

Highlights of Consolidated Financial Results for the First Quarter of FY 2009 (U.S. GAAP)

Financial topics for the First Quarter of FY 2009 (Unit: billion yen, (losses, decrease))

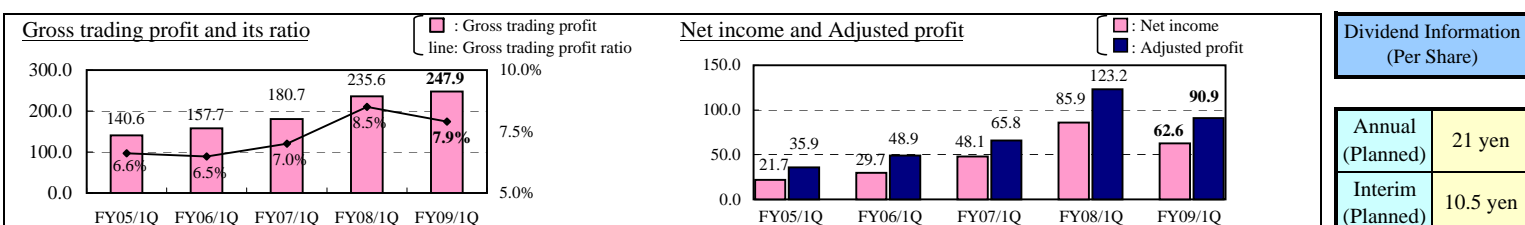
- "Total trading transactions", "Revenue", "Gross trading profit" and "Income before income taxes" achieved the quarterly highest-ever. "Net income", "Equity in earnings of associated companies" and "Adjusted profit" decreased due to the special factor regarding Orient Corporation ("Orico") related [See (Note 1)] compared with the same period of the previous FY, however, leaving out the special factor, substantially increased by ¥7.5 bil, ¥8.6 bil and ¥19.9 bil respectively. Group companies profit made a steady increase by ¥21.1 bil, excluding the Orico special factor.
- Net income by operating segment: Ener.Met.Min. increased by ¥10.9 bil to ¥32.3 bil; Textile also increased by ¥7.1 bil to ¥9.8 bil compared with the same period of the previous FY.
- Food; Chem, FP & GM kept more net income. Fin. Rlty. Insur & LS decreased due to the Orico special factor [See (Note 1)]. Mach. and Aero. Elec. & MltiMd. decreased.
- Group companies profit: increased mainly in natural resource related companies. Steel products related company and a Textile new associated company also contributed to profit increase.
- Stockholders' equity recovered over ¥1 trillion, which had achieved in 1-3Q of FY 2008. Ratio of stockholders' equity improved by 0.5 pts to 19.1%. NET DER improved by 0.1 pts to 1.6 times.

(Note 1) The figures for Apr-Jun 2007 includes profit recognized regarding exemption from obligation to redeem preferred stocks of Orico. Therefore, in a period-to-period comparison, there are big changes in the following P/L items: "Equity in earnings of associated companies": (52.2) billion yen, "Income taxes": +21.4 billion yen, "Net income": (30.8) billion yen

Consolidated Financial Results of Operations	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)		Summary of changes from the same period of the previous fiscal year	Outlook for FY 2009 (Disclosed on April 30, 2008) Progress(%)	
			¥	%			
Revenue	729.0	670.0	59.0	8.8%	Revenue: Rise in prices of natural resources and energy as well as expansion of grain and edible oil trade, food distribution business	1,100.0	22.5%
Gross trading profit	247.9	235.6	12.2	5.2%		Gross trading profit: (Incr/Decr fields & business) Textile /Decr: Leaving of consolidated subsidiaries from group Mach. /Decr: Sluggish performance of construction machinery business in North America Aero. Elec. & MltiMd /Decr: Absence of gain on disposal of airline-related assets in the previous 1Q Ener., Met. Min. /Incr: Rise in prices of natural resources and energy and expansion of sales volume of iron ore. Chem., FP & GM /Almost same: Rise in prices of chemicals, house building market slowdown in Japan Food /Incr: Grain and edible oil trade and food distribution business Fin. Rlty. Insur. & LS /Decr: Absence of gain on disposal of realty through real estate fund in the previous 1Q	(i) (35.0)
Selling, general and administrative expenses	(178.9)	(175.5)	(3.5)	2.0%	SG&A: Increase accompanied by expansion of business and increase in pension expenses Provision for doubtful receivables: Decrease due to reaction of reversal of the provision for doubtful receivables through collection in the previous 1Q Net financial income (i+ii): +2.5 (i) Net interest expenses +0.2 (declining US dollar interest rate) (ii) +2.3 : LNG-related +2.4 Gain on disposal inv.& sec.: Gains on disposal +3.2, Devaluation losses (6.7), Losses on withdrawal from affiliates (0.6)	(765.0)	23.4%
Interest income	4.4	4.0	0.4	9.6%		(ii) 25.0	41.5%
Interest expense	(11.8)	(11.6)	(0.2)	1.4%	Gain on property and equipment-net: Net gains on disposal +0.4 Other-net: Worsening of forex gains (losses) and increase in hedge cost provided for dividends from LNG-related investments Equity in earnings of assoc. co.: Orico (48.8) (Note 1), DESCENTE, LTD. +1.8 (a new associated company), MISI +1.5, Japan Brazil Paper and Pulp Resources Development Co., Ltd +0.6	(i) (35.0)	21.0%
Dividends received (ii)	10.4	8.1	2.3	27.9%		(iii) 0	-
Gain on disposal of investments and marketable securities, net of write-down (iii)	5.9	10.0	(4.2)	-		(780.0)	22.0%
Gain on property and equipment-net	1.1	0.7	0.4	-	320.0	23.8%	
Other-net	(2.1)	1.0	(3.1)	-	(127.0)	24.7%	
Total other expenses	(171.7)	(161.8)	(9.9)	6.1%	193.0	23.2%	
Income before income taxes	76.2	73.8	2.3	3.2%	(17.0)	6.2%	
Income taxes	(31.4)	(49.0)	17.6	(35.9%)	64.0	29.6%	
Income after income taxes	44.8	24.8	20.0	80.4%	240.0	26.1%	
Minority interests	(1.0)	(1.4)	0.4	(26.3%)	12,800.0	24.4%	
Equity in earnings of associated companies	18.9	62.5	(43.6)	(69.7%)	8.6%	-	
Net income	62.6	85.9	(23.3)	(27.1%)	389.0	23.4%	

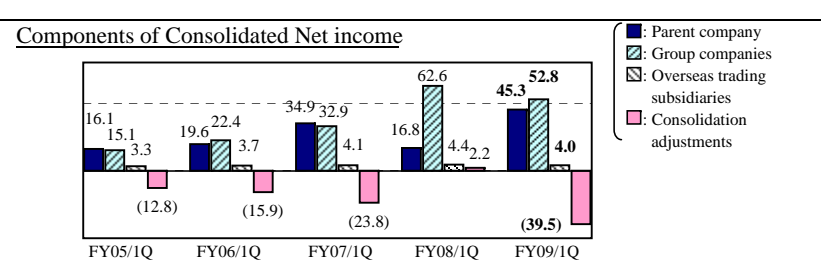
Consolidated Financial Results of Operations	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)	
			¥	%
Total trading transactions	3,122.2	2,767.9	354.3	12.8%
Gross trading profit ratio	7.9%	8.5%	(0.6%)	-
Adjusted profit	90.9	123.2	(32.3)	(26.2%)

Adjusted profit = Gross trading profit + SG&A expenses + Net financial income + Equity in earnings of associated companies



Operating Segment Information	Gross trading profit (Note 2)			Net income			[Net income] Summary of changes from the same period of the previous fiscal year (Note 2) Please refer to "Summary of changes from the same period of the previous fiscal year" in "Consolidated Financial Results of Operations"
	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)	
	Textile	21.8	25.7	(3.9)	9.8	2.7	
Machinery	20.6	22.8	(2.3)	1.0	6.3	(5.3)	Decrease in gross trading profit and devaluation of investments and marketable securities in automobile-related business
Aerospace, Electronics & Multimedia	28.2	28.9	(0.7)	0.9	2.0	(1.1)	Decrease due to decrease in gross trading profit and gain on disposal of investments despite improvement of equity in earnings of assoc. co.
Energy, Metals & Minerals	43.2	29.7	13.6	32.3	21.4	10.9	Increase due to increase in gross trading profit, dividends received from LNG related investments and increase in equity in earnings of assoc. co.
Chemicals, Forest Products & General Merchandise	29.7	29.7	0.1	5.2	4.6	0.6	Increase due to increase in equity in earnings of associated companies
Food	80.6	77.6	3.0	5.7	4.4	1.2	Increase due to increase in gross trading profit and equity in earnings of associated companies
Finance, Realty, Insurance & Logistics Services	12.7	14.0	(1.3)	2.3	36.9	(34.7)	Decr. in gr. trading profit and absence of equity in earnings of assoc. co. from the capital restructuring of a finance-related company in the previous 1Q
Other, Adjustments & Eliminations	11.0	7.2	3.8	5.4	7.5	(2.1)	Decrease due to increase in pension expenses and Japanese local tax
Total	247.9	235.6	12.2	62.6	85.9	(23.3)	

Components of Consolidated Net Income	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)
Parent company	45.3	16.8	28.5
Group companies	52.8 (*)	62.6	(9.8)
Overseas trading subsidiaries	4.0	4.4	(0.4)
Consolidation adjustments	(39.5)	2.2	(41.7)
Consolidated net income	62.6	85.9	(23.3)



(*) For 1Q of FY 2008, including the tax effect relating to the equity in investment in Orico.

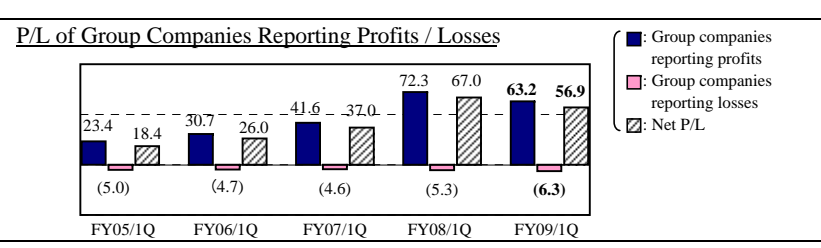
Share of Group Companies Reporting Profits	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)
Share of group co. reporting profits	70.5%	75.1%	(4.6%)
Number of group co. reporting profits	437	482	(45)
Number of group co. reporting losses	183	160	23
Total	620	642	(22)

Group Companies	1st Quarter FY 2009	1st Quarter FY 2008	Summary of changes from the same period of the previous fiscal year
ITOCHU Minerals & Energy of Australia Pty Ltd (IMEA) (C)	15.2	5.8	Increase due to higher coal prices as well as expansion sales volume of iron ore
ITOCHU Oil Exploration (Azerbaijan) Inc. (C)	12.4	7.1	Increase due to higher crude oil prices
Marubeni-Itochu Steel Inc. (MISI) (E)	4.7	3.2	Steady growth supported by stable demands of manufacturers as well as higher steel prices

P/L of Group Companies Reporting Profits / Losses	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)
Group co. reporting profits	63.2 (*)	72.3	(9.1)
Group co. reporting losses	(6.3)	(5.3)	(1.0)
Total	56.9 (*)	67.0	(10.1)

Major Group Companies Reporting Losses	1st Quarter FY 2009	1st Quarter FY 2008	Summary of changes from the same period of the previous fiscal year
P.T. ANEKA BUMI PRATAMA (C)	(0.5)	(0.2)	Foreign currency exchange loss derived from changing function currency
ITC Nuclear Fuel Service (Cayman) Ltd. (C)	(0.3)	-	Started operation in this 1Q. Devaluation loss on inventories due to decline of uranium market prices

Share of Group Companies Reporting Profits / Losses	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)
Group co. reporting profits	58.8 (*)	67.8	(9.1)
Group co. reporting losses	(5.9)	(5.2)	(0.7)
Total of Group companies	52.8 (*)	62.6	(9.8)



Financial Position	June 30 2008	March 31 2008	Increase (Decrease)
Total assets	5,304.7	5,255.4	49.3
Interest-bearing debt	2,022.4	2,104.4	(82.0)
Net interest-bearing debt	1,617.8	1,654.5	(36.7)
Stockholders' equity	1,011.5	978.5	33.1
Net debt-to-equity ratio (times)	1.6	1.7	Improved 0.1

Summary of changes from the same period of the previous fiscal year	Outlook for March 31, 2009
Total assets / Increased by 0.9% or 49.3 billion yen to 5,304.7 billion yen	5,800.0
Increase: "Property and equipment" through adding a new consolid. sub. in Mach., "Trade receivables" in Ener., Met.Min. (caused by rising of prices of natural resources and energy) and Food (higher prices of grain and edible oil), "Inventories" mainly in Aero. Elec. & MltiMd.	2,300.0
Decrease: "Cash and cash equivalents"	1,900.0
Interest-bearing debt / Decreased by 3.9% or 82.0 billion yen to 2,022.4 billion yen	1,180.0
Net interest-bearing debt / Decreased by 2.2% or 36.7 billion yen to 1,617.8 billion yen	1.6
Stockholders' equity / Increased by 3.4% or 33.1 billion yen to 1,011.5 billion yen	
Increase: "Net income", "Unrealized holding gains on securities" due to slight recovery of stock prices	
Decrease: Dividends payment, "Foreign currency translation adjustments" through yen's appreciation	
Ratio of stockholders' equity / Improved by 0.5pts to 19.1%	
NET DER / Improved by 0.1 pts to 1.6 times	

Cash Flows	1st Quarter FY 2009	1st Quarter FY 2008	Increase (Decrease)
Operating activities	70.0	(49.3)	119.3
Investing activities	(38.4)	(53.7)	15.3
Financing activities	(66.9)	(154.4)	87.5
Cash and cash equivalents	402.9	276.6	126.3

Operating: Net cash-inflow due to continuous good performances in operating revenue mainly in overseas resource related businesses.

Investing: Net cash-outflow mainly due to acquirement of new project in Machinery and capital expenditure in natural resource development sector.

Financing: Net cash-outflow as a result of continuous efforts to reduce interest-bearing debt.

Major Indicators	1st Quarter FY 2009		1st Quarter FY 2008		Changes	Major Indicators		1st Quarter FY 2009		1st Quarter FY 2008		Changes
	Average (Apr.-Jun.)	June 30th	Average (Jan.-Mar.)	March 31st		Interest, JPY TIBOR 3M, average (Apr.-Jun.)	Interest, US\$ LIBOR 3M, average (Jan.-Mar.)	Crude oil (Brent), average (US\$/BBL)	Crude oil (Brent), average (US\$/BBL)			
Foreign exchange (Yen/US\$)	Mar. closing	102.19	106.42 (Jun-08)	119.21	100.19 (Mar-08)	(17.02)	0.841%	6.23	3.289%	0.670%	0.171%	
		109.18	100.19 (Mar-08)	119.78	114.15 (Dec-07)	(10.60)	122.95	68.67	54.28			
	Dec. closing	109.18	100.19 (Mar-08)	119.78	114.15 (Dec-07)	(10.60)	96.48	58.63	37.85			
		Average (Jan.-Mar.)	109.18	100.19 (Mar-08)	119.78	114.15 (Dec-07)	(10.60)	96.48	58.63	37.85		

[Additional Information -Regarding iron ore price]
Regarding delivery price of iron ore produced by joint ventures in which an Australian subsidiary participates, a benchmark price was renewed among major customers all through the world in July 2008. Accordingly, new higher prices will be applied retroactively to the sales contracts which had already delivered since the beginning of the FY, and this adjustment will be executed in this 2Q. The best estimation at the moment of the impact of the price renewal against the sales contracts which had already delivered since the beginning of the FY will be additional profit of approximately 7.0 billion yen (net of tax).