

Consolidated Financial Results for the First Quarter of Fiscal Year 2011 ending March 31, 2011

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Consolidated Financial Results for the First Quarter of Fiscal Year 2011 ending March 31, 2011

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

Company name: ITOCHU Corporation

Stock exchange code: 8001

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

President and Chief Executive Officer: Masahiro Okafuji

General Manager of Corporate Communications Division: Tomoyuki Takada

TEL: 81 - 3 - 3497 - 7291

The date of payout of dividend: -

1. Consolidated operating results for the first quarter of fiscal year 2011 (from April 1, 2010 to June 30, 2010)

(1) Consolidated operating results (Summary)

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

	Total trading transactions		Trading income (*1)		Income before income taxes and equity in earnings of associated companies		Net income attributable to ITOCHU	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
For the first quarter of								
Fiscal year 2011	2,729,973	24.5	47,162	260.4	40,613	43.3	40,227	96.9
Fiscal year 2010	2,192,537	(28.5)	13,085	(80.8)	28,350	(62.6)	20,432	(67.3)

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

	Net income attributable to ITOCHU per share (basic)	Net income attributable to ITOCHU per share (diluted) (*2)
	yen	yen
For the first quarter of		
Fiscal year 2011	25.45	-
Fiscal year 2010	12.93	12.85

(*2) Net income attributable to ITOCHU per share (diluted) for the first quarter of Fiscal year 2011 is not presented since antidiluted effect by the convertible preference stocks issued by associated company outstanding.

(Note) Equity in earnings of associated companies (millions of yen) 1st quarter of FY 2011 : 16,123 1st quarter of FY 2010 : 9,390

(2) Consolidated financial position

	Total assets	Total equity	Total ITOCHU stockholders' equity	Ratio of ITOCHU stockholders' equity to total assets	ITOCHU stockholders' equity per share
	millions of yen	millions of yen	millions of yen	%	yen
June 30, 2010	5,430,256	1,277,164	1,074,907	19.8	680.04
March 31, 2010	5,476,847	1,311,353	1,098,419	20.1	694.98

2. Dividend distribution

	Dividend distribution per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	yen	yen	yen	yen	yen
Fiscal year 2010	-	7.50	-	7.50	15.00
Fiscal year 2011	-				
Fiscal year 2011 (Planned)		9.00 (Planned)	-	9.00 (Planned)	18.00 (Planned)

(Note) No changes from the plan of dividend distribution previously announced on May 7, 2010

3. Outlook of consolidated operating results for fiscal year 2011 (from April 1, 2010 to March 31, 2011)

(%: Changes from the previous fiscal year)

	Total trading transactions		Trading income (*1)		Income before income taxes and equity in earnings of associated companies		Net income attributable to ITOCHU		Net income attributable to ITOCHU per share (basic)	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen	
Fiscal year 2011	11,500,000	11.6	260,000	76.4	210,000	35.5	160,000	24.9	101.23	

(Note) No changes from the forecast previously announced on May 7, 2010

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

4. Other information (Refer to "2. Other Information" on Page 6.)

(1) Changes of classification of specified subsidiaries(*) accompanied by changes in the consolidation scope during the first quarter of fiscal year 2011: 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 methods in the consolidated financial statements

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

(b) Other changes: N/A

(4) Number of common shares issued

(a) Number of common shares outstanding: 1st quarter of FY 2011	1,584,889,504	Fiscal Year 2010	1,584,889,504
(including the number of treasury stock)			

(b) Number of treasury stock: 1st quarter of FY 2011	4,233,745	Fiscal Year 2010	4,379,005
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(c) Average number of common shares outstanding: 1st quarter of FY 2011	1,580,556,441	1st quarter of FY 2010	1,580,497,078
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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 and financial instruments, 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 88.48 yen = 1 U.S. dollar, the exchange rate prevailing on June 30, 2010. The translation should not be construed as a representation that the Japanese yen amounts could be converted into U.S. dollars at the above or any other rate.

5. "ITOCHU" in items of A/C on the consolidated financial statements represents ITOCHU Corporation.

1. Qualitative Information

(1) Qualitative Information on Consolidated Operating Results

[For the three months ended June 30, 2010]

<General Economic Situations>

For the three months ended June 30, 2010, with support from growth in the economies of emerging countries, the global economy continued to follow a course of moderate recovery. However, due to growing fears about the fiscal problems of certain European countries, concerns about the future course of the global economy spread, and the prices of commodities and stocks declined around the world. At the beginning of the quarter, the price of WTI crude oil was about \$85 a barrel, but at the end of the period it had fallen to about \$75 a barrel. In Japan, the economy continued to follow a course of moderate recovery, led by growth in exports, principally to other Asian markets. However, there was a halt in the trend toward the restoration of inventories to previous levels, and the pace of the recovery slowed. In the first half of June, the yen-dollar rate primarily moved in the low ¥90 range, but due to a contraction in the Japan-U.S. interest rate differential as a result of lower long-term interest rates in the U.S., the yen-dollar rate passed the ¥90 mark in the second half of June. The Nikkei Stock Average declined from the ¥11,000 range at the beginning of the quarter to the low ¥9,000 range at the end of the quarter. The yield on 10-year Japanese government bonds declined to 1.1%, from 1.4% at the beginning of the quarter, due to concerns about the future of the global economy.

<Consolidated Operating Results>

Revenue for the three months ended June 30, 2010, increased by 7.9% or 60.3 billion yen to 827.6 billion yen (9,353 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to, in Energy, Metals & Minerals, an increase resulting from a rise in prices of mineral resources and oil & gas, and an increase of transaction volume; in Textile, an increase resulting from acquisitions of JAVA HOLDINGS CO., LTD. and LEILIAN CO., LTD. in the last half of the previous year; in Chemicals, Forest Products & General Merchandise, an increase resulting from a rise in prices and transaction volume increase of both natural rubber and pulp, as well as a rise in prices of chemicals compared with the same period of the previous fiscal year.

Gross trading profit increased by 16.1% or 33.2 billion yen to 239.5 billion yen (2,707 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to the same reasons mentioned in **Revenue** for Energy, Metals & Minerals; Textile; and Chemicals, Forest Products & General Merchandise.

Selling, general and administrative expenses increased by 1.3% or 2.5 billion yen to 191.8 billion yen (2,169 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to the increase after acquisitions of above-mentioned two companies in Textile, despite a pension cost decrease led by improved pension asset management along with the stock market recovery in the previous fiscal year, in addition to cost reductions in existing group subsidiaries and the deconsolidation of certain subsidiaries.

Provision for doubtful receivables decreased by 87.6% or 3.4 billion yen to a loss of 0.5 billion yen (5 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to a decrease in allowance for doubtful receivables.

Net interest expenses improved by 16.1% or 1.0 billion yen to 5.5 billion yen (62 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to a decline in U.S. dollars interest rates, and **Dividends received** increased by 18.0% or 1.1 billion yen to 7.0 billion yen (79 million U.S. dollars) compared with the same period of the previous fiscal year, mainly due to an increase in dividends from LNG-related investments. Therefore, **Net financial income**, or the total of Net interest expenses and Dividends received, improved by 2.1 billion yen to income of 1.5 billion yen (17 million U.S. dollars) compared with the same period of the previous fiscal year.

Concerning the other profits and losses, compared with the same period of the previous fiscal year, **Loss on investments-net** worsened by 8.5 billion yen to a loss of 5.7 billion yen (64 million U.S. dollars), due to an increase in devaluation loss by a decline in stock market prices, in addition to a decrease in gain on sales of investments and marketable securities. **Gain on property and equipment-net** decreased by 2.2 billion yen to a gain of 0.1 billion yen (2 million U.S. dollars), due to the absence of the gain on sales of properties recorded in the same period of the previous fiscal year. **Gain on bargain purchase in acquisition** decreased by 9.1 billion yen due to the absence of a temporal gain in the same period of the previous fiscal year. **Other-net** worsened by 4.2 billion yen to a loss of 2.5 billion yen (29 million U.S. dollars), due to a decreased gain (loss) on foreign currency revaluation for subsidiaries and a miscellaneous loss.

As a result, **Income before income taxes and equity in earnings of associated companies** increased by 43.3% or 12.3 billion yen to 40.6 billion yen (459 million U.S. dollars) compared with the same period of the previous fiscal year.

Income taxes decreased (improved) by 7.4% or 1.2 billion yen to 14.7 billion yen (166 million U.S. dollars) compared with the same period of the previous fiscal year.

Equity in earnings of associated companies increased by 71.7% or 6.7 billion yen to 16.1 billion yen (182 million U.S. dollars) compared with the same period of the previous fiscal year, due to an increase in mineral resources and pulp-related companies resulting from a rise in prices, as well as an increase in a mobile network-related company, despite the absence of a temporal gain from the merger of a leasing-related company and decrease in a finance-related company in the same period of the previous fiscal year.

Therefore, **Net income** increased by 92.2% or 20.2 billion yen to 42.0 billion yen (475 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**, 1.8 billion yen (20 million U.S. dollars), increased by 96.9% or 19.8 billion yen to 40.2 billion yen (455 million U.S. dollars) compared with the same period of the previous fiscal year.

(Supplemental information)

Total trading transactions in accordance with Japanese accounting practice for the three months ended June 30, 2010, increased by 537.4 billion yen to 2,730.0 billion yen (30,854 million U.S. dollars) due to, in Energy, Metals & Minerals, an increase resulting from a rise in prices of mineral resources and oil & gas, and increase of transaction volume; in Chemicals, Forest Products & General Merchandise, due to the same reason as **Revenue**; and in Machinery, due to a recovery in automobile transactions despite a decrease in new ship transactions.

(2) Qualitative Information on Consolidated Financial Position

(a) Consolidated Financial Position

Total assets as of June 30, 2010, decreased by 0.9% or 46.6 billion yen compared with March 31, 2010, to 5,430.3 billion yen (61,373 million U.S. dollars), due to a decrease in **Net property and equipment** resulting from weakening of the Australian dollars, despite additional capital expenditures in the natural resource development sector in Energy, Metals & Minerals, in addition to a decrease in **Trade receivables** as a result of the collection of receivables at the end of the previous fiscal year in ICT, Aerospace & Electronics; in Energy, Metals & Minerals; and in Textile, despite some increase in **Inventories** with an allowance for the future demand in Energy, Metals & Minerals; in Finance, Realty, Insurance & Logistics Services; and in Food.

Interest-bearing debt increased by 0.1% or 1.8 billion yen to 2,211.1 billion yen (24,990 million U.S. dollars) compared with March 31, 2010, and Net interest-bearing debt (interest-bearing debt after deducting Cash and cash equivalents and Time deposits) increased by 4.4% or 75.2 billion yen compared with March 31, 2010, to 1,801.2 billion yen (20,358 million U.S. dollars), due to a decrease in Cash and cash equivalents and Time deposits.

ITOCHU stockholder's equity decreased by 2.1% or 23.5 billion yen from March 31, 2010, to 1,074.9 billion yen (12,149 million U.S. dollars), despite accumulation of Net income attributable to ITOCHU, due to a decrease from dividend payment, deterioration in foreign currency translation adjustments because of yen's appreciation mainly against Australian dollars, decline in net unrealized holding gains on securities, and a decrease in capital surplus by 18.7 billion yen due to the result of a tender offer for the common stock of NIPPON ACCESS, INC., a subsidiary, to purchase additional shares which was accounted for as equity transactions with noncontrolling interests.

As a result, **Ratio of stockholder's equity to total assets** dropped by 0.3 points to 19.8% from March 31, 2010. **NET DER** (Net Debt-to-Stockholders' Equity Ratio) declined by 0.1 point compared with March 31, 2010, to 1.7 times.

Total equity, or total of ITOCHU stockholders' equity and Noncontrolling interest, which means the total equity of the entire Group, decreased by 2.6% or 34.2 billion yen compared with March 31, 2010, to 1,277.2 billion yen (14,434 million U.S. dollars).

(b) Consolidated Cash Flows Information

Cash flows from operating activities for the three months ended June 30, 2010, recorded a net cash-inflow of 10.8 billion yen (122 million U.S. dollars), which resulted from the steady performance in operating revenue in overseas natural resource-related business and food business, progress in collection of Trade receivables in ICT, Aerospace & Electronics and Textile; despite an increase in inventories with an allowance for the future demand in Energy, Metals & Minerals and Food.

Cash flows from investing activities recorded a net cash-outflow of 38.1 billion yen (431 million U.S. dollars) mainly due to additional capital expenditures in the natural resource development sector and uranium related share purchase.

Cash flows from financing activities recorded a net cash-outflow of 41.4 billion yen (468 million U.S. dollars) due to the tender offer for the common stock of NIPPON ACCESS, INC., a subsidiary, and dividends payment.

Consequently, **Cash and cash equivalents** as of June 30, 2010, decreased by 73.5 billion yen to 402.2 billion yen (4,546 million U.S. dollars) compared with March 31, 2010.

2. Other information

- (1) Changes of classification of specified subsidiaries accompanied by changes in the consolidation scope N/A
- (2) Adoption of simplified or specific accounting methods for quarterly financial reporting N/A
- (3) Changes of accounting policies or presentation methods in the consolidated financial statements
 - (a) Changes due to amendment of accounting standards N/A
 - (b) Other changes N/A

3. 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, 2010 and 2009

	Millions of Yen		Millions of U.S. dollars
	Apr.-Jun. 2010	Apr.-Jun. 2009	Apr.-Jun. 2010
Revenue:			
Sales revenue.....	¥ 705,832	¥ 640,716	\$ 7,977
Trading margins and commissions on trading transactions.....	121,735	126,523	1,376
Total revenue.....	827,567	767,239	9,353
Cost of sales.....	(588,075)	(560,906)	(6,646)
Gross trading profit	239,492	206,333	2,707
Selling, general and administrative expenses.....	(191,847)	(189,361)	(2,169)
Provision for doubtful receivables.....	(483)	(3,887)	(5)
Interest income.....	2,657	2,515	30
Interest expense.....	(8,131)	(9,037)	(92)
Dividends received.....	7,011	5,943	79
Gain (loss) on investments-net.....	(5,696)	2,756	(64)
Gain on property and equipment-net.....	147	2,313	2
Gain on bargain purchase in acquisition.....	-	9,129	-
Other-net.....	(2,537)	1,646	(29)
Total other-expenses.....	(198,879)	(177,983)	(2,248)
Income before income taxes and equity in earnings of associated companies.....	40,613	28,350	459
Income taxes.....	(14,697)	(15,864)	(166)
Income before equity in earnings of associated companies.....	25,916	12,486	293
Equity in earnings of associated companies.....	16,123	9,390	182
Net income.....	42,039	21,876	475
Less: Net income attributable to the noncontrolling interest.....	(1,812)	(1,444)	(20)
Net income attributable to ITOCHU.....	¥ 40,227	¥ 20,432	\$ 455

Note :

"Total trading transactions" in accordance with Japanese accounting practice consists of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

Total trading transactions for the three months ended June 30, 2010 and 2009 were 2,729,973 million yen (30,854 million U.S.dollars) and 2,192,537 million yen respectively.

(2) Consolidated Statements of Comprehensive Income [Condensed]

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2010 and 2009

	Millions of Yen		Millions of U.S. dollars
	Apr.-Jun. 2010	Apr.-Jun. 2009	Apr.-Jun. 2010
Comprehensive income:			
Net income.....	¥ 42,039	¥ 21,876	\$ 475
Other comprehensive income (loss) (net of tax):			
Foreign currency translation adjustments	(26,103)	63,897	(295)
Pension liability adjustments	1,147	655	13
Unrealized holding gains (losses) on securities	(6,036)	25,546	(68)
Unrealized holding gains (losses) on derivative instruments	(2,764)	239	(31)
Total other comprehensive income (loss) (net of tax).....	(33,756)	90,337	(381)
Comprehensive income.....	8,283	112,213	94
Comprehensive income attributable to the noncontrolling interest.....	(1,367)	(3,260)	(16)
Comprehensive income attributable to ITOCHU.....	¥ 6,916	¥ 108,953	\$ 78

[Explanation for Consolidated Statements of Income]

Revenue	(Unit : billion yen)			Increase																																																																	
	Revenue	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Main reasons for changes: Increase in Textile resulting from acquisitions of companies in the last half of previous year; in Energy, Metals & Minerals due to rise in prices of mineral resources and oil & gas and increase of transaction volume; and in Chemicals, Forest Products & General Merchandise resulting from rise in prices and transaction volume increase of both natural rubber and pulp as well as rise in prices of chemicals compared with the same period of the previous fiscal year.																																																																
		827.6	767.2	60.3																																																																	
Gross trading profit	(Unit : billion yen)			Increase																																																																	
	Gross trading profit	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Increase in revenue in ITOCHU Corporation and existing subsidiaries: +18.5 Increase due to acquisition of subsidiaries : +10.6 Decrease due to deconsolidation of subsidiaries : -1.5 Increase due to exchange rate fluctuations (mainly due to Australian dollars) : +5.6 Refer to "(5) Segment Information" on page 14-15																																																																
		239.5	206.3	33.2																																																																	
Selling, general and administrative expenses	(Unit : billion yen)			Increase																																																																	
	Total of SG & A	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Decrease in ITOCHU Corporation and existing subsidiaries : +4.4 [Decrease in pension cost : +1.0] Increase due to acquisition of subsidiaries : -8.0 [Increase in pension cost : -0.2] Decrease due to deconsolidation of subsidiaries : +1.8 Increase due to exchange rate fluctuations (mainly due to sterling pound) : -0.7																																																																
	Personnel expenses	(81.5)	(76.5)	(5.0)																																																																	
	(Pension cost)	(4.0)	(4.9)	0.8																																																																	
	Other expenses	(110.3)	(112.8)	2.5																																																																	
	(Service charge, distribution costs)	(58.6)	(60.5)	1.9																																																																	
	(Rent, depreciation and amortization)	(22.2)	(22.8)	0.7																																																																	
	(Travel expenses)	(4.9)	(5.2)	0.3																																																																	
(Others)	(24.6)	(24.2)	(0.3)																																																																		
Provision for doubtful receivables	(Unit : billion yen)			Increase																																																																	
	Provision for doubtful receivables	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Due to decrease in allowance for doubtful receivables in the same period of the previous fiscal year.																																																																
		(0.5)	(3.9)	3.4																																																																	
Net financial income (expenses)	(Unit : billion yen)			Increase																																																																	
	Net financial income (expenses)	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Increase in dividends received, improvement of net interest expenses																																																																
		1.5	(0.6)	2.1																																																																	
					<table border="1"> <thead> <tr> <th></th> <th>Apr.-Jun. 2010</th> <th>Apr.-Jun. 2009</th> <th>Variance</th> </tr> </thead> <tbody> <tr> <td>JPY TIBOR 3M, average (Apr.-Jun.)</td> <td>0.398%</td> <td>0.596%</td> <td>(0.198%)</td> </tr> <tr> <td>USD LIBOR 3M, average (Jan.-Mar.)</td> <td>0.257%</td> <td>1.240%</td> <td>(0.983%)</td> </tr> </tbody> </table>		Apr.-Jun. 2010	Apr.-Jun. 2009	Variance	JPY TIBOR 3M, average (Apr.-Jun.)	0.398%	0.596%	(0.198%)	USD LIBOR 3M, average (Jan.-Mar.)	0.257%	1.240%	(0.983%)																																																				
	Apr.-Jun. 2010	Apr.-Jun. 2009	Variance																																																																		
JPY TIBOR 3M, average (Apr.-Jun.)	0.398%	0.596%	(0.198%)																																																																		
USD LIBOR 3M, average (Jan.-Mar.)	0.257%	1.240%	(0.983%)																																																																		
	Interest income	2.7	2.5	0.1																																																																	
	Interest expense	(8.1)	(9.0)	0.9																																																																	
	Net interest expenses	(5.5)	(6.5)	1.0	Improvement of net interest expenses due to decline in U.S. dollars interest rate																																																																
	Dividends received	7.0	5.9	1.1	Dividends received from LNG-related investments +1.2 (1.5→ 2.7)																																																																
Gain (loss) on investments-net	(Unit : billion yen)			Increase																																																																	
	Gain (loss) on investments-net	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Impairment loss on investments -5.2 (-2.9→ -8.1) Net gain on sales of investments -6.2 (8.7→ 2.5) Loss on business disposals and others +3.0 (-3.0→ -0.1)																																																																
		(5.7)	2.8	(8.5)																																																																	
Gain on property and equipment-net	(Unit : billion yen)			Increase																																																																	
	Gain on property and equipment-net	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Absence of the gain in the same period of the previous fiscal year																																																																
		0.1	2.3	(2.2)																																																																	
Gain on bargain purchase in acquisition	(Unit : billion yen)			Increase																																																																	
	Gain on bargain purchase in acquisition	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Absence of the temporal gain in the acquisitions of C.I.Kasei Co., Ltd. and ITOCHU LOGISTICS CORP. in the same period of the previous fiscal year																																																																
		-	9.1	(9.1)																																																																	
Other-net	(Unit : billion yen)			Increase																																																																	
	Other-net	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Decreased foreign currency revaluation gains and losses for subsidiaries and miscellaneous loss																																																																
		(2.5)	1.6	(4.2)																																																																	
Income taxes	(Unit : billion yen)			Increase																																																																	
	Income taxes	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)																																																																	
		(14.7)	(15.9)	1.2																																																																	
Equity in earnings of associated companies	(Unit : billion yen)			Increase																																																																	
	Equity in earnings of associated companies	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Equity-method associated companies of ITOCHU Minerals & Energy of Australia Pty Ltd +1.6 (0.1 → 1.7) Japan Brazil Paper and Pulp Resources Development Co., Ltd. +1.3 (-0.3→ 1.0) Brazil Japan Iron Ore Corporation +0.7 (0.1→ 0.8) Equity-method associated companies of ITOCHU Automobile America Inc. +0.3 (-0.2 → 0.1) / DAIKEN CORPORATION. +0.3 (-0.2 → 0.1) GOODMAN CO., LTD. (Note) Refer to "Performance of Group Companies" on page 19																																																																
		16.1	9.4	6.7	Refer to "Performance of Group Companies" on page 19 (Note) Refer to the result announced by the company, as its announcement date is on and after ITOCHU's announcement date of the First Quarter of Fiscal Year 2011.																																																																
Total trading transactions	(Unit : billion yen)			Increase																																																																	
	Total trading transactions	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Refer to "(5) Segment Information" on page 14-17																																																																
		2,730.0	2,192.5	537.4																																																																	
	Gross trading profit ratio	8.8%	9.4%	(0.6%)	Effect of exchange rate fluctuations: Approximately -44.0																																																																
Adjusted profit	(Unit : billion yen)			Increase																																																																	
	Adjusted profit	Apr.-Jun. 2010	Apr.-Jun. 2009	(Decrease)	Adjusted profit (+39.5)= Gross trading profit (+33.2)+ SG&A expenses (-2.5) + Net financial income (+2.1)+ Equity in earnings of associated companies (+6.7) The amount () represents changes from the same period of the previous fiscal year																																																																
		65.3	25.8	39.5																																																																	
					<table border="1"> <thead> <tr> <th colspan="4">[Average exchange rate Yen/USD]</th> <th colspan="4">[Average exchange rate Yen/AUD]</th> </tr> <tr> <th colspan="4">[For March closing companies]</th> <th colspan="4">[For March closing companies]</th> </tr> <tr> <th>Apr.-Jun. 2010</th> <th>Apr.-Jun. 2009</th> <th>Variance</th> <th></th> <th>Jan.-Mar. 2010</th> <th>Jan.-Mar. 2009</th> <th>Variance</th> <th></th> </tr> </thead> <tbody> <tr> <td>91.77</td> <td>97.51</td> <td>(5.74)</td> <td></td> <td>90.19</td> <td>90.93</td> <td>(0.74)</td> <td></td> </tr> <tr> <td>Apr.-Jun. 2009</td> <td>Apr.-Jun. 2008</td> <td>Variance</td> <td></td> <td>Jan.-Mar. 2009</td> <td>Jan.-Mar. 2008</td> <td>Variance</td> <td></td> </tr> <tr> <td>97.51</td> <td>102.19</td> <td>(4.68)</td> <td></td> <td>90.93</td> <td>109.18</td> <td>(18.25)</td> <td></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>	[Average exchange rate Yen/USD]				[Average exchange rate Yen/AUD]				[For March closing companies]				[For March closing companies]				Apr.-Jun. 2010	Apr.-Jun. 2009	Variance		Jan.-Mar. 2010	Jan.-Mar. 2009	Variance		91.77	97.51	(5.74)		90.19	90.93	(0.74)		Apr.-Jun. 2009	Apr.-Jun. 2008	Variance		Jan.-Mar. 2009	Jan.-Mar. 2008	Variance		97.51	102.19	(4.68)		90.93	109.18	(18.25)																	
[Average exchange rate Yen/USD]				[Average exchange rate Yen/AUD]																																																																	
[For March closing companies]				[For March closing companies]																																																																	
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97.51	102.19	(4.68)		90.93	109.18	(18.25)																																																															

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

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of June 30, 2010 and March 31, 2010

Assets	Millions of Yen		Millions of U.S. dollars
	Jun. 2010	Mar. 2010	Jun. 2010
Current assets:			
Cash and cash equivalents.....	¥ 402,222	¥ 475,674	\$ 4,546
Time deposits.....	7,651	7,523	86
Short-term investments.....	5,215	7,140	59
Trade receivables:			
Notes.....	156,236	153,694	1,766
Accounts.....	1,229,686	1,287,821	13,898
Allowance for doubtful receivables.....	(13,305)	(14,833)	(151)
Net trade receivables.....	1,372,617	1,426,682	15,513
Due from associated companies.....	98,249	96,279	1,110
Inventories.....	543,770	476,066	6,146
Advances to suppliers.....	78,658	72,870	889
Prepaid expenses.....	36,714	28,361	415
Deferred tax assets.....	45,844	45,759	518
Other current assets.....	267,344	257,127	3,022
Total current assets.....	2,858,284	2,893,481	32,304
Investments and non-current receivables:			
Investments in and advances to associated companies.....	939,227	938,689	10,615
Other investments.....	451,639	450,341	5,105
Other non-current receivables.....	158,216	163,515	1,788
Allowance for doubtful receivables.....	(59,428)	(59,876)	(672)
Total investments and net non-current receivables.....	1,489,654	1,492,669	16,836
Property and equipment, at cost:			
Land.....	163,467	164,522	1,848
Buildings.....	417,302	412,468	4,716
Machinery and equipment.....	409,375	420,640	4,627
Furniture and fixtures.....	83,973	82,871	949
Mineral rights.....	59,583	64,152	673
Construction in progress.....	33,051	30,838	374
Total property and equipment, at cost.....	1,166,751	1,175,491	13,187
Less accumulated depreciation.....	513,172	509,140	5,800
Net property and equipment.....	653,579	666,351	7,387
Prepaid pension cost.....	3,524	7,603	40
Deferred tax assets, non-current.....	114,161	108,316	1,290
Other assets.....	311,054	308,427	3,516
Total.....	¥ 5,430,256	¥ 5,476,847	\$ 61,373

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

-Unaudited-

ITOCHU Corporation and Subsidiaries

As of June 30, 2010 and March 31, 2010

Liabilities and Equity	Millions of Yen		Millions of U.S. dollars
	Jun. 2010	Mar. 2010	Jun. 2010
Current liabilities:			
Short-term debt	¥ 243,574	¥ 229,236	\$ 2,753
Current maturities of long-term debt.....	61,092	60,728	691
Trade payables:			
Notes and acceptances.....	126,608	125,278	1,431
Accounts.....	1,072,491	1,092,321	12,121
Total trade payables.....	1,199,099	1,217,599	13,552
Due to associated companies.....	19,079	25,431	216
Accrued expenses.....	122,972	124,877	1,390
Income taxes payable.....	26,661	38,763	301
Advances from customers.....	88,040	80,030	995
Deferred tax liabilities.....	443	868	5
Other current liabilities.....	229,735	215,026	2,596
Total current liabilities	1,990,695	1,992,558	22,499
Long-term debt, excluding current maturities.....	2,102,040	2,107,589	23,757
Accrued retirement and severance benefits.....	39,006	43,314	441
Deferred tax liabilities, non-current.....	21,351	22,033	242
Total liabilities	4,153,092	4,165,494	46,939
Equity:			
Common stock:			
Authorized: 3,000,000,000 shares; issued:			
1,584,889,504 shares.....	202,241	202,241	2,286
Capital surplus.....	118,922	137,506	1,344
Retained earnings:			
Legal reserve.....	16,982	16,117	192
Other retained earnings	911,729	884,280	10,304
Total retained earnings.....	928,711	900,397	10,496
Accumulated other comprehensive income (loss):			
Foreign currency translation adjustments.....	(116,071)	(90,088)	(1,312)
Pension liability adjustments.....	(85,298)	(86,479)	(964)
Unrealized holding gains on securities.....	34,737	40,544	393
Unrealized holding losses on derivative instruments.....	(5,754)	(3,015)	(65)
Treasury stock, at cost.....	(2,581)	(2,687)	(29)
Total ITOCHU stockholders' equity.....	1,074,907	1,098,419	12,149
Noncontrolling interest.....	202,257	212,934	2,285
Total equity.....	1,277,164	1,311,353	14,434
Total.....	¥ 5,430,256	¥ 5,476,847	\$ 61,373

[Explanation for Consolidated Balance Sheets]

Assets

		(Unit: billion yen)			
	Jun.2010	Mar.2010	Increase (Decrease)		
Cash and cash equivalents, Time deposits	409.9	483.2	(73.3)		
Net trade receivables	1,372.6	1,426.7	(54.1)	...	Resulted from the collection of receivables at the end of the previous fiscal year in ICT, Aerospace & Electronics and Energy, despite increase related to seasonal factors in Food; and in Machinery due to recovery in automobile transactions
Inventories	543.8	476.1	67.7	...	Increase in Inventories with an allowance for the future demand in Energy; in Finance, Realty, Insurance & Logistics Services; and Food due to seasonal factors
Advances to suppliers	78.7	72.9	5.8	...	Increase due to growth in operating transactions in Chemicals; and in Realty and Machinery, despite decrease in ICT, Aerospace & Electronics
Prepaid expenses	36.7	28.4	8.4	...	Increase in ICT, Aerospace & Electronics
Other current assets	267.3	257.1	10.2	...	Increase in other account receivable and deposit to customers
Other non-current receivables, less allowance for doubtful receivables	98.8	103.6	(4.9)	...	Decrease in trade account receivable - non current
Net property and equipment	653.6	666.4	(12.8)	...	Decrease resulting from weakening of Australian dollars despite additional capital expenditures in overseas natural resource development sector in Energy, Metals & Minerals
Deferred tax assets, non-current	114.2	108.3	5.8	...	Decrease in deferred tax liabilities due to decrease in unrealized gains on shareholdings
Total assets	5,430.3	5,476.8	(46.6)		Total assets as of June 30, 2010, decreased by 0.9% or 46.6 billion yen compared with March 31, 2010, to 5,430.3 billion yen (61,373 million U.S. dollars), due to decrease in Net property and equipment resulting from weakening of Australian dollars despite additional capital expenditures in natural resource development sector in Energy, Metals & Minerals, in addition to decrease in Trade receivables as a result of the collection of receivables at the end of the previous fiscal year in ICT, Aerospace & Electronics, in Energy, Metals & Minerals, and in Textile, despite some increase in Inventories with an allowance for the future demand in Energy, Metals & Minerals, in Finance, Realty, Insurance & Logistics Services, and in Food.

Liabilities

		(Unit: billion yen)			
	Jun.2010	Mar.2010	Increase (Decrease)		
Total trade payables	1,199.1	1,217.6	(18.5)	...	Decrease in Energy, ICT, Aerospace & Electronics and Machinery, despite increase in food due to seasonal factors
Other current liabilities	229.7	215.0	14.7	...	Increase in deposit received for withholding tax and deferred income in ICT, Aerospace & Electronics
[Interest-bearing debt]					
Short-term debt	243.6	229.2	14.3		
Current maturities of long-term debt excluding debentures	59.2	57.5	1.8		
Current maturities of debentures	1.9	3.3	(1.4)		
Short-term total	304.7	290.0	14.7		
Long-term debt	1,700.8	1,736.2	(35.4)		
Debentures	205.7	183.1	22.5		
Long-term total	1,906.4	1,919.3	(12.9)		
Total interest-bearing debt	2,211.1	2,209.3	1.8		Interest-bearing debt increased by 0.1% or 1.8 billion yen to 2,211.1 billion yen (24,990 million U.S. dollars) compared with March 31, 2010, and Net interest-bearing debt (interest-bearing debt after deducting Cash and cash equivalents and Time deposits) increased by 4.4% or 75.2 billion yen compared with March 31, 2010, to 1,801.2 billion yen (20,358 million U.S. dollars), due to decrease in Cash and cash equivalents and Time deposits.
Cash and cash equivalents, Time deposits	409.9	483.2	(73.3)		
Net interest-bearing debt	1,801.2	1,726.1	75.2		NET DER (Net Debt-to-Stockholders' Equity Ratio) worsened by 0.1 point compared with March 31, 2010, to 1.7 times.
Net debt-to-stockholders' equity ratio [times]	1.7	1.6	0.1 worsened		

Equity

		(Unit: billion yen)			
	Jun.2010	Mar.2010	Increase (Decrease)		
Common stock	202.2	202.2	-		
Capital surplus	118.9	137.5	(18.6)	...	Due to the result of a tender offer for the common stock of NIPPON ACCESS, INC. accounted for as equity transactions with noncontrolling interests
Retained earnings:	928.7	900.4	28.3		
Legal reserve	17.0	16.1	0.9		
Other retained earnings	911.7	884.3	27.4	...	Net income attributable to ITOCHU +40.2, Dividend payment -11.9, Transfer to legal reserve and others -0.9
Accumulated other comprehensive income (loss):	(172.4)	(139.0)	(33.3)		
Foreign currency translation adjustments	(116.1)	(90.1)	(26.0)	...	Effect of yen's appreciation mainly against Australian dollars compared with March 31, 2010
Pension liability adjustments	(85.3)	(86.5)	1.2		
Unrealized holding gains on securities	34.7	40.5	(5.8)	...	Due to decline in stock market prices from March 31, 2010
Unrealized holding losses on derivative instruments	(5.8)	(3.0)	(2.7)		
Treasury stock, at cost	(2.6)	(2.7)	0.1		
Total ITOCHU stockholders' equity	1,074.9	1,098.4	(23.5)		ITOCHU stockholder's equity decreased by 2.1% or 23.5 billion yen from March 31, 2010, to 1,074.9 billion yen (12,149 million U.S. dollars), despite accumulation of Net income attributable to ITOCHU, due to decrease from dividend payment, deterioration in foreign currency translation adjustments because of yen's appreciation mainly against Australian dollars, decline in net unrealized holding gains on securities, and decrease in capital surplus by 18.7 billion yen due to the result of a tender offer for the common stock of NIPPON ACCESS, INC., a subsidiary, to purchase additional shares which was accounted for as equity transactions with noncontrolling interests.
Ratio of stockholders' equity to total assets	19.8%	20.1%	(0.3%)		As a result, Ratio of stockholder's equity to total assets dropped by 0.3 points to 19.8% from March 31, 2010.
Noncontrolling interest	202.3	212.9	(10.7)		Total equity, or total of ITOCHU stockholders' equity and Noncontrolling interest, which means the total equity of the entire Group, decreased by 2.6% or 34.2 billion yen compared with March 31, 2010, to 1,277.2 billion yen (14,434 million U.S. dollars).
Total equity	1,277.2	1,311.4	(34.2)		

[Current exchange rate Yen/USD]

[For March closing companies]

Jun.2010	Mar.2010	Variance
88.48	93.04	(4.56)
Jun.2009	Mar.2009	Variance
96.01	98.23	(2.22)

[The Nikkei Stock Average]

Jun.2010	Mar.2010	Variance
9,382	11,089	(1,707)

[Current exchange rate Yen/AUD]

[For December closing companies] [For March closing companies]

Mar.2010	Dec.2009	Variance	Jun.2010	Mar.2010	Variance
93.04	92.10	0.94	75.08	85.28	(10.20)
Mar.2009	Dec.2008	Variance	Jun.2009	Mar.2009	Variance
98.23	91.03	7.20	77.85	67.01	10.84

(4) Consolidated Statements of Cash Flows [Condensed]

-Unaudited-

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2010 and 2009

	Millions of Yen		Millions of
	<u>Apr.-Jun.2010</u>	<u>Apr.-Jun.2009</u>	<u>U.S. dollars</u>
			<u>Apr.-Jun.2010</u>
Cash flows from operating activities :			
Net income	¥ 42,039	¥ 21,876	\$ 475
Adjustments to reconcile net income to net cash provided by operating activities :			
Depreciation and amortization	17,123	16,980	194
Provision for doubtful receivables	483	3,887	5
(Gain) loss on investments-net	5,696	(2,756)	64
Gain on property and equipment-net	(147)	(2,313)	(2)
Gain on bargain purchase in acquisition	-	(9,129)	-
Equity in earnings of associated companies, less dividends received	(6,637)	(249)	(75)
Deferred income taxes	(3,912)	5,277	(44)
Changes in assets and liabilities, other-net	(43,851)	43,143	(495)
Net cash provided by operating activities	<u>10,794</u>	<u>76,716</u>	<u>122</u>
Cash flows from investing activities :			
Net purchases of property, equipment and other assets	(18,246)	(14,493)	(206)
Net increase in investments in and advances to associated companies	(1,134)	(50,728)	(13)
Net purchases of other investments	(17,141)	(12,981)	(194)
Net (origination) collections of other non-current loan receivables	(1,481)	4,362	(17)
Net increase in time deposits	(121)	(652)	(1)
Net cash used in investing activities	<u>(38,123)</u>	<u>(74,492)</u>	<u>(431)</u>
Cash flows from financing activities :			
Net proceeds (repayments) of long-term debt	(17,823)	92,104	(201)
Net increase (decrease) in short-term debt	18,517	(110,347)	209
Other	(42,089)	(16,861)	(476)
Net cash used in financing activities	<u>(41,395)</u>	<u>(35,104)</u>	<u>(468)</u>
Effect of exchange rate changes on cash and cash equivalents	(4,728)	9,056	(53)
Net decrease in cash and cash equivalents	(73,452)	(23,824)	(830)
Cash and cash equivalents at beginning of period	475,674	628,820	5,376
Cash and cash equivalents at end of period	¥ 402,222	¥ 604,996	\$ 4,546

(Note) From this first quarter, "Net decrease in marketable securities" is included in "Net purchases of other investments".

[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)

	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	Major items
Net income	42.0	21.9	20.2	
Non-cash charges of P/L	12.6	11.7	0.9	
Changes in assets and liabilities, other-net	(43.9) a	43.1 b	(87.0)	a : Trade receivables / payables +43.1, Inventories -69.1 Other -17.8 b : Trade receivables / payables +87.0, Inventories -27.9 Other -15.9
Net cash provided by operating activities	10.8	76.7	(65.9)	

Cash flows from investing activities

(Unit: billion yen)

	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	
Net purchases of property, equipment and other assets	(18.2) a	(14.5) b	(3.8)	a : Additional capital expenditures in natural resources development sector -10.0 b : Additional capital expenditures in natural resources development sector -4.9 Purchase by ITOCHU Corporation -2.9
Net increase in investments in and advances to associated companies	(1.1)	(50.7) b	49.6	b : Net increase in investments in food business -39.4 Investment in LPG-related business -3.1
Net purchases of other investments	(17.1) a	(13.0) b	(4.2)	a : Investment in natural resources development sector such as uranium-related share purchase -10.1 Investment in investment trusts and bonds -5.8 b : Net purchases net of cash acquired in acquisitions of C.I. Kasei Co., Ltd. and ITOCHU LOGISTICS CORP. -9.0 Investment in natural resources development sector -4.4
Net (origination) collections of other non-current loan receivables	(1.5)	4.4 b	(5.8)	b : Net collections of loan receivables by ITOCHU Corporation +3.0
Net increase in time deposits	(0.1)	(0.7)	0.5	
Net cash used in investing activities	(38.1)	(74.5)	36.4	

Cash flows from financing activities

(Unit: billion yen)

	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	
Net proceeds (repayments) of long-term debt	(17.8) a	92.1 b	(109.9)	a : Net repayments by ITOCHU Corporation -7.6 b : Net proceeds by ITOCHU Corporation +110.4
Net increase (decrease) in short-term debt	18.5 a	(110.3) b	128.9	a : Net increase by intra-group finance companies +5.9 b : Net decrease by ITOCHU Corporation -126.0
Other	(42.1) a	(16.9) b	(25.2)	a : Tender offer for the common stock of NIPPON ACCESS, INC., a subsidiary -25.0 Dividends paid -11.9, dividends paid to noncontrolling stockholders -5.0 b : Dividends paid -12.7, dividends paid to noncontrolling stockholders -3.8
Net cash used in financing activities	(41.4)	(35.1)	(6.3)	

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

(5) Segment Information

ITOCHU Corporation and Subsidiaries

For the three months ended June 30, 2010 and 2009

ITOCHU Corporation and its subsidiaries, have a diverse palette of functions and expertise through investments in resources development operations and also as a strategic partner, as well as wide range of business activities such as trading, finance, logistics and coordinating the projects. By using this diverse palette and global networks, 7 division companies have been promoting and developing many kinds of business in textile, food and general merchandise as Consumer-related sector, metal resources, oil and gas as Natural resource / energy-related sector, chemical, machinery, information technology, finance and real-estate as Other sectors, as well as life care, ecology and new energy as New business sector.

The Company and its subsidiaries have 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.

Information concerning operations in different operating segments for the three months ended June 30, 2010 and 2009 is as follows:

For the three months ended June 30, 2010 (April 1, 2010 -June 30, 2010)									
	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	¥ 130,574	¥ 202,940	¥ 126,346	¥ 975,286	¥ 485,546	¥ 745,045	¥ 30,857	¥ 33,379	¥ 2,729,973
Transfers between operating segments ...	81	45	1,100	89	5,382	274	3,960	(10,931)	-
Total trading transactions	130,655	202,985	127,446	975,375	490,928	745,319	34,817	22,448	2,729,973
Gross trading profit	29,435	11,292	27,889	49,794	27,500	81,858	8,105	3,619	239,492
Net income attributable to ITOCHU.....	2,578	343	1,794	26,228	5,479	7,845	(1,521)	(2,519)	40,227
[Equity in earnings of associated companies].....	[1,065]	[1,316]	[1,375]	[5,149]	[1,969]	[4,299]	[161]	[789]	[16,123]
Total assets at June 30, 2010.....	411,379	541,015	474,407	1,242,141	739,513	1,182,247	398,457	441,097	5,430,256

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 Yen									
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	109,790	167,449	131,303	557,713	400,881	768,522	30,187	26,692	2,192,537
Gross trading profit	20,394	11,464	28,676	25,148	23,565	82,480	7,871	6,735	206,333
Net income attributable to ITOCHU.....	840	(391)	(550)	5,587	2,199	12,975	2,007	(2,235)	20,432
[Equity in earnings of associated companies].....	[940]	[1,684]	[177]	[1,908]	[(128)]	[3,940]	[827]	[42]	[9,390]
Total assets at June 30, 2009.....	340,827	606,904	513,669	1,088,696	684,987	1,154,556	376,789	614,370	5,380,798
Total assets at March 31, 2010.....	417,380	544,958	513,249	1,249,048	727,994	1,130,719	382,135	511,364	5,476,847

For the three months ended June 30, 2010 (April 1, 2010 -June 30, 2010)									
	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	\$ 1,476	\$ 2,293	\$ 1,428	\$ 11,023	\$ 5,487	\$ 8,421	\$ 349	\$ 377	\$ 30,854
Transfers between operating segments ...	1	1	12	1	61	3	45	(124)	-
Total trading transactions	1,477	2,294	1,440	11,024	5,548	8,424	394	253	30,854
Gross trading profit	333	128	315	563	311	925	91	41	2,707
Net income attributable to ITOCHU.....	29	4	20	296	62	89	(17)	(28)	455
[Equity in earnings of associated companies].....	[12]	[15]	[15]	[58]	[22]	[49]	[2]	[9]	[182]
Total assets at June 30, 2010.....	4,649	6,115	5,362	14,039	8,358	13,362	4,503	4,985	61,373

Note :

- "Equity in earnings of associated companies" is included in Net income attributable to ITOCHU.
- "Total trading transactions" is presented in accordance with Japanese accounting practice.

Total trading transactions consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

[Explanation for Operating Segment Information]

Trading transactions for unaffiliated customers and associated companies

(Unit : billion yen)	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	Main reasons for changes
Textile	130.6	109.6	20.9	.....Increase due to acquisitions of JAVA HOLDINGS CO., LTD. and LEILIAN CO., LTD.
Machinery	202.9	166.5	36.5	.....Increase due to recovery in automobile transactions despite decrease in new ship transactions
ICT, Aerospace & Electronics	126.3	130.4	(4.0)	.....Less transactions in aviation and domestic IT businesses
Energy, Metals & Minerals	975.3	557.6	417.6	.....Increase due to price rises and volume increase in mineral resources and oil & gas
Chemicals, Forest Products & General Merchandise	485.5	396.2	89.4	.....Increase due to price rises in chemicals and price rise and sales volume increase in pulp and natural rubber
Food	745.0	768.4	(23.4)	.....Less transactions in distribution sector resulting from slowdown in domestic consumption
Finance, Realty, Insurance & Logistics Services	30.9	29.0	1.8	.....Sales increase in condominiums and houses
Other, Adjustments & Eliminations	33.4	34.8	(1.4)	.....Decrease due to effect from sale of a domestic subsidiary, low performance in equipment material transactions in North America resulting from demand shrink, and effect of yen's appreciation
Total	2,730.0	2,192.5	537.4	

Gross trading profit

(Unit : billion yen)	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	Main reasons for changes
Textile	29.4	20.4	9.0	.....Increase due to acquisitions of JAVA HOLDINGS CO., LTD. and LEILIAN CO., LTD.
Machinery	11.3	11.5	(0.2)	.....Less transactions in new ships despite gradual recovery of automobile transactions
ICT, Aerospace & Electronics	27.9	28.7	(0.8)	.....Less transactions in domestic IT business
Energy, Metals & Minerals	49.8	25.1	24.6	.....Increase due to price rises in mineral resources, oil & gas, and sales volume increase, despite poor operation in petroleum product transactions
Chemicals, Forest Products & General Merchandise	27.5	23.6	3.9	.....Increase supported by steady market in chemicals, also increase in forest products & general merchandise due to price rises in pulp and slight recovery from the bottom of poor housing market condition in Japan and the U.S.
Food	81.9	82.5	(0.6)	.....Less transactions in distribution sector resulting from slowdown in domestic consumption, and also due to the absence of good performance in fresh food materials in the same period of the previous fiscal year
Finance, Realty, Insurance & Logistics Services	8.1	7.9	0.2	.....Almost the same level resulting from turning into equity-method associated company of real-estate business offset by increase in finance business
Other, Adjustments & Eliminations	3.6	6.7	(3.1)	.....Decrease due to effect from sale of a domestic subsidiary, low performance in equipment material transactions in North America resulting from demand shrink, and effect of yen's appreciation
Total	239.5	206.3	33.2	

Net income attributable to ITOCHU

(Unit : billion yen)	Apr.-Jun. 2010	Apr.-Jun. 2009	Increase (Decrease)	Main reasons for changes
Textile	2.6	0.8	1.7	.....Increase due to contribution by new associated companies in addition to increase in gross trading profit
Machinery	0.3	(0.4)	0.7	.....Increase due to improved gross trading profit and increased dividends received despite impairment loss of marketable security
ICT, Aerospace & Electronics	1.8	(0.6)	2.3	.....Increase due to improved gain on sales of investments and equity in earnings of associated companies despite decrease in gross trading profit
Energy, Metals & Minerals	26.2	5.6	20.6	.....Significant increase due to dividends received from LNG business resulting from price rises in oil, and increase in equity in earnings of associated companies in addition to increased gross trading profit
Chemicals, Forest Products & General Merchandise	5.5	2.2	3.3	.....Increase in gross trading profit and equity in earnings of associated companies despite absence of gain on bargain purchase in acquisition of C.I. Kasei Co., Ltd. in the same period of the previous fiscal year
Food	7.8	13.0	(5.1)	.....Decrease due to the absence of gain on sales of investment in the same period of the previous fiscal year despite increase in gross trading profit
Finance, Realty, Insurance & Logistics Services	(1.5)	2.0	(3.5)	.....Decrease due to worsened equity in earnings of associated companies in addition to absence of gain on bargain purchase in acquisition of ITOCHU LOGISTICS CORP. in the same period of the previous fiscal year despite improved gross trading profit
Other, Adjustments & Eliminations	(2.5)	(2.2)	(0.3)	.....Decrease due to impairment loss of marketable securities resulting from stock price falls despite improved equity in earnings in life care business and improvement from increased foreign tax credit
Total	40.2	20.4	19.8	

Total assets

(Unit : billion yen)	Jun. 2010	Mar. 2010	Increase (Decrease)	Main reasons for changes
Textile	411.4	417.4	(6.0)	.....Decrease in trade receivables due to a seasonal factor
Machinery	541.0	545.0	(3.9)	.....Decrease in automobile inventories
ICT, Aerospace & Electronics	474.4	513.2	(38.8)	.....Decrease due to collection of trade receivables
Energy, Metals & Minerals	1,242.1	1,249.0	(6.9)	.....Almost the same level resulting from effect of weakened Australian dollars and decreased trade receivables offset by additional capital expenditures by overseas natural resource development sector, increased energy related inventories, and uranium-related share purchase
Chemicals, Forest Products & General Merchandise	739.5	728.0	11.5	.....Increase in trade receivables
Food	1,182.2	1,130.7	51.5	.....Increase in trade receivables and inventories due to a seasonal factor
Finance, Realty, Insurance & Logistics Services	398.5	382.1	16.3	.....Increase in inventories of real-estate for sale
Other, Adjustments & Eliminations	441.1	511.4	(70.3)	.....Decrease in cash and cash equivalents
Total	5,430.3	5,476.8	(46.6)	

(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 25, 2010	Common Stock	millions of yen 11,865	yen 7.50	March 31, 2010	June 28, 2010	Retained earnings

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

4. Performance of Group Companies attributable to ITOCHU

For the three months ended June 30, 2010 and 2009

Components of Consolidated Net Income attributable to ITOCHU

[For the three months ended June 30]

(Unit: billion yen)	2010	2009	Increase
	Apr.-Jun.	Apr.-Jun.	(Decrease)
Parent company	29.9	21.1	8.8
Group companies excluding overseas trading subsidiaries	40.3	18.4	21.9
Overseas trading subsidiaries	3.6	1.3	2.3
Subtotal	73.9	40.8	33.0
Consolidation adjustments	(33.6)	(20.4)	(13.2)
Consolidated net income attributable to ITOCHU	40.2	20.4	19.8
Earnings from overseas businesses (*)	33.5	9.8	23.7
Share of earning from overseas businesses	83%	48%	

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

Number of Group Companies

	June 30, 2010			March 31, 2010			Increase	Decrease	Changes within Group	Net changes
	Domestic	Overseas	Total	Domestic	Overseas	Total				
Subsidiaries	103	151	254	105	152	257	+ 1	(4)	(-)	(-) (3)
Equity-method associated companies	64	93	157	65	91	156	+ 4	(3)	(-)	(-) + 1
Total	167	244	411	170	243	413	+ 5	(7)		(2)

Profits/Losses of Group Companies Reporting Profits/Losses

	Apr. - Jun. 2010			Apr. - Jun. 2009			Increase (Decrease)		
	Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
	Group companies excluding overseas trading subsidiaries	48.2	(7.9)	40.3	29.3	(10.9)	18.4	18.9	3.0	21.9
Overseas trading subsidiaries	3.7	(0.2)	3.6	1.9	(0.6)	1.3	1.8	0.4	2.3
Total	52.0	(8.1)	43.9	31.3	(11.5)	19.7	20.7	3.5	24.2

Number/Share of Group Companies Reporting Profits

		Apr. - Jun. 2010			Apr. - Jun. 2009			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	61	42	103	63	44	107	(2)	(2)	(4)
	Overseas	103	48	151	98	59	157	5	(11)	(6)
	Total	164	90	254	161	103	264	3	(13)	(10)
	Share (%)	64.6%	35.4%	100.0%	61.0%	39.0%	100.0%	3.6%	(3.6%)	
Equity-method associated companies	Domestic	46	18	64	50	21	71	(4)	(3)	(7)
	Overseas	64	29	93	55	32	87	9	(3)	6
	Total	110	47	157	105	53	158	5	(6)	(1)
	Share (%)	70.1%	29.9%	100.0%	66.5%	33.5%	100.0%	3.6%	(3.6%)	
Total	Domestic	107	60	167	113	65	178	(6)	(5)	(11)
	Overseas	167	77	244	153	91	244	14	(14)	0
	Total	274	137	411	266	156	422	8	(19)	(11)
	Share (%)	66.7%	33.3%	100.0%	63.0%	37.0%	100.0%	3.6%	(3.6%)	

Profits/Losses of Group Companies Reporting Profits/Losses

		Apr. - Jun. 2010			Apr. - Jun. 2009			Increase (Decrease)		
		Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Subsidiaries	Domestic	7.3	(4.3)	3.0	8.9	(4.3)	4.6	(1.6)	0.1	(1.5)
	Overseas (**)	26.0	(1.2)	24.8	10.4	(4.6)	5.8	15.6	3.4	19.0
	Total	33.3	(5.5)	27.8	19.3	(8.9)	10.3	14.0	3.5	17.5
Equity-method associated companies	Domestic	10.8	(1.7)	9.1	8.0	(1.9)	6.1	2.8	0.2	3.0
	Overseas	7.9	(0.9)	7.0	4.0	(0.7)	3.3	3.9	(0.2)	3.7
	Total	18.7	(2.6)	16.1	12.0	(2.6)	9.4	6.7	-	6.7
Total	Domestic	18.1	(6.0)	12.1	16.9	(6.2)	10.7	1.2	0.2	1.5
	Overseas	33.9	(2.1)	31.8	14.4	(5.3)	9.0	19.5	3.2	22.8
	Total	52.0	(8.1)	43.9	31.3	(11.5)	19.7	20.7	3.5	24.2

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

	Apr. - Jun. 2010			Apr. - Jun. 2009			Increase (Decrease)		
	Profits	Losses	Total	Profits	Losses	Total	Profits	Losses	Total
Overseas trading subsidiaries	3.7	(0.2)	3.6	1.9	(0.6)	1.3	1.8	0.4	2.3

Major New Group Companies

Business Field	Name	Country	Voting Shares	Categories
Machinery	BIO FUEL JAPAN CORPORATION	Japan	(50.0%)	Investment company in bio-ethanol production and power plant businesses

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

For the three months ended June 30, 2010 and 2009

Major Group Companies

(Unit: billion yen)

	Name	Shares	Method of Consolidation	Net Income attributable to ITOCHU (*1)		Categories
				2010	2009	
				Apr.-Jun.	Apr.-Jun.	
Textile	JOI'X CORPORATION	100.0%	Consolidation	(0.1)	(0.2)	Manufacture, retail and sale of men's apparel
	SANKEI CO., LTD.	90.5%	Consolidation	0.1	(0.3)	Sale of garment accessories
	ITOCHU Textile Prominent (ASIA) Ltd. (*3) (Hong Kong)	100.0%	Consolidation	0.0	0.0	Production control and wholesale of textile and apparel
	ITOCHU TEXTILE (CHINA) CO., Ltd. (*4) (China)	100.0%	Consolidation	0.0	0.1	Production control and wholesale of textile materials, fabrics and apparel
Machinery	ITOCHU CONSTRUCTION MACHINERY CO., LTD.	100.0%	Consolidation	0.0	(0.1)	Sale and rental of construction machinery
	ITOCHU Automobile America Inc. (U.S.A.)	100.0%	Consolidation	0.1	(0.2)	Retail, distribution, and trade of motor vehicles
	Century Tokyo Leasing Corporation	20.6%	Equity	(*2)	2.0	Lease, installment sale, business lease and other
ICT, Aerospace & Electronics	ITOCHU Techno-Solutions Corporation	52.6%	Consolidation	(0.2)	0.4	Sale and maintenance of computer network systems, customized development of software, data center service, and support
	Excite Japan Co., Ltd.	58.7%	Consolidation	(*2)	(0.1)	Providing services of Internet information
	ITC NETWORKS CORPORATION	60.7%	Consolidation	0.1	0.4	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 MACHINE-TECHNOS CORPORATION (*5)	100.0%	Consolidation	(0.2)	0.0	Import/Export and domestic sale of industrial machinery and NC machine tools
	JAMCO Corporation	33.3%	Equity	(*2)	(0.1)	Maintenance of aircraft and manufacture of aircraft interior
	SUNCALL CORPORATION	26.4%	Equity	0.1	0.0	Manufacturing and sale of optical communication devices, electronic devices and assembly
Energy, Metals & Minerals	ITOCHU Metals Corporation	100.0%	Consolidation	0.3	0.1	Import/Export and wholesale of non-ferrous/light metals and recycle business mainly in metal products
	ITOCHU Petroleum Japan Ltd.	100.0%	Consolidation	(1.0)	0.5	Investment in companies of trade of crude oil and petroleum products
	ITOCHU ENEX CO., LTD.	53.6%	Consolidation	0.2	0.1	Wholesale of petroleum products and high-pressure gas
	ITOCHU Minerals & Energy of Australia Pty Ltd (*6) (Australia)	100.0%	Consolidation	22.9	6.6	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	1.0	0.5	Exploration and production of crude oil and gas
	Marubeni-Itchu Steel Inc.	50.0%	Equity	0.7	0.7	Import/Export and wholesale of steel products
	Brazil Japan Iron Ore Corporation	47.7%	Equity	0.8	0.1	Investment in projects of iron ore in Brazil
Chemicals, Forest Products & General Merchandise	ITOCHU Kenzai Corp.	87.3%	Consolidation	0.1	(0.3)	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	0.3	0.4	Wholesale of fine chemicals and related raw materials
	ITOCHU PLASTICS INC.	100.0%	Consolidation	0.5	0.4	Wholesale of plastics and related products
	C.I.Kasei Co., Ltd.	97.6%	Consolidation	0.1	1.0	Manufacture and sale of plastic products
	DAIKEN CORPORATION	25.1%	Equity	0.1	(0.2)	Manufacture and sale of building materials
	TAKIRON Co., Ltd.	27.5%	Equity	(*2)	0.1	Manufacture, processing and sale of plastic products
Food	ITOCHU SHOKUHIN Co., Ltd.	51.6%	Consolidation	(*2)	0.2	Wholesale of foods and liquor
	NIPPON ACCESS, INC.	92.8%	Consolidation	0.2	0.9	Wholesale and distribution of foods
	Yoshinoya Holdings Co., Ltd.	21.0%	Equity	(0.2)	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.	25.7%	Equity	(*2)	0.6	Integrated manufacturer of cooking oil and soybean protein
	FamilyMart Co., Ltd.	31.6%	Equity	1.3	1.2	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	0.2	(0.1)	Loan and other finance-related business
	FX PRIME Corporation	55.0%	Consolidation	0.1	0.0	Foreign exchange margin trade
	ITOCHU LOGISTICS CORP.	99.0%	Consolidation	0.3	1.8	Comprehensive logistics services
	ITOCHU Property Development, Ltd.	99.9%	Consolidation	(1.2)	(0.8)	Development and sale of housing
	Orient Corporation (*7)	32.6%	Equity	(0.4)	0.4	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. (*8) (U.S.A.)	100.0%	Consolidation	0.4	(0.3)	U.S. trading subsidiary
	ITOCHU Europe PLC. (U.K.)	100.0%	Consolidation	(0.1)	(0.2)	Europe trading subsidiary
	ITOCHU Hong Kong Ltd. (*3) (Hong Kong)	100.0%	Consolidation	0.7	0.4	Hong Kong trading subsidiary
	ITOCHU (China) Holding Co., Ltd. (*4) (China)	100.0%	Consolidation	0.6	0.3	China trading subsidiary
	ITOCHU Australia Ltd. (*6) (Australia)	100.0%	Consolidation	0.9	0.2	Australia trading subsidiary

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

(*2) Refer to the results announced by each corresponding company, as their announcement dates are on and after ITOCHU's announcement date of the first quarter of Fiscal Year 2011.

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

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

(*5) As of April 1, 2010, ITOCHU Sanki Corporation and ITOCHU MECHATRONICS CORPORATION were merged to be newly named as ITOCHU MACHINE-TECHNOS CORPORATION. The net income attributable to ITOCHU of ITOCHU MACHINE-TECHNOS for the three months ended June 30, 2009 shows the total of both ITOCHU Sanki Corporation and ITOCHU MECHATRONICS CORPORATION.

(*6) The above figure of ITOCHU Australia Ltd. includes 3.7% of that of ITOCHU Minerals & Energy of Australia Pty Ltd and 20.0% of that of BFA Holdings Pty Ltd.

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

(*8) 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, 2010 and 2009

Major Group Companies Reporting Profits

(Unit: billion yen)

Name	Segment (*9)	Shares	Net Income attributable to ITOCHU (*1)			Main reasons for changes	
			2010 Apr.-Jun.	2009 Apr.-Jun.	Increase (Decrease)		
[Domestic subsidiaries]							
ITOCHU PLASTICS INC.	Che	100.0%	0.5	0.4	0.1	Increased sales in engineering plastic sector resulting from demand recovery in OA equipment in addition to steady electronic material sector	
LEILIAN CO., LTD.	Tex	61.1%	0.5	-	0.5	Started consolidation from the fourth quarter of the previous fiscal year.	
ITOCHU Metals Corporation	Ene	100.0%	0.3	0.1	0.2	Increase due to demand recovery in aluminum products for automobiles, home electronics and building materials, and good performance in recycle-related transactions	
ITOCHU LOGISTICS CORP.	Fin	99.0%	0.3	1.8	(1.5)	Decrease due to absence of gain on bargain purchase in acquisition in the same period of the previous fiscal year	
ITOCHU CHEMICAL FRONTIER Corporation	Che	99.8%	0.3	0.4	(0.1)	Almost the same level resulting from cost increase for operating expansion offset by good performance in operation	
ITOCHU ENEX CO., LTD.	Ene	53.6%	0.2	0.1	0.1	Increase due to cost reduction	
NIPPON ACCESS, INC.	Fod	92.8%	0.2	0.9	(0.7)	Decrease due to cost associated with asset retirement obligations despite good trading profit	
ITOCHU Finance Corporation	Fin	99.1%	0.2	(0.1)	0.3	Increase due to improved equity in earnings of associated companies of credit card business in addition to reversal of the provision for doubtful receivables caused by collection of loan receivables	
[Overseas subsidiaries]							
ITOCHU Minerals & Energy of Australia Pty Ltd	(*6) (Australia)	Ene	100.0%	22.9	6.6	16.4	Increase due to price rise and sales volume increase in mineral resources
ITOCHU Oil Exploration (Azerbaijan) Inc.	(Cayman)	Ene	100.0%	1.0	0.5	0.6	Increase due to oil price rise and sales volume increase
ITOCHU Australia Ltd.	(*6) (Australia)	Ove	100.0%	0.9	0.2	0.7	Increase in profit from ITOCHU Minerals & Energy of Australia Pty Ltd. (see the above)
ITOCHU Hong Kong Ltd.	(*3) (Hong Kong)	Ove	100.0%	0.7	0.4	0.3	Increase in profit from finance business and price rises in pulp
ITOCHU (China) Holding Co., Ltd.	(*4) (China)	Ove	100.0%	0.6	0.3	0.3	Transaction increase in chemicals and copper product
PrimeSource Building Products, Inc.	(*8) (U.S.A.)	Che	100.0%	0.6	0.5	0.0	Almost the same level despite slight recovery from the bottom of poor housing market condition in the U.S. since last year
ITOCHU International Inc.	(*8) (U.S.A.)	Ove	100.0%	0.4	(0.3)	0.7	Increase due to recovery in construction machinery and good performance in food business
ITOCHU Singapore Pte, Ltd.	(Singapore)	Ove	100.0%	0.4	0.5	(0.2)	Decrease due to the effect of recent price falls in chemicals
ITOCHU (THAILAND) LTD.	(Thailand)	Ove	100.0%	0.3	0.1	0.2	Increased transactions in metal products for automobiles and in engineering plastics
[Domestic equity-method associated companies]							
FamilyMart Co., Ltd.		Fod	31.6%	1.3	1.2	0.1	Increase due to improved overseas business despite cost increase in Japan
Japan Brazil Paper and Pulp Resources Development Co., Ltd.		Che	25.9%	1.0	(0.3)	1.3	Increase due to pulp price rise
Brazil Japan Iron Ore Corporation		Ene	47.7%	0.8	0.1	0.7	Sales volume increase
Marubeni-Itchu Steel Inc.		Ene	50.0%	0.7	0.7	(0.1)	Almost the same level resulting from impairment loss on investments despite demand recovery in steel products
[Overseas equity-method associated companies]							
TING HSIN (CAYMAN ISLANDS) HOLDING CORP.	(Cayman)	Fod	20.0%	0.7	0.5	0.1	Increase due to good performance in instant noodle and beverage sectors

Major Group Companies Reporting Losses

(Unit: billion yen)

Name	Segment (*9)	Shares	Net Income attributable to ITOCHU (*1)			Main reasons for changes	
			2010 Apr.-Jun.	2009 Apr.-Jun.	Increase (Decrease)		
[Domestic subsidiaries]							
ITOCHU Property Development, Ltd.	Fin	99.9%	(1.2)	(0.8)	(0.5)	Decrease due to poor performance in the sales of the suburban condominiums and houses in part	
ITOCHU Petroleum Japan Ltd.	Ene	100.0%	(1.0)	0.5	(1.5)	Decrease due to poor operation in petroleum product transactions	
ITOCHU Techno-Solutions Corporation	Ict	52.6%	(0.2)	0.4	(0.6)	Decrease due to effect of demand shrink in domestic IT investments despite improved cost reduction	
ITOCHU MACHINE-TECHNOS CORPORATION	(*5)	Ict	100.0%	(0.2)	0.0	(0.2)	Decrease due to domestic sales decrease in machine tools
[Overseas subsidiaries]							
CIECO Energy (US) Limited	(U.S.A.)	Ene	100.0%	(0.1)	(0.3)	0.1	Still deficit despite gas price rise compared with the same period of the previous fiscal year
ITOCHU Europe PLC.	(U.K.)	Ove	100.0%	(0.1)	(0.2)	0.1	Deficit due to low lease transactions despite some improvement resulting from increased transactions in chemicals
[Domestic equity-method associated companies]							
Orient Corporation	(*7)	Fin	32.6%	(0.4)	0.4	(0.8)	Decrease due to increase in deferred processing in credit guarantee transactions in accordance with the U.S. GAAP, though operating result as an individual company recorded the same level as the same period of the previous fiscal year
Yoshinoya Holdings Co., Ltd.	Fod	21.0%	(0.2)	0.0	(0.2)	Decrease due to fixed asset retirement loss associated with closures of unprofitable stores	
MARUKO CO., LTD.	Tex	26.4%	(0.1)	-	(0.1)	Deficit due to decreased sales	
DESCENTE, LTD.	Tex	25.5%	(0.1)	0.0	(0.1)	Decrease due to weak domestic market	
[Overseas equity-method associated companies]							
BFA Holdings Pty Ltd	(*6) (Australia)	Fod	45.0%	(0.1)	-	(0.1)	Started consolidation from the second quarter of the previous fiscal year. Deficit recorded due to poor transactions in core dairy products for Japan.

(*9) Tex : Textile, 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 bottom of page 18 for detail of (*1)-(*8)

5. Quarterly Information on Consolidated Operating Results

Consolidated Statements of Income

(Unit: billion yen)

	Fiscal Year 2010 ended March 31, 2010					Fiscal Year 2011 ended March 31, 2011				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Revenue	767.2	883.8	862.9	902.7	3,416.6	827.6				827.6
Gross trading profit	206.3	233.7	236.1	248.3	924.4	239.5				239.5
Selling, general and administrative expenses	(189.4)	(192.6)	(196.1)	(191.8)	(769.9)	(191.8)				(191.8)
Provision for doubtful receivables	(3.9)	(0.5)	(0.6)	(2.1)	(7.0)	(0.5)				(0.5)
Interest income	2.5	2.7	2.5	2.2	9.9	2.7				2.7
Interest expense	(9.0)	(9.4)	(8.2)	(8.7)	(35.2)	(8.1)				(8.1)
Dividends received	5.9	4.4	4.0	14.5	28.9	7.0				7.0
Gain (loss) on investments-net	2.8	2.4	(0.7)	(8.9)	(4.5)	(5.7)				(5.7)
Gain (loss) on property and equipment-net	2.3	(0.4)	(1.1)	(9.4)	(8.5)	0.1				0.1
Gain on bargain purchase in acquisition	9.1	-	-	4.9	14.0	-				-
Other-net	1.6	0.9	(2.5)	2.9	3.0	(2.5)				(2.5)
Income before income taxes and equity in earnings (losses) of associated companies	28.4	41.3	33.4	52.0	155.0	40.6				40.6
Income taxes	(15.9)	(15.3)	(18.0)	(2.4)	(51.6)	(14.7)				(14.7)
Income before equity in earnings (losses) of associated companies	12.5	26.0	15.4	49.6	103.4	25.9				25.9
Equity in earnings (losses) of associated companies	9.4	11.4	13.4	2.1	36.3	16.1				16.1
Net income	21.9	37.3	28.8	51.7	139.7	42.0				42.0
Net income attributable to the noncontrolling interest	(1.4)	(2.4)	(3.5)	(4.2)	(11.5)	(1.8)				(1.8)
Net income attributable to ITOCHU	20.4	34.9	25.3	47.5	128.2	40.2				40.2
[Adjusted Profit]	[25.8]	[50.2]	[51.6]	[66.7]	[194.3]	[65.3]				[65.3]

Segment Information

(Unit: billion yen)

	Fiscal Year 2010 ended March 31, 2010					Fiscal Year 2011 ended March 31, 2011				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Textile										
Gross trading profit	20.4	25.2	30.8	26.3	102.7	29.4				29.4
Net income attributable to ITOCHU	0.8	6.3	6.1	9.2	22.4	2.6				2.6
Machinery										
Gross trading profit	11.5	12.5	7.5	11.8	43.3	11.3				11.3
Net income attributable to ITOCHU	(0.4)	4.4	(2.3)	1.9	3.7	0.3				0.3
ICT, Aerospace & Electronics										
Gross trading profit	28.7	33.0	33.2	41.5	136.4	27.9				27.9
Net income attributable to ITOCHU	(0.6)	1.8	(0.8)	5.6	6.0	1.8				1.8
Energy, Metals & Minerals										
Gross trading profit	25.1	32.4	37.8	46.2	141.6	49.8				49.8
Net income attributable to ITOCHU	5.6	20.5	16.3	23.2	65.7	26.2				26.2
Metals & Minerals										
Gross trading profit	9.9	11.9	14.5	18.7	55.0	34.4				34.4
Net income attributable to ITOCHU	5.9	10.8	10.8	15.4	42.9	26.7				26.7
Energy										
Gross trading profit	15.2	20.5	23.4	27.5	86.6	15.4				15.4
Net income attributable to ITOCHU	(0.3)	9.7	5.5	7.9	22.8	(0.5)				(0.5)
Chemicals, Forest Products & General Merchandise										
Gross trading profit	23.6	28.3	29.2	29.0	110.1	27.5				27.5
Net income attributable to ITOCHU	2.2	5.9	4.5	6.6	19.3	5.5				5.5
Forest Products & General Merchandise										
Gross trading profit	9.9	12.4	13.9	14.1	50.3	12.6				12.6
Net income attributable to ITOCHU	(0.6)	1.2	1.2	2.9	4.7	2.7				2.7
Chemicals										
Gross trading profit	13.7	15.9	15.3	14.9	59.8	14.9				14.9
Net income attributable to ITOCHU	2.8	4.8	3.3	3.6	14.6	2.8				2.8
Food										
Gross trading profit	82.5	88.8	86.2	78.0	335.5	81.9				81.9
Net income attributable to ITOCHU	13.0	5.5	7.4	1.9	27.8	7.8				7.8
Finance, Realty, Insurance & Logistics Services										
Gross trading profit	7.9	8.9	8.1	10.8	35.6	8.1				8.1
Net income attributable to ITOCHU	2.0	0.3	(0.7)	(5.9)	(4.2)	(1.5)				(1.5)
Finance, Insurance & Logistics Services										
Gross trading profit	4.7	4.9	4.7	5.0	19.4	5.5				5.5
Net income attributable to ITOCHU	2.5	0.9	(0.4)	(8.8)	(5.8)	0.0				0.0
Realty										
Gross trading profit	3.1	4.0	3.3	5.8	16.2	2.6				2.6
Net income attributable to ITOCHU	(0.5)	(0.5)	(0.3)	2.9	1.6	(1.5)				(1.5)
Other, Adjustments & Eliminations										
Gross trading profit	6.7	4.7	3.2	4.6	19.2	3.6				3.6
Net income attributable to ITOCHU	(2.2)	(9.9)	(5.3)	4.9	(12.4)	(2.5)				(2.5)