

February 4, 2016

This document is an English translation of a statement written initially in Japanese. The Japanese original should be considered as the primary version.

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Announcement of Loss related to Iron Ore Mining Business in Brazil

ITOCHU Corporation (“ITOCHU”) announces to post a loss on investment to Brazil Japan Iron Ore Corporation (“BJIOC”) a company established to operate and manage Iron Ore Business in Brazil in the 3rd quarter of the fiscal year ending March 31, 2016.

1. Description of the loss

ITOCHU executed procedures to formally merge Nacional Minérios S.A. (a Brazilian producer and seller of iron ore, “NAMISA”), and asset related to iron ore mining business such as Casa de Pedra Mine (“CdP”) and logistics asset (railway company’s shares and port facility) owned by Companhia Siderúrgica Nacional (“CSN”) a Brazilian steel mill, on November 30, 2015. BJIOC recognized a loss on remeasurement of the conversion from NAMISA as an associated company to the new integrated company as other investments. Due to the loss recognized by BJIOC, investment to BJIOC by ITOCHU is also deteriorated. Therefore ITOCHU posted a loss in consolidated and non-consolidated financial statements as below.

2. Impact on Financial Statements of ITOCHU

1) Non-Consolidated

ITOCHU posted a 42.2 billion yen loss in the fiscal year ending March 31, 2016 as “Loss on investments in subsidiaries and associated companies”.

2) Consolidated

As a part of the loss recognized through impairment losses in prior fiscal years, ITOCHU posted 4.4 billion yen as an extra loss in the 3rd quarter of the fiscal year ending March 31, 2016.

Furthermore, including a translation gain on foreign currency assets held by NAMISA recognized in prior quarters of this fiscal year, accumulated loss of BJIOC from the 1st to the 3rd quarter of the fiscal year ending March 31, 2016 is 0.8 billion yen.

3. Future Outlook

Forecast of Net Profit attributable to ITOCHU for the fiscal year ending March 31, 2016 is 330 billion yen which remains unchanged as announced on May 1, 2015.