related to automobiles
Energy, Metals & Minerals	87.3	62.9	24.3	Increase due to rise in gross trading profit and gain on bargain purchase and remeasuring its previously held equity interests in the acquisition of Brazil Japan Iron Ore Corporation at the fair value
Chemicals, Forest Products & General Merchandise	18.2	13.9	4.3	Increase due to rise in gross trading profit and higher equity in earnings of associated companies resulting from higher prices in market for chemicals
Food	26.8	15.4	11.4	Increase due to the absence of impairment losses on investment securities recognized for the same period of the previous fiscal year, gain on sales of investments, gain on property and equipment-net, and income on insurance claims, despite decrease in gross trading profit
Construction & Realty	(1.1)	(0.8)	(0.3)	Deterioration due to absence of gain on sales of real-estate-related businesses and other factors for the same period of the previous fiscal year, despite increase in gross trading profit
Financial & Insurance Services, Logistics Services	3.4	1.0	2.4	Increase due to contribution of the financial-related business subsidiary in Europe and gain on sales of investments
Adjustments & Eliminations and others	(4.2)	(7.6)	3.4	Improvement due to upturn in equipment-material-related businesses currently undergoing restructuring in North America and the absence of impairment losses on investment securities recognized for the same period of the previous fiscal year
Total	158.1	103.0	55.1	

Total assets

(Unit : billion yen)	Sep. 2011	Mar. 2011	Increase (Decrease)	Main reasons for changes
Textile	412.3	406.4	5.9	Increase due to higher product inventory due to seasonal factors
ICT & Machinery	1,122.2	1,026.1	96.1	Increase due to stepped-up investment related to IPP (Independent Power Producer) in North America and leasing-related company and attributable to rise in property and equipment such as ships, additionally attributable to inclusion of assets of healthcare-related businesses as a result of reorganization
Energy, Metals & Minerals	1,549.1	1,278.2	271.0	Increase due to rise in inventory assets, acquisition of Brazil Japan Iron Ore Corporation, additional capital expenditures in the overseas natural resource development sector, and additional purchase of interests in coal project in Metals & Minerals
Chemicals, Forest Products & General Merchandise	936.7	774.2	162.5	Increase in inventories, property and equipment and other assets resulted from acquisition of Kwik-Fit Group, as well as increase in inventories due to higher transactions in forest products & general merchandise
Food	1,246.5	1,208.7	37.8	Increase in trade receivables of food distribution sectors and in inventories of drinks and others, as a result of seasonal factors
Construction & Realty	181.2	163.7	17.5	Increase mainly in inventories of real-estate for sales
Financial & Insurance Services, Logistics Services	150.0	190.6	(40.6)	Decrease due to transferring parts of the financial market businesses to Adjustments & Elimination and others
Adjustments & Eliminations and others	374.8	625.9	(251.1)	Decrease due to result of reorganization and decrease in cash and cash equivalents and others
Total	5,972.7	5,673.7	299.1	

ITOCHU Corporation and Subsidiaries

For the three months ended September 30, 2011 and 2010 (Second quarter of fiscal year 2012 and 2011)

Information concerning operations in different operating segments for the three months ended September 31, 2011 and 2010 is as follows:

For the three months ended September 30, 2011 (July 1, 2011 -September 30, 2011)									
									Millions of Yen
Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Insurance Services & Logistics Services	Others, Adjustments & Eliminations Financial & Adjustments & Eliminations and others	Consolidated	
Total trading transactions:									
Unaffiliated customers and associated companies									
¥ 160,084	¥ 395,529	¥ 1,081,580	¥ 584,407	¥ 862,526	¥ 21,155	¥ 13,216	¥ 17,407	¥ 3,135,904	
191	1,894	697	7,263	1,107	-	3,106	(14,258)	-	
<u>160,275</u>	<u>397,423</u>	<u>1,082,277</u>	<u>591,670</u>	<u>863,633</u>	<u>21,155</u>	<u>16,322</u>	<u>3,149</u>	<u>3,135,904</u>	
Gross trading profit									
<u>31,725</u>	<u>51,823</u>	<u>65,193</u>	<u>31,600</u>	<u>72,844</u>	<u>3,340</u>	<u>4,041</u>	<u>4,962</u>	<u>265,528</u>	
Net income attributable to ITOCHU.....									
<u>5,375</u>	<u>5,668</u>	<u>39,413</u>	<u>7,562</u>	<u>14,364</u>	<u>(690)</u>	<u>1,812</u>	<u>(5,743)</u>	<u>67,761</u>	
[Equity in earnings of associated companies].....									
<u>[1,101]</u>	<u>[5,449]</u>	<u>[11,295]</u>	<u>[689]</u>	<u>[5,424]</u>	<u>[372]</u>	<u>[1,558]</u>	<u>[6]</u>	<u>[25,894]</u>	
Total assets at September 30, 2011.....									
<u>412,270</u>	<u>1,122,193</u>	<u>1,549,130</u>	<u>936,653</u>	<u>1,246,459</u>	<u>181,203</u>	<u>150,030</u>	<u>374,805</u>	<u>5,972,743</u>	

For the three months ended September 30, 2010 (July 1, 2010-September 30, 2010)									
									Millions of Yen
Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Insurance Services & Logistics Services	Others, Adjustments & Eliminations Financial & Adjustments & Eliminations and others	Consolidated	
Total trading transactions:									
Unaffiliated customers and associated companies									
¥ 149,079	¥ 372,015	¥ 1,011,498	¥ 510,858	¥ 813,974	¥ 22,615	¥ 17,031	¥ 41,767	¥ 2,938,837	
140	3,367	192	6,395	705	-	3,860	(14,659)	-	
<u>149,219</u>	<u>375,382</u>	<u>1,011,690</u>	<u>517,253</u>	<u>814,679</u>	<u>22,615</u>	<u>20,891</u>	<u>27,108</u>	<u>2,938,837</u>	
Gross trading profit									
<u>31,364</u>	<u>46,882</u>	<u>50,624</u>	<u>31,319</u>	<u>72,578</u>	<u>3,768</u>	<u>4,768</u>	<u>6,779</u>	<u>248,082</u>	
Net income attributable to ITOCHU.....									
<u>4,500</u>	<u>9,009</u>	<u>36,707</u>	<u>8,412</u>	<u>7,524</u>	<u>722</u>	<u>998</u>	<u>(5,123)</u>	<u>62,749</u>	
[Equity in earnings of associated companies].....									
<u>[2,396]</u>	<u>[4,958]</u>	<u>[7,834]</u>	<u>[943]</u>	<u>[4,300]</u>	<u>[281]</u>	<u>[1,938]</u>	<u>[(1,121)]</u>	<u>[21,529]</u>	
Total assets at September 30, 2010.....									
<u>411,411</u>	<u>988,073</u>	<u>1,265,613</u>	<u>740,502</u>	<u>1,184,815</u>	<u>178,977</u>	<u>218,421</u>	<u>471,951</u>	<u>5,459,763</u>	

For the three months ended September 30, 2011 (July 1, 2011 -September 30, 2011)									
									Millions of U.S.dollars
Textile	ICT & Machinery	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Construction & Realty	Insurance Services & Logistics Services	Others, Adjustments & Eliminations Financial & Adjustments & Eliminations and others	Consolidated	
Total trading transactions:									
Unaffiliated customers and associated companies									
\$ 2,089	\$ 5,160	\$ 14,111	\$ 7,624	\$ 11,253	\$ 276	\$ 172	\$ 227	\$ 40,912	
2	25	9	95	14	-	41	(186)	-	
<u>2,091</u>	<u>5,185</u>	<u>14,120</u>	<u>7,719</u>	<u>11,267</u>	<u>276</u>	<u>213</u>	<u>41</u>	<u>40,912</u>	
Gross trading profit									
<u>414</u>	<u>676</u>	<u>850</u>	<u>412</u>	<u>950</u>	<u>44</u>	<u>53</u>	<u>65</u>	<u>3,464</u>	
Net income attributable to ITOCHU.....									
<u>70</u>	<u>74</u>	<u>514</u>	<u>99</u>	<u>187</u>	<u>(9)</u>	<u>24</u>	<u>(75)</u>	<u>884</u>	
[Equity in earnings of associated companies].....									
<u>[15]</u>	<u>[71]</u>	<u>[147]</u>	<u>[9]</u>	<u>[71]</u>	<u>[5]</u>	<u>[20]</u>	<u>[0]</u>	<u>[338]</u>	
Total assets at September 30, 2011.....									
<u>5,379</u>	<u>14,640</u>	<u>20,210</u>	<u>12,220</u>	<u>16,262</u>	<u>2,364</u>	<u>1,957</u>	<u>4,890</u>	<u>77,922</u>	

Note :

- "Equity in earnings of associated companies" is included in Net income attributable to ITOCHU.
- "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.
- As of April 1, 2011, ITOCHU reorganized its seven Division Companies into five Division Companies. As a result, the former Machinery Company and the former ICT, Aerospace & Electronics Company were merged to ICT & Machinery Company. Also, the Company reorganized the former Finance, Realty, Insurance & Logistics Services Company as a division not belonging to a Division Company and divided it into the Construction & Realty Division, the Financial & Insurance Services Department, and the Logistics Services Department. After this reorganization, regarding the figures for the same period of the previous fiscal year and the previous fiscal year-end, figures for the ICT & Machinery Company were the total of the former Machinery Company and the former ICT, Aerospace & Electronics Company, and figures for the former Finance, Realty, Insurance & Logistics Services Company were divided and presented as Construction & Realty and Financial & Insurance Services, Logistics Services.
- As a result of the above-mentioned reorganization, the Healthcare Business Department and the Solar Business Department, which have been included in Other, Adjustments & Eliminations, were transferred to the ICT & Machinery Company and the Energy, Metals & Minerals Company respectively. Further, the figures affected by this transfer for the same period of the previous fiscal year and the previous fiscal year-end have not been adjusted to reflect this change.
- As a result of the ITOCHU Group's integration of food distribution and marketing business, the items in which distribution cost related to these operations has been included were changed from the beginning of fiscal year 2012. The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification. (Refer to "Note 2" on 4. (3), page 12.)

[Explanation for Operating Segment Information]

Trading transactions for unaffiliated customers and associated companies

(Unit : billion yen)	Increase		(Decrease)	Main reasons for changes
	Jul.-Sep. 2011	Jul.-Sep. 2010		
Textile	160.1	149.1	11.0	Increase due to rise in uniform products and textile materials transactions, despite decrease in revenues because of liquidation of a subsidiary in apparel-related businesses at the previous fiscal year-end
ICT & Machinery	395.5	372.0	23.5	Increase due to the strong transactions in industrial machinery-related businesses, domestic ICT-related businesses and domestic mobile phone sales businesses, as well as acceptance in healthcare-related businesses as a result of reorganization
Energy, Metals & Minerals	1,081.6	1,011.5	70.1	Increase due to higher prices for iron ore and oil & gas and higher iron ore sales volume, as well as rise in price of coal, in which production volume recovers compared with that for the first quarter of the current fiscal year, but lower production volume than that for the same period of the previous fiscal year
Chemicals, Forest Products & General Merchandise	584.4	510.9	73.5	Increase due to strong domestic market conditions for plywood and higher prices in market for natural rubber than those for the same period of the previous fiscal year
Food	862.5	814.0	48.6	Increase due to higher market prices for food materials, such as feed grains and others, as well as increase in transaction volume in food distribution sectors
Construction & Realty	21.2	22.6	(1.5)	Decrease due to decline in condominium sales volume as a result of delay in deliveries arising from aftermath of the Great East Japan Earthquake
Finance, Insurance & Logistics Services	13.2	17.0	(3.8)	Decrease due to the sale of the travel-related domestic subsidiary
Adjustments & Eliminations, others	17.4	41.8	(24.4)	Decrease due to the absence of three enterprises in North America, as well as the transfer of solar-related and healthcare-related business to other division companies as a result of the reorganization [refer to "Note 4." page 23]
Total	3,135.9	2,938.8	197.1	

Gross trading profit

(Unit : billion yen)	Increase		(Decrease)	Main reasons for changes
	Jul.-Sep. 2011	Jul.-Sep. 2010		
Textile	31.7	31.4	0.4	Increase due to rise in uniform products and textile materials transactions, despite decrease in revenues because of liquidation of a subsidiary in apparel-related businesses at the previous fiscal year-end
ICT & Machinery	51.8	46.9	4.9	Increase due to the strong transactions in domestic ICT-related businesses and domestic mobile phone sales businesses, as well as acceptance in healthcare-related businesses as a result of reorganization
Energy, Metals & Minerals	65.2	50.6	14.6	Increase due to higher prices for iron ore and oil & gas and higher iron ore sales volume, as well as rise in price of coal, in which production volume recover compared with that for the first quarter of the current fiscal year, but lower production volume than that for the same period of the previous fiscal year
Chemicals, Forest Products & General Merchandise	31.6	31.3	0.3	Slight increase due to strong domestic market conditions for plywood and higher prices in market for natural rubber than those for the same period of the previous fiscal year, despite the trend in falling prices in the plastics market
Food	72.8	72.6	0.3	Slight increase due to increase in transaction volume in food distribution subsidiaries, despite aftermath of the Great East Japan Earthquake
Construction & Realty	3.3	3.8	(0.4)	Decrease due to lower condominium sales volume as a result of delay in deliveries arising from aftermath of the Great East Japan Earthquake, despite the absence of the losses on lower-of-cost-or-market of real-estate for sale for the same period of the previous fiscal year
Finance, Insurance & Logistics Services	4.0	4.8	(0.7)	Decrease due to sale of the travel-related domestic subsidiary
Adjustments & Eliminations, others	5.0	6.8	(1.8)	Decrease attributable to transfer in solar-related and healthcare-related businesses to other division companies as a result of reorganization, despite upturn on equipment-material-related businesses in North America currently undergoing restructuring and improvement on the absence of three North American enterprises
Total	265.5	248.1	17.4	

Net income attributable to ITOCHU

(Unit : billion yen)	Increase		(Decrease)	Main reasons for changes
	Jul.-Sep. 2011	Jul.-Sep. 2010		
Textile	5.4	4.5	0.9	Increase due to rise in gross trading profit and others, despite decrease in the absence of unordinary gain for the same period of the previous fiscal year
ICT & Machinery	5.7	9.0	(3.3)	Decrease due to impairment losses on investment securities related to automobiles and recurring the additional tax expenses and others, despite rise in gross trading profit
Energy, Metals & Minerals	39.4	36.7	2.7	Increase due to rise in gross trading profit and increase in equity in earnings of associated companies from iron ore businesses, despite the absence of gain on property and equipment-net stemming from sale of coal interests for the same period of the previous fiscal year, as well as losses on disposal of oil interests and impairment losses on investment securities in the current fiscal year and others
Chemicals, Forest Products & General Merchandise	7.6	8.4	(0.9)	Decrease due to the trend in falling prices in the plastics market, as well as the absence of gain on investments for the same period of the previous fiscal year and decrease in equity in earnings of associated companies as a result of currency exchange loss of pulp businesses
Food	14.4	7.5	6.8	Increase due to the absence of impairment losses on investment securities recognized for the same period of the previous fiscal year, gain on sales of investments, gain on property and equipment-net, and income on insurance claims, despite aftermath of the Great East Japan Earthquake
Construction & Realty	(0.7)	0.7	(1.4)	Deterioration due to decrease in gross trading profit and the absence of gain on sales of real-estate-related businesses and other factors for the same period of the previous fiscal year
Finance, Insurance & Logistics Services	1.8	1.0	0.8	Increase due to contribution of the financial-related business subsidiary and decrease in tax expenses and others
Adjustments & Eliminations, others	(5.7)	(5.1)	(0.6)	Deterioration due to the impairment losses on investment securities, despite upturn in equipment-material-related businesses currently undergoing restructuring in North America
Total	67.8	62.7	5.0	

(9) Assumption for Going Concern N/A

(10) Information Concerning Dividend Payment

(Dividend paid in the six months ended September 30, 2011)

(Resolution)	Stock type	Total dividend amount	Dividend resource	Dividend per share	Record date	Effective date
General meeting of Stockholders on June 24, 2011	Common Stock	millions of yen 14,236	Retained earnings	yen 9.00	March 31, 2011	June 27, 2011

(Of the dividends whose record date belongs to the first half of fiscal year, the dividend whose effective date is after September 30, 2011)

(Resolution)	Stock type	Total dividend amount	Dividend resource	Dividend per share	Record date	Effective date
Board of directors' meeting on November 2, 2011	Common Stock	millions of yen 26,099	Retained earnings	yen 16.50	September 30, 2011	December 2, 2011

(11) Significant Changes in Stockholders' Equity N/A

(12) Subsequent Events

The Company evaluated subsequent events through November 2, 2011.
No material subsequent events have occurred.

5. Performance of Group Companies attributable to ITOCHU

For the six months ended September 30, 2011 and 2010

Components of Consolidated Net income attributable to ITOCHU

[For the six months ended September 30]

(Unit: billion yen)	2011	2010	Increase
	Apr.-Sep.	Apr.-Sep.	(Decrease)
Parent company	71.2	34.5	36.7
Group companies excluding overseas trading subsidiaries	145.2	103.4	41.8
Overseas trading subsidiaries	11.8	8.8	3.0
Subtotal	228.3	146.7	81.6
Consolidation adjustments	(70.2)	(43.7)	(26.4)
Consolidated Net income attributable to ITOCHU	158.1	103.0	55.1
Earnings from overseas businesses (*)	103.2	78.0	25.2
Share of earnings from overseas businesses	65%	76%	

[For the three months ended September 30]

(Unit: billion yen)	2011	2010	Increase
	Jul.-Sep.	Jul.-Sep.	(Decrease)
Parent company	19.0	4.6	14.4
Group companies excluding overseas trading subsidiaries	71.2	63.1	8.2
Overseas trading subsidiaries	6.8	5.2	1.6
Subtotal	97.1	72.9	24.2
Consolidation adjustments	(29.3)	(10.1)	(19.2)
Consolidated Net income attributable to ITOCHU	67.8	62.7	5.0
Earnings from overseas businesses (*)	48.9	44.5	4.3
Share of earnings from overseas businesses	72%	71%	

(*) "Earnings from overseas businesses" is the total of Net income attributable to ITOCHU of overseas trading subsidiaries and overseas group companies, plus Net income attributable to ITOCHU of overseas branches of parent company and the companies established in Japan for specific overseas business whose sources of revenue are in overseas.

Number of Group Companies(*)

	September 30, 2011			March 31, 2011			Increase	Decrease	Changes within Group	Net changes
	Domestic	Overseas	Total	Domestic	Overseas	Total				
Subsidiaries	94	148	242	96	149	245	+ 9	(12)	+ 1	(1)
Equity-method associated companies	61	90	151	63	85	148	+ 9	(6)	(1)	+ 1
Total	155	238	393	159	234	393	+ 18	(18)		± 0

(*) Investment companies which are considered as part of parent (as of September 30, 2011, 154 entities, as of March 31, 2011, 144 entities) and companies indirectly invested by ITOCHU or its Overseas trading subsidiaries (as of September 30, 2011, 391 entities, as of March 31, 2011, 311 entities) are not included in the above-mentioned number of companies.

Number/Share of Group Companies Reporting Profits

		Apr. - Sep.2011			Apr. - Sep.2010			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	79	15	94	73	29	102	+ 6	(14)	(8)
	Overseas	106	42	148	112	38	150	(6)	+ 4	(2)
	Total	185	57	242	185	67	252	± 0	(10)	(10)
	Share (%)	76.4%	23.6%	100.0%	73.4%	26.6%	100.0%	+ 3.0%	(3.0%)	
Equity-method associated companies	Domestic	47	14	61	49	14	63	(2)	± 0	(2)
	Overseas	68	22	90	65	28	93	+ 3	(6)	(3)
	Total	115	36	151	114	42	156	+ 1	(6)	(5)
	Share (%)	76.2%	23.8%	100.0%	73.1%	26.9%	100.0%	+ 3.1%	(3.1%)	
Total	Domestic	126	29	155	122	43	165	+ 4	(14)	(10)
	Overseas	174	64	238	177	66	243	(3)	(2)	(5)
	Total	300	93	393	299	109	408	+ 1	(16)	(15)
	Share (%)	76.3%	23.7%	100.0%	73.3%	26.7%	100.0%	+ 3.1%	(3.1%)	

Profits/Losses of Group Companies Reporting Profits/Losses

		Apr. - Sep.2011			Apr. - Sep.2010			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	45.5	(2.1)	43.4	21.3	(4.7)	16.6	+ 24.2	+ 2.6	+ 26.8
	Overseas (**)	63.6	(1.3)	62.2	59.4	(1.5)	58.0	+ 4.1	+ 0.2	+ 4.3
	Total	109.1	(3.4)	105.6	80.7	(6.2)	74.5	+ 28.4	+ 2.8	+ 31.1
Equity-method associated companies	Domestic	34.7	(1.7)	33.0	25.0	(1.1)	23.9	+ 9.7	(0.7)	+ 9.0
	Overseas	19.7	(1.2)	18.4	16.3	(2.6)	13.7	+ 3.3	+ 1.3	+ 4.7
	Total	54.4	(3.0)	51.4	41.3	(3.7)	37.7	+ 13.0	+ 0.7	+ 13.7
Total	Domestic	80.2	(3.9)	76.4	46.3	(5.8)	40.5	+ 33.9	+ 1.9	+ 35.9
	Overseas (**)	83.2	(2.5)	80.7	75.7	(4.1)	71.7	+ 7.5	+ 1.5	+ 9.0
	Total	163.4	(6.4)	157.0	122.0	(9.9)	112.2	+ 41.4	+ 3.4	+ 44.8

(**) Results of "Overseas trading subsidiaries" which are included in the above "Overseas" are as follows:

Overseas trading subsidiaries	Apr. - Sep.2011			Apr. - Sep.2010			Increase (Decrease)		
	Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
	11.9	(0.0)	11.8	8.8	(0.0)	8.8	+ 3.0	+ 0.0	+ 3.0

Major New Group Companies [For the six months ended September 30]

Business Field	Name	Country	Voting Shares	Categories
ICT & Machinery	I-ENVIRONMENT INVESTMENTS LIMITED	U.K.	(100.0 %)	Investment company in PFI for waste management and energy-from-waste businesses in the U.K.
ICT & Machinery	KS DRILLING PTE. LTD.	Singapore	(20.0 %)	Rig management and drilling services
ICT & Machinery	NEW Japan K.K.	Japan	(33.3 %)	Product warranty service and post-sale service provider
ICT & Machinery	PT.BHIMASENA POWER INDONESIA	Indonesia	(32.0 %)	Independent Power Producer
Energy	ITC Platinum Development Ltd.	U.K.	(100.0 %)	Managing business of the exploration and development of Platinum Group Metals (PGMs) and Nickel of the Platreef Project in South Africa
Energy	ITOCHU Mineral Resources Development Corporation	Japan	(100.0 %)	Consulting company in mining business
Energy	ITOCHU Coal Americas Inc.	U.S.A.	(100.0 %)	Managing business of coal mines in Colombia
Energy	Isla Petroleum & Gas Corporation	Philippines	(40.0 %)	Import and distribution of LPG
Chemicals	Kureha Battery Materials Japan Co., Ltd.	Japan	(30.0 %)	Manufacturing and sales of anode materials and binders for lithium-ion batteries

Performance of Group Companies (Net income attributable to ITOCHU)

For the six months ended September 30, 2011 and 2010

Major Group Companies

(Unit: billion yen)

	Name	Shares	Method of Consolidation	Net income attributable to ITOCHU (*1)				Categories
				Apr.-Sep. 2011		Apr.-Sep. 2010		
				2Q		2Q		
Textile	JOYX CORPORATION	100.0%	Consolidation	(0.0)	(0.1)	(0.1)	(0.2)	Manufacture, retail and sale of men's apparel
	SANKEI CO., LTD.	90.5%	Consolidation	0.6	0.6	0.8	0.9	Sale of garment accessories
	ITOCHU Textile Prominent (ASIA) Ltd. (*3) (Hong Kong, China)	100.0%	Consolidation	0.2	0.3	0.1	0.1	Production control and wholesale of textile and apparel
	ITOCHU TEXTILE (CHINA) CO., LTD. (*4) (China)	100.0%	Consolidation	0.3	0.5	0.2	0.3	Production control and wholesale of textile materials, fabrics and apparel
ICT & Machinery	ITOCHU CONSTRUCTION MACHINERY CO., LTD.	100.0%	Consolidation	0.3	0.3	0.4	0.3	Sale and rental of construction machinery
	ITOCHU MACHINE-TECHNOS CORPORATION (*5)	100.0%	Consolidation	0.2	0.2	0.0	(0.2)	Import/Export and domestic sale of industrial machinery and NC machine tools
	ITOCHU Techno-Solutions Corporation	55.4%	Consolidation	2.2	2.8	1.7	1.5	Sale and maintenance of computer network systems, customized development of software, data center service, and support
	Excite Japan Co., Ltd.	57.8%	Consolidation	(*2)	(*2)	0.0	(0.1)	Providing services of Internet information
	ITC NETWORKS CORPORATION	60.3%	Consolidation	0.5	0.8	0.3	0.4	Sale of mobile phone units, mobile phones-related solution business
	Century Medical, Inc.	100.0%	Consolidation	0.2	0.5	0.2	0.3	Import and wholesale of medical equipment and materials
	ITOCHU Automobile America Inc. (U.S.A.)	100.0%	Consolidation	0.0	0.0	0.1	0.2	Retail, distribution, and trade of motor vehicles
	Century Tokyo Leasing Corporation (*6)	25.0%	Equity	1.1	3.4	1.2	2.1	Lease, installment sale, business lease and other
	JAMCO Corporation	33.2%	Equity	(*2)	(*2)	(0.1)	(0.2)	Maintenance of aircraft and manufacture of aircraft interior
	SUNCALL CORPORATION	26.9%	Equity	0.1	0.1	0.1	0.3	Manufacturing and sale of optical communication devices, electronic devices and assembly
	SPACE SHOWER NETWORKS INC.	36.8%	Equity	(0.0)	0.0	0.0	0.0	Music channel on cable/satellite television
Energy, Metals & Minerals	ITOCHU Metals Corporation	100.0%	Consolidation	0.3	0.6	0.3	0.7	Import/Export and wholesale of non-ferrous/light metals and recycle business mainly in metal products
	ITOCHU ENEX CO., LTD.	53.6%	Consolidation	0.8	1.1	0.4	0.7	Wholesale of petroleum products and high-pressure gas
	Brazil Japan Iron Ore Corporation (*7)	67.0%	Consolidation	2.4	22.4	2.9	3.7	Investment in projects of iron ore in Brazil
	ITOCHU Minerals & Energy of Australia Pty Ltd (*8) (Australia)	100.0%	Consolidation	28.5	50.5	24.0	47.0	Investment in projects of iron ore, coal and bauxite mining, manufacture of alumina and oil exploration
	ITOCHU Oil Exploration (Azerbaijan) Inc. (Cayman Islands)	100.0%	Consolidation	4.1	4.0	4.3	5.3	Exploration and production of crude oil and gas
	ITOCHU PETROLEUM CO., (SINGAPORE) PTE. LTD. (Singapore)	100.0%	Consolidation	0.2	0.1	0.4	(0.6)	Trade of crude oil and petroleum products
	Marubeni-Itcho Steel Inc.	50.0%	Equity	3.6	6.5	2.5	3.2	Import/Export and wholesale of steel products
Chemicals, Forest Products & General Merchandise	ITOCHU Kenzai Corp.	92.6%	Consolidation	0.5	1.2	0.3	0.3	Wholesale of wood products and building materials
	ITOCHU Pulp & Paper Corp.	100.0%	Consolidation	0.0	0.1	0.0	0.0	Wholesale of paper, paperboards and various paper materials
	ITOCHU CHEMICAL FRONTIER Corporation	100.0%	Consolidation	0.7	1.7	0.7	1.0	Wholesale of fine chemicals and related raw materials
	ITOCHU PLASTICS INC.	100.0%	Consolidation	0.4	1.0	0.6	1.1	Wholesale of plastics and related products
	C.I. Kasei Co., Ltd.	97.6%	Consolidation	0.2	0.4	0.7	0.8	Manufacture and sale of plastic products
	DAIKEN CORPORATION	25.5%	Equity	0.1	0.2	0.0	0.1	Manufacture and sale of building materials
	TAKIRON Co., Ltd.	27.9%	Equity	(*2)	(*2)	0.1	0.4	Manufacture, processing and sale of plastic products
Food	ITOCHU SHOKUHN Co., Ltd.	51.5%	Consolidation	(*2)	(*2)	0.6	1.0	Wholesale of foods and liquor
	NIPPON ACCESS, INC. (*9)	93.8%	Consolidation	5.1	6.2	4.3	5.1	Wholesale and distribution of foods
	China Foods Investment Corp. (*10)	74.1%	Consolidation	0.6	1.3	0.6	1.3	Managing business of TING HSIN (CAYMAN ISLANDS) HOLDING CORP. and its group companies
	Japan Foods Co., Ltd.	34.8%	Equity	0.1	0.3	0.1	0.3	Production on consignment and sale of soft drinks
	Fuji Oil Co., Ltd.	25.7%	Equity	(*2)	(*2)	0.5	1.3	Integrated manufacturer of cooking oil and soybean protein
	FamilyMart Co., Ltd.	31.6%	Equity	2.8	3.9	2.3	3.6	Operation of a convenience store chain
	Prima Meat Packers, Ltd.	39.5%	Equity	(*2)	(*2)	0.5	1.0	Production and sale of meat, ham, sausage and processed foods
Construction & Realty	ITOCHU Property Development, Ltd.	99.8%	Consolidation	(1.0)	(1.4)	(0.8)	(2.1)	Development and sale of housing
	ITOCHU LOGISTICS CORP.	99.0%	Consolidation	0.3	0.6	0.1	0.4	Comprehensive logistics services
Financial & Insurance Services, Logistics Services	Orient Corporation (*11)	23.6%	Equity	0.2	(0.3)	0.9	0.5	Consumer credit
	eGuarantee, Inc.	31.7%	Equity	0.0	0.1	0.0	0.1	B to B credit guarantee service
Other	FX PRIME Corporation	56.4%	Consolidation	0.0	0.0	0.0	0.1	Foreign exchange margin trade
Overseas trading subsidiaries	ITOCHU International Inc. (U.S.A.)	100.0%	Consolidation	2.7	4.4	1.3	1.7	U.S. trading subsidiary
	ITOCHU Europe PLC (*12) (U.K.)	100.0%	Consolidation	0.4	0.1	0.4	0.3	Europe trading subsidiary
	ITOCHU Hong Kong Ltd. (*3) (Hong Kong, China)	100.0%	Consolidation	0.7	1.4	0.6	1.4	Hong Kong trading subsidiary
	ITOCHU (China) Holding Co., Ltd. (*4) (China)	100.0%	Consolidation	1.0	1.9	0.8	1.4	China trading subsidiary
	ITOCHU Australia Ltd. (*8) (Australia)	100.0%	Consolidation	1.1	2.0	1.1	2.0	Australia trading subsidiary

(*1) Net income attributable to ITOCHU is the figure after adjusting to U.S. GAAP, which may be different from the figures each company announces.

(*2) Refer to the results announced by each corresponding company, as their announcement dates are on or after ITOCHU's announcement date of the first half of Fiscal Year 2012.

(*3) The above figure of ITOCHU Hong Kong Ltd. includes 40.0% of net income from ITOCHU Textile Prominent (ASIA) Ltd.

(*4) The above figure of ITOCHU (China) Holding Co., Ltd. includes 40.0% of net income from ITOCHU TEXTILE (CHINA) CO., LTD. and 3.8% of net income from Unicharm Consumer Products (China) Co., Ltd.

(*5) ITOCHU MACHINE-TECHNOS CORPORATION merged with ITOCHU FOODEC CORPORATION on April 1, 2011. The net income attributable to ITOCHU of ITOCHU MACHINE-TECHNOS CORPORATION for the same period of the previous fiscal year shows the total of both ITOCHU MACHINE-TECHNOS CORPORATION and ITOCHU FOODEC CORPORATION.

(*6) Net income attributable to ITOCHU of Century Tokyo Leasing Corporation includes gain on negative goodwill (0.9 billion yen after tax effect) accompanying the purchase of additional common shares of Century Tokyo Leasing Corporation in the first quarter of fiscal year 2012.

(*7) The above figure of Brazil Japan Iron Ore Corporation includes gain on bargain purchase and gain resulting from remeasuring its previously held equity interests at its acquisition-date fair value accompanying the acquisition by ITOCHU (16.2 billion yen after tax effect) in the first quarter of fiscal year 2012.

(*8) The above figure of ITOCHU Australia Ltd. includes 3.7% of net income from ITOCHU Minerals & Energy of Australia Pty Ltd and 20.0% of net income from BFA Holdings Pty Ltd.

(*9) On March 1, 2011, NIPPON ACCESS, Inc. merged with Family Corporation Inc. and made Universal Food Co., Ltd. a consolidated subsidiary. The net income attributable to ITOCHU of NIPPON ACCESS, Inc. for the same period of the previous fiscal year shows the total of these 3 companies.

(*10) Net income attributable to ITOCHU of China Foods Investment Corp. for the same period of the previous fiscal year includes the net income of TING HSIN (CAYMAN ISLANDS) HOLDING CORP. attributable to ITOCHU.

(*11) The above figure of Orient Corporation includes the related tax effect.

(*12) The above figure of ITOCHU Europe PLC includes 20% of net income from IPC EUROPE LTD.

Performance of Group Companies (Net income attributable to ITOCHU)

For the six months ended September 30, 2011 and 2010

Major Group Companies Reporting Profits

(Unit: billion yen)

Name	Segment (*13)	Shares	Net income attributable to ITOCHU (*1)			Main reasons for changes	
			2011 Apr.-Sep.	2010 Apr.-Sep.	Increase (Decrease)		
[Domestic subsidiaries]							
Brazil Japan Iron Ore Corporation	(*7)	Ene	67.0%	22.4	3.7	18.6	Due to gains accompanying acquisition as well as higher sales volume and prices
NIPPON ACCESS, INC.	(*9)	Fod	93.8%	6.2	5.1	1.1	Due to gains on sales of property and equipment and the absence of costs related to asset retirement obligations in the same period of the previous fiscal year, despite effect of the Great East Japan Earthquake
ITOCHU Techno-Solutions Corporation		I&M	55.4%	2.8	1.5	1.3	Due to rise in revenue as a result of increase in product/development business and improvement in profitability through reduction of project costs
ITOCHU CHEMICAL FRONTIER Corporation		Che	100.0%	1.7	1.0	0.7	Due to favorable transactions in polymer raw materials and specialty chemicals
China Foods Investment Corp.	(*10)	Fod	74.1%	1.3	1.3	0.1	Due to increase in profit from TING HSIN (CAYMAN ISLANDS) HOLDING CORP., despite administrative expenses incurred resulting from newly consolidation
ITOCHU Kenzai Corp.		Che	92.6%	1.2	0.3	0.9	Due to strong domestic market conditions for plywood
ITOCHU ENEX CO., LTD.		Ene	53.6%	1.1	0.7	0.5	Due to higher earnings from car life business and new businesses and reduction in expenses
ITOCHU PLASTICS INC.		Che	100.0%	1.0	1.1	(0.1)	Due to lower sales volume of plastics and engineering plastic in automobiles and consumer electronics
ITC NETWORKS CORPORATION		I&M	60.3%	0.8	0.4	0.3	Due to favorable smartphone sales
[Overseas subsidiaries]							
ITOCHU Minerals & Energy of Australia Pty Ltd	(*8) (Australia)	Ene	100.0%	50.5	47.0	3.6	Due to increases in iron ore prices and sales volume, despite lower earnings stemming from decline in coal production volume
ITOCHU International Inc.	(U.S.A.)	Ove	100.0%	4.4	1.7	2.7	Due to gain on sale of a few North American businesses and improvement of equipment-material-related businesses currently under restructuring
ITOCHU Oil Exploration (Azerbaijan) Inc.	(Cayman Islands)	Ene	100.0%	4.0	5.3	(1.3)	Due to increases in tax burden and loss on hedge contracts and lower profit from this business due to yen appreciation, despite higher revenue due to rise in oil prices
ITOCHU Australia Ltd.	(*8) (Australia)	Ove	100.0%	2.0	2.0	0.0	Almost same level due to increase in profit from ITOCHU Minerals & Energy of Australia Pty Ltd., despite deterioration in profit from BFA Holdings Pty Ltd.
ITOCHU (China) Holding Co., Ltd.	(*4) (China)	Ove	100.0%	1.9	1.4	0.5	Due to higher transaction volume in chemicals, increase in profit from textile businesses and effect of exchange rates
ITOCHU Hong Kong Ltd.	(*3) (Hong Kong, China)	Ove	100.0%	1.4	1.4	0.1	Due to higher profit from textile-related businesses and finance-related businesses
P.T. ANEKA BUMI PRATAMA	(Indonesia)	Che	100.0%	1.4	0.6	0.8	Due to smooth operations and significant profit margin, particularly in the first quarter while market prices for natural rubber was favorable
CIECO Energy (UK) Limited	(U.K.)	Ene	100.0%	1.0	0.7	0.4	Due to higher oil prices
ITOCHU (Thailand) Ltd.	(Thailand)	Ove	100.0%	0.7	0.6	0.1	Due to brisk textiles and chemicals transactions and increase in profit from finance businesses, despite decline in automotive component transactions
ITOCHU Oil Exploration (BTC) Inc.	(Cayman Islands)	Ene	51.4%	0.7	0.8	(0.2)	Due to tax burden incurred as a result of imposition of income taxes in Azerbaijan
[Domestic equity-method associated companies]							
Marubeni-Itochu Steel Inc.		Ene	50.0%	6.5	3.2	3.3	Due to recovery in demand for steel products in Asia and others
FamilyMart Co., Ltd.		Fod	31.6%	3.9	3.6	0.3	Due to favorable operating income resulting from robust performance of new stores and benefit of am/pm integration, despite effect of the Great East Japan Earthquake
Century Tokyo Leasing Corporation	(*6)	I&M	25.0%	3.4	2.1	1.3	Due to favorable business results, and increase in profit from this business and gain on negative goodwill accompanying purchase of additional shares
Japan Brazil Paper and Pulp Resources Development Co., Ltd.		Che	25.9%	0.6	1.9	(1.3)	Due to lower transaction volume and currency exchange loss on strength of Brazilian real against US dollar
[Overseas equity-method associated companies]							
Chemoil Energy Limited	(Hong Kong, China)	Ene	37.5%	1.0	0.4	0.5	Due to favorable bunker oil transactions
PT Hexindo Adiperkasa Tbk	(Indonesia)	I&M	25.0%	0.6	0.4	0.2	Due to increase in sales stemming from favorable market conditions in construction machinery in Indonesia
Unicharm Consumer Products (China) Co., Ltd.	(*4) (China)	Che	20.0%	0.4	—	0.4	Equity pick-up started since the fourth quarter of the previous fiscal year

Major Group Companies Reporting Losses

(Unit: billion yen)

Name	Segment (*13)	Shares	Net income attributable to ITOCHU (*1)			Main reasons for changes
			2011 Apr.-Sep.	2010 Apr.-Sep.	Increase (Decrease)	
[Domestic subsidiaries]						
ITOCHU Property Development, Ltd.	Con	99.8%	(1.4)	(2.1)	0.7	Due to the absence of losses on lower-of-cost-or-market of real estate for sale in the same period of the previous fiscal year and sales to investors of real estate for leasing, despite lower condominium sales due to delay in completion of construction arising from the Great East Japan Earthquake
ITOCHU HOUSING Co., Ltd.	Con	100.0%	(0.3)	(0.2)	(0.1)	Due to delay in deliveries of some condominiums arising from the Great East Japan Earthquake and period of low number of condominium sales
[Overseas subsidiaries]						
IPC EUROPE LTD. (*12) (U.K.)	Ene	100.0%	(0.6)	0.6	(1.1)	Due to decrease in profit from energy-related businesses and lackluster transactions in crude oil/fuel oil and petroleum products, mainly gas oil
[Domestic equity-method associated companies]						
Orient Corporation (*11)	Fin	23.6%	(0.3)	0.5	(0.7)	Due to decrease in gross trading profit
[Overseas equity-method associated companies]						
BFA Holdings Pty Ltd (*8) (Australia)	Fod	45.0%	(0.2)	0.1	(0.2)	Due to deterioration of profitability of new powdered milk businesses resulting from higher production cost and appreciation of Australian dollar

(*13) Tex : Textile, I&M : ICT & Machinery, Ene : Energy, Metals & Minerals, Che : Chemicals, Forest Products & General Merchandise, Fod : Food, Con : Construction & Realty,
Fin : Financial & Insurance Services, Logistics Services, Ove : Overseas trading subsidiaries

Note : Please refer to the bottom of page 27 for details of (*1)-(*12)

Performance of Group Companies (Net income attributable to ITOCHU)

For the three months ended September 30, 2011 and 2010

Major Group Companies Reporting Profits

(Unit: billion yen)

Name	Segment (*13)	Shares	Net income attributable to ITOCHU (*1)			Main reasons for changes
			2011 Jul.-Sep.	2010 Jul.-Sep.	Increase (Decrease)	
[Domestic subsidiaries]						
Brazil Japan Iron Ore Corporation	Ene	67.0%	2.4	2.9	(0.6)	Due to increase in amortization accompanying additional transactions, despite increase of earnings resulting from higher sales volume and sales prices
NIPPON ACCESS, INC.	(*9) Fod	93.8%	5.1	4.3	0.8	Due to gain on sale of property and equipment, despite the effect of the Great East Japan Earthquake was slightly remained
ITOCHU Techno-Solutions Corporation	I&M	55.4%	2.2	1.7	0.5	Due to rise in revenue as a result of increase in product/development business and improvement in profitability through reduction of project costs
ITOCHU CHEMICAL FRONTIER Corporation	Che	100.0%	0.7	0.7	(0.0)	Almost same level
China Foods Investment Corp.	(*10) Fod	74.1%	0.6	0.6	0.0	Almost same level due to increase in profit from TING HSIN (CAYMAN ISLANDS) HOLDING CORP., which counteracts administrative expenses incurred resulting from newly consolidation
ITOCHU Kenzai Corp.	Che	92.6%	0.5	0.3	0.2	Due to strong domestic market conditions for plywood
ITOCHU ENEX CO., LTD.	Ene	53.6%	0.8	0.4	0.3	Due to contributions of global trade businesses and new businesses
ITOCHU PLASTICS INC.	Che	100.0%	0.4	0.6	(0.2)	Due to lower sales volume of plastics and engineering plastic in automobiles and consumer electronics
ITC NETWORKS CORPORATION	I&M	60.3%	0.5	0.3	0.2	Due to favorable smartphone sales
[Overseas subsidiaries]						
ITOCHU Minerals & Energy of Australia Pty Ltd	(*8) (Australia) Ene	100.0%	28.5	24.0	4.5	Due to higher prices and sales volume for iron ore, as well as rise in price of coal, for which production volume recovering since this quarter, lower production volume than that in the same period of the previous fiscal year, despite the absence of gain on sales of property equipment stemming from sale of coal interests in the same period of the previous fiscal year
ITOCHU International Inc.	(U.S.A.) Ove	100.0%	2.7	1.3	1.4	Due to improvement of equipment-material-related businesses currently undergoing restructuring and others
ITOCHU Oil Exploration (Azerbaijan) Inc.	(Cayman Islands) Ene	100.0%	4.1	4.3	(0.2)	Due to appreciation of the yen, despite increase in revenue resulting from higher oil prices
ITOCHU Australia Ltd.	(*8) (Australia) Ove	100.0%	1.1	1.1	0.1	Due to increase in profit from ITOCHU Minerals & Energy of Australia Pty Ltd., despite decrease in profit from BFA Holdings Pty Ltd.
ITOCHU (China) Holding Co., Ltd.	(*4) (China) Ove	100.0%	1.0	0.8	0.2	Due to higher transaction volume in chemicals, increase in profit from textile businesses and effect of exchange rates
ITOCHU Hong Kong Ltd.	(*3) (Hong Kong, China) Ove	100.0%	0.7	0.6	0.0	Almost same level
P.T. ANEKA BUMI PRATAMA	(Indonesia) Che	100.0%	0.6	0.4	0.3	Due to smooth operations and significant profit margin for natural rubber resulting from higher market prices compared with the same period of the previous fiscal year
CIECO Energy (UK) Limited	(U.K.) Ene	100.0%	0.4	0.4	(0.1)	Due to change in tax rate in this quarter
ITOCHU (Thailand) Ltd.	(Thailand) Ove	100.0%	0.3	0.3	(0.0)	Almost same level due to favorable textiles and chemicals transactions and increase in profit from finance businesses, which counteracts decline in automotive component transactions
ITOCHU Oil Exploration (BTC) Inc.	(Cayman Islands) Ene	51.4%	0.4	0.6	(0.2)	Due to tax burden incurred as a result of imposition of income taxes in Azerbaijan
[Domestic equity-method associated companies]						
Marubeni-Itochu Steel Inc.	Ene	50.0%	3.6	2.5	1.1	Due to recovery in demand for steel products in Asia and others
FamilyMart Co., Ltd.	Fod	31.6%	2.8	2.3	0.5	Due to favorable operating income resulting from robust performance of new stores and benefit of am/pm integration, despite effect of the Great East Japan Earthquake
Century Tokyo Leasing Corporation	I&M	25.0%	1.1	1.2	(0.2)	Due to increase of impairment losses on investment securities compared with the same period of the previous fiscal year, despite higher profit from this business due to additional purchase of shares
Japan Brazil Paper and Pulp Resources Development Co., Ltd.	Che	25.9%	0.0	0.9	(0.9)	Due to lower transaction volume and currency exchange loss on strength of Brazilian real against US dollar
[Overseas equity-method associated companies]						
Chemoil Energy Limited	(Hong Kong, China) Ene	37.5%	0.7	0.4	0.3	Due to favorable bunker oil transactions
PT Hexindo Adiperkasa Tbk	(Indonesia) I&M	25.0%	0.4	0.2	0.2	Due to increase in sales stemming from favorable market conditions in construction machinery in Indonesia
Unicharm Consumer Products (China) Co., Ltd.	(*4) (China) Che	20.0%	0.2	—	0.2	Equity pick-up started since the fourth quarter of the previous fiscal year

Major Group Companies Reporting Losses

(Unit: billion yen)

Name	Segment (*13)	Shares	Net income attributable to ITOCHU (*1)			Main reasons for changes
			2011 Jul.-Sep.	2010 Jul.-Sep.	Increase (Decrease)	
[Domestic subsidiaries]						
ITOCHU Property Development, Ltd.	Con	99.8%	(1.0)	(0.8)	(0.2)	Due to lower condominium sales resulting from delay in completion of construction arising from the Great East Japan Earthquake, despite the absence of losses on lower-of-cost-or-market of real estate for sale in the same period of the previous fiscal year
ITOCHU HOUSING Co., Ltd.	Con	100.0%	(0.1)	(0.1)	(0.0)	Almost same level
[Overseas subsidiaries]						
IPC EUROPE LTD. (*12) (U.K.)	Ene	100.0%	0.2	0.4	(0.2)	Due to lackluster crude oil/fuel oil transactions
[Domestic equity-method associated companies]						
Orient Corporation (*11)	Fin	23.6%	0.2	0.9	(0.6)	Due to decrease in gross trading profit
[Overseas equity-method associated companies]						
BFA Holdings Pty Ltd (*8) (Australia)	Fod	45.0%	(0.1)	0.2	(0.3)	Due to deterioration of profitability of new powdered milk businesses resulting from higher production cost and appreciation of Australian dollar

(*13) Tex : Textile, I&M : ICT & Machinery, Ene : Energy, Metals & Minerals, Che : Chemicals, Forest Products & General Merchandise, Fod : Food, Con : Construction & Realty,
Fin : Financial & Insurance Services, Logistics Services, Ove : Overseas trading subsidiaries

Note : Please refer to the bottom of page 27 for details of (*1)-(*12)

6. Quarterly Information on Consolidated Operating Results

Consolidated Statements of Income

(Unit: billion yen)

	Fiscal Year 2011 ended March 31, 2011					Fiscal Year 2012 ended March 31, 2012				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Revenue	827.6	890.1	918.9	1,013.1	3,649.7	898.3	1,024.3			1,922.6
Gross trading profit	224.4	248.1	242.1	261.6	976.2	227.4	265.5			493.0
Selling, general and administrative expenses	(176.8)	(178.8)	(175.9)	(179.2)	(710.7)	(174.4)	(178.8)			(353.2)
Provision for doubtful receivables	(0.5)	(0.6)	(3.0)	(5.4)	(9.4)	(1.1)	(1.3)			(2.4)
Interest income	2.7	2.5	2.5	2.6	10.3	2.2	3.3			5.6
Interest expense	(8.1)	(6.1)	(6.8)	(6.0)	(27.0)	(5.5)	(6.0)			(11.5)
Dividends received	7.0	5.0	5.5	5.9	23.5	7.3	6.4			13.8
Gain (loss) on investments-net	(5.7)	(4.7)	(17.5)	(10.2)	(38.1)	20.0	(6.6)			13.4
Gain (loss) on property and equipment-net	0.1	6.3	(8.0)	(32.2)	(33.7)	0.0	0.8			0.9
Gain on bargain purchase in acquisition	-	-	-	-	-	10.5	-			10.5
Other-net	(2.5)	(0.9)	(2.8)	(2.6)	(8.9)	9.3	6.5			15.8
Income before income taxes and equity in earnings (losses) of associated companies	40.6	70.9	36.1	34.5	182.1	95.7	89.9			185.7
Income taxes	(14.7)	(26.4)	(4.3)	(23.1)	(68.5)	(28.2)	(41.5)			(69.6)
Income before equity in earnings (losses) of associated companies	25.9	44.4	31.8	11.4	113.6	67.6	48.5			116.1
Equity in earnings (losses) of associated companies	16.1	21.5	14.0	9.0	60.6	25.8	25.9			51.7
Net income	42.0	66.0	45.8	20.4	174.2	93.4	74.4			167.8
Net income attributable to the noncontrolling interest	(1.8)	(3.2)	(3.4)	(4.8)	(13.2)	(3.1)	(6.6)			(9.7)
Net income attributable to ITOCHU	40.2	62.7	42.4	15.6	161.0	90.3	67.8			158.1
[Adjusted Profit]	[65.3]	[92.3]	[81.4]	[93.9]	[332.9]	[82.8]	[116.4]			[199.3]

Segment Information

(Unit: billion yen)

	Fiscal Year 2011 ended March 31, 2011					Fiscal Year 2012 ended March 31, 2012				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Textile										
Gross trading profit	29.4	31.4	34.0	33.6	128.3	27.9	31.7			59.6
Net income attributable to ITOCHU	2.6	4.5	5.7	2.5	15.3	4.0	5.4			9.4
ICT & Machinery										
Gross trading profit	39.2	46.9	44.3	54.8	185.1	42.9	51.8			94.7
Net income attributable to ITOCHU	2.1	9.0	4.1	2.7	18.0	12.7	5.7			18.4
Machinery										
Gross trading profit	15.3	18.2	16.8	19.2	69.4	18.4	21.7			40.1
Net income attributable to ITOCHU	0.6	6.3	2.9	0.5	10.3	9.4	3.2			12.6
ICT										
Gross trading profit	23.9	28.7	27.5	35.6	115.7	24.5	30.2			54.7
Net income attributable to ITOCHU	1.5	2.7	1.2	2.3	7.7	3.4	2.4			5.8
Energy, Metals & Minerals										
Gross trading profit	49.8	50.6	48.8	62.9	212.1	49.4	65.2			114.6
Net income attributable to ITOCHU	26.2	36.7	24.1	22.2	109.2	47.9	39.4			87.3
Metals & Minerals										
Gross trading profit	34.4	26.5	30.6	33.1	124.6	31.5	39.9			71.4
Net income attributable to ITOCHU	26.7	28.7	26.8	28.8	111.0	45.1	32.4			77.5
Energy										
Gross trading profit	15.4	24.2	18.3	29.7	87.5	17.9	25.3			43.2
Net income attributable to ITOCHU	(0.5)	8.0	(2.7)	(6.6)	(1.8)	2.8	7.0			9.7
Chemicals, Forest Products & General Merchandise										
Gross trading profit	27.5	31.3	29.5	30.0	118.3	31.1	31.6			62.7
Net income attributable to ITOCHU	5.5	8.4	7.1	5.0	26.0	10.6	7.6			18.2
Forest Products & General Merchandise										
Gross trading profit	12.6	14.7	13.2	14.3	54.8	15.1	15.7			30.8
Net income attributable to ITOCHU	2.7	4.0	2.9	1.9	11.5	4.4	3.8			8.2
Chemicals										
Gross trading profit	14.9	16.6	16.4	15.7	63.6	16.0	15.9			31.9
Net income attributable to ITOCHU	2.8	4.4	4.2	3.1	14.5	6.2	3.8			10.0
Food										
Gross trading profit	66.8	72.6	69.0	62.4	270.8	65.6	72.8			138.5
Net income attributable to ITOCHU	7.8	7.5	12.0	(4.9)	22.4	12.4	14.4			26.8
Construction & Realty										
Gross trading profit	2.6	3.8	4.7	7.6	18.7	3.4	3.3			6.7
Net income attributable to ITOCHU	(1.5)	0.7	1.2	2.3	2.7	(0.4)	(0.7)			(1.1)
Others, Adjustments & Eliminations										
Gross trading profit	9.1	11.5	11.8	10.4	42.8	7.1	9.0			16.1
Net income attributable to ITOCHU	(2.5)	(4.1)	(11.8)	(14.1)	(32.6)	3.2	(3.9)			(0.8)
Financial & Insurance Services, Logistics Services										
Gross trading profit	5.5	4.8	4.4	4.5	19.2	3.6	4.0			7.6
Net income attributable to ITOCHU	0.0	1.0	(13.0)	(4.0)	(15.9)	1.6	1.8			3.4
Adjustments & Eliminations and others										
Gross trading profit	3.6	6.8	7.4	5.8	23.6	3.5	5.0			8.5
Net income attributable to ITOCHU	(2.5)	(5.1)	1.1	(10.2)	(16.7)	1.5	(5.7)			(4.2)

- Note: 1. As of April 1, 2011, ITOCHU reorganized its seven Division Companies into five Division Companies. As a result, the former Machinery Company and the former ICT, Aerospace & Electronics Company were merged to ICT & Machinery Company. Also, the Company reorganized the former Finance, Realty, Insurance & Logistics Services Company as a division not belonging to a Division Company and divided it into the Construction & Realty Division, the Financial & Insurance Services Department, and the Logistics Services Department. Further, above-mentioned figures of "Machinery" includes the former Machinery Company and Aerospace & Industrial Systems-related business and "ICT" includes ICT business included in former ICT, Aerospace & Electronics Company.
2. As a result of the above-mentioned reorganization, the Healthcare Business Department and the Solar Business Department, which have been included in Other, Adjustments & Eliminations, were transferred to the ICT & Machinery Company and the Energy, Metals & Minerals Company respectively. Further, the figures affected by this transfer for the same period of the previous fiscal year have not been adjusted to reflect this change.
3. As a result of the ITOCHU Group's integration of food distribution and marketing business, the items in which distribution cost related to these operations has been included were changed from the beginning of fiscal year 2012. The relevant amounts for the same period of the previous fiscal year were reclassified based on this new classification. (Refer to "Note 2" on 4. (1), page 10.)