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

ITOCHU Corporation

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**Announcement of Recognition of a Revaluation Gain Related to the Investment
in FamilyMart UNY Holdings Co., Ltd.**

ITOCHU Corporation (hereinafter referred to as "ITOCHU") announces recognition of a revaluation gain related to the investment in FamilyMart UNY Holdings Co., Ltd. (hereinafter referred to as "UFHD") in the second quarter of the fiscal year ending March 31, 2019 (hereinafter referred to as "FY2019") as follows.

1. Description of the Revaluation Gain

ITOCHU RETAIL INVESTMENT, LLC (hereinafter referred to as "IRI"), a wholly-owned subsidiary of ITOCHU, conducted a tender offer to acquire the common shares of UFHD from July 17, 2018 to August 16, 2018. As a result, when combining the shares owned by IRI and other subsidiaries, ITOCHU holds a majority of the common shares of UFHD. Consequently, the classification of ITOCHU's investment in UFHD changed from an equity-method investment to a consolidated subsidiary. Due to the change in classification, the previously held equity interest was measured at a fair value that factored in a control premium included in the tender offer price and the market prices, ITOCHU recognized a revaluation gain in the consolidated financial results.

2. Impact on Consolidated Financial Results

The impact on Net Profit attributable to ITOCHU for the second quarter of FY2019 was 141.2 billion yen (net of tax).

3. Outlook of FY2019 Consolidated Financial Results

The forecast of Net Profit attributable to ITOCHU of 500 billion yen revised on October 1, 2018 remains unchanged.