

Consolidated Financial Highlights

ITOCHU Corporation and Subsidiaries
Years ended March 31

	Millions of Yen					Increase (Decrease)	Millions of U.S. Dollars
	2007	2006	2005	2004	2003		
For the fiscal year:							
Revenue.....	¥2,647,202	¥2,218,221	¥1,991,238	¥1,738,747	¥1,681,718	19.3%	\$22,424
Gross trading profit.....	908,676	714,374	630,761	555,895	564,967	27.2	7,697
Net financial expenses*1.....	(7,555)	(7,816)	(6,878)	(14,215)	(20,579)	(3.3)	(64)
Net interest expenses*2.....	(29,218)	(26,032)	(21,040)	(24,743)	(30,655)	12.2	(247)
Dividends received.....	21,663	18,216	14,162	10,528	10,076	18.9	183
Equity in earnings (losses) of associated companies.....	(20,069)	51,737	31,764	22,859	18,539	—	(170)
Net income (loss).....	177,059	145,146	77,792	(31,944)	20,078	22.0	1,500
At fiscal year-end:							
Total assets.....	¥5,271,512	¥4,797,013	¥4,472,345	¥4,487,282	¥4,486,405	9.9	\$44,655
Stockholders' equity.....	896,195	726,816	510,397	422,866	426,220	23.3	7,592
Net interest-bearing debt*3.....	1,630,928	1,724,314	1,891,086	1,977,048	2,025,048	(5.4)	13,815
Cash flows:							
Cash flows from operating activities ...	¥ 235,917	¥185,147	¥ 126,624	¥184,780	¥ 168,843	27.4	\$ 1,998
Cash flows from investing activities....	(83,394)	(79,871)	(127,600)	(55,300)	5,253	—	(706)
Cash flows from financing activities ...	(100,920)	(85,193)	(125,342)	(79,695)	(114,041)	—	(855)
Cash and cash equivalents at end of year.....	532,856	477,707	452,934	579,565	534,156	11.5	4,514
Yen (Unless otherwise specified)							
Per share:							
Net income (loss).....	¥111.95	¥ 91.74	¥ 49.16	¥ (20.20)	¥ 13.12	22.0%	\$0.95
Stockholders' equity.....	566.78	459.47	322.54	267.25	269.53	23.4	4.80
Cash dividends.....	14.0	9.0	7.0	—	5.0	55.6	0.12
Ratios:							
Gross trading profit ratio (%)....	7.8	6.8	6.6	5.8	5.4		
ROA (%).....	3.5	3.1	1.7	—	0.4		
ROE (%).....	21.8	23.5	16.7	—	4.9		
Ratio of stockholders' equity to total assets (%).....	17.0	15.2	11.4	9.4	9.5		
Net debt-to-equity ratio (NET DER) (times).....	1.8	2.4	3.7	4.7	4.8		
Interest coverage (times).....	6.7	5.7	5.7	2.7	2.7		
Millions of Yen							
(Reference)							
Total trading transactions.....	¥11,579,059	¥10,473,885	¥9,576,039	¥9,516,967	¥10,446,371	10.6%	\$98,086
Adjusted profit*4.....	241,931	252,038	188,807	100,676	114,454	(4.0)	2,049

All figures are for fiscal years, which begin on April 1 of the years preceding and extend through March 31.

The Japanese yen amounts for the year ended March 31, 2007 have been translated into U.S. dollar amounts, solely for the convenience of the reader, at the rate of ¥118.05 = U.S.\$1, the official rate of The Bank of Tokyo-Mitsubishi UFJ, Ltd., as of March 31, 2007.

Revenue is presented in accordance with "Emerging Issues Task Force (EITF)" No. 99-19, "Reporting Revenue Gross as a Principal versus Net as an Agent."

Total trading transactions are 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.

Net income (loss) per share and stockholders' equity per share are calculated by using the shares that exclude the number of treasury stock from that of common stock issued.

*1 Net financial expenses = Net interest expenses + Dividends received

Calculation formula (Fiscal 2007: ¥ billion): $(-7.6) = (-29.2) + 21.7$

*2 Net interest expenses = Interest income + Interest expense

Calculation formula (Fiscal 2007: ¥ billion): $(-29.2) = 16.1 + (-45.3)$

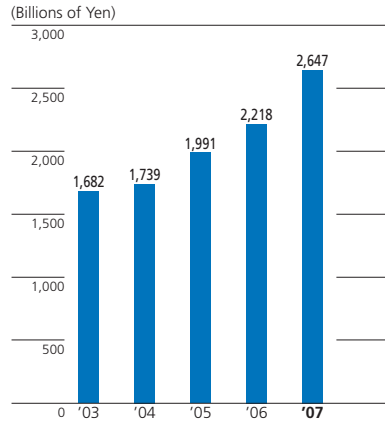
*3 Net interest-bearing debt = Interest-bearing debt - Cash, cash equivalents and time deposits

Calculation formula (Fiscal 2007: ¥ billion): $1,630.9 = 2,165.6 - 534.7$

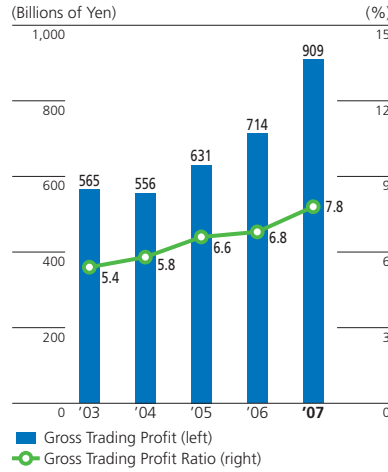
*4 Adjusted profit = Gross trading profit + Selling, general and administrative expenses + Net financial expenses + Equity in earnings (losses) of associated companies

Calculation formula (Fiscal 2007: ¥ billion): $241.9 = 908.7 + (-639.1) + (-7.6) + (-20.1)$

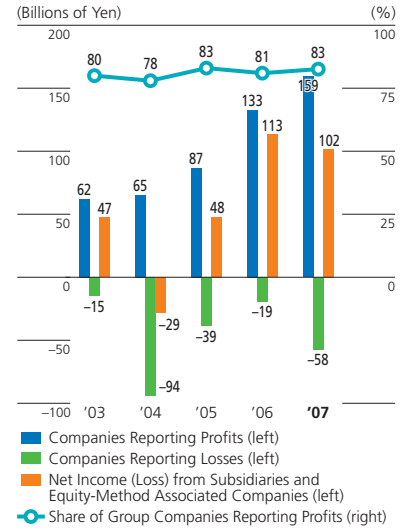
Revenue



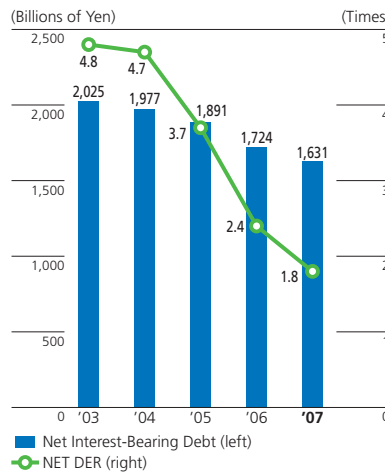
Gross Trading Profit / Gross Trading Profit Ratio



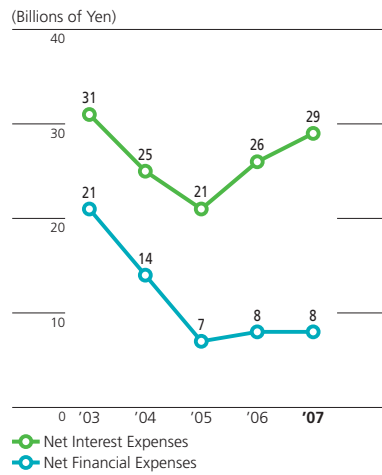
Net Income (Loss) from Subsidiaries and Equity-Method Associated Companies



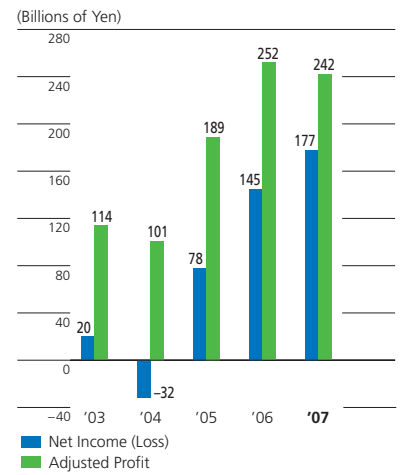
Net Interest-Bearing Debt / NET DER



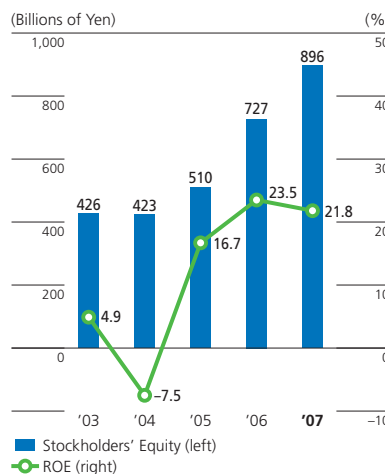
Net Interest Expenses / Net Financial Expenses



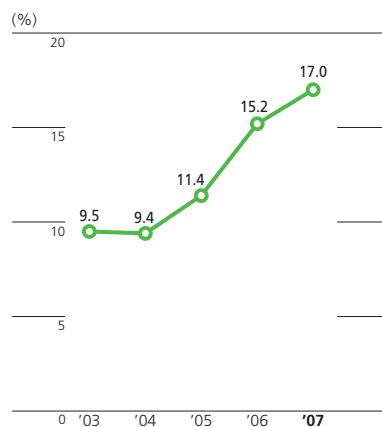
Net Income (Loss) / Adjusted Profit



Stockholders' Equity / ROE



Ratio of Stockholders' Equity to Total Assets



Total Assets / ROA

