

Consolidated Financial Results for the First Quarter of Fiscal Year 2010 ending March 31, 2010

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**Consolidated Financial Results for the First Quarter of Fiscal Year 2010 ending March 31, 2010**

[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/main/ir/index\\_e.html](http://www.itochu.co.jp/main/ir/index_e.html)

President and Chief Executive Officer: Eizo Kobayashi

General Manager of Corporate Communications Division: Isamu Nakayama

TEL: 81 - 3 - 3497 - 7291

The date of payout of dividend: —

**1. Consolidated operating results for the first quarter of fiscal year 2010 (from April 1, 2009 to June 30, 2009)**

(1) Consolidated operating results (Summary)

(%: Changes from the same period of 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	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
For the first quarter of								
Fiscal year 2010	2,192,537	(28.5)	13,085	(80.8)	28,350	(62.6)	20,432	(67.3)
Fiscal year 2009	3,064,426	11.2	68,091	11.3	75,896	3.6	62,474	(27.0)

	Net income attributable to ITOCHU per share (basic)		Net income attributable to ITOCHU per share (diluted)	
	yen	yen	yen	yen
For the first quarter of				
Fiscal year 2010	12.93		12.85	
Fiscal year 2009	39.52		39.21	

(2) Consolidated financial position

	Total assets	Stockholders' equity	Ratio of stockholders' equity to total assets	Stockholders' equity per share
	millions of yen	millions of yen	%	yen
June 30, 2009	5,380,798	945,637	17.6	598.32
March 31, 2009	5,192,092	849,411	16.4	537.43

**2. Dividend distribution**

	Dividend distribution per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
(Record date)	yen	yen	yen	yen	yen
Fiscal year 2009	-	10.50	-	8.00	18.50
Fiscal year 2010	-	-	-	-	-
Fiscal year 2010 (Planned)		7.50 (Planned)	-	7.50 (Planned)	15.00 (Planned)

(Note) No changes from the plan of dividend distribution previously announced on April 30, 2009

**3. Outlook of consolidated operating results for fiscal year 2010 (from April 1, 2009 to March 31, 2010)**

(%: 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 2010	10,500,000	(13.0)	185,000	(32.9)	175,000	(16.0)	130,000	(21.4)	82.25	

(Note) No changes from the outlook previously announced on April 30, 2009

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

#### 4. Other information

(1) Changes of classification of specified subsidiaries(\*) accompanied by changes in the consolidation scope during the period:

N/A

(\*) Specified subsidiaries: Major subsidiaries selected according to the Japanese Cabinet Office Ordinance

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

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

(a) Changes due to amendment of accounting standards: Please refer to "New Accounting Pronouncements" on (9), page 15.

(b) Other changes: N/A

(4) Number of common shares issued

(a) Number of common shares outstanding: (including the number of treasury stock)	1st quarter of FY 2010	1,584,889,504	Fiscal Year 2009	1,584,889,504
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(b) Number of treasury stock:	1st quarter of FY 2010	4,406,798	Fiscal Year 2009	4,374,899
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(c) Average number of common shares outstanding:	1st quarter of FY 2010	1,580,497,078	1st quarter of FY 2009	1,580,680,767
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[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 96.01 yen = 1 U.S. dollar, the exchange rate prevailing on June 30, 2009. 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. From this first quarter SFAS160 has been applied. For details, please refer to "New Accounting Pronouncements" on (9), page 15.
6. As announced dated January 28, 2009 in "(Revision) Announcement Regarding Revisions to Financial Statements of Past Fiscal Years", the consolidated financial statements for the same period of the previous fiscal years have been restated.  
In addition, "Total trading transactions", which is in accordance with Japanese accounting practice, for the same period of the previous fiscal years has reflected the figures restatement in an overseas subsidiary operating international trade of crude oil and petroleum products.
7. "ITOCHU" in items of A/C on the consolidated financial statements represents ITOCHU Corporation.

## 1. Qualitative Information on Consolidated Operating Results

[For the three months ended June 30, 2009 (from April 1, 2009 to June 30, 2009)]

**Revenue** for the three months ended June 30, 2009 increased by 5.3% or 38.4 billion yen to 767.2 billion yen (7,991 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to an acquisition of ITOCHU ENEX CO., LTD. last October, despite the price falls in metal resources and energies and sales volume decrease of iron ore in Energy, Metals & Minerals; though there was some decrease in Machinery due to poor global market in automobiles and demand shrink in construction machinery; in Chemicals, Forest Products & General Merchandise due to continuous chemical price falls since last autumn and housing market slowdown in Japan and the U.S.; in Food due to price falls in food materials such as feed grains, oilseeds, oils and fats; and in Finance, Realty, Insurance & Logistics Services due to the absence of a large-scale condominium sale in the same period of previous fiscal year.

**Total trading transactions** in accordance with Japanese accounting practice decreased by 28.5% or 871.9 billion yen to 2,192.5 billion yen (22,837 million U.S. dollars) compared with the same period of the previous fiscal year (Refer to “Note 1” on page 5), mainly due to decrease in Machinery; Chemicals, Forest Products & General Merchandise; Food; and Finance, Realty, Insurance & Logistics Services for the above mentioned reasons, in addition to decrease in Energy, Metals & Minerals due to price falls in metal resources and energies, and sales volume decrease of iron ore, crude oil and petroleum products despite increase due to the acquisition of ITOCHU ENEX CO., LTD..

**Gross trading profit** decreased by 16.7% or 41.3 billion yen to 206.3 billion yen (2,149 million U.S. dollars) compared with the same period of the previous fiscal year (Refer to “Note 1” on page 5), mainly due to poor transactions of automobiles and construction machinery in Machinery; price falls in metal resources and energies, sales volume decreases of iron ore and crude oil from the oil fields owned despite some increase from the acquisition of ITOCHU ENEX CO., LTD. in Energy, Metals & Minerals; chemical price falls since last autumn and housing market slowdown in Japan and the U.S. in Chemicals, Forest Products & General Merchandise; and due to the absence of a large-scale condominium sale in the same period of previous fiscal year in Finance, Realty, Insurance & Logistics Services; though there was some increase in Food due to increased sales volume in food distribution business and improved profitability in fresh food materials.

**Selling, general and administrative expenses** increased by 5.8% or 10.4 billion yen to 189.4 billion yen (1,973 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to increase in pension cost resulting from worsened pension asset management in addition to increase brought by the acquisition of ITOCHU ENEX CO., LTD.

**Provision for doubtful receivables** increased by 3.2 billion yen to 3.9 billion yen (40 million U.S. dollars) compared with the same period of the previous fiscal year, due to increase in allowance for doubtful receivables.

**Net interest expenses** improved by 11.1% or 0.8 billion yen to expenses of 6.5 billion yen (68 million U.S. dollars) compared with the same period of the previous fiscal year mainly due to lower interest rates in U.S., and **Dividends received** decreased by 42.7% or 4.4 billion yen to 5.9 billion yen (62 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to decrease in dividends from LNG-related investments. Therefore, **Net financial income (expenses)**, or total of Net interest expenses and Dividends received, worsened by 3.6 billion yen to expenses of 0.6 billion yen (6 million U.S. dollars).

Concerning the other profits and losses, compared with the same period of the previous fiscal year, **Gain on investments-net** decreased by 3.1 billion yen to a gain of 2.8 billion yen (29 million U.S. dollars), due to the remeasurement loss for pre-existing current interests resulting from obtaining control of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. in this first quarter (Refer to “Note 2” on page 5) as well as decrease in gain on sales of investments, in spite of decrease in impairment loss. **Gain on property and equipment-net** improved by 1.2 billion yen to 2.3 billion yen (24 million U.S. dollars), due to a gain on sales of properties in a subsidiary. **Other-net** improved by 13.0 billion yen to a gain of 10.8 billion yen (112 million U.S. dollars), due to gain on bargain purchase in the acquisitions of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. in this first quarter (Refer to “Note 2” on page 5) in addition to decrease in hedging cost for dividends from LNG-related investments.

As a result, **Income before income taxes and equity in earnings of associated companies** decreased by 62.6% or 47.5 billion yen to 28.4 billion yen (295 million U.S. dollars) compared with the same period of the previous fiscal year.

**Income taxes** decreased by 49.3% or 15.4 billion yen to 15.9 billion yen (165 million U.S. dollars) compared with the same period of the previous fiscal year.

**Equity in earnings of associated companies** decreased by 50.4% or 9.5 billion yen to 9.4 billion yen (98 million U.S. dollars) compared with the same period of the previous fiscal year, due to earnings decrease in steel product, metal resources, and pulp related associated companies, though there was some profit related to a merger of Century Tokyo

Leasing Corporation in this first quarter (Refer to “Note 2” on page 5), therefore **Net income** decreased by 65.6% or 41.6 billion yen to 21.9 billion yen (228 million U.S. dollars) compared with the same period of the previous fiscal year.

As a result, **Net income attributable to ITOCHU**, calculated by Net income minus Net income attributable to the noncontrolling interest, (1.4 billion yen), and which is equivalent to Net income up to the previous fiscal year, decreased 67.3% or 42.0 billion yen to 20.4 billion yen (213 billion U.S. dollars) compared with the same period of the previous fiscal year.

## 2. Qualitative Information on Consolidated Financial Position

### (1) Consolidated Financial Position

**Total assets** as of June 30, 2009, increased by 3.6% or 188.7 billion yen compared with March 31, 2009, to 5,380.8 billion yen (56,044 million U.S. dollars), due to increase in **Trade receivables, Inventories, and Net property and equipment** resulting from an acquisition of C. I. Kasei Co., Ltd. in Chemicals, Forest Products & General Merchandise as well as, in Food, a new investment in an enterprise group operating food/distribution business in China and Taiwan.

**Interest-bearing debt** increased by 0.9% or 20.8 billion yen compared with March 31, 2009, to 2,410.1 billion yen (25,103 million U.S. dollars), and **Net interest-bearing debt** (interest-bearing debt after deducting **Cash and cash equivalents** and **Time deposits**) increased by 2.5% or 44.0 billion compared with March 31, 2009, to 1,800.8 billion yen (18,756 million U.S. dollars).

**ITOCHU stockholders’ equity**, which corresponds to Total equity before applying “Statement of Financial Accounting Standards” No.160, increased by 11.3% or 96.2 billion yen compared with March 31, 2009, to 945.6 billion yen (9,849 million U.S. dollars), due to decrease from dividend payment, accumulation of Net income attributable to ITOCHU, increase in Foreign currency translation adjustments through yen’s depreciation, and increase in Unrealized holding gains on securities resulting from recovery of stock market. As a result, **Ratio of stockholders’ equity to total assets** rose by 1.2 points compared with March 31, 2009, to 17.6%.

**NET DER** (Net Debt-to-Stockholders’ Equity Ratio) improved by 0.2 points compared with March 31, 2009, to 1.9 times.

**Total equity**, or total of ITOCHU stockholders’ equity and Noncontrolling interest, which means the total equity of the entire Group, increased by 9.6% or 99.6 billion yen compared with March 31, 2009, to 1,137.0 billion yen (11,842 million U.S. dollars).

### (2) Consolidated Cash Flows Information

**Cash flows from operating activities** for this first quarter recorded net cash-inflow of 76.7 billion yen (799 million U.S. dollars) mainly due to progress in collection of Trade receivables in the consumer and retail-related sector and in ICT, Aerospace & Electronics.

**Cash flows from investing activities** recorded net cash-outflow of 74.5 billion yen (776 million U.S. dollars) mainly due to a new investment in an enterprise group operating food/distribution business in China and Taiwan, and additional investments related to acquisitions of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP.

**Cash flows from financing activities** recorded net cash-outflow (net repayment) of 35.1 billion yen (365 million U.S. dollars) due to dividends payment and repayments of a part of debt by the parent company. Consequently, Cash and cash equivalents as of June 30, 2009, decreased by 23.8 billion yen to 605.0 billion yen (6,301 million U.S. dollars) compared with March 31, 2009.

(Note 1) The table below shows the effects on Consolidated Statements of Income in this first quarter due to acquisitions of SANKEI CO., LTD., ITOCHU ENEX CO., LTD., C. I. Kasei Co., Ltd., and i-LOGISTICS CORP. in this first quarter and in the previous fiscal year. Note that the profit resulting from obtaining control of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. are not included but separately listed in "Note 2".

(billion yen)

Items in Consolidated Statements of Income	SANKEI	ITOCHU ENEX	C. I. Kasei	i-LOGISTICS	Total
Acquired in:	October, 2008	October, 2008	April, 2009	April, 2009	
Total trading transactions	12.0	228.1	16.2	9.1	265.4
Gross trading profit	2.7	14.6	2.9	0.6	20.8

(Note 2) The gains/losses resulting from obtaining control of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP., and the profit related to a merger of Century Tokyo Leasing Corporation are as follows.

(billion yen)

Items in Consolidated Statements of Income	C. I. Kasei	i-LOGISTICS	Century Tokyo Leasing	Total
Gain on investments-net	(1.6)	(1.9)	-	(3.5)
Other-net	4.1	5.0	-	9.1
Income taxes	(1.1)	(1.3)	0.1	(2.2)
Equity in earnings of associated companies	-	-	0.8	0.8
Net income attributable to ITOCHU	1.5	1.8	0.9	4.3

(Note 3) The table below shows the effects on Consolidated Balance Sheets in this first quarter due to acquisitions of C. I. Kasei Co., Ltd., and i-LOGISTICS CORP. in this first quarter.

(billion yen)

Items in Consolidated Balance Sheets	C. I. Kasei	i-LOGISTICS	Total
Total assets	81.2	25.7	106.9
(Trade receivables)	22.2	4.4	26.5
(Inventories)	11.8	-	11.8
(Net property and equipment)	31.8	11.9	43.7
Interest-bearing debt	33.6	0.6	34.2
Net interest-bearing debt	30.9	(2.2)	28.7

(Note) Both SANKEI CO., LTD. and ITOCHU ENEX CO., LTD. were consolidated as subsidiaries in the third quarter of the previous fiscal year and almost all of the effects have been reflected on Consolidated Balance Sheets as of March 31, 2009, therefore, no substantial effect is recognized.

### 3. 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 three months ended June 30, 2009 and 2008

	Millions of Yen		Millions of U.S. dollars
	Apr.-Jun.2009	Apr.-Jun.2008	Apr.-Jun.2009
<b>Revenue:</b>			
Sales revenue.....	¥ 640,716	¥ 587,504	\$ 6,673
Trading margins and commissions on trading transactions.....	126,523	141,357	1,318
Total trading transactions :			
Apr.-Jun.2009 : 2,192,537 million yen ( 22,837 million U.S.dollars )			
Apr.-Jun.2008 : 3,064,426 million yen			
Total revenue.....	767,239	728,861	7,991
Cost of sales.....	(560,906)	(481,180)	(5,842)
<b>Gross trading profit</b> .....	<b>206,333</b>	<b>247,681</b>	<b>2,149</b>
Selling, general and administrative expenses.....	(189,361)	(178,933)	(1,973)
Provision for doubtful receivables.....	(3,887)	(657)	(40)
Interest income.....	2,515	4,436	26
Interest expense.....	(9,037)	(11,776)	(94)
Dividends received.....	5,943	10,376	62
Gain on investments-net.....	2,756	5,880	29
Gain on property and equipment-net.....	2,313	1,116	24
Other-net.....	10,775	(2,227)	112
Total other-expenses.....	(177,983)	(171,785)	(1,854)
<b>Income before income taxes and equity in earnings of associated companies</b> .....	<b>28,350</b>	<b>75,896</b>	<b>295</b>
Income taxes.....	(15,864)	(31,306)	(165)
<b>Income before equity in earnings of associated companies</b> .....	<b>12,486</b>	<b>44,590</b>	<b>130</b>
Equity in earnings of associated companies.....	9,390	18,930	98
<b>Net income</b> .....	<b>21,876</b>	<b>63,520</b>	<b>228</b>
Less : Net income attributable to the noncontrolling interest.....	(1,444)	(1,046)	(15)
<b>Net income attributable to ITOCHU</b> .....	<b>¥ 20,432</b>	<b>¥ 62,474</b>	<b>\$ 213</b>

Note :

1."Total trading transactions" is presented in accordance with Japanese accounting practice.

Total trading transactions in the consolidated statements of income 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.

2. From this first quarter, SFAS160 has been applied. For details, please refer to "New Accounting Pronouncements" on (9), page 15. Complying with the requirement of SFAS160, some of the figures of "Consolidated Statements of Income (Apr.-Jun.2008)" are retroactively adjusted.

#### (2) Consolidated Statements of Comprehensive Income [Condensed]

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2009 and 2008

	Millions of Yen		Millions of U.S. dollars
	Apr.-Jun.2009	Apr.-Jun.2008	Apr.-Jun.2009
<b>Comprehensive income :</b>			
Net income.....	¥ 21,876	¥ 63,520	\$ 228
Other comprehensive income (loss) (net of tax):			
Foreign currency translation adjustments during the period...	63,897	(32,894)	666
Pension liability adjustments.....	655	(371)	7
Unrealized holding gains on securities during the period.....	25,546	13,550	266
Unrealized holding gains on derivative instruments during the period.....	239	4,549	2
Total other comprehensive income (loss) (net of tax).....	90,337	(15,166)	941
Comprehensive income.....	112,213	48,354	1,169
Comprehensive income attributable to the noncontrolling interest.....	(3,260)	(350)	(34)
<b>Comprehensive income attributable to ITOCHU</b> .....	<b>¥ 108,953</b>	<b>¥ 48,004</b>	<b>\$ 1,135</b>

Note :

From this first quarter, SFAS160 has been applied. For details, please refer to "New Accounting Pronouncements" on (9), page 15. Complying with the requirement of SFAS160, some of the figures of "Consolidated Statements of Comprehensive Income (Apr.-Jun.2008)" are retroactively adjusted.

[Explanation for Consolidated Statements of Income]

Revenue	(Unit : billion yen)			Increase													
	Revenue	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	<u>Reasons for changes</u>												
		767.2	728.9	38.4	Increase in Energy, Metals & Minerals due to an acquisition of ITOCHU ENEX CO., LTD., despite price falls in metal resources and energies, while decrease in Machinery due to poor market in automobiles; and in Chemicals, Forest Products & General Merchandise due to chemical price falls												
Gross trading profit	(Unit : billion yen)			Increase													
	Gross trading profit	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Decrease due to worsened performance in ITOCHU Corporation and existing subsidiaries : -49.4 [Energy, Metals & Minerals -30.1, Machinery -6.5 ] Increase due to newly consolidation of subsidiaries : +21.3 (Note 1) Decrease due to deconsolidation of subsidiaries : -3.2 Decrease due to exchange rate fluctuations : -10.0 Refer to "(5) Segment Information" on page 13-14												
		206.3	247.7	(41.3)													
Selling, general and administrative expenses	(Unit : billion yen)			Increase													
	Total of SG & A	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Increase in pension cost : -2.5 Decrease in ITOCHU Corporation and existing subsidiaries : +3.6 Increase due to newly consolidation of subsidiaries : -21.6 Decrease due to deconsolidation of subsidiaries : +3.1 Decrease due to exchange rate fluctuations : +7.0												
	Personnel expenses	(189.4)	(178.9)	(10.4)													
	Other expenses	(76.5)	(69.5)	(7.0)													
	(Service charge, distribution costs)	(112.8)	(109.4)	(3.4)													
	(Rent, depreciation and amortization)	(60.5)	(59.5)	(1.1)													
	(Travel expenses)	(22.8)	(19.0)	(3.9)													
	(Others)	(5.2)	(6.2)	1.0													
	(24.2)	(24.8)	0.5														
Provision for doubtful receivables	(Unit : billion yen)			Increase													
	Provision for doubtful receivables	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Increase due to allowance for doubtful receivables												
		(3.9)	(0.7)	(3.2)													
Net financial income (expenses)	(Unit : billion yen)			Increase													
	Net financial income (expenses)	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Decrease in dividends received, improvement of net interest expenses												
		(0.6)	3.0	(3.6)													
					<table border="1"> <thead> <tr> <th></th> <th><u>Apr-Jun 2009</u></th> <th><u>Apr-Jun 2008</u></th> <th>Changes</th> </tr> </thead> <tbody> <tr> <td>JPY TIBOR 3M, average (Apr-Jun)</td> <td>0.596%</td> <td>0.841%</td> <td>(0.245%)</td> </tr> <tr> <td>USD LIBOR 3M, average (Jan-Mar)</td> <td>1.240%</td> <td>3.289%</td> <td>(2.049%)</td> </tr> </tbody> </table>		<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	Changes	JPY TIBOR 3M, average (Apr-Jun)	0.596%	0.841%	(0.245%)	USD LIBOR 3M, average (Jan-Mar)	1.240%	3.289%	(2.049%)
		<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	Changes													
	JPY TIBOR 3M, average (Apr-Jun)	0.596%	0.841%	(0.245%)													
	USD LIBOR 3M, average (Jan-Mar)	1.240%	3.289%	(2.049%)													
	Interest income	2.5	4.4	(1.9)	Improvement of net interest expenses due to decline in U.S. dollars interest rate Dividends received from LNG-related investments -4.6 (6.1 → 1.5)												
	Interest expense	(9.0)	(11.8)	2.7													
	Net interest expenses	(6.5)	(7.3)	0.8													
Dividends received	5.9	10.4	(4.4)														
Gain on investments-net	(Unit : billion yen)			Increase													
	Gain on investments-net	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Remeasurement loss for pre-existing interests resulting from obtaining control -3.5 (- → -3.5) (Note 2) Impairment loss on investments +4.5 (-7.4 → -2.9) Net gain on sales of investments -5.5 (14.2 → 8.7) Loss on business disposals and others +1.4 (-1.0 → 0.4)												
		2.8	5.9	(3.1)													
Gain on property and equipment-net	(Unit : billion yen)			Increase													
	Gain on property and equipment-net	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Net gain on sales of property and equipment +1.3 (0.9 → 2.2)												
		2.3	1.1	1.2													
Other-net	(Unit : billion yen)			Increase													
	Other-net	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Gain on bargain purchase +9.1(- → 9.1) (Note 2) Decreased hedging cost for dividends from LNG-related investments												
		10.8	(2.2)	13.0													
Income taxes	(Unit : billion yen)			Increase													
	Income taxes	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	(Note 2)												
		(15.9)	(31.3)	15.4													
Equity in earnings of associated companies	(Unit : billion yen)			Increase													
	Equity in earnings of associated companies	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Century Tokyo Leasing Corporation (Note 3) [Some profit related to a merger +0.8 (Note 2)] Marubeni-Itochu Steel Inc. -4.0 (4.7 → 0.7) / Orient Corporation -2.1 (2.8 → 0.6) Equity-method associated companies of ITOCHU Minerals & Energy of Australia Pty Ltd -1.4 (1.6 → 0.1) Japan Brazil Paper and Pulp Resources Development Co., Ltd. -1.3 (1.0 → -0.3) Refer to "Performance of Group Companies" on page 18												
		9.4	18.9	(9.5)													
(Note 1) Refer to the "Note 1" on page 5 (Note 2) Refer to the "Note 2" on page 5 (Note 3) Refer to the results announced by each corresponding company, as their announcement dates are on and after ITOCHU's announcement date of First Quarter of Fiscal Year 2010.																	
Total trading transactions	(Unit : billion yen)			Increase													
	Total trading transactions	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)	Refer to "(5) Segment Information" on page 13-14 Effect of exchange rate fluctuations: Approximately -80.0												
	Gross trading profit ratio	(Note 1) 2,192.5	3,064.4	(871.9)													
	9.4%	8.1%	1.3%														
(Note 1) Refer to the "Note 1" on page 5																	
Adjusted profit	(Unit : billion yen)			Increase	Adjusted profit (-64.9)= Gross trading profit (-41.3) + SG&A expenses (-10.4) + Net financial income (-3.6)+ Equity in earnings of associated companies (-9.5) The amount ( ) represents changes from the same period of the previous fiscal year												
	Adjusted profit	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	(Decrease)													
		25.8	90.7	(64.9)													
[Average exchange rate Yen/USD] [For March closing companies]																	
[Average exchange rate Yen/AUD] [For March closing companies]																	
	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	Changes	<u>Jun-Mar 2009</u>	<u>Jun-Mar 2008</u>	Changes	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	Changes								
	97.51	102.19	(4.68)	90.93	109.18	(18.25)	69.97	95.64	(25.67)								
	<u>Apr-Jun 2008</u>	<u>Apr-Jun 2007</u>	Changes	<u>Jun-Mar 2008</u>	<u>Jun-Mar 2007</u>	Changes	<u>Apr-Jun 2008</u>	<u>Apr-Jun 2007</u>	Changes								
	102.19	119.21	(17.02)	109.18	119.78	(10.60)	95.64	97.39	(1.75)								



**(3) Consolidated Balance Sheets (Assets) [Condensed]**

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of June 30, 2009 and March 31, 2009

<b>Assets</b>	Millions of Yen		Millions of U.S. dollars
	<b>Jun. 2009</b>	Mar. 2009	<b>Jun. 2009</b>
<b>Current assets:</b>			
Cash and cash equivalents.....	¥ 604,996	¥ 628,820	\$ 6,301
Time deposits.....	4,373	3,738	46
Short-term investments.....	8,128	9,214	85
Trade receivables:			
Notes.....	153,108	161,533	1,595
Accounts.....	1,111,614	1,135,031	11,578
Allowance for doubtful receivables.....	(16,985)	(13,869)	(177)
Net trade receivables.....	1,247,737	1,282,695	12,996
Due from associated companies.....	105,430	106,934	1,098
Inventories.....	558,299	509,503	5,815
Advances to suppliers.....	101,628	91,871	1,059
Prepaid expenses.....	37,378	29,817	389
Deferred tax assets.....	42,723	40,556	445
Other current assets.....	239,663	235,046	2,496
Total current assets.....	2,950,355	2,938,194	30,730
<b>Investments and non-current receivables:</b>			
Investments in and advances to associated companies.....	857,660	754,062	8,933
Other investments.....	450,510	426,054	4,693
Other non-current receivables.....	148,063	155,427	1,542
Allowance for doubtful receivables.....	(60,560)	(60,704)	(631)
Total investments and net non-current receivables.....	1,395,673	1,274,839	14,537
<b>Property and equipment, at cost:</b>			
Land.....	163,293	145,881	1,701
Buildings.....	373,510	336,630	3,890
Machinery and equipment.....	394,283	328,940	4,107
Furniture and fixtures.....	78,005	69,907	812
Mineral rights.....	68,152	60,245	710
Construction in progress.....	22,546	16,846	235
Total property and equipment, at cost.....	1,099,789	958,449	11,455
Less accumulated depreciation.....	470,735	397,675	4,903
Net property and equipment.....	629,054	560,774	6,552
<b>Prepaid pension cost.....</b>	<b>1,114</b>	<b>1,079</b>	<b>11</b>
<b>Deferred tax assets, non-current.....</b>	<b>121,631</b>	<b>136,389</b>	<b>1,267</b>
<b>Other assets.....</b>	<b>282,971</b>	<b>280,817</b>	<b>2,947</b>
<b>Total.....</b>	<b>¥ 5,380,798</b>	<b>¥ 5,192,092</b>	<b>\$ 56,044</b>

## Note:

From this first quarter SFAS160 has been applied. For details, please refer to "New Accounting Pronouncements" on (9), page 15. Complying with the requirement of SFAS160, some of the figures of "Consolidated Statements of Consolidated Balance Sheets (Mar.2009)" are retroactively adjusted.

**(3) Consolidated Balance Sheets (Liabilities and Stockholders' Equity) [Condensed]**

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of June 30, 2009 and March 31, 2009

Liabilities and Equity	Millions of Yen		Millions of U.S. dollars
	Jun. 2009	Mar. 2009	Jun. 2009
<b>Current liabilities:</b>			
Short-term debt .....	¥ 452,779	¥ 538,161	\$ 4,716
Current maturities of long-term debt.....	93,411	90,631	973
Trade payables:			
Notes and acceptances.....	125,301	134,591	1,305
Accounts.....	955,759	907,149	9,955
Total trade payables.....	1,081,060	1,041,740	11,260
Due to associated companies.....	16,977	16,618	177
Accrued expenses.....	114,415	125,062	1,192
Income taxes payable.....	36,124	45,472	376
Advances from customers.....	103,495	96,769	1,078
Deferred tax liabilities.....	984	983	10
Other current liabilities.....	221,150	192,681	2,303
Total current liabilities .....	2,120,395	2,148,117	22,085
Long-term debt, excluding current maturities.....	2,038,597	1,934,421	21,233
Accrued retirement and severance benefits.....	59,682	54,697	622
Deferred tax liabilities, non-current.....	25,124	17,502	262
Total liabilities .....	4,243,798	4,154,737	44,202
<b>Equity:</b>			
Common stock:			
Authorized: 3,000,000,000 shares;			
issued:			
1,584,889,504 shares.....	202,241	202,241	2,106
Capital surplus.....	137,137	137,171	1,428
Retained earnings:			
Legal reserve.....	14,741	13,183	154
Other retained earnings .....	789,917	783,699	8,227
Total retained earnings.....	804,658	796,882	8,381
Accumulated other comprehensive income (loss) :			
Foreign currency translation adjustments.....	(122,216)	(185,363)	(1,273)
Pension liability adjustments.....	(105,240)	(106,013)	(1,096)
Unrealized holding gains on securities.....	38,066	13,686	396
Unrealized holding losses on derivative instruments.....	(6,280)	(6,482)	(65)
Treasury stock, at cost.....	(2,729)	(2,711)	(28)
Total ITOCHU stockholders' equity.....	945,637	849,411	9,849
Noncontrolling interest.....	191,363	187,944	1,993
Total equity.....	1,137,000	1,037,355	11,842
<b>Total.....</b>	<b>¥ 5,380,798</b>	<b>¥ 5,192,092</b>	<b>\$ 56,044</b>

[Explanation for Consolidated Balance Sheets]

Assets

	(Unit: billion yen)			Reasons for changes:
	Jun 2009	Mar 2009	Increase (Decrease)	
Cash and cash equivalents, Time deposits	609.4	632.6	(23.2)	
Net trade receivables	1,247.7	1,282.7	(35.0)	Decrease in Textile; Machinery; and ICT, Aerospace & Electronics; and increase in Chemicals, Forest Products & General Merchandise; and Food
Inventories	558.3	509.5	48.8	Increase in ICT, Aerospace & Electronics; and Chemicals, Forest Products & General Merchandise
Investments in and advances to associated companies	857.7	754.1	103.6	Increase in Food
Other investments	450.5	426.1	24.5	Effect of stock market prices' recovery compared with March 31, 2009
Net property and equipment	629.1	560.8	68.3	Increase due to acquisitions of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. (Note)
Deferred tax assets, non-current	121.6	136.4	(14.8)	Decrease due to improvement of unrealized holding gains on investments
<b>Total assets</b>	<b>5,380.8</b>	<b>5,192.1</b>	<b>188.7</b>	Total assets as of June 30, 2009, increased by 3.6% or 188.7 billion yen compared with March 31, 2009, to 5,380.8 billion yen (56,044 million U.S. dollars), due to increase in Trade receivables, Inventories, and Net property and equipment resulting from an acquisition of C. I. Kasei Co., Ltd., in Chemicals, Forest Products & General Merchandise as well as, in Food, a new investment in an enterprise group operating food/distribution business in China and Taiwan. (Note) Refer to the "Note 3" on page 5

Liabilities

	(Unit: billion yen)			Reasons for changes:
	Jun 2009	Mar 2009	Increase (Decrease)	
Total trade payables	1,081.1	1,041.7	39.3	Increase in Energy, Metals & Minerals; Chemicals, Forest Products & General Merchandise; and Food
Other current liabilities	221.2	192.7	28.5	Increase in deferred income, deposit received, and other current liabilities
[Interest-bearing debt]				
Short-term debt	452.8	538.2	(85.4)	Decrease due to the shift from short-term to long-term in interest-bearing debt, despite increase due to an acquisition of C. I. Kasei Co., Ltd. (Note)
Current maturities of long-term debt excluding debentures	84.8	81.9	2.9	
Current maturities of debentures	8.6	8.7	(0.1)	
Short-term total	546.2	628.8	(82.6)	
Long-term debt	1,690.0	1,610.4	79.6	Increase due to acquisitions of C. I. Kasei Co., Ltd. (Note), and shift from short-term to long-term in interest-bearing debt
Debentures	174.0	150.2	23.8	
Long-term total	1,863.9	1,760.5	103.4	
Total interest-bearing debt	2,410.1	2,389.3	20.8	Interest-bearing debt increased by 0.9% or 20.8 billion yen compared with March 31, 2009, to 2,410.1 billion yen (25,103 million U.S. dollars), and Net interest-bearing debt (interest-bearing debt after deducting Cash and cash equivalents and Time deposits) increased by 2.5% or 44.0 billion yen compared with March 31, 2009, to 1,800.8 billion yen (18,756 million U.S. dollars). NET DER (Net Debt-to-Stockholders' Equity Ratio) improved by 0.2 points compared with March 31, 2009, to 1.9 times. (Note) Refer to the "Note 3" on page 5
Cash and cash equivalents, Time deposits	609.4	632.6	(23.2)	
Net interest-bearing debt	1,800.8	1,756.8	44.0	
Net debt-to-stockholders' equity ratio [times]	1.9	2.1	0.2 improved	

Equity

	(Unit: billion yen)			Reasons for changes:
	Jun 2009	Mar 2009	Increase (Decrease)	
Common stock	202.2	202.2	-	
Capital surplus	137.1	137.2	(0.0)	
Retained earnings:	804.7	796.9	7.8	
Legal reserve	14.7	13.2	1.6	
Other retained earnings	789.9	783.7	6.2	Net income attributable to ITOCHU +20.4, Dividend payment, -12.7, Transfer to legal reserve -1.7
Accumulated other comprehensive income (loss):	(195.7)	(284.2)	88.5	
Foreign currency translation adjustments	(122.2)	(185.4)	63.1	Effect of yen's depreciation compared with March 31, 2009
Pension liability adjustments	(105.2)	(106.0)	0.8	
Unrealized holding gains on securities	38.1	13.7	24.4	Effect of stock market prices' recovery compared with March 31, 2009
Unrealized holding losses on derivative instruments	(6.3)	(6.5)	0.2	
Treasury stock, at cost	(2.7)	(2.7)	(0.0)	
Total ITOCHU stockholders' equity	945.6	849.4	96.2	ITOCHU stockholders' equity, which corresponds to Total equity before applying "Statement of Financial Accounting Standards" No.160, increased by 11.3% or 96.2 billion yen compared with March 31, 2009, to 945.6 billion yen (9,849 million U.S. dollars), due to decrease from dividend payment, accumulation of Net income attributable to ITOCHU, increase in Foreign currency translation adjustments through yen's depreciation, and increase in Unrealized holding gains on securities resulting from recovery of stock market. As a result, Ratio of stockholders' equity to total assets rose by 1.2 points compared with March 31, 2009, to 17.6%.
Ratio of stockholders' equity to total assets	17.6%	16.4%	1.2%	Total equity, or total of ITOCHU stockholders' equity and Noncontrolling interest, which means the total equity of the entire Group, increased by 9.6% or 99.6 billion yen compared with March 31, 2009, to 1,137.0 billion yen (11,842 million U.S. dollars).
Noncontrolling interest	191.4	187.9	3.4	
<b>Total equity</b>	<b>1,137.0</b>	<b>1,037.4</b>	<b>99.6</b>	

[Current exchange rate Yen/USD]

[For March closing companies]		
Jun 2009	Mar 2009	Changes
96.01	98.23	(2.22)
Jun 2008	Mar 2008	Changes
106.42	100.19	6.23

[The Nikkei Stock Average index]

Jun 2009	Mar 2009	Changes
9,958	8,109	1,849

[For December closing companies]

Mar 2009	Dec 2008	Changes	Jun 2009	Mar 2009	Changes
98.23	91.03	7.20	77.85	67.01	10.84
Mar 2008	Dec 2007	Changes	Jun 2008	Mar 2008	Changes
100.19	114.15	(13.96)	102.38	91.74	10.64

[Current exchange rate Yen/AUD]

[For March closing companies]		
Jun 2009	Mar 2009	Changes
77.85	67.01	10.84
Jun 2008	Mar 2008	Changes
102.38	91.74	10.64

**(4) Consolidated Statements of Cash Flows [Condensed]**

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2009 and 2008

	Millions of Yen		Millions of
	<u>Apr.-Jun.2009</u>	<u>Apr.-Jun.2008</u>	<u>U.S. dollars</u>
<b>Cash flows from operating activities :</b>			<b>Apr.-Jun.2009</b>
Net income .....	¥ 21,876	¥ 63,520	\$ 228
Adjustments to reconcile net income to net cash provided by operating activities :			
Depreciation and amortization .....	16,980	16,529	177
Provision for doubtful receivables .....	3,887	657	40
Gain on investments-net .....	(2,756)	(5,880)	(29)
Gain on property and equipment-net.....	(2,313)	(1,116)	(24)
Equity in earnings of associated companies, less dividends received .....	(249)	(7,318)	(2)
Deferred income taxes .....	5,277	1,488	55
Changes in assets and liabilities, other-net .....	34,014	2,119	354
Net cash provided by operating activities .....	<u>76,716</u>	<u>69,999</u>	<u>799</u>
<b>Cash flows from investing activities :</b>			
Net purchases of property, equipment and other assets .....	(14,493)	(16,379)	(151)
Net increase in investments in and advances to associated companies .....	(50,728)	(7,004)	(528)
Net purchases of other investments .....	(13,041)	(17,036)	(136)
Net collections of other non-current loan receivables .....	4,362	462	45
Net (increase) decrease in time deposits.....	(652)	1,418	(7)
Net decrease in marketable securities.....	60	112	1
Net cash used in investing activities .....	<u>(74,492)</u>	<u>(38,427)</u>	<u>(776)</u>
<b>Cash flows from financing activities :</b>			
Net proceeds (repayments) of long-term debt .....	92,104	(41,521)	959
Net decrease in short-term debt .....	(110,347)	(7,390)	(1,149)
Other .....	(16,861)	(18,005)	(175)
Net cash used in financing activities .....	<u>(35,104)</u>	<u>(66,916)</u>	<u>(365)</u>
<b>Effect of exchange rate changes on cash and cash equivalents .....</b>	<b>9,056</b>	<b>(8,071)</b>	<b>94</b>
<b>Net decrease in cash and cash equivalents .....</b>	<b>(23,824)</b>	<b>(43,415)</b>	<b>(248)</b>
<b>Cash and cash equivalents at beginning of year .....</b>	<b>628,820</b>	<b>446,311</b>	<b>6,549</b>
<b>Cash and cash equivalents at end of year .....</b>	<b>¥ 604,996</b>	<b>¥ 402,896</b>	<b>\$ 6,301</b>

Note:

From this first quarter SFAS160 has been applied. For details, please refer to "New Accounting Pronouncements" on (9), page 15.

[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-Jun 2009</u>	<u>Apr-Jun 2008</u>	<u>Increase (Decrease)</u>	<u>Major items</u>
Net income	21.9	63.5	(41.6)	
Non-cash charges of P/L	20.8 a	4.4 b	16.5	a : Depreciation and amortization +17.0, Deferred income taxes +5.3 Provision for doubtful receivables +3.9, Gain on investments-net -2.8 Gain on property and equipment-net -2.3 b : Depreciation and amortization +16.5 Equity in earnings of associated companies, less dividends received -7.3 Gain on investments-net -5.9
Changes in assets and liabilities, other-net	34.0 a	2.1 b	31.9	a : Trade receivables / payables +87.0, Inventories -27.9 Other -25.1 b : Trade receivables / payables +49.1, Inventories -41.0 Due from/to associated companies +3.3, Other -9.3
Net cash provided by operating activities	76.7	70.0	6.7	

**Cash flows from investing activities**

(Unit: billion yen)

	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	<u>Increase (Decrease)</u>	
Net purchases of property, equipment and other assets	(14.5) a	(16.4) b	1.9	a : Purchases by natural resources development related subsidiaries -4.9 and by ITOCHU Corporation -2.9 b : Purchases by natural resources development related subsidiaries -7.4, airline-related subsidiaries -5.4
Net increase in investments in and advances to associated companies	(50.7) a	(7.0) b	(43.7)	a : Net increase in investments in food business -39.4 Investment in LPG-related business -3.1 b : Net increase advances to associated companies in Machinery -6.2
Net purchases of other investments	(13.0) a	(17.0) b	4.0	a : Net purchases (by TOB) net of cash acquired in acquisitions of C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. -9.0 Investment in energy-development sector -4.4 b : Net of investment in Machinery and energy-development sector, and sales of stocks by ITOCHU Corporation -11.3
Net collections of other non-current loan receivables	4.4 a	0.5	3.9	a : Net collections of loan receivables by ITOCHU Corporation +3.0
Net (increase) decrease in time deposits	(0.7)	1.4	(2.1)	
Net decrease in marketable securities	0.1	0.1	(0.1)	
Net cash used in investing activities	(74.5)	(38.4)	(36.1)	

**Cash flows from financing activities**

(Unit: billion yen)

	<u>Apr-Jun 2009</u>	<u>Apr-Jun 2008</u>	<u>Increase (Decrease)</u>	
Net proceeds (repayments) of long-term debt	92.1 a	(41.5) b	133.6	a : Net proceeds by ITOCHU Corporation +110.4 b : Net repayments by ITOCHU Corporation -25.0
Net decrease in short-term debt	(110.3) a	(7.4) b	(103.0)	a : Net decrease by ITOCHU Corporation -126.0 b : Net decrease by ITOCHU Corporation -39.5 Net increase by overseas trading subsidiaries +34.9
Other	(16.9) a	(18.0) b	1.1	a : Dividends paid -12.7, dividends paid to noncontrolling stockholders -3.8 b : Dividends paid -15.0, dividends paid to noncontrolling stockholders -3.7
Net cash used in financing activities	(35.1)	(66.9)	31.8	

(Note)

Changes in current maturities of long-term debt are included in "Net proceeds of long-term debt" on the statements of cash flows.

**(5) Segment Information**

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2009 and 2008

ITOCHU Corporation and its subsidiaries are engaged in a wide range of business activities such as worldwide trading operations in various commodities, financing for customers and suppliers, organizing and coordinating industrial projects, and investing in resource development, advanced technology, information and multimedia.

ITOCHU Corporation has introduced a division company system, and information on operating segments is prepared and presented according to this system.

This system is regularly used for decisions in operations, including resource allocations, and evaluations by the management. As of April 1st, 2009, Aerospace, Electronics & Multimedia Company has been renamed to "ICT, Aerospace & Electronics Company".

Information concerning operations in different operating segments for the three months ended June 30, 2009 and 2008 is as follows:

For the three months ended June 30, 2009 (April 1, 2009 -June 30, 2009)										Millions of Yen
	Textile	Machinery	ICT, Aerospace & Electronics	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Finance, Realty, Insurance & Logistics Services	Other, Adjustments & Eliminations	Consolidated	
Total trading transactions:										
Unaffiliated customers and associated companies .....	¥ 109,638	¥ 166,486	¥ 130,378	¥ 557,642	¥ 396,171	¥ 768,410	¥ 29,015	¥ 34,797	¥ 2,192,537	
Transfers between operating segments ..	152	963	925	71	4,710	112	1,172	(8,105)	-	
Total trading transactions .....	<u>109,790</u>	<u>167,449</u>	<u>131,303</u>	<u>557,713</u>	<u>400,881</u>	<u>768,522</u>	<u>30,187</u>	<u>26,692</u>	<u>2,192,537</u>	
Gross trading profit .....	<u>20,394</u>	<u>11,464</u>	<u>28,676</u>	<u>25,148</u>	<u>23,565</u>	<u>82,480</u>	<u>7,871</u>	<u>6,735</u>	<u>206,333</u>	
Net income attributable to ITOCHU .....	<u>840</u>	<u>(391)</u>	<u>(550)</u>	<u>5,587</u>	<u>2,199</u>	<u>12,975</u>	<u>2,007</u>	<u>(2,235)</u>	<u>20,432</u>	
[Equity in earnings (losses) of associated companies] .....	<u>[940]</u>	<u>[1,684]</u>	<u>[177]</u>	<u>[1,908]</u>	<u>[(128)]</u>	<u>[3,940]</u>	<u>[827]</u>	<u>[42]</u>	<u>[9,390]</u>	
Identifiable assets at June 30, 2009 .....	<u>340,827</u>	<u>606,904</u>	<u>513,669</u>	<u>1,088,696</u>	<u>684,987</u>	<u>1,154,556</u>	<u>376,789</u>	<u>614,370</u>	<u>5,380,798</u>	
For the three months ended June 30, 2008 (April 1, 2008 -June 30, 2008)										
	Textile	Machinery	ICT, Aerospace & Electronics	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Finance, Realty, Insurance & Logistics Services	Other, Adjustments & Eliminations	Consolidated	Millions of Yen
Total trading transactions:										
Unaffiliated customers and associated companies .....	¥ 131,452	¥ 333,003	¥ 128,837	¥ 1,041,403	¥ 542,271	¥ 798,800	¥ 45,052	¥ 43,608	¥ 3,064,426	
Transfers between operating segments ..	142	298	1,185	93	4,777	116	1	(6,612)	-	
Total trading transactions .....	<u>131,594</u>	<u>333,301</u>	<u>130,022</u>	<u>1,041,496</u>	<u>547,048</u>	<u>798,916</u>	<u>45,053</u>	<u>36,996</u>	<u>3,064,426</u>	
Gross trading profit .....	<u>21,791</u>	<u>20,387</u>	<u>28,229</u>	<u>43,212</u>	<u>29,747</u>	<u>80,601</u>	<u>12,690</u>	<u>11,024</u>	<u>247,681</u>	
Net income attributable to ITOCHU .....	<u>9,844</u>	<u>840</u>	<u>881</u>	<u>32,300</u>	<u>5,222</u>	<u>5,654</u>	<u>2,286</u>	<u>5,447</u>	<u>62,474</u>	
[Equity in earnings (losses) of associated companies] .....	<u>[2,157]</u>	<u>[544]</u>	<u>[97]</u>	<u>[7,162]</u>	<u>[1,585]</u>	<u>[3,865]</u>	<u>[3,417]</u>	<u>[103]</u>	<u>[18,930]</u>	
Identifiable assets at June 30, 2008 .....	<u>339,679</u>	<u>726,422</u>	<u>506,396</u>	<u>1,060,428</u>	<u>750,487</u>	<u>1,115,500</u>	<u>405,055</u>	<u>420,648</u>	<u>5,324,615</u>	
Identifiable assets at March 31, 2009 .....	<u>360,431</u>	<u>639,939</u>	<u>490,159</u>	<u>1,016,596</u>	<u>611,375</u>	<u>1,054,127</u>	<u>381,800</u>	<u>637,665</u>	<u>5,192,092</u>	
For the three months ended June 30, 2009 (April 1, 2009 -June 30, 2009)										
	Textile	Machinery	ICT, Aerospace & Electronics	Energy, Metals & Minerals	Chemicals, Forest Products & General Merchandise	Food	Finance, Realty, Insurance & Logistics Services	Other, Adjustments & Eliminations	Consolidated	Millions of U.S.dollars
Total trading transactions:										
Unaffiliated customers and associated companies .....	\$ 1,142	\$ 1,734	\$ 1,358	\$ 5,808	\$ 4,126	\$ 8,004	\$ 302	\$ 363	\$ 22,837	
Transfers between operating segments ..	2	10	10	1	49	1	12	(85)	-	
Total trading transactions .....	<u>1,144</u>	<u>1,744</u>	<u>1,368</u>	<u>5,809</u>	<u>4,175</u>	<u>8,005</u>	<u>314</u>	<u>278</u>	<u>22,837</u>	
Gross trading profit .....	<u>212</u>	<u>119</u>	<u>299</u>	<u>262</u>	<u>246</u>	<u>859</u>	<u>82</u>	<u>70</u>	<u>2,149</u>	
Net income attributable to ITOCHU .....	<u>9</u>	<u>(4)</u>	<u>(6)</u>	<u>58</u>	<u>23</u>	<u>135</u>	<u>21</u>	<u>(23)</u>	<u>213</u>	
[Equity in earnings (losses) of associated companies] .....	<u>[10]</u>	<u>[17]</u>	<u>[2]</u>	<u>[20]</u>	<u>[(1)]</u>	<u>[41]</u>	<u>[9]</u>	<u>[0]</u>	<u>[98]</u>	
Identifiable assets at June 30, 2009 .....	<u>3,550</u>	<u>6,321</u>	<u>5,350</u>	<u>11,339</u>	<u>7,135</u>	<u>12,025</u>	<u>3,925</u>	<u>6,399</u>	<u>56,044</u>	

Note :

- "Equity in earnings (losses) 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.
- From this first quarter, SFAS160 has been applied. For detail, please refer to "New Accounting Pronouncements" on (9), page 15.

[Explanation for Operating Segment Information]

**Trading transactions for unaffiliated customers and associated companies**

(Unit : billion yen)	Apr-Jun 2009	Apr-Jun 2008	Increase (Decrease)	Reasons for changes
Textile	109.6	131.5	(21.8)	Decrease due to market slowdown in textile materials, fabrics and apparels despite the increase from an acquisition of SANKEI CO., LTD. (Note)
Machinery	166.5	333.0	(166.5)	Decrease due to poor transactions in automobile and construction machinery businesses
ICT, Aerospace & Electronics	130.4	128.8	1.5	Almost at the same level
Energy, Metals & Minerals	557.6	1,041.4	(483.8)	Decrease due to price falls in metal resources and energies as well as decrease in sales volume of iron ore despite increase from an acquisition of ITOCHU ENEX CO., LTD. (Note)
Chemicals, Forest Products & General Merchandise	396.2	542.3	(146.1)	Decrease due to price falls in chemicals since last autumn and the slowdown in housing market in Japan and the U.S. despite increase from an acquisition of C. I. Kasei Co., Ltd. (Note)
Food	768.4	798.8	(30.4)	Decrease due to price falls in food resources such as feed grains, oils and fats despite increased sales volume in food distribution business
Finance, Realty, Insurance & Logistics Services	29.0	45.1	(16.0)	Decrease due to the absence of a large-scale condominium sale in the same period of the previous fiscal year despite increase from an acquisition of i-LOGISTICS CORP. (Note)
Other, Adjustments & Eliminations	34.8	43.6	(8.8)	Decrease due to low performance in equipment material business in North America
<b>Total</b>	<b>2,192.5</b>	<b>3,064.4</b>	<b>(871.9)</b>	(Note) Refer to the Note 1, Note2 and Note3 on page 5

**Gross trading profit**

(Unit : billion yen)	Apr-Jun 2009	Apr-Jun 2008	Increase (Decrease)	Reasons for changes
Textile	20.4	21.8	(1.4)	Decrease due to market slowdown in textile materials, fabrics and apparels despite the increase from an acquisition of SANKEI CO., LTD. (Note)
Machinery	11.5	20.4	(8.9)	Decrease due to poor transactions in automobile and construction machinery businesses
ICT, Aerospace & Electronics	28.7	28.2	0.4	Slightly increase due to expansion of domestic mobile phone business
Energy, Metals & Minerals	25.1	43.2	(18.1)	Decrease due to price falls in metal resources and energies as well as decrease in sales volume of iron ore and sales volume from the oil fields owned despite increase from an acquisition of ITOCHU ENEX CO., LTD. (Note)
Chemicals, Forest Products & General Merchandise	23.6	29.7	(6.2)	Decrease due to price falls in chemicals since last autumn, the slowdown in housing market in Japan and the U.S., and deconsolidation of a subsidiary in the U.S. despite increase from an acquisition of C. I. Kasei Co., Ltd. (Note)
Food	82.5	80.6	1.9	Increase due to increased sales volume in food distribution business and improved profitability in fresh food materials
Finance, Realty, Insurance & Logistics Services	7.9	12.7	(4.8)	Decrease due to decreased condominium sales
Other, Adjustments & Eliminations	6.7	11.0	(4.3)	Decrease due to low performance in equipment material business in North America as well as yen's appreciation
<b>Total</b>	<b>206.3</b>	<b>247.7</b>	<b>(41.3)</b>	

**Net income attributable to ITOCHU**

(Unit : billion yen)	Apr-Jun 2009	Apr-Jun 2008	Increase (Decrease)	Reasons for changes
Textile	0.8	9.8	(9.0)	Significant decrease due to the absence of gains on sales of investments in the same period of the previous fiscal year in addition to decreased gross trading profit
Machinery	(0.4)	0.8	(1.2)	Decrease due to low performance in automobile and construction machinery despite increased equity in earnings of some profit related to a merger of associated companies (Note) and the absence of impairment loss on investments in the same period of previous fiscal year
ICT, Aerospace & Electronics	(0.6)	0.9	(1.4)	Decrease due to decreased gains on sales of investments
Energy, Metals & Minerals	5.6	32.3	(26.7)	Significant decrease due to decreased dividends received from LNG-related investments resulting from oil price fall and decreased equity in earnings of associated companies in addition to decreased gross trading profit
Chemicals, Forest Products & General Merchandise	2.2	5.2	(3.0)	Decrease due to decreased gross trading profit and worsened equity in earnings(losses) of associated companies despite profit from obtaining control of C. I. Kasei Co., Ltd. (Note)
Food	13.0	5.7	7.3	Significant increase due to gain on sale of an investment in addition to increase in gross trading profit
Finance, Realty, Insurance & Logistics Services	2.0	2.3	(0.3)	Decrease due to worsened gross trading profit despite profit from obtaining control of i-LOGISTICS CORP. (Note)
Other, Adjustments & Eliminations	(2.2)	5.4	(7.7)	Decrease due to yen's appreciation, worsened gross trading profit, and increase in pension cost
<b>Total</b>	<b>20.4</b>	<b>62.5</b>	<b>(42.0)</b>	

**Identifiable assets**

(Unit : billion yen)	Jun. 2009	Mar. 2009	Increase (Decrease)	Reasons for changes
Textile	340.8	360.4	(19.6)	Decrease in trade receivables due to seasonal factors
Machinery	606.9	639.9	(33.0)	Mainly decrease in trade receivables
ICT, Aerospace & Electronics	513.7	490.2	23.5	Increase in industrial machinery related assets
Energy, Metals & Minerals	1,088.7	1,016.6	72.1	Increase due to appreciation of Australian dollar compared with March 31, 2009
Chemicals, Forest Products & General Merchandise	685.0	611.4	73.6	Increase due to an acquisition of C. I. Kasei Co., Ltd. (Note)
Food	1,154.6	1,054.1	100.4	Increase due to an investment in a newly equity-method associated company, and due to increased trade receivables and inventories by seasonal factors
Finance, Realty, Insurance & Logistics Services	376.8	381.8	(5.0)	Decrease due to decreased deferred tax assets from deconsolidation despite an acquisition of i-LOGISTICS CORP. (Note)
Other, Adjustments & Eliminations	614.4	637.7	(23.3)	Mainly decrease in cash and cash equivalents
<b>Total</b>	<b>5,380.8</b>	<b>5,192.1</b>	<b>188.7</b>	

**(6) Assumption for Going Concern** N/A

**(7) Information Concerning Dividend Payment**

(dividend payment in this quarter)

(Resolution)	Stock type	Total dividend amount	Dividend per share	Record date	Effective date	Dividend resource
General meeting of stockholders on June 24, 2009	Common stock	millions of yen 12,654	yen 8.00	March 31, 2009	June 25, 2009	Retained earnings

**(8) Significant Changes in Stockholders' Equity** N/A

**(9) New Accounting Pronouncements**

"Business Combinations" (SFAS141(R)) and "Noncontrolling Interests in Consolidated Financial Statements" (SFAS160)

ITOCHU Corporation and its subsidiaries adopt SFAS141(R) and SFAS160 from the quarterly period ended June 30, 2009.

Before the issuance of SFAS141(R) and SFAS160, it had been generally accepted that consolidated financial statements should present the substantial financial position and result of operations of parent company. However, SFAS141(R) and SFAS160 adopted the other different concept, the view of which is that consolidated financial statements should reflect the financial position and result of operations of the consolidation group, or organically combined body consisted of parent company and its subsidiaries, with recognition that the consolidated group is an economic entity separate from the parent company.

a. Changes of accounting treatments

1) Changes of accounting treatments of a business combination (SFAS141(R))

Following the above mentioned new concept, SFAS141(R) changes the accounting treatments of a business combination. ITOCHU Corporation and its subsidiaries apply SFAS141(R) for business combination transactions occurred in and after the quarterly period ended June 30, 2009, therefore changes the accounting treatments into measuring noncontrolling interests at the fair value as of the business combination date as well as assets and liabilities of acquiree, and recognition of goodwill attributable to noncontrolling interests in addition to that attributable to stockholders of ITOCHU Corporation. Further, for every business combination transaction occurred in and after the quarterly period ended June 30, 2009, pre-existing interests which had been held by the acquirer are remeasured at the fair value as of the business combination date, and difference between fair value and carrying amount of pre-existing interests are recognized as gain or loss, Gain on investments-net.

2) Changes of accounting treatments of changes in a parent's ownership interest in a subsidiary under retaining control in the subsidiary (SFAS160)

ITOCHU Corporation and its subsidiaries apply SFAS160 for every change in their ownership interests in their subsidiaries under retaining control in them occurred in and after the quarterly period ended June 30, 2009, therefore revise the accounting treatments into those as capital transactions without recognizing any gain nor loss, based on a standpoint that such transactions are just reclassification of ownership between ITOCHU Corporation's stockholders and noncontrolling stockholders, both of which are equity holders of the consolidation group.

3) Changes of accounting treatments in a deconsolidation (SFAS160)

In accordance with new concept mentioned above, SFAS160 revises accounting treatments of a deconsolidation. ITOCHU Corporation and its subsidiaries apply SFAS160 for every deconsolidation occurred in and after the quarterly period ended June 30, 2009, therefore changes the accounting treatments into not only recognizing gain or loss on disposal for disposed interests as before but also remeasuring remaining interests at the fair value as of the date of deconsolidation with recognition gain or loss for difference between the fair value and the carrying amount of the remaining interests.

b. Revision of presentation of consolidated financial statements (SFAS160)

SFAS160 revises presentation formats for consolidated financial statements and requires to present a reporting entity's financial position and result of operations including comparative financial statements for the same period of last fiscal year or the end of last fiscal year as follows:

1) Consolidated Statements of Income

Following the above mentioned new concept, SFAS160 adjusts the definition of "Net income" as net income for the consolidation group itself, which includes net income attributable to noncontrolling interest as well as parent company. Therefore, the quarterly consolidated statements of income format has been revised in presenting first "Net income" under the new concept, deducting "Net income attributable to noncontrolling interest" (the previous "Minority interests") and displaying the remaining amount as "Net income attributable to ITOCHU" (the previous "Net income").

2) Consolidated Balance Sheets

Following the new concept mentioned above, SFAS160 is issued with a basic policy that Equity in consolidated balance sheets should be presented that for the consolidation group itself, that is, equity in subsidiaries contributed from, or to be distributed to noncontrolling interests as well as held by parent company. Therefore, regarding the quarterly consolidated balance sheets format, the previous "Minority interests" has been renamed as "Noncontrolling interest" and presented as a component of Equity. (The definition of "stockholders' equity" is unchanged even after adoption of SFAS160. That is, "Common stock", "Capital surplus", "Retained earnings", "Accumulated other comprehensive income (loss)" and "Treasury stock, at cost" displayed as components of "Total ITOCHU's stockholders' equity" present respective amount attributable to the stockholders of ITOCHU Corporation, while in "Noncontrolling interest" total of subsidiaries' equity amount attributable to noncontrolling interests is presented without disaggregating into each component.

3) Consolidated Statements of Comprehensive Income

According to the new concept, just as well as Net income in consolidated statements of income, "Comprehensive income" in consolidated statements of comprehensive income should be presented that for the consolidation group itself. Therefore, regarding the revised quarterly consolidated statements of comprehensive income format, "Comprehensive income" shows the entire increase or decrease of each comprehensive income component and then comprehensive income amount attributable to noncontrolling interests is deducted in "Comprehensive income attributable to noncontrolling interest" and the remaining amount is presented in "Comprehensive income attributable to ITOCHU".

4) Consolidated Statements of Cash Flows

Consolidated statements of cash flows are considered to display cash flow position as consolidation group itself even previously, however in accordance with the previous manner, "Net income" before adoption of SFAS160 (that is "Net income attributable to ITOCHU" after adoption of SFAS160) was to be presented in presentation of Cash flows from operating activities, and accordingly reverse of "Minority interests" was to be included in "Adjustments to reconcile net income". After adoption of SFAS160, the first line in presentation of Cash flows from operating activities should be "Net income" defined in SFAS160, and accordingly it is no longer necessary to reverse Minority interests (or "Net income attributable to noncontrolling interest"). Such transactions occurred in and after the quarterly period ended June 30, 2009, are classified as Cash flows from financing activities, which were previously included in Cash flows from investing activities.



### 3. Performance of Group Companies

For the three months ended June 30, 2009 and 2008

#### Components of Consolidated Net Income attributable to ITOCHU

【For the three months ended June 30】

(Unit: billion yen)	2009	2008	Increase
	Apr-Jun	Apr-Jun	(Decrease)
Parent company	21.1	45.1	(24.0)
Group companies excluding overseas trading subsidiaries	18.4	52.8	(34.5)
Overseas trading subsidiaries	1.3	4.0	(2.7)
Subtotal	40.8	102.0	(61.2)
Consolidation adjustments	(20.4)	(39.5)	19.1
Consolidated net income attributable to ITOCHU	20.4	62.5	(42.0)
Earnings from overseas businesses (*)	9.8	35.3	(25.5)
Share of earnings from overseas businesses	48%	57%	

(\*) "Earnings from overseas businesses" is the total of net income of overseas trading subsidiaries and overseas group companies, plus net income of overseas branch of parent company and domestic group companies substantially operating in overseas.

#### Number of Group Companies

	June 30, 2009			March 31, 2009			Increase	Decrease	Changes within Group	Net changes
	Domestic	Overseas	Total	Domestic	Overseas	Total				
Subsidiaries	107	157	264	106	157	263	1	(2)	2	0
Equity-method associated companies	71	87	158	70	87	157	6	(3)	(2)	0
Total	178	244	422	176	244	420	7	(5)		2

(Note) From this quarter, the criteria to count group companies is changed so that the number of companies directly invested by ITOCHU or its overseas trading subsidiaries are shown above.

Besides, the following shows the number of companies by the above mentioned method in the same period of the previous fiscal year and in the past two fiscal years end.

June 30, 2008 Subsidiaries:259, Equity-method associated companies:158, Total:417  
 March 31, 2008 Subsidiaries:261, Equity-method associated companies:163, Total:424  
 March 31, 2007 Subsidiaries:279, Equity-method associated companies:155, Total:434

#### Profits/Losses of Group Companies Reporting Profits/Losses

(Unit: billion yen)

	Apr - Jun 2009			Apr - Jun 2008			Increase (Decrease)		
	Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Group companies excluding overseas trading subsidiaries	29.3	(10.9)	18.4	58.8	(5.9)	52.8	(29.4)	(5.0)	(34.5)
Overseas trading subsidiaries	1.9	(0.6)	1.3	4.4	(0.4)	4.0	(2.5)	(0.2)	(2.7)
Total	31.3	(11.5)	19.7	63.2	(6.3)	56.9	(31.9)	(5.2)	(37.2)

#### Number/Share of Group Companies Reporting Profits

		Apr - Jun 2009			Apr - Jun 2008			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	63	44	107	81	26	107	(18)	18	0
	Overseas	98	59	157	101	51	152	(3)	8	5
	Total	161	103	264	182	77	259	(21)	26	5
	Share (%)	61.0%	39.0%	100.0%	70.3%	29.7%	100.0%	(9.3%)	9.3%	
Equity-method associated companies	Domestic	50	21	71	46	24	70	4	(3)	1
	Overseas	55	32	87	56	32	88	(1)	0	(1)
	Total	105	53	158	102	56	158	3	(3)	0
	Share (%)	66.5%	33.5%	100.0%	64.6%	35.4%	100.0%	1.9%	(1.9%)	
Total	Domestic	113	65	178	127	50	177	(14)	15	1
	Overseas	153	91	244	157	83	240	(4)	8	4
	Total	266	156	422	284	133	417	(18)	23	5
	Share (%)	63.0%	37.0%	100.0%	68.1%	31.9%	100.0%	(5.1%)	5.1%	

#### Profits/Losses of Group Companies Reporting Profits/Losses

(Unit: billion yen)

		Apr - Jun 2009			Apr - Jun 2008			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	8.9	(4.3)	4.6	10.0	(1.7)	8.2	(1.1)	(2.6)	(3.7)
	Overseas (**)	10.4	(4.6)	5.8	32.4	(2.7)	29.7	(22.0)	(1.9)	(23.9)
	Total	19.3	(8.9)	10.3	42.3	(4.4)	37.9	(23.1)	(4.6)	(27.6)
Equity-method associated companies	Domestic	8.0	(1.9)	6.1	16.1	(0.7)	15.4	(8.1)	(1.1)	(9.3)
	Overseas	4.0	(0.7)	3.3	4.8	(1.2)	3.6	(0.7)	0.5	(0.3)
	Total	12.0	(2.6)	9.4	20.9	(1.9)	18.9	(8.9)	(0.7)	(9.5)
Total	Domestic	16.9	(6.2)	10.7	26.1	(2.5)	23.6	(9.2)	(3.7)	(12.9)
	Overseas	14.4	(5.3)	9.0	37.1	(3.9)	33.3	(22.7)	(1.5)	(24.2)
	Total	31.3	(11.5)	19.7	63.2	(6.3)	56.9	(31.9)	(5.2)	(37.2)

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

	Apr - Jun 2009			Apr - Jun 2008			Increase (Decrease)		
	Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Overseas trading subsidiaries	1.9	(0.6)	1.3	4.4	(0.4)	4.0	(2.5)	(0.2)	(2.7)

#### Major New Group Companies

Business Field	Name	Country	Shares	Categories
Textile	MARUKO CO., LTD.	Japan	(26.5%)	Manufacturing and sales of women's underwear
Textile	T.KAWABE & CO., LTD.	Japan	(25.3%)	Manufacturing and sales of handkerchiefs
Food	TING HSIN (CAYMAN ISLANDS) HOLDING CORP.	Cayman	(20.0%)	Holding company of food manufacture and sales, restaurants, and retail businesses

## Performance of Group Companies (Impact of Net Income attributable to ITOCHU)

For the three months ended June 30, 2009 and 2008

### Major Group Companies

(Unit: billion yen)

	Name	Shares	Method of Consolidation	Net Income attributable to ITOCHU (*1)		Categories
				2009	2008	
				Apr-Jun	Apr-Jun	
Textile	JOI'X CORPORATION	100.0%	Consolidation	(0.2)	0.1	Manufacture, retail and sale of men's apparel
	SANKEI COMPANY LIMITED	90.5%	Consolidation	(0.3)	-	Sale of garment accessories
	Prominent Apparel Ltd. (*4) (Hong Kong)	100.0%	Consolidation	0.0	0.1	Production control and wholesale of textile and apparel
	ITOCHU TEXTILE (CHINA) CO., Ltd. (*5) (China)	100.0%	Consolidation	0.1	0.1	Production control and wholesale of textile materials, fabrics and apparel
Machinery	ITOCHU CONSTRUCTION MACHINERY CO., LTD.	100.0%	Consolidation	(0.1)	0.1	Sale and rental of construction machinery
	MCL Group Limited (*6) (U.K.)	100.0%	Consolidation	(0.1)	(0.2)	Warehousing, retail and financing of motor vehicles
	ITOCHU Automobile America Inc. (U.S.A.)	100.0%	Consolidation	(0.2)	(0.1)	Retail, distribution, and trade of motor vehicles
	Century Tokyo Leasing Corporation (*7)	19.0%	Equity	(*2)	0.4	Lease, installment sale, business lease and other
ICT, Aerospace & Electronics (*3)	ITOCHU Techno-Solutions Corporation	52.6%	Consolidation	(*2)	0.1	Sale and maintenance of computer network systems, customized development of software, data center service, and support
	Excite Japan Co., Ltd.	58.8%	Consolidation	(*2)	(0.1)	Providing services of Internet information
	ITC NETWORKS CORPORATION	60.7%	Consolidation	0.4	0.3	Sale of mobile phone units, mobile phones related solution business
	NANO Media Inc.	51.3%	Consolidation	(*2)	0.0	Content publishing, mobile site operation and application development
	SPACE SHOWER NETWORKS INC.	50.8%	Consolidation	0.0	0.0	Music channel on cable/satellite television
	ITOCHU Sanki Corporation	100.0%	Consolidation	0.0	0.0	Import/Export and domestic sale of industrial machinery
	JAMCO Corporation	33.3%	Equity	(*2)	(0.1)	Maintenance of aircraft and manufacture of aircraft interior
	SUNCALL CORPORATION	25.6%	Equity	0.0	0.1	Manufacturing and sale of optical communication devices, electronic devices and assembly
Energy, Metals & Minerals	ITOCHU Metals Corporation	100.0%	Consolidation	0.1	0.4	Import/Export and wholesale of non-ferrous/light metals and recycle business mainly in metal products
	ITOCHU Petroleum Japan Ltd.	100.0%	Consolidation	0.5	1.8	Investment in companies of trade of crude oil and petroleum products
	ITOCHU ENEX CO., LTD.	52.3%	Consolidation	(*2)	0.6	Wholesale of petroleum products and high-pressure gas
	ITOCHU Minerals & Energy of Australia Pty Ltd (*8) (Australia)	100.0%	Consolidation	6.6	15.2	Investment in projects of iron ore, coal and bauxite mining, manufacture of alumina and oil exploration
	ITOCHU Oil Exploration (Azerbaijan) Inc. (Cayman)	100.0%	Consolidation	0.5	12.4	Exploration and production of crude oil and gas
	Marubeni-Itochu Steel Inc.	50.0%	Equity	0.7	4.7	Import/Export and wholesale of steel products
Chemicals, Forest Products & General Merchandise	ITOCHU Kenzai Corp.	86.9%	Consolidation	(0.3)	0.0	Wholesale of wood products and building materials
	ITOCHU Pulp & Paper Corp.	100.0%	Consolidation	0.1	0.1	Wholesale of paper, paperboards and various paper materials
	ITOCHU CHEMICAL FRONTIER Corporation	99.8%	Consolidation	0.4	0.4	Wholesale of fine chemicals and related raw materials
	ITOCHU PLASTICS INC.	100.0%	Consolidation	0.4	0.6	Wholesale of plastics and related products
	C. I. Kasei Co., Ltd. (*9)	93.2%	Consolidation	1.0	0.2	Manufacture and sale of plastic products
	DAIKEN CORPORATION	20.5%	Equity	(0.2)	0.0	Manufacture and sale of building materials
	TAKIRON Co., Ltd.	27.1%	Equity	(*2)	0.0	Manufacture, processing and sale of plastic products
Food	ITOCHU SHOKUHIN Co., Ltd.	50.8%	Consolidation	(*2)	0.0	Wholesale of foods and liquor
	NIPPON ACCESS, INC.	69.8%	Consolidation	(*2)	0.6	Wholesale and distribution of foods
	Yoshinoya Holdings Co., Ltd.	21.0%	Equity	0.0	0.0	Wide-ranging operation of food service business
	Japan Foods Co., Ltd.	34.8%	Equity	0.1	0.1	Production on consignment and sale of soft drinks
	Fuji Oil Co., Ltd.	25.6%	Equity	(*2)	0.5	Integrated manufacturer of cooking oil and soybean protein
	FamilyMart Co., Ltd.	31.3%	Equity	1.2	1.5	Operation of a convenience store chain
	Prima Meat Packers, Ltd.	39.8%	Equity	(*2)	0.5	Production and sale of meat, ham, sausage and processed foods
Finance, Realty, Insurance & Logistics Services	ITOCHU Finance Corporation	99.1%	Consolidation	(0.1)	0.2	Loan and other finance-related business
	CENTURY 21 REAL ESTATE OF JAPAN LTD.	59.2%	Consolidation	0.1	0.1	Headquarters of real estate franchise system
	FX PRIME Corporation	55.0%	Consolidation	0.0	0.3	Foreign exchange margin trade
	i-LOGISTICS CORP. (*9)	94.9%	Consolidation	1.8	0.0	Comprehensive logistics services
	Orient Corporation (*10)	32.5%	Equity	0.4	1.6	Consumer credit
	eGuarantee, Inc.	31.7%	Equity	0.0	0.0	B to B credit guarantee service
Other	Century Medical, Inc.	100.0%	Consolidation	0.1	0.1	Import and wholesale of medical equipment and materials
Overseas trading subsidiaries	ITOCHU International Inc. (*11) (U.S.A.)	100.0%	Consolidation	(0.3)	0.9	U.S. trading subsidiary
	ITOCHU Europe PLC. (*6) (U.K.)	100.0%	Consolidation	(0.2)	(0.3)	Europe trading subsidiary
	ITOCHU Hong Kong Ltd. (*4) (Hong Kong)	100.0%	Consolidation	0.4	0.6	Hong Kong trading subsidiary
	ITOCHU (China) Holding Co., Ltd. (*5) (China)	100.0%	Consolidation	0.3	0.9	China trading subsidiary
	ITOCHU Australia Ltd. (*8) (Australia)	100.0%	Consolidation	0.2	0.7	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 announcement.

(\*2) Refer to the results announced by each corresponding company, as their announcement dates are on and after ITOCHU's announcement date of the first quarter of Fiscal Year 2010.

(\*3) As of April 1, 2009, Aerospace, Electronics & Multimedia Company was renamed to ICT, Aerospace & Electronics Company.

(\*4) The above figure of ITOCHU Hong Kong Ltd. includes 40.0% of that of Prominent Apparel Ltd. and 30.0% of that of ITOCHU Finance (Asia) LTD.

(\*5) The above figure of ITOCHU (China) Holding Co., Ltd. includes 40.0% of that of ITOCHU TEXTILE (CHINA) CO., Ltd.

(\*6) The above figure of ITOCHU Europe PLC. includes 8.6% of that of MCL Group Limited and 20.0% of that of IPC EUROPE LTD.

(\*7) As of April 1, 2009, Century Leasing System, Inc. and Tokyo Leasing Co., Ltd. were merged to be newly named as Century Tokyo Leasing Corporation.

(\*8) The above figure of ITOCHU Australia Ltd. includes 3.7% of that of ITOCHU Minerals & Energy of Australia Pty Ltd.

(\*9) C. I. Kasei Co., Ltd. and i-LOGISTICS CORP. have been acquired in this quarter. The above figures of these two companies include the profit (See Note 2, page 5) resulting from the obtaining control.

(\*10) The above figure of Orient Corporation includes the related tax effect.

(\*11) The above figure of ITOCHU International Inc. includes 80.0% of that of PrimeSource Building Products, Inc.

## Performance of Group Companies (Impact of Net Income attributable to ITOCHU)

For the three months ended June 30, 2009 and 2008

### Major Group Companies Reporting Profits

(Unit: billion yen)

Name	Segment (*13)	Shares	Net Income attributable to ITOCHU (*1)			Reasons for Changes
			2009 Apr-Jun	2008 Apr-Jun	Increase (Decrease)	
[Domestic subsidiaries]						
i-LOGISTICS CORP.	(*9) Fin	94.9%	1.8	0.0	1.8	Increase due to profit (See Note2 in page 5) resulting from obtaining control in this quarter
C. I. Kasei Co., Ltd.	(*9) Che	93.2%	1.0	0.2	0.8	Increase due to profit (See Note2 in page 5) resulting from obtaining control in this quarter
ITOCHU Petroleum Japan Ltd.	Ene	100.0%	0.5	1.8	(1.3)	Decrease due to decreased profit from crude oil trade along with poor market prices
ITOCHU Oil Exploration Co., Ltd.	Ene	98.3%	0.4	0.1	0.3	Increase due to increase in dividends received from SODECO
ITOCHU PLASTICS INC.	Che	100.0%	0.4	0.6	(0.2)	Decrease due to decrease demand for materials of cars, electronics, and semiconductors
ITOCHU CHEMICAL FRONTIER Corporation	Che	99.8%	0.4	0.4	(0.1)	Decrease due to poor material demand of polymer and acrylic as well as declined market prices
ITC NETWORKS CORPORATION	Ict	60.7%	0.4	0.3	0.1	Increase due to sales volume increase arising from business expansion
[Overseas subsidiaries]						
ITOCHU Minerals & Energy of Australia Pty Ltd	(*8) (Australia) Ene	100.0%	6.6	15.2	(8.7)	Decrease due to reduction of sales volume in iron ore and price falls in metal resources
ITOCHU Singapore Pte, Ltd.	(*12) (Singapore) Ove	100.0%	0.5	0.5	0.0	Almost the same level due to steady performance in chemicals in Asia
PrimeSource Building Products, Inc.	(*11) (U.S.A.) Che	100.0%	0.5	1.4	(0.8)	Decreased sales and gross trading profit due to the slowdown in housing market in North America
ITOCHU Oil Exploration (Azerbaijan) Inc.	(Cayman) Ene	100.0%	0.5	12.4	(12.0)	Decrease due to reduction of sales volume and lower oil price
IPC EUROPE LTD.	(*6) (U.K.) Ene	100.0%	0.5	0.0	0.5	Increase due to good trade related businesses
ITOCHU Finance (Asia) LTD.	(*4) (Hong Kong) Fin	100.0%	0.4	0.0	0.3	Increase due to distribution from liquidation of a fund for China bloc
ITOCHU Hong Kong Ltd.	(*4) (Hong Kong) Ove	100.0%	0.4	0.6	(0.2)	Decrease due to reduced profit from textile related business
ITOCHU Plastics Pte., Ltd.	(*12) (Singapore) Che	100.0%	0.4	0.2	0.2	Increase due to strong demand for general-purpose plastic in China.
ITOCHU (China) Holding Co., Ltd.	(*5) (China) Ove	100.0%	0.3	0.9	(0.6)	Decrease due to poor transactions in chemicals related to cars and electronics, and in non-ferrous materials
ITOCHU Australia Ltd.	(*8) (Australia) Ove	100.0%	0.2	0.7	(0.4)	Decrease due to reduced profit from ITOCHU Minerals & Energy of Australia Pty Ltd (See above)
[Domestic equity-method associated companies]						
FamilyMart Co., Ltd.	Fod	31.3%	1.2	1.5	(0.2)	Decrease due to impairment loss of stores despite the steady growth in daily sales and number of customers
Marubeni-Itochu Steel Inc.	Ene	50.0%	0.7	4.7	(4.0)	Decrease due to reduced demand for steel products in and out of Japan
Orient Corporation	(*10) Fin	32.5%	0.4	1.6	(1.3)	Decrease due to decreased gain on sales of investment in the same period of the previous fiscal year in addition to profit decrease resulting from reduced loan balance
Japan Ohanet Oil and Gas Co., Ltd.	Ene	35.0%	0.3	0.1	0.2	Increase due to improved exchange gain/loss on foreign currency
[Overseas equity-method associated companies]						
TING HSIN (CAYMAN ISLANDS) HOLDING CORP.	(Cayman) Fod	20.0%	0.5	-	0.5	Equity pick-up has been started from this quarter

### Major Group Companies Reporting Losses

(Unit: billion yen)

Name	Segment (*13)	Shares	Net Income attributable to ITOCHU (*1)			Reasons for Changes
			2009 Apr-Jun	2008 Apr-Jun	Increase (Decrease)	
[Domestic subsidiaries]						
ITOCHU Property Development, Ltd.	Fin	99.9%	(0.8)	1.9	(2.6)	Decrease due to the absence of a large-scale condominium sale recorded in the same period of the previous fiscal year
SANKEI COMPANY LIMITED	Tex	90.5%	(0.3)	-	(0.3)	Loss from poor market prices in apparels, and from temporary expense associated with moving of the headquarters
ITOCHU Kenzai Corp.	Che	86.9%	(0.3)	0.0	(0.3)	Decrease due to poor domestic housing market
[Overseas subsidiaries]						
ITC Nuclear Fuel Service (Cayman) Ltd.	(Cayman) Ene	100.0%	(1.2)	(0.3)	(0.8)	Decrease due to worsened sales profit resulting from declining uranium market prices
ITOCHU Petroleum Co., (Hong Kong) Ltd.	(Hong Kong) Ene	100.0%	(0.8)	(0.1)	(0.7)	Decrease due to worsened sales profit resulting from declining uranium market prices
ITOCHU International Inc.	(*11) (U.S.A.) Ove	100.0%	(0.3)	0.9	(1.2)	Decrease due to low performance in housing materials, construction machinery, and equipment material businesses
CIECO Energy (US) Limited	(U.S.A.) Ene	100.0%	(0.3)	(0.0)	(0.2)	Worsened due to low prices in oil and gas
ITOCHU Europe PLC.	(*6) (U.K.) Ove	100.0%	(0.2)	(0.3)	0.0	Almost at the same level due to low performance in machinery and chemicals
ITOCHU Automobile America Inc.	(U.S.A.) Mac	100.0%	(0.2)	(0.1)	(0.1)	Worsened due to poor car sales resulting from recession in the U.S.
[Domestic equity-method associated companies]						
Japan Brazil Paper and Pulp Resources Development Co., Ltd	Che	25.9%	(0.3)	1.0	(1.3)	Decrease due to price fall in pulp

(\*12) The above figure of ITOCHU Singapore Pte, Ltd. includes 30.0% of that of ITOCHU Plastics Pte., Ltd.

(\*13) Tex : Textile, Mac : Machinery, Ict : ICT, Aerospace& Electronics, Ene : Energy, Metals & Minerals, Che : Chemicals, Forest Products & General Merchandise, Fod : Food,

Fin : Finance, Realty, Insurance & Logistics Services, Ove : Overseas trading subsidiaries

Note : Please refer to the below of page 17 for detail of (\*1)-(\*11)

## 4. Quarterly Information on Consolidated Operating Results

### Consolidated Statements of Income

(Unit: billion yen)

	Fiscal Year 2009 ended March 31, 2009					Fiscal Year 2010 ending March 31, 2010				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Revenue	728.9	767.9	1,033.2	889.2	3,419.1	767.2				767.2
Gross trading profit	247.7	294.4	282.5	236.0	1,060.5	206.3				206.3
Selling, general and administrative expenses	(178.9)	(186.5)	(204.7)	(198.0)	(768.1)	(189.4)				(189.4)
Provision for doubtful receivables	(0.7)	(11.7)	(0.1)	(4.2)	(16.7)	(3.9)				(3.9)
Interest income	4.4	3.9	4.2	3.6	16.3	2.5				2.5
Interest expense	(11.8)	(11.1)	(11.8)	(11.0)	(45.7)	(9.0)				(9.0)
Dividends received	10.4	7.5	9.3	7.9	35.0	5.9				5.9
Gain (loss) on investments-net	5.9	(0.9)	(18.6)	(9.5)	(23.1)	2.8				2.8
Gain (loss) on property and equipment-net	1.1	(1.9)	(34.3)	(10.3)	(45.4)	2.3				2.3
Other-net	(2.2)	(0.3)	(7.1)	5.1	(4.5)	10.8				10.8
Income before income taxes and equity in earnings of associated companies	75.9	93.4	19.4	19.6	208.3	28.4				28.4
Income taxes	(31.3)	(30.2)	(8.8)	(2.5)	(72.8)	(15.9)				(15.9)
Income before equity in earnings (losses) of associated companies	44.6	63.2	10.6	17.1	135.5	12.5				12.5
Equity in earnings (losses) of associated companies	18.9	16.0	15.7	(9.4)	41.3	9.4				9.4
Net income	63.5	79.2	26.3	7.8	176.8	21.9				21.9
Net income attributable to the noncontrolling interest	(1.0)	(2.6)	(2.8)	(5.1)	(11.4)	(1.4)				(1.4)
Net income attributable to ITOCHU	62.5	76.7	23.6	2.7	165.4	20.4				20.4

### Segment Information

(Unit: billion yen)

	Fiscal Year 2009 ended March 31, 2009					Fiscal Year 2010 ending March 31, 2010				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Textile										
Gross trading profit	21.8	25.1	27.4	28.3	102.6	20.4				20.4
Net income attributable to ITOCHU	9.8	3.4	3.1	6.6	22.9	0.8				0.8
Machinery										
Gross trading profit	20.4	24.9	21.5	5.0	71.9	11.5				11.5
Net income attributable to ITOCHU	0.8	2.8	(6.7)	(12.5)	(15.5)	(0.4)				(0.4)
ICT, Aerospace & Electronics										
Gross trading profit	28.2	32.8	33.0	44.8	138.9	28.7				28.7
Net income attributable to ITOCHU	0.9	1.0	0.7	5.4	8.0	(0.6)				(0.6)
Energy, Metals & Minerals										
Gross trading profit	43.2	68.2	72.9	37.9	222.3	25.1				25.1
Net income attributable to ITOCHU	32.3	54.1	16.3	12.0	114.7	5.6				5.6
Metals & Minerals										
Gross trading profit	23.4	53.9	22.3	11.1	110.7	9.9				9.9
Net income attributable to ITOCHU	19.4	43.6	17.1	3.7	83.8	5.9				5.9
Energy										
Gross trading profit	19.9	14.3	50.6	26.8	111.6	15.2				15.2
Net income attributable to ITOCHU	12.9	10.6	(0.9)	8.3	30.9	(0.3)				(0.3)
Chemicals, Forest Products & General Merchandise										
Gross trading profit	29.7	35.2	26.9	22.4	114.3	23.6				23.6
Net income attributable to ITOCHU	5.2	8.0	5.0	0.8	19.0	2.2				2.2
Forest Products & General Merchandise										
Gross trading profit	16.3	20.8	16.7	12.2	66.0	9.9				9.9
Net income attributable to ITOCHU	1.6	4.3	5.1	1.0	12.0	(0.6)				(0.6)
Chemicals										
Gross trading profit	13.5	14.4	10.1	10.3	48.3	13.7				13.7
Net income attributable to ITOCHU	3.6	3.7	(0.1)	(0.2)	7.0	2.8				2.8
Food										
Gross trading profit	80.6	89.2	85.9	79.9	335.6	82.5				82.5
Net income attributable to ITOCHU	5.7	6.8	6.1	1.7	20.2	13.0				13.0
Finance, Realty, Insurance & Logistics Services										
Gross trading profit	12.7	9.9	10.7	8.8	42.0	7.9				7.9
Net income attributable to ITOCHU	2.3	4.3	(2.8)	(5.1)	(1.2)	2.0				2.0
Finance, Insurance & Logistics Services										
Gross trading profit	5.5	6.2	5.4	5.1	22.3	4.7				4.7
Net income attributable to ITOCHU	1.2	2.6	(1.7)	(6.6)	(4.4)	2.5				2.5
Realty										
Gross trading profit	7.2	3.6	5.2	3.8	19.8	3.1				3.1
Net income attributable to ITOCHU	1.1	1.7	(1.1)	1.5	3.2	(0.5)				(0.5)
Other, Adjustments & Eliminations										
Gross trading profit	11.0	9.0	4.2	8.8	33.0	6.7				6.7
Net income attributable to ITOCHU	5.4	(3.7)	1.7	(6.2)	(2.8)	(2.2)				(2.2)

Note:

From this first quarter, SFAS160 has been applied. For detail, please refer to "New Accounting Pronouncements" on (9), page 15.

Complying with the requirement of SFAS160, some of the figures of fiscal year 2009 ended March 31, 2009 (for each quarter) are retroactively adjusted.