

April 13, 2005

ITOCHU Corporation

Code Number 8001

1-3, Kyutaromachi, 4-chome,

Chuo-ku, Osaka

(Tokyo) Corporate Communications Division

81-3-3497-7291 Mr. Yoshiharu Matsumoto

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

Corrections of Consolidated Financial Results for Fiscal 2000-2004

ITOCHU Corporation (“ITOCHU”) announced today the corrections of consolidated financial results over the past few years. The corrections were made with regards to those done by ITOCHU TECHNO-SCIENCE Corporation (“CTC”), a subsidiary of ITOCHU, judging that its sales transactions with Medialinks Corporation, which have a possibility of including bogus chain transactions, should be reclassified as non-trading income. ITOCHU would like to express the sincere regret over these corrections to its shareholders. The corrections will have effects neither on ITOCHU’s consolidated net income nor on non-consolidated financial results.

The followings are the details of correction of consolidated financial results.

1. Financial results to be corrected

(1) Full year results

<Fiscal year>	<Announced on>
2000	May18, 2000
2001	May 17, 2001
2002	May 15, 2002
2003	May 23, 2003
2004	May 11, 2004

(2) Interim results

<Interim period>	
Interim for fiscal 2003	November 8, 2002
Interim for fiscal 2004	November 7, 2003
Interim for fiscal 2005	November 9, 2004

2. Details of the corrections

The attachments are the details of items and figures of corrections on the above financial results. The figures to be corrected are underlined. Please refer to CTC's press releases for the reasons and other detailed information on their corrections.

ITOCHU has been putting effort into the reinforcement of whole-group-based compliance and internal control, but it will further strengthen them by establishing the disclosure committee and office in order to develop internal control system relating to disclosure and financial reporting. At the same time, ITOCHU has put together compliance related organizations to ensure the whole-group-based compliance system and to lead its group companies for further strengthening of compliance, internal control system and disclosure. In addition, CTC has been taking measures to improve its transaction screening system and improving its compliance system including compliance monitoring and employee education to prevent similar incidents in future.

Consolidated Balance Sheets

Previous Statement

(Unit : Millions of Yen)	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of
	Mar.31, 1998	Mar.31, 1999	Mar.31, 2000	Mar.31, 2001	Sep.30, 2001	Mar.31, 2002	Sep.30, 2002	Mar.31, 2003	Sep.30, 2003	Mar.31, 2004	Sep.30, 2004
Assets											
Current assets:											
Cash, cash equivalents and time deposits	371,207	477,851	691,052	533,668	451,502	498,333	483,531	549,372	496,312	584,862	380,900
Marketable securities	497,129	298,412	221,669	49,985	55,288	51,165	37,292	40,879	44,845	42,302	39,941
Trade receivables:											
Notes	552,391	390,400	328,905	292,166	282,771	184,957	157,266	145,764	135,003	130,562	152,468
Accounts	1,405,285	<u>1,304,324</u>	<u>1,169,490</u>	<u>1,114,047</u>	<u>1,070,988</u>	<u>951,075</u>	<u>897,641</u>	<u>907,315</u>	878,115	948,795	982,988
Allowance for doubtful receivables	(33,423)	(31,998)	(38,359)	(31,872)	(35,719)	(35,187)	(30,233)	(24,816)	(22,839)	(21,937)	(20,171)
Others	(21,037)	(21,259)	—	—	—	—	—	—	—	—	—
Net trade receivables	1,903,216	<u>1,641,467</u>	<u>1,460,036</u>	<u>1,374,341</u>	<u>1,318,040</u>	<u>1,100,845</u>	<u>1,024,674</u>	<u>1,028,263</u>	990,279	1,057,420	1,115,285
Due from associated companies	101,682	91,477	178,642	106,591	129,697	96,477	95,024	98,157	92,158	83,709	88,643
Inventories	680,089	636,063	506,206	506,158	517,404	426,028	417,573	402,242	423,349	374,171	445,302
Other current assets	591,020	<u>454,127</u>	<u>336,912</u>	<u>337,209</u>	<u>337,209</u>	<u>346,205</u>	<u>321,915</u>	<u>286,265</u>	282,120	320,715	337,351
Total current assets	4,144,343	3,599,397	3,498,866	2,907,655	2,809,140	2,519,053	2,380,009	2,405,178	2,329,063	2,463,179	2,407,422
Investments and non-current receivables:											
Investments in and advances to associated companies	508,981	516,614	362,904	362,097	405,443	453,490	464,964	447,155	487,028	481,451	514,550
Other investments	844,507	615,386	484,994	529,913	487,424	422,501	342,413	339,527	370,571	386,522	389,928
Other non-current receivables	1,265,648	1,148,265	1,110,366	792,458	604,718	574,990	512,876	465,548	439,055	382,872	356,247
Allowance for doubtful receivables	(180,842)	(213,230)	(333,665)	(311,183)	(244,363)	(240,724)	(220,342)	(206,050)	(208,132)	(174,662)	(169,890)
Others	(7,488)	(5,676)	—	—	—	—	—	—	—	—	—
Net investments and non-current receivables	2,430,806	2,061,359	1,624,599	1,373,285	1,253,222	1,210,257	1,099,911	1,046,180	1,088,522	1,076,183	1,090,835
Property and equipment, at cost:											
Land	272,004	364,240	303,548	283,012	278,564	264,661	260,029	264,825	264,400	158,584	156,701
Buildings	326,221	329,190	312,410	318,135	320,978	307,057	293,016	298,215	307,688	317,596	318,642
Machinery and equipment	312,167	297,887	275,332	253,734	270,679	276,772	244,550	250,107	262,549	260,272	279,297
Furniture and fixtures	48,565	52,789	47,486	47,823	51,503	51,216	50,723	49,467	52,569	53,528	60,181
Mining rights	—	—	—	—	—	—	—	—	12,395	26,486	26,602
Construction in progress	49,205	52,755	38,187	9,493	7,917	6,870	7,347	6,322	10,130	7,875	6,926
Less accumulated depreciation	(269,600)	(279,268)	(265,706)	(271,450)	(288,088)	(277,888)	(269,131)	(276,439)	(276,439)	(317,270)	(334,700)
Net property and equipment	738,562	817,593	711,257	640,747	641,553	628,688	586,534	592,497	612,205	507,071	513,649
Other assets and deferred charges	217,414	254,677	232,403	235,832	358,365	394,321	422,792	442,550	393,517	440,849	429,455
Total	7,531,125	6,733,026	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361
Liabilities and Stockholders' Equity											
Current liabilities:											
Short-term debt and current installments of long-term debt	2,564,958	1,851,889	1,553,251	1,263,714	1,195,956	991,410	1,003,428	990,939	883,564	885,253	867,042
Trade payables:											
Notes and acceptances	420,394	341,700	319,384	293,769	258,665	196,301	168,095	168,310	159,323	154,902	164,420
Accounts	907,006	816,266	<u>815,767</u>	<u>856,626</u>	<u>833,567</u>	<u>791,713</u>	<u>767,852</u>	<u>769,403</u>	752,738	754,147	824,687
Total trade payables	1,327,400	1,157,966	1,135,151	1,150,395	1,092,232	988,014	935,947	937,713	912,061	909,049	989,107
Due to associated companies	38,944	38,216	21,641	29,611	27,045	36,799	22,201	36,058	37,847	42,941	43,597
Income taxes payable	10,663	27,203	30,795	27,628	16,159	20,050	11,765	19,505	11,272	18,275	19,452
Advances from customers	65,190	76,394	60,920	60,537	73,188	59,126	61,962	44,164	55,017	53,467	97,086
Other current liabilities	256,048	252,145	<u>256,279</u>	<u>285,256</u>	<u>262,322</u>	<u>248,165</u>	<u>229,864</u>	<u>232,853</u>	228,782	236,162	245,740
Total current liabilities	4,263,203	3,403,813	3,058,037	2,817,141	2,666,902	2,343,564	2,265,167	2,261,232	2,128,543	2,145,147	2,262,024
Long-term debt, excluding current installments	2,738,901	2,861,338	2,574,964	1,868,185	1,880,735	1,863,629	1,651,909	1,637,916	1,658,804	1,757,313	1,560,254
Accrued retirement and severance benefits	60,427	112,033	58,904	49,089	18,798	18,366	18,609	22,383	19,393	21,512	23,312
Deferred tax liabilities, non-current	12,053	12,489	18,547	7,647	13,141	12,600	10,613	9,528	12,000	13,261	12,033
Minority interests	44,021	37,839	75,348	98,517	106,609	116,492	112,406	129,126	132,797	127,183	113,238
Stockholders' equity:											
Common stock	174,712	174,712	174,721	174,749	174,749	174,749	202,241	202,241	202,241	202,241	202,241
Capital surplus	223,291	223,184	222,462	112,691	111,675	111,348	138,633	136,842	136,761	136,915	136,917
Retained earnings (deficit):											
Legal reserve	19,304	20,098	20,243	2,614	3,412	3,410	3,271	3,212	3,370	3,450	3,975
Other retained earnings (deficit)	37,222	(1,829)	(89,514)	108,421	126,735	128,468	147,280	143,014	158,143	106,958	150,568
Accumulated other comprehensive income (loss)	(42,009)	(110,651)	(46,587)	(81,535)	(40,476)	(20,264)	(60,397)	(58,408)	(28,032)	(25,982)	(22,419)
Treasury stock	—	—	—	—	—	(43)	(486)	(681)	(713)	(716)	(782)
Total stockholders' equity	412,520	305,514	281,325	316,940	376,095	397,668	430,542	426,220	471,770	422,866	470,500
Total	7,531,125	6,733,026	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361

Note: "Mining rights", which was previously included in "Other assets", is separately stated in "Property and equipment, at cost" in accordance with Emerging Issues Task Force (EITF) No.04-2 since September 30, 2003.

Consolidated Balance Sheets

Corrected Statement

(Unit : Millions of Yen)	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of
Assets	Mar.31, 1998	Mar.31, 1999	Mar.31, 2000	Mar.31, 2001	Sep.30, 2001	Mar.31, 2002	Sep.30, 2002	Mar.31, 2003	Sep.30, 2003	Mar.31, 2004	Sep.30, 2004
Current assets:											
Cash, cash equivalents and time deposits	371,207	477,851	691,052	533,668	451,502	498,333	483,531	549,372	496,312	584,862	380,900
Marketable securities	497,129	298,412	221,669	49,985	55,288	51,165	37,292	40,879	44,845	42,302	39,941
Trade receivables:											
Notes	552,391	390,400	328,905	292,166	282,771	184,957	157,266	145,764	135,003	130,562	152,468
Accounts	1,405,285	<u>1,303,818</u>	<u>1,169,243</u>	<u>1,113,985</u>	<u>1,070,133</u>	<u>948,763</u>	<u>894,209</u>	<u>903,768</u>	878,115	948,795	982,988
Allowance for doubtful receivables	(33,423)	(31,998)	(38,359)	(31,872)	(35,719)	(35,187)	(30,233)	(24,816)	(22,839)	(21,937)	(20,171)
Others	(21,037)	(21,259)	—	—	—	—	—	—	—	—	—
Net trade receivables	1,903,216	<u>1,640,961</u>	<u>1,459,789</u>	<u>1,374,279</u>	<u>1,317,185</u>	<u>1,098,533</u>	<u>1,021,242</u>	<u>1,024,716</u>	990,279	1,057,420	1,115,285
Due from associated companies	101,682	91,477	178,642	106,591	129,697	96,477	95,024	98,157	92,158	83,709	88,643
Inventories	680,089	636,063	506,206	506,158	517,404	426,028	417,573	402,242	423,349	374,171	445,302
Other current assets	591,020	<u>454,633</u>	<u>441,508</u>	<u>336,974</u>	<u>338,064</u>	<u>348,517</u>	<u>325,347</u>	<u>289,812</u>	282,120	320,715	337,351
Total current assets	4,144,343	3,599,397	3,498,866	2,907,655	2,809,140	2,519,053	2,380,009	2,405,178	2,329,063	2,463,179	2,407,422
Investments and non-current receivables:											
Investments in and advances to associated companies	508,981	516,614	362,904	362,097	405,443	453,490	464,964	447,155	487,028	481,451	514,550
Other investments	844,507	615,386	484,994	529,913	487,424	422,501	342,413	339,527	370,571	386,522	389,928
Other non-current receivables	1,265,648	1,148,265	1,110,366	792,458	604,718	574,990	512,876	465,548	439,055	382,872	356,247
Allowance for doubtful receivables	(180,842)	(213,230)	(333,665)	(311,183)	(244,363)	(240,724)	(220,342)	(206,050)	(208,132)	(174,662)	(169,890)
Others	(7,488)	(5,676)	—	—	—	—	—	—	—	—	—
Net investments and non-current receivables	2,430,806	2,061,359	1,624,599	1,373,285	1,253,222	1,210,257	1,099,911	1,046,180	1,088,522	1,076,183	1,090,835
Property and equipment, at cost:											
Land	272,004	364,240	303,548	283,012	278,564	264,661	260,029	264,825	264,400	158,584	156,701
Buildings	326,221	329,190	312,410	318,135	320,978	307,057	293,016	298,215	307,688	317,596	318,642
Machinery and equipment	312,167	297,887	275,332	253,734	270,679	276,772	244,550	250,107	262,549	260,272	279,297
Furniture and fixtures	48,565	52,789	47,486	47,823	51,503	51,216	50,723	49,467	52,569	53,528	60,181
Mining rights	—	—	—	—	—	—	—	—	12,395	26,486	26,602
Construction in progress	49,205	52,755	38,187	9,493	7,917	6,870	7,347	6,322	10,130	7,875	6,926
Less accumulated depreciation	(269,600)	(279,268)	(265,706)	(271,450)	(288,088)	(277,888)	(269,131)	(276,439)	(297,526)	(317,270)	(334,700)
Net property and equipment	738,562	817,593	711,257	640,747	641,553	628,688	586,534	592,497	612,205	507,071	513,649
Other assets and deferred charges	217,414	254,677	232,403	235,832	358,365	394,321	422,792	442,550	393,517	440,849	429,455
Total	7,531,125	6,733,026	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361
(Unit : Millions of Yen)	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of	As of
Liabilities and Stockholders' Equity	Mar.31, 1998	Mar.31, 1999	Mar.31, 2000	Mar.31, 2001	Sep.30, 2001	Mar.31, 2002	Sep.30, 2002	Mar.31, 2003	Sep.30, 2003	Mar.31, 2004	Sep.30, 2004
Current liabilities:											
Short-term debt and current installments of long-term debt	2,564,958	1,851,889	1,553,251	1,263,714	1,195,956	991,410	1,003,428	990,939	883,564	885,253	867,042
Trade payables:											
Notes and acceptances	420,394	341,700	319,384	293,769	258,665	196,301	168,095	168,310	159,323	154,902	164,420
Accounts	907,006	816,266	<u>815,764</u>	<u>856,566</u>	<u>832,935</u>	<u>790,893</u>	<u>765,396</u>	<u>767,793</u>	752,738	754,147	824,687
Total trade payables	1,327,400	1,157,966	1,135,148	1,150,335	1,091,600	987,194	933,491	936,103	912,061	909,049	989,107
Due to associated companies	38,944	38,216	21,641	29,611	27,045	36,799	22,201	36,058	37,847	42,941	43,597
Income taxes payable	10,663	27,203	30,795	27,628	16,159	20,050	11,765	19,505	11,272	18,275	19,452
Advances from customers	65,190	76,394	60,920	60,537	73,188	59,126	61,962	44,164	55,017	53,467	97,086
Other current liabilities	256,048	252,145	<u>256,282</u>	<u>285,316</u>	<u>262,954</u>	<u>248,985</u>	<u>232,320</u>	<u>234,463</u>	228,782	236,162	245,740
Total current liabilities	4,263,203	3,403,813	3,058,037	2,817,141	2,666,902	2,343,564	2,265,167	2,261,232	2,128,543	2,145,147	2,262,024
Long-term debt, excluding current installments	2,738,901	2,861,338	2,574,964	1,868,185	1,880,735	1,863,629	1,651,909	1,637,916	1,658,804	1,757,313	1,560,254
Accrued retirement and severance benefits	60,427	112,033	58,904	49,089	18,798	18,366	18,609	22,383	19,393	21,512	23,312
Deferred tax liabilities, non-current	12,053	12,489	18,547	7,647	13,141	12,600	10,613	9,528	12,000	13,261	12,033
Minority interests	44,021	37,839	75,348	98,517	106,609	116,492	112,406	129,126	132,797	127,183	113,238
Stockholders' equity:											
Common stock	174,712	174,712	174,721	174,749	174,749	174,749	202,241	202,241	202,241	202,241	202,241
Capital surplus	223,291	223,184	222,462	112,691	111,675	111,348	138,633	136,842	136,761	136,915	136,917
Retained earnings (deficit):											
Legal reserve	19,304	20,098	20,243	2,614	3,412	3,410	3,271	3,212	3,370	3,450	3,975
Other retained earnings (deficit)	37,222	(1,829)	(89,514)	108,421	126,735	128,468	147,280	143,014	158,143	106,958	150,568
Accumulated other comprehensive income (loss)	(42,009)	(110,651)	(46,587)	(81,535)	(40,476)	(20,264)	(60,397)	(58,408)	(28,032)	(25,982)	(22,419)
Treasury stock	—	—	—	—	—	(43)	(486)	(681)	(713)	(716)	(782)
Total stockholders' equity	412,520	305,514	281,325	316,940	376,095	397,668	430,542	426,220	471,770	422,866	470,500
Total	7,531,125	6,733,026	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361

Note: "Mining rights", which was previously included in "Other assets", is separately stated in "Property and equipment, at cost" in accordance with Emerging Issues Task Force (EITF) No.04-2 since September 30, 2003.

Consolidated Statements of Operations

Previous Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Revenue:											
Sales revenue	—	—	—	—	—	1,297,868	—	1,312,657	659,329	1,355,372	711,191
Trading margins and commissions on trading transactions	—	—	—	—	—	<u>390,471</u>	—	<u>370,131</u>	183,866	383,375	195,675
Total revenue	—	—	—	—	—	<u>1,688,339</u>	—	<u>1,682,788</u>	843,195	1,738,747	906,866
Cost of sales	—	—	—	—	—	(1,109,472)	—	(1,116,751)	(568,717)	(1,182,852)	(603,098)
Gross trading profit	<u>596,678</u>	<u>641,713</u>	<u>612,348</u>	<u>611,600</u>	<u>295,787</u>	<u>578,867</u>	<u>273,788</u>	<u>566,037</u>	274,478	555,895	303,768
Selling, general and administrative expenses	(505,205)	(544,407)	(475,538)	(453,221)	(235,880)	(465,519)	(224,476)	(448,473)	(229,117)	(462,894)	(225,869)
Settlement loss from the transfer of the substitutional portion of the Employees' Pension Fund	—	—	—	—	—	—	—	—	—	(22,767)	—
Subsidy from government on the transfer of the substitutional portion of the Employees' Pension Fund	—	—	—	—	—	—	—	—	—	19,606	—
Provision for doubtful receivables	(69,285)	(37,950)	(92,112)	(49,759)	(9,342)	(16,831)	(2,903)	(16,845)	(4,913)	(10,624)	(1,824)
Interest income	108,398	96,895	67,288	51,848	19,534	33,895	9,825	16,939	6,544	12,819	5,593
Interest expense	(163,763)	(166,094)	(139,787)	(115,848)	(39,766)	(68,834)	(25,413)	(47,594)	(18,710)	(37,562)	(16,873)
Dividends received	12,120	11,455	9,464	8,465	8,321	12,997	4,793	10,076	5,483	10,528	6,823
Gain (loss) on disposal of investments and marketable securities, net of write-downs	11,865	34,690	44,290	117,065	24,934	13,502	9,616	(13,182)	(3,881)	(13,633)	(3,210)
Gain (loss) on property and equipment-net	(79,467)	5,964	(105,956)	2,611	(3,687)	(7,622)	(792)	(755)	(1,505)	(129,432)	174
Other-net	<u>3,285</u>	<u>(7,695)</u>	<u>(10,919)</u>	<u>333</u>	<u>(1,159)</u>	<u>(2,260)</u>	<u>(4,630)</u>	<u>(8,528)</u>	(2,968)	(13,982)	1,062
Income (loss) before income taxes, minority interests, equity in earnings (losses) of associated companies and extraordinary items	(85,374)	34,571	(90,922)	173,094	58,742	78,195	39,808	57,675	25,411	(92,046)	69,644
Income taxes	14,803	(65,324)	8,253	(99,023)	(33,013)	(48,273)	(24,438)	(45,652)	(16,632)	45,457	(38,531)
Income (loss) before, minority interests, equity in earnings (losses) of associated companies and extraordinary items	(70,571)	(30,753)	(82,669)	74,071	25,729	29,922	15,370	12,023	8,779	(46,589)	31,113
Minority interests	(2,578)	(1,082)	(2,622)	(8,789)	(6,828)	(11,093)	(3,881)	(10,484)	(4,950)	(10,042)	(4,636)
Equity in earnings (losses) of associated companies	(18,782)	(2,253)	(2,980)	5,225	6,322	11,362	10,747	18,539	13,504	22,859	17,658
Net income (loss) before extraordinary items	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	17,333	(33,772)	44,135
Extraordinary items — gain on negative goodwill	—	—	—	—	—	—	—	—	1,828	1,828	—
Net income (loss)	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Total trading transactions	<u>15,544,508</u>	<u>13,900,567</u>	<u>12,144,445</u>	<u>12,135,261</u>	<u>5,894,952</u>	<u>11,400,471</u>	<u>5,074,942</u>	<u>10,461,620</u>	4,675,462	9,516,967	4,603,147
(Gross trading profit ratio)	(3.84%)	(4.62%)	(5.04%)	(5.04%)	(5.02%)	(5.08%)	(5.39%)	(5.41%)	(5.87%)	(5.84%)	(6.60%)

Note 1: "Revenue" has been presented since fiscal year 2002 (since 6 months ended September 30, 2003) in accordance with "Emerging Issues Task Force (EITF)" No.99-19.

Note 2: "Minority interests", which were previously included in "Other-net", has been separately stated below "Income taxes" in the consolidated statements of operations since fiscal year 2003.

Accordingly, the consolidated statements of operations before fiscal year 2002 have been reclassified.

Note 3: "Total trading transactions" is presented in accordance with Japanese accounting practice.

Consolidated Statements of Operations

Corrected Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Revenue:											
Sales revenue	—	—	—	—	—	1,297,868	—	1,312,657	659,329	1,355,372	711,191
Trading margins and commissions on trading transactions	—	—	—	—	—	<u>390,260</u>	—	<u>369,061</u>	183,866	383,375	195,675
Total revenue	—	—	—	—	—	<u>1,688,128</u>	—	<u>1,681,718</u>	843,195	1,738,747	906,866
Cost of sales	—	—	—	—	—	(1,109,472)	—	(1,116,751)	(568,717)	(1,182,852)	(603,098)
Gross trading profit	<u>596,674</u>	<u>641,693</u>	<u>612,491</u>	<u>611,596</u>	<u>295,745</u>	<u>578,656</u>	<u>273,277</u>	<u>564,967</u>	274,478	555,895	303,768
Selling, general and administrative expenses	(505,205)	(544,407)	(475,538)	(453,221)	(235,880)	(465,519)	(224,476)	(448,473)	(229,117)	(462,894)	(225,869)
Settlement loss from the transfer of the substitutional portion of the Employees' Pension Fund	—	—	—	—	—	—	—	—	—	(22,767)	—
Subsidy from government on the transfer of the substitutional portion of the Employees' Pension Fund	—	—	—	—	—	—	—	—	—	19,606	—
Provision for doubtful receivables	(69,285)	(37,950)	(92,112)	(49,759)	(9,342)	(16,831)	(2,903)	(16,845)	(4,913)	(10,624)	(1,824)
Interest income	108,398	96,895	67,288	51,848	19,534	33,895	9,825	16,939	6,544	12,819	5,593
Interest expense	(163,763)	(166,094)	(139,787)	(115,848)	(39,766)	(68,834)	(25,413)	(47,594)	(18,710)	(37,562)	(16,873)
Dividends received	12,120	11,455	9,464	8,465	8,321	12,997	4,793	10,076	5,483	10,528	6,823
Gain (loss) on disposal of investments and marketable securities, net of write-downs	11,865	34,690	44,290	117,065	24,934	13,502	9,616	(13,182)	(3,881)	(13,633)	(3,210)
Gain (loss) on property and equipment-net	(79,467)	5,964	(105,956)	2,611	(3,687)	(7,622)	(792)	(755)	(1,505)	(129,432)	174
Other-net	<u>3,289</u>	<u>(7,675)</u>	<u>(11,062)</u>	<u>337</u>	<u>(1,117)</u>	<u>(2,049)</u>	<u>(4,119)</u>	<u>(7,458)</u>	(2,968)	(13,982)	1,062
Income (loss) before income taxes, minority interests, equity in earnings (losses) of associated companies and extraordinary items	(85,374)	34,571	(90,922)	173,094	58,742	78,195	39,808	57,675	25,411	(92,046)	69,644
Income taxes	14,803	(65,324)	8,253	(99,023)	(33,013)	(48,273)	(24,438)	(45,652)	(16,632)	45,457	(38,531)
Income (loss) before, minority interests, equity in earnings (losses) of associated companies and extraordinary items	(70,571)	(30,753)	(82,669)	74,071	25,729	29,922	15,370	12,023	8,779	(46,589)	31,113
Minority interests	(2,578)	(1,082)	(2,622)	(8,789)	(6,828)	(11,093)	(3,881)	(10,484)	(4,950)	(10,042)	(4,636)
Equity in earnings (losses) of associated companies	(18,782)	(2,253)	(2,980)	5,225	6,322	11,362	10,747	18,539	13,504	22,859	17,658
Net income (loss) before extraordinary items	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	17,333	(33,772)	44,135
Extraordinary items — gain on negative goodwill	—	—	—	—	—	—	—	—	1,828	1,828	—
Net income (loss)	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Total trading transactions	<u>15,544,384</u>	<u>13,899,777</u>	<u>12,143,878</u>	<u>12,135,105</u>	<u>5,893,675</u>	<u>11,395,240</u>	<u>5,068,305</u>	<u>10,446,371</u>	4,675,462	9,516,967	4,603,147
(Gross trading profit ratio)	(3.84%)	(4.62%)	(5.04%)	(5.04%)	(5.02%)	(5.08%)	(5.39%)	(5.41%)	(5.87%)	(5.84%)	(6.60%)

Note 1: "Revenue" has been presented since fiscal year 2002 (since 6 months ended September 30, 2003) in accordance with "Emerging Issues Task Force (EITF)" No.99-19.

Note 2: "Minority interests", which were previously included in "Other-net", has been separately stated below "Income taxes" in the consolidated statements of operations since fiscal year 2003.

Accordingly, the consolidated statements of operations before fiscal year 2002 have been reclassified.

Note 3: "Total trading transactions" is presented in accordance with Japanese accounting practice.

Segment Information by Operating Segment

Previous Statement

(Unit : Millions of Yen)	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Textile									
Total trading transactions									
(Unaffiliated customers and associated companies)	1,106,230	944,021	437,154	880,105	426,663	871,680	397,006	817,006	404,563
Gross trading profit	69,779	81,335	40,396	83,540	43,022	93,471	47,026	100,342	54,627
Net income (loss)	7,977	7,224	3,880	8,308	4,240	10,428	5,958	11,681	7,648
Identifiable assets	380,771	383,156	381,546	384,147	371,710	370,802	373,573	382,696	382,171
Machinery									
Total trading transactions									
(Unaffiliated customers and associated companies)	2,037,395	2,149,468	919,551	1,937,312	776,354	1,746,583	658,034	1,406,927	569,128
Gross trading profit	64,036	55,619	25,419	50,208	24,572	48,576	23,358	51,104	28,710
Net income (loss)	(39,645)	(9,954)	(1,490)	1,298	2,184	2,363	2,072	3,855	5,559
Identifiable assets	810,422	648,993	589,093	588,062	511,454	490,076	446,555	433,557	435,492
Aerospace, Electronics & Multimedia									
Total trading transactions									
(Unaffiliated customers and associated companies)	869,329	890,144	476,462	960,270	389,339	809,150	290,850	633,996	286,563
Gross trading profit	82,574	110,480	56,959	112,578	44,140	102,538	49,237	105,466	50,101
Net income (loss)	115,985	90,662	19,129	36,321	11,290	14,263	1,913	2,575	4,338
Identifiable assets	512,563	518,606	516,245	526,177	440,735	484,255	462,059	464,311	486,323
Energy, Metals & Minerals									
Total trading transactions									
(Unaffiliated customers and associated companies)	3,038,187	3,106,731	1,458,717	2,740,037	1,063,714	2,216,196	1,043,311	2,138,232	1,150,379
Gross trading profit	62,587	67,592	35,357	52,668	16,090	32,958	12,820	24,711	19,190
Net income (loss)	265	6,865	5,769	9,522	4,743	10,003	8,654	12,924	12,725
Identifiable assets	691,474	702,256	674,166	401,628	410,387	391,551	406,492	443,726	515,490
Chemicals, Forest Products & General Merchandise									
Total trading transactions									
(Unaffiliated customers and associated companies)	1,784,957	1,841,806	901,463	1,735,813	887,789	1,799,838	832,882	1,714,950	893,369
Gross trading profit	80,528	82,412	41,033	80,654	43,582	87,061	44,007	91,914	50,462
Net income (loss)	(5,919)	2,377	1,034	(212)	3,109	10,682	5,806	11,534	13,131
Identifiable assets	599,750	573,594	597,151	532,734	525,885	524,644	538,555	557,364	594,003
Food									
Total trading transactions									
(Unaffiliated customers and associated companies)	2,396,554	2,404,702	1,263,246	2,445,209	1,305,079	2,522,544	1,246,493	2,345,137	1,087,321
Gross trading profit	129,343	127,419	64,392	126,861	66,896	130,114	67,241	130,921	68,604
Net income (loss)	4,382	8,191	8,435	9,608	11,884	11,859	8,517	13,279	9,153
Identifiable assets	650,489	696,824	712,827	665,071	659,452	654,377	682,272	711,606	757,107
Finance, Realty, Insurance & Logistics Services									
Total trading transactions									
(Unaffiliated customers and associated companies)	765,203	630,215	293,867	455,292	111,362	269,442	96,573	235,778	95,000
Gross trading profit	39,116	22,828	15,506	34,383	15,499	33,841	14,478	15,965	16,592
Net income (loss)	(137,402)	(40,947)	532	(9,811)	(4,868)	(8,403)	(1,817)	(75,631)	927
Identifiable assets	1,068,411	827,095	811,119	773,374	707,048	692,656	683,817	609,733	600,696
Other, Adjustments & Eliminations									
Total trading transactions									
(Unaffiliated customers and associated companies)	146,590	168,174	144,492	246,433	114,642	226,187	110,313	224,941	116,824
Gross trading profit	84,385	63,915	16,725	37,975	19,987	37,478	16,311	35,472	15,482
Net income (loss)	(33,914)	6,089	(12,066)	(24,843)	(10,346)	(31,117)	(11,942)	(12,161)	(9,346)
Identifiable assets	1,353,245	806,995	780,133	881,126	862,575	878,044	829,984	884,289	670,079
Total									
Total trading transactions									
(Unaffiliated customers and associated companies)	12,144,445	12,135,261	5,894,952	11,400,471	5,074,942	10,461,620	4,675,462	9,516,967	4,603,147
Gross trading profit	612,348	611,600	295,787	578,867	273,788	566,037	274,478	555,895	303,768
Net income (loss)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Identifiable assets	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361

Note: "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions in the consolidated statements of income consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

Segment Information by Operating Segment

Corrected Statement

(Unit : Millions of Yen)	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Textile									
Total trading transactions									
(Unaffiliated customers and associated companies)	1,106,230	944,021	437,154	880,105	426,663	871,680	397,006	817,006	404,563
Gross trading profit	69,779	81,335	40,396	83,540	43,022	93,471	47,026	100,342	54,627
Net income (loss)	7,977	7,224	3,880	8,308	4,240	10,428	5,958	11,681	7,648
Identifiable assets	380,771	383,156	381,546	384,147	371,710	370,802	373,573	382,696	382,171
Machinery									
Total trading transactions									
(Unaffiliated customers and associated companies)	2,037,395	2,149,468	919,551	1,937,312	776,354	1,746,583	658,034	1,406,927	569,128
Gross trading profit	64,036	55,619	25,419	50,208	24,572	48,576	23,358	51,104	28,710
Net income (loss)	(39,645)	(9,954)	(1,490)	1,298	2,184	2,363	2,072	3,855	5,559
Identifiable assets	810,422	648,993	589,093	588,062	511,454	490,076	446,555	433,557	435,492
Aerospace, Electronics & Multimedia									
Total trading transactions									
(Unaffiliated customers and associated companies)	868,762	889,988	475,185	955,039	382,702	793,901	290,850	633,996	286,563
Gross trading profit	82,717	110,476	56,917	112,367	43,629	101,468	49,237	105,466	50,101
Net income (loss)	115,985	90,662	19,129	36,321	11,290	14,263	1,913	2,575	4,338
Identifiable assets	512,563	518,606	516,245	526,177	440,735	484,255	462,059	464,311	486,323
Energy, Metals & Minerals									
Total trading transactions									
(Unaffiliated customers and associated companies)	3,038,187	3,106,731	1,458,717	2,740,037	1,063,714	2,216,196	1,043,311	2,138,232	1,150,379
Gross trading profit	62,587	67,592	35,357	52,668	16,090	32,958	12,820	24,711	19,190
Net income (loss)	265	6,865	5,769	9,522	4,743	10,003	8,654	12,924	12,725
Identifiable assets	691,474	702,256	674,166	401,628	410,387	391,551	406,492	443,726	515,490
Chemicals, Forest Products & General Merchandise									
Total trading transactions									
(Unaffiliated customers and associated companies)	1,784,957	1,841,806	901,463	1,735,813	887,789	1,799,838	832,882	1,714,950	893,369
Gross trading profit	80,528	82,412	41,033	80,654	43,582	87,061	44,007	91,914	50,462
Net income (loss)	(5,919)	2,377	1,034	(212)	3,109	10,682	5,806	11,534	13,131
Identifiable assets	599,750	573,594	597,151	532,734	525,885	524,644	538,555	557,364	594,003
Food									
Total trading transactions									
(Unaffiliated customers and associated companies)	2,396,554	2,404,702	1,263,246	2,445,209	1,305,079	2,522,544	1,246,493	2,345,137	1,087,321
Gross trading profit	129,343	127,419	64,392	126,861	66,896	130,114	67,241	130,921	68,604
Net income (loss)	4,382	8,191	8,435	9,608	11,884	11,859	8,517	13,279	9,153
Identifiable assets	650,489	696,824	712,827	665,071	659,452	654,377	682,272	711,606	757,107
Finance, Realty, Insurance & Logistics Services									
Total trading transactions									
(Unaffiliated customers and associated companies)	765,203	630,215	293,867	455,292	111,362	269,442	96,573	235,778	95,000
Gross trading profit	39,116	22,828	15,506	34,383	15,499	33,841	14,478	15,965	16,592
Net income (loss)	(137,402)	(40,947)	532	(9,811)	(4,868)	(8,403)	(1,817)	(75,631)	927
Identifiable assets	1,068,411	827,095	811,119	773,374	707,048	692,656	683,817	609,733	600,696
Other, Adjustments & Eliminations									
Total trading transactions									
(Unaffiliated customers and associated companies)	146,590	168,174	144,492	246,433	114,642	226,187	110,313	224,941	116,824
Gross trading profit	84,385	63,915	16,725	37,975	19,987	37,478	16,311	35,472	15,482
Net income (loss)	(33,914)	6,089	(12,066)	(24,843)	(10,346)	(31,117)	(11,942)	(12,161)	(9,346)
Identifiable assets	1,353,245	806,995	780,133	881,126	862,575	878,044	829,984	884,289	670,079
Total									
Total trading transactions									
(Unaffiliated customers and associated companies)	12,143,878	12,135,105	5,893,675	11,395,240	5,068,305	10,446,371	4,675,462	9,516,967	4,603,147
Gross trading profit	612,491	611,596	295,745	578,656	273,277	564,967	274,478	555,895	303,768
Net income (loss)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Identifiable assets	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361

Note: "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions in the consolidated statements of income consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

Segment Information by Geographical Area

Previous Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Japan											
Total trading transactions											
(Unaffiliated customers and associated companies)	<u>12,381,531</u>	<u>11,681,794</u>	<u>9,931,182</u>	<u>9,813,896</u>	<u>4,706,532</u>	<u>9,077,174</u>	<u>3,981,464</u>	<u>8,242,776</u>	3,726,842	7,523,783	3,506,062
Identifiable assets	5,638,657	5,238,397	4,694,681	4,313,819	4,148,915	3,990,540	3,815,442	3,884,166	3,812,897	3,969,166	3,809,707
North America											
Total trading transactions											
(Unaffiliated customers and associated companies)	560,974	634,280	654,014	672,568	354,662	616,618	270,374	484,551	187,778	381,107	213,283
Identifiable assets	798,355	824,566	878,686	459,601	475,437	431,938	375,829	372,447	348,094	276,303	302,583
Europe											
Total trading transactions											
(Unaffiliated customers and associated companies)	374,861	383,809	260,996	212,197	100,387	176,949	78,023	159,584	76,452	167,225	88,248
Identifiable assets	573,276	384,366	317,745	213,885	200,593	196,171	168,579	174,403	178,299	159,018	155,872
Asia											
Total trading transactions											
(Unaffiliated customers and associated companies)	1,970,099	916,619	1,102,134	1,259,163	635,615	1,331,048	645,816	1,362,552	604,856	1,273,337	694,303
Identifiable assets	357,731	279,122	266,695	266,058	233,877	207,049	234,636	202,014	216,099	202,567	261,403
Other Areas											
Total trading transactions											
(Unaffiliated customers and associated companies)	257,043	284,065	196,119	177,437	97,756	198,682	99,265	212,157	79,534	171,515	101,251
Identifiable assets	563,984	456,616	309,911	286,317	268,469	286,810	232,973	233,304	217,940	232,028	292,219
Eliminations or Unallocated											
Total trading transactions											
(Unaffiliated customers and associated companies)	—	—	—	—	—	—	—	—	—	—	—
Identifiable assets	(400,878)	(450,041)	(400,593)	(382,161)	(265,011)	(360,189)	(338,213)	(379,929)	(350,022)	(351,800)	(380,423)
Total											
Total trading transactions											
(Unaffiliated customers and associated companies)	<u>15,544,508</u>	<u>13,900,567</u>	<u>12,144,445</u>	<u>12,135,261</u>	<u>5,894,952</u>	<u>11,400,471</u>	<u>5,074,942</u>	<u>10,461,620</u>	4,675,462	9,516,967	4,603,147
Identifiable assets	7,531,125	6,733,026	6,067,125	5,157,519	5,062,280	4,752,319	4,489,246	4,486,405	4,423,307	4,487,282	4,441,361

Note: "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions in the consolidated statements of income consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

Segment Information by Geographical Area

Corrected Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Japan											
Total trading transactions											
(Unaffiliated customers and associated companies)	<u>12,381,407</u>	<u>11,681,004</u>	<u>9,930,615</u>	<u>9,813,740</u>	<u>4,705,255</u>	<u>9,071,943</u>	<u>3,974,827</u>	<u>8,227,527</u>	3,726,842	7,523,783	3,506,062
Identifiable assets	<u>5,638,657</u>	<u>5,238,397</u>	<u>4,694,681</u>	<u>4,313,819</u>	<u>4,148,915</u>	<u>3,990,540</u>	<u>3,815,442</u>	<u>3,884,166</u>	<u>3,812,897</u>	<u>3,969,166</u>	<u>3,809,707</u>
North America											
Total trading transactions											
(Unaffiliated customers and associated companies)	560,974	634,280	654,014	672,568	354,662	616,618	270,374	484,551	187,778	381,107	213,283
Identifiable assets	<u>798,355</u>	<u>824,566</u>	<u>878,686</u>	<u>459,601</u>	<u>475,437</u>	<u>431,938</u>	<u>375,829</u>	<u>372,447</u>	<u>348,094</u>	<u>276,303</u>	<u>302,583</u>
Europe											
Total trading transactions											
(Unaffiliated customers and associated companies)	374,861	383,809	260,996	212,197	100,387	176,949	78,023	159,584	76,452	167,225	88,248
Identifiable assets	<u>573,276</u>	<u>384,366</u>	<u>317,745</u>	<u>213,885</u>	<u>200,593</u>	<u>196,171</u>	<u>168,579</u>	<u>174,403</u>	<u>178,299</u>	<u>159,018</u>	<u>155,872</u>
Asia											
Total trading transactions											
(Unaffiliated customers and associated companies)	1,970,099	916,619	1,102,134	1,259,163	635,615	1,331,048	645,816	1,362,552	604,856	1,273,337	694,303
Identifiable assets	<u>357,731</u>	<u>279,122</u>	<u>266,695</u>	<u>266,058</u>	<u>233,877</u>	<u>207,049</u>	<u>234,636</u>	<u>202,014</u>	<u>216,099</u>	<u>202,567</u>	<u>261,403</u>
Other Areas											
Total trading transactions											
(Unaffiliated customers and associated companies)	257,043	284,065	196,119	177,437	97,756	198,682	99,265	212,157	79,534	171,515	101,251
Identifiable assets	<u>563,984</u>	<u>456,616</u>	<u>309,911</u>	<u>286,317</u>	<u>268,469</u>	<u>286,810</u>	<u>232,973</u>	<u>233,304</u>	<u>217,940</u>	<u>232,028</u>	<u>292,219</u>
Eliminations or Unallocated											
Total trading transactions											
(Unaffiliated customers and associated companies)	—	—	—	—	—	—	—	—	—	—	—
Identifiable assets	<u>(400,878)</u>	<u>(450,041)</u>	<u>(400,593)</u>	<u>(382,161)</u>	<u>(265,011)</u>	<u>(360,189)</u>	<u>(338,213)</u>	<u>(379,929)</u>	<u>(350,022)</u>	<u>(351,800)</u>	<u>(380,423)</u>
Total											
Total trading transactions											
(Unaffiliated customers and associated companies)	<u>15,544,384</u>	<u>13,899,777</u>	<u>12,143,878</u>	<u>12,135,105</u>	<u>5,893,675</u>	<u>11,395,240</u>	<u>5,068,305</u>	<u>10,446,371</u>	4,675,462	9,516,967	4,603,147
Identifiable assets	<u>7,531,125</u>	<u>6,733,026</u>	<u>6,067,125</u>	<u>5,157,519</u>	<u>5,062,280</u>	<u>4,752,319</u>	<u>4,489,246</u>	<u>4,486,405</u>	<u>4,423,307</u>	<u>4,487,282</u>	<u>4,441,361</u>

Note: "Total trading transactions" is presented in accordance with Japanese accounting practice. Total trading transactions in the consolidated statements of income consist of sales with respect to transactions in which the companies act as principal and the total amount of transactions in which the companies act as agent.

Consolidated Statements of Cash Flows

Previous Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Cash flows from operating activities:											
Net income (loss)	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:											
Depreciation and amortization	44,349	45,555	38,654	31,854	17,257	35,839	16,729	33,794	16,563	40,184	20,229
Provision for doubtful receivables	69,285	37,950	92,112	49,759	9,342	16,831	2,903	16,845	4,913	10,624	1,824
Net loss (gain) on investments, marketable securities, property and equipment	65,781	(37,984)	63,354	(119,676)	(21,247)	(5,880)	(8,824)	13,937	5,386	143,065	3,036
Equity in earnings (losses) of associated companies, less dividends received	22,808	7,029	8,805	(1,133)	(2,955)	(4,566)	(6,852)	(12,104)	(10,602)	(17,310)	(14,678)
Deferred income taxes	(47,640)	12,777	(62,094)	31,906	12,298	10,046	9,626	14,365	2,293	(76,579)	11,578
Minority interests	2,578	1,082	2,622	8,789	6,828	11,093	3,881	10,484	4,950	10,042	4,636
Extraordinary items — gain on negative goodwill	—	—	—	—	—	—	—	—	(1,828)	(1,828)	—
Change in assets and liabilities:											
Trade receivables	122,476	226,278	118,744	14,232	133,253	194,853	62,279	102,408	39,734	81,657	(103,782)
Due from associated companies	(5,349)	3,229	2,214	(6,923)	(23,354)	(1,909)	10,837	21,308	8,091	9,747	(9,567)
Inventories	(73,216)	15,543	105,355	(8,592)	(2,780)	48,361	1,912	20,780	(17,795)	26,592	(65,615)
Trade payables	(87,943)	(153,920)	(12,016)	13,251	(68,521)	(53,715)	(37,189)	(40,105)	(15,178)	(12,394)	72,099
Due to associated companies	1,689	(705)	(8,362)	7,964	(2,566)	11,969	(14,511)	(331)	1,081	5,429	656
Other-net	(858)	5,574	(36,301)	68,397	(68,806)	(76,610)	(34,617)	(32,616)	(14,254)	(2,505)	18,973
Net cash provided by (used in) operating activities	22,029	128,320	224,816	160,335	13,972	216,503	28,410	168,843	42,515	184,780	(16,476)
Cash flows from investing activities:											
Payments for purchases of property, equipment and other assets	(135,567)	(139,321)	(103,549)	(46,633)	(16,175)	(38,257)	(13,071)	(47,310)	(22,815)	(71,735)	(22,818)
Proceeds from sales of property, equipment and other assets	89,983	72,625	75,075	48,094	7,805	11,853	6,909	30,754	3,101	23,789	2,844
Net decrease (increase) in investments in and advances to associated companies	(153,643)	(9,872)	43,605	100,924	(34,662)	(50,895)	(13,534)	(8,558)	(13,984)	(8,546)	(5,819)
Payments for purchases of other investments	(197,125)	(90,381)	(41,078)	(58,852)	(29,529)	(66,989)	(8,702)	(47,335)	(22,121)	(46,611)	(44,553)
Proceeds from sales of other investments	234,399	328,693	142,425	92,558	39,474	46,899	36,125	43,354	20,766	38,998	15,704
Proceeds from sales of subsidiaries' common stock	—	—	141,238	168,911	3,991	13,282	3,019	4,385	582	2,098	1,026
Increase in other non-current receivables	(373,129)	(381,874)	(216,277)	(125,674)	(23,365)	(60,650)	(22,810)	(52,797)	(17,915)	(56,409)	(26,493)
Collections of other non-current receivables	414,057	418,828	185,158	234,838	75,639	115,130	36,799	70,116	21,423	53,634	41,326
Net decrease (increase) in time deposits	(121,890)	(6,683)	(124,122)	160,813	251,012	238,982	(26,182)	2,573	6,295	9,769	(2,436)
Net decrease (increase) in marketable securities	61,684	114,390	95,183	(10,272)	237	4,653	7,795	10,071	904	(287)	3,968
Other-net	—	—	—	—	—	—	—	—	—	—	—
Net cash provided by (used in) investing activities	(181,231)	306,405	197,658	564,707	274,427	214,008	6,348	5,253	(23,764)	(55,300)	(37,251)
Cash flows from financing activities:											
Proceeds from long-term debt	971,662	1,223,623	1,020,099	166,049	278,364	492,770	185,369	483,477	326,006	602,557	123,060
Repayments of long-term debt	(945,945)	(1,105,843)	(866,967)	(755,351)	(364,810)	(630,515)	(337,191)	(620,534)	(365,240)	(627,925)	(234,308)
Net increase (decrease) in short-term debt	197,265	(531,745)	(526,095)	(133,616)	(32,696)	(86,856)	31,740	(22,205)	(20,498)	(47,543)	(41,232)
Proceeds from issuance of common stock	—	—	—	—	—	—	54,777	54,777	—	—	—
Proceeds from minority interests through issuance of subsidiaries' common stock	—	—	54,287	7,538	5,409	6,475	229	1,405	259	393	500
Cash dividends	(8,552)	(4,276)	—	—	(7,127)	(10,691)	(3,563)	(7,521)	(3,956)	(3,956)	—
Cash dividends to minority interests	—	—	(1,742)	(2,222)	(1,309)	(3,187)	(1,237)	(3,164)	(1,580)	(3,270)	(1,571)
Net decrease (increase) in treasury stock	—	—	—	—	—	(43)	(74)	(276)	(34)	49	(63)
Net cash provided by (used in) financing activities	214,430	(418,241)	(320,418)	(717,602)	(122,169)	(232,047)	(69,950)	(114,041)	(65,043)	(79,695)	(153,614)
Effect of exchange rate changes on cash and cash equivalents	3,424	(3,940)	(5,992)	3,309	2,482	6,334	(4,396)	(5,633)	(491)	(4,376)	878
Net increase (decrease) in cash and cash equivalents	58,652	12,544	96,064	10,749	168,712	204,798	(39,588)	54,422	(46,783)	45,409	(206,463)
Cash and cash equivalents at beginning of year	96,927	155,579	168,123	264,187	274,936	274,936	479,734	479,734	534,156	534,156	579,565
Cash and cash equivalents at end of year	155,579	168,123	264,187	274,936	443,648	479,734	440,146	534,156	487,373	579,565	373,102

Consolidated Statements of Cash Flows

Corrected Statement

(Unit : Millions of Yen)	Fiscal Year 1998	Fiscal Year 1999	Fiscal Year 2000	Fiscal Year 2001	6 Months ended Sep.30, 2001	Fiscal Year 2002	6 Months ended Sep.30, 2002	Fiscal Year 2003	6 Months ended Sep.30, 2003	Fiscal Year 2004	6 Months ended Sep.30, 2004
Cash flows from operating activities:											
Net income (loss)	(91,931)	(34,088)	(88,271)	70,507	25,223	30,191	22,236	20,078	19,161	(31,944)	44,135
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:											
Depreciation and amortization	44,349	45,555	38,654	31,854	17,257	35,839	16,729	33,794	16,563	40,184	20,229
Provision for doubtful receivables	69,285	37,950	92,112	49,759	9,342	16,831	2,903	16,845	4,913	10,624	1,824
Net loss (gain) on investments, marketable securities, property and equipment	65,781	(37,984)	63,354	(119,676)	(21,247)	(5,880)	(8,824)	13,937	5,386	143,065	3,036
Equity in earnings (losses) of associated companies, less dividends received	22,808	7,029	8,805	(1,133)	(2,955)	(4,566)	(6,852)	(12,104)	(10,602)	(17,310)	(14,678)
Deferred income taxes	(47,640)	12,777	(62,094)	31,906	12,298	10,046	9,626	14,365	2,293	(76,579)	11,578
Minority interests	2,578	1,082	2,622	8,789	6,828	11,093	3,881	10,484	4,950	10,042	4,636
Extraordinary items — gain on negative goodwill	—	—	—	—	—	—	—	—	(1,828)	(1,828)	—
Change in assets and liabilities:											
Trade receivables	122,476	226,278	118,486	14,048	134,046	197,103	63,398	103,642	36,187	78,110	(103,782)
Due from associated companies	(5,349)	3,229	2,214	(6,923)	(23,354)	(1,909)	10,837	21,308	8,091	9,747	(9,567)
Inventories	(73,216)	15,543	105,355	(8,592)	(2,780)	48,361	1,912	20,780	(17,795)	26,592	(65,615)
Trade payables	(87,943)	(153,920)	(12,019)	13,194	(69,092)	(54,474)	(38,824)	(40,894)	(13,568)	(10,784)	72,099
Due to associated companies	1,689	(705)	(8,362)	7,964	(2,566)	11,969	(14,511)	(331)	1,081	5,429	656
Other-net	(858)	5,574	(36,040)	68,638	(69,028)	(78,101)	(34,101)	(33,061)	(12,317)	(568)	18,973
Net cash provided by (used in) operating activities	22,029	128,320	224,816	160,335	13,972	216,503	28,410	168,843	42,515	184,780	(16,476)
Cash flows from investing activities:											
Payments for purchases of property, equipment and other assets	(135,567)	(139,321)	(103,549)	(46,633)	(16,175)	(38,257)	(13,071)	(47,310)	(22,815)	(71,735)	(22,818)
Proceeds from sales of property, equipment and other assets	89,983	72,625	75,075	48,094	7,805	11,853	6,909	30,754	3,101	23,789	2,844
Net decrease (increase) in investments in and advances to associated companies	(153,643)	(9,872)	43,605	100,924	(34,662)	(50,895)	(13,534)	(8,558)	(13,984)	(8,546)	(5,819)
Payments for purchases of other investments	(197,125)	(90,381)	(41,078)	(58,852)	(29,529)	(66,989)	(8,702)	(47,335)	(22,121)	(46,611)	(44,553)
Proceeds from sales of other investments	234,399	328,693	142,425	92,558	39,474	46,899	36,125	43,354	20,766	38,998	15,704
Proceeds from sales of subsidiaries' common stock	—	—	141,238	168,911	3,991	13,282	3,019	4,385	582	2,098	1,026
Increase in other non-current receivables	(373,129)	(381,874)	(216,277)	(125,674)	(23,365)	(60,650)	(22,810)	(52,797)	(17,915)	(56,409)	(26,493)
Collections of other non-current receivables	414,057	418,828	185,158	234,838	75,639	115,130	36,799	70,116	21,423	53,634	41,326
Net decrease (increase) in time deposits	(121,890)	(6,683)	(124,122)	160,813	251,012	238,982	(26,182)	2,573	6,295	9,769	(2,436)
Net decrease (increase) in marketable securities	61,684	114,390	95,183	(10,272)	237	4,653	7,795	10,071	904	(287)	3,968
Other-net	—	—	—	—	—	—	—	—	—	—	—
Net cash provided by (used in) investing activities	(181,231)	306,405	197,658	564,707	274,427	214,008	6,348	5,253	(23,764)	(55,300)	(37,251)
Cash flows from financing activities:											
Proceeds from long-term debt	971,662	1,223,623	1,020,099	166,049	278,364	492,770	185,369	483,477	326,006	602,557	123,060
Repayments of long-term debt	(945,945)	(1,105,843)	(866,967)	(755,351)	(364,810)	(630,515)	(337,191)	(620,534)	(365,240)	(627,925)	(234,308)
Net increase (decrease) in short-term debt	197,265	(531,745)	(526,095)	(133,616)	(32,696)	(86,856)	31,740	(22,205)	(20,498)	(47,543)	(41,232)
Proceeds from issuance of common stock	—	—	—	—	—	—	54,777	54,777	—	—	—
Proceeds from minority interests through issuance of subsidiaries' common stock	—	—	54,287	7,538	5,409	6,475	229	1,405	259	393	500
Cash dividends	(8,552)	(4,276)	—	—	(7,127)	(10,691)	(3,563)	(7,521)	(3,956)	(3,956)	—
Cash dividends to minority interests	—	—	(1,742)	(2,222)	(1,309)	(3,187)	(1,237)	(3,164)	(1,580)	(3,270)	(1,571)
Net decrease (increase) in treasury stock	—	—	—	—	—	(43)	(74)	(276)	(34)	49	(63)
Net cash provided by (used in) financing activities	214,430	(418,241)	(320,418)	(717,602)	(122,169)	(232,047)	(69,950)	(114,041)	(65,043)	(79,695)	(153,614)
Effect of exchange rate changes on cash and cash equivalents	3,424	(3,940)	(5,992)	3,309	2,482	6,334	(4,396)	(5,633)	(491)	(4,376)	878
Net increase (decrease) in cash and cash equivalents	58,652	12,544	96,064	10,749	168,712	204,798	(39,588)	54,422	(46,783)	45,409	(206,463)
Cash and cash equivalents at beginning of year	96,927	155,579	168,123	264,187	274,936	274,936	479,734	479,734	534,156	534,156	579,565
Cash and cash equivalents at end of year	155,579	168,123	264,187	274,936	443,648	479,734	440,146	534,156	487,373	579,565	373,102