-Unaudited-

February 4, 2016

Consolidated Financial Results for the Third Quarter of the Fiscal Year 2016 ending March 31, 2016

[Prepared in conformity with International Financial Reporting Standards]

Company name: ITOCHU Corporation
Stock exchange code: 8001 http://www.itochu.co.jp/en/ir/
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General Manager, Investor Relations Department: Satoshi Nakajima TEL: 81 - 3 - 3497 - 7295
The date of payout of dividend: -

1. Consolidated operating results for the third quarter of the fiscal year 2016 (from April 1, 2015 to December 31, 2015)

(1) Consolidated operating results (Summary)

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

	Revenues		Trading income (*3)		Profit before tax		Net Profit		Net profit attributable to ITOCHU		Total comprehensive income attributable to ITOCHU	
For the first to third quarter of	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Fiscal year 2016	3,771,936	(8.6)	162,522	(17.2)	348,850	5.6	312,720	26.6	280,939	21.4	175,335	(58.6)
Fiscal year 2015	4,127,465	0.6	196,315	(3.5)	330,274	6.5	246,917	4.8	231,351	2.5	423,342	13.9

	Basic earnings per share attributable to ITOCHU	Diluted earnings per share attributable to ITOCHU
For the first to third quarter of	yen	yen
Fiscal year 2016	177.81	177.81
Fiscal year 2015	145.29	143.13

Equity in earnings of associates and joint ventures (millions of yen) 3rd quarter of FY 2016 : 115,274 [+20.0%] 3rd quarter of FY 2015 : 96,049 [+ 16.8%]
Total comprehensive income (millions of yen) 3rd quarter of FY 2016 : 194,290 [- 56.2%] 3rd quarter of FY 2015 : 443,306 [+ 14.2%]

(2) Consolidated financial position

	Total assets	Total equity	Total shareholders' equity	Ratio of shareholders' equity to total assets	Shareholders' equity per share
	millions of yen	millions of yen	millions of yen	%	yen
December 31, 2015	9,234,679	2,780,981	2,515,005	27.2	1,592.26
March 31, 2015	8,560,701	2,748,251	2,433,202	28.4	1,539.55

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 2015	-	23.00	-	23.00	46.00
Fiscal year 2016	-	25.00	-		
Fiscal year 2016 (Planned)				25.00	50.00

(Note) Revisions to the plan of dividend distribution announced most recently: None

3. Outlook of consolidated operating results for fiscal year 2016 (from April 1, 2015 to March 31, 2016)

(%: Changes from the previous fiscal year)

	Revenues		Trading income		Profit before tax		Net Profit		Net profit attributable to ITOCHU		Basic earnings per share attributable to ITOCHU
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Fiscal year 2016	5,600,000	0.2	240,000	(12.0)	406,000	(3.0)	348,000	17.7	330,000	9.8	208.80

(Note) Revisions to the outlook of consolidated operating results announced most recently: None

4. Other information

(1) Changes in significant subsidiaries accompanied by changes in the consolidation scope: Yes

New company: 1 (JAPÃO BRASIL MINÉRIO DE FERRO PARTICIPAÇÕES LTDA.)

Note: For more details, please refer to page 8, "2.(1) Changes in significant subsidiaries accompanied by changes in the consolidation scope".

(2) Changes in accounting policies and accounting estimates

(a) Changes in accounting policies required by IFRS: None
(b) Other changes: None
(c) Changes in accounting estimates: None

(3) Number of common shares issued

(a) Number of common shares outstanding: (including the number of treasury stock)	3rd quarter of FY 2016	1,662,889,504	Fiscal Year 2015	1,662,889,504
(b) Number of treasury stock:	3rd quarter of FY 2016	83,373,440	Fiscal Year 2015	82,424,923
(c) Average number of common shares outstanding:	3rd quarter of FY 2016	1,579,986,482	3rd quarter of FY 2015	1,592,387,137

[Note]

*1. This document is an English translation of a statement written initially in Japanese. The Japanese original document should be considered as 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; financial instruments and financial resources, 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. "Trading income" is presented in accordance with Japanese accounting practices.
-"Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful accounts"

*4. The consolidated financial statements are expressed in Japanese yen and, solely for the convenience of the reader, have been translated into U.S. dollars at the rate of 120.61 yen = 1 U.S. dollar, the exchange rate prevailing on December 31, 2015. 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" referred to in the consolidated financial statements represents ITOCHU Corporation.

1. Qualitative Information

(1) Qualitative Information of the Consolidated Operating Results

[For the nine-month period ended December 31, 2015]

(a) General Economic Situation

For the nine-month period ended December 31, 2015, the pace of growth in the global economy grew at a sluggish pace overall reflecting the slow and stagnant economy in certain emerging countries and economic slowdowns in Japan, although the economies in the U.S. and the Euro zones showed a smooth recovery. Reflecting the concern of the demand-supply balance stemming from the economic slowdown in certain emerging countries, the WTI crude oil price declined from approximately US$60 level per barrel in the end of June to the US$35-40 range in the late August. Around October, the price rebounded to the US$45-50 range but subsequently declined again to US$35-40 range at the end of December.

In Japan, as sluggish economies in certain emerging countries and a sluggish growth of household income resulted in lower exports and lower consumer spending, and from the tapering off of the growth in the corporate capital investment, the real GDP growth rate for April-June was negative compared with the previous period for the first time in three quarters, and although the July-September growth rate turned slightly positive, the economy was increasingly stagnant overall.

Against a backdrop of expectations for an increase in interest rates in the U.S., the U.S. dollar appreciated against the Japanese yen reaching approximately ¥125 level in the mid-August. However, due to the decline in the stock prices and Chinese yuan in China, the financial markets became unstable. Consequently, the trend toward purchasing the yen as a risk-free asset strengthened and as a result, the yen appreciated against the U.S. dollar temporarily reaching the ¥118 level in October. Afterward, before and after the increase of the interest rates in the U.S. in mid-December, the yen depreciated to the ¥123 level but again appreciated to the ¥120 level in end of December. The Nikkei Stock Average maintained above ¥20,000 until mid-August from the expectations of domestic economic recovery, but due to the concern of the economic outlook, the price dropped to less than the ¥17,000 level in the late September. In the beginning of December, the price recovered temporarily reaching the ¥20,000 level but declined again to approximately ¥19,000 level at the end of December. The yield on 10-year Japanese government bonds was at approximately 0.45% level at the end of June, but declined to approximately 0.35% level at the end of September, and to approximately 0.25%-0.30% range at the end of December.

(b) Consolidated Operating Results

	Billions of Yen				Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	Increase (Decrease)	%	Apr.-Dec. 2015
Revenues	3,771.9	4,127.5	(355.5)	(8.6%)	31,274
Gross trading profit	790.4	795.2	(4.7)	(0.6%)	6,554
Selling, general and administrative expenses	(622.5)	(595.8)	(26.8)	4.5%	(5,162)
Gains on investments	66.0	19.6	46.4	236.3%	547
Gains (losses) on property, plant, equipment and intangible assets	(29.3)	2.9	(32.2)	-	(243)
Equity in earnings of associates and joint ventures	115.3	96.0	19.2	20.0%	956
Income tax expense	(36.1)	(83.4)	47.2	(56.7%)	(299)
Net profit attributable to ITOCHU	280.9	231.4	49.6	21.4%	2,329
(Reference) Trading income	162.5	196.3	(33.8)	(17.2%)	1,348

(i) Revenues (from external customers)

Decreased by 8.6%, or 355.5 billion yen, compared with the same period of the previous fiscal year, to 3,771.9 billion yen (31,274 million U.S. dollars).

- Textile Company:
  Increased by 20.6 billion yen compared with the same period of the previous fiscal year, to 432.2 billion yen (3,584 million U.S. dollars), mainly due to the income from EDWIN CO., LTD. from the second quarter of the previous fiscal year.

- Machinery Company:
  Increased by 13.9 billion yen compared with the same period of the previous fiscal year, to 300.0 billion yen (2,487 million U.S. dollars), mainly due to the favorable performance in plant-related companies.

- Energy & Chemicals Company:
  Decreased by 313.5 billion yen compared with the same period of the previous fiscal year, to 1,151.9 billion yen (9,550 million U.S. dollars), mainly due to the decline in oil prices in energy trading transactions.

- ICT, General Products & Realty Company:
  Decreased by 61.1 billion yen compared with the same period of the previous fiscal year, to 869.9 billion yen (7,213 million U.S. dollars), due to the de-consolidation of housing-materials-related subsidiaries in the U.S. in this fiscal year, despite the sales of real properties for sale.

(ii) Gross trading profit

Decreased by 0.6%, or 4.7 billion yen, compared with the same period of the previous fiscal year, to 790.4 billion yen (6,554 million U.S. dollars).

- Energy & Chemicals Company:
  Increased by 9.3 billion yen compared with the same period of the previous fiscal year, to 138.8 billion yen (1,151 million U.S. dollars), due to the stable performance in the energy and chemical trading transactions and the acquisition of subsidiaries in energy-related companies in the previous fiscal year, despite the lower profitability in self-developed crude oil transactions accompanying the decline in oil prices.

- Food Company:
  Increased by 9.2 billion yen compared with the same period of the previous fiscal year, to 195.5 billion yen (1,621 million U.S. dollars), due to the higher transaction volume in food-distribution-related subsidiaries and the stable performance in provisions-related subsidiaries.

- Metals & Minerals Company :
  Decreased by 26.1 billion yen compared with the same period of the previous fiscal year, to 25.3 billion yen (209 million U.S. dollars), due to the decline in iron ore and coal prices, despite the increase in iron ore sales volume, the reduction of costs in iron ore, and the improvement in foreign currency translation in iron ore and coal companies.

(iii) Selling, general and administrative expenses

Increased by 4.5%, or 26.8 billion yen, compared with the same period of the previous fiscal year, to 622.5 billion yen (5,162 million U.S. dollars), due to the higher expenses in existing subsidiaries in the Food Company and the ICT, General Products & Realty Company, and the acquisition of EDWIN CO., LTD and subsidiaries in energy-related companies in the previous fiscal year.

(iv) Gains on investments

Increased by 236.3%, or 46.4 billion yen, compared with the same period of the previous fiscal year, to 66.0 billion yen (547 million U.S. dollars), due to the gain on sales of housing-materials-related subsidiaries in the U.S.

(v) Gains (losses) on property, plant, equipment and intangible assets

Deteriorated by 32.2 billion yen, compared with the same period of the previous fiscal year, to 29.3 billion yen (losses) (243 million U.S. dollars), due to the recognition of the impairment loss in the North Sea oil fields development project.

(vi) Equity in earnings of associates and joint ventures

Increased by 20.0%, or 19.2 billion yen, compared with the same period of the previous fiscal year, to 115.3 billion yen (956 million U.S. dollars).

- Food Company:
  Decreased by 8.7 billion yen compared with the same period of the previous fiscal year, to 13.6 billion yen (112 million U.S. dollars), due to the effect from the conversion of TING HSIN (CAYMAN ISLANDS) HOLDING CORP. from associated companies to other investments, and the absence of the gain on sales of affiliates in the CVS companies in the same period of the previous fiscal year.

- Energy & Chemicals Company:
  Improved by 10.7 billion yen compared with the same period of the previous fiscal year to 0.6 billion yen (5 million U.S. dollars), due to the absence of the impairment loss in an U.S. oil and gas development company in the same period of the previous fiscal year, despite the effect of the scheduled maintenance of methanol-related companies.

- Others, Adjustments & Eliminations(*)
  Increased by 20.5 billion yen compared with the same period of the previous fiscal year to 21.7 billion yen (180 million U.S. dollars), due to the start of equity pick-up of CITIC Limited, and other factors.

(*)Others, Adjustments & Eliminations includes gains and losses which cannot be allocated to each operating segment and internal eliminations between operating segments. For more details, please refer to page 15, "4.(5) Operating Segment Information".

(vii) Income tax expense

Improved by 56.7%, or 47.2 billion yen, compared with the same period of the previous fiscal year, to 36.1 billion yen (299 million U.S. dollars), due to the improvement of tax expenses accompanying the disposal of an U.S. oil and gas development company, and the absence of the reversal of deferred tax assets regarding MRRT in the same period of the previous fiscal year.

(viii) Net profit attributable to ITOCHU

Consequently, Net profit attributable to ITOCHU increased by 21.4%, or 49.6 billion yen, compared with the same period of the previous fiscal year, to 280.9 billion yen (2,329 million U.S. dollars).

(Reference) Trading Income

"Trading Income" in accordance with Japanese accounting practices ("Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful accounts") decreased by 17.2%, or 33.8 billion yen, compared with the same period of the previous fiscal year, to 162.5 billion yen (1,348 million U.S. dollars).

- Energy & Chemicals Company:
  Increased by 3.4 billion yen compared with the same period of the previous fiscal year, to 35.5 billion yen (294 million U.S. dollars), due to the higher gross trading profit, despite the higher expenses accompanying the acquisition of subsidiaries in energy-related companies in the previous fiscal year and unordinary expenses in this fiscal year.

- Metals & Minerals Company:
  Decreased by 27.1 billion yen compared with the same period of the previous fiscal year, to 9.1 billion yen (76 million U.S. dollars), mainly due to the lower gross trading profit.

- Machinery Company:
  Decreased by 2.3 billion yen compared with the same period of the previous fiscal year, to 22.8 billion yen (189 million U.S. dollars), due to the absence of the favorable performance in IPP-related companies in North America in the same period of the previous fiscal year and the increase in allowance for doubtful accounts in foreign subsidiaries, despite the favorable performance in plant-related companies.

(2) Qualitative Information of the Consolidated Financial Position

(a) Consolidated Financial Position

	Billions of Yen				Millions of U.S. dollars
	Dec. 2015	Mar. 2015	Increase (Decrease)	%	Dec. 2015
Total assets	9,234.7	8,560.7	674.0	7.9%	76,566
Interest-bearing debt	3,708.3	3,092.2	616.1	19.9%	30,746
Net interest-bearing debt	3,065.9	2,380.5	685.4	28.8%	25,420
Total shareholders' equity	2,515.0	2,433.2	81.8	3.4%	20,852
Ratio of shareholders' equity to total assets	27.2%	28.4%	(1.2pt)		
NET DER (times)	1.2	0.98	0.2		

(i) Total assets

Increased by 7.9%, or 674.0 billion yen, compared with March 31, 2015, to 9,234.7 billion yen (76,566 million U.S. dollars). This increase was due to the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the return of investment accompanying the merger of assets related to Brazilian iron ore business and the de-consolidation of housing-materials-related subsidiaries in the U.S.

(ii) Interest-bearing debt

Increased by 19.9%, or 616.1 billion yen, compared with March 31, 2015, to 3,708.3 billion yen (30,746 million U.S. dollars), due to the increase in borrowings regarding the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the repayment of debt accompanying the steady collections of trade receivables and investments. Net interest-bearing debt (Interest-bearing debt after deducting Cash and cash equivalents and Time deposits) increased by 28.8%, or 685.4 billion yen, compared with March 31, 2015, to 3,065.9 billion yen (25,420 million U.S. dollars).

(iii) Total shareholders' equity

Increased by 3.4%, or 81.8 billion yen, compared with March 31, 2015, to 2,515.0 billion yen (20,852 million U.S. dollars), due to the increase in Net profit attributable to ITOCHU, despite the dividend payments, the foreign currency translation accompanying the depreciation of the Australian dollar, and the decline in the stock prices of investments.

(iv) Ratio of shareholders' equity to total assets and NET DER (Net debt-to-shareholders' equity ratio)

Ratio of shareholders' equity to total assets decreased by 1.2 points to 27.2% compared with March 31, 2015. NET DER (Net debt-to-shareholders' equity ratio) slightly increased compared with March 31, 2015 to 1.2 times.

(b) Consolidated Cash Flows

	Billions of Yen		Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	Apr.-Dec. 2015
Cash flows from operating activities	253.7	134.9	2,103
Cash flows from investing activities	(788.2)	(254.2)	(6,535)
Free cash flows.....	*(534.5)*	*(119.3)*	*(4,432)*
Cash flows from financing activities	466.2	195.6	3,865

(i) Cash flows from operating activities

Recorded a net cash-inflow of 253.7 billion yen (2,103 million U.S. dollars), resulting from the steady collections in the energy, food, and machinery sectors, despite the decrease in trade payables in the construction, realty & logistics sector.

(ii) Cash flows from investing activities

Recorded a net cash-outflow of 788.2 billion yen (6,535 million U.S. dollars), due to the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the return of investment accompanying the merger of assets related to Brazilian iron ore business, approximately 130.0 billion yen(*) and the sales of housing-materials-related subsidiaries in the U.S., approximately 110.0 billion yen.

(iii) Cash flows from financing activities

Recorded a net cash-inflow of 466.2 billion yen (3,865 million U.S. dollars), due to increase in debt, despite the dividend payments, and the distribution to non-controlling interests of approximately 60.0 billion yen(*) accompanying the return of investment regarding the Brazilian iron ore business mentioned above.

(*) ITOCHU's portion of net cash-inflow is approximately 70.0 billion yen.

Consequently, Cash and cash equivalents as of December 31, 2015 decreased by 68.0 billion yen to 632.3 billion yen (5,242 million U.S. dollars), compared with March 31, 2015.

2. Summary Information (Notes)

(1) Changes in significant subsidiaries accompanied by changes in the consolidation scope:
ITOCHU made an investment to JAPÃO BRASIL MINÉRIO DE FERRO PARTICIPAÇÕES LTDA. which operates and manages Iron Ore business, via Brazil Japan Iron Ore Corporation (hereinafter "BJIOC"). Through the investment in kind by BJIOC, this company became a significant subsidiary.

(2) Changes in accounting policies and accounting estimates

(a) Changes in accounting policies required by IFRS:	None
(b) Other changes:	None
(c) Changes in accounting estimates:	None

3. Outlook for Fiscal Year 2016

Looking ahead to conditions in the global economy in the fourth quarter of the fiscal year ending March 31, 2016, we expect that the developed countries will continue to lead the global economy as stable economic recovery is likely to continue in the United States and in the Euro zone.

However, uncertainty of the outlook of the global economy is increasing, due to the end of United States quantitative monetary easing, a downward pressure in certain emerging countries accompanying the structural reform centered in China, and a concern of prolonged decline in natural resource prices including oil and metals. In the Japanese economy, we anticipate a gradual recovery due to a delay in the recovery in exports and the stagnant corporate capital investment.

The forecast for the annual consolidated Net Profit attributable to ITOCHU in the fiscal year ending March 31, 2016 will remain unchanged since last announced on May 1, 2015.

For your attention, these forecasts are forward-looking statements that are based on the management's assumptions and beliefs based on information currently available and involve risks and uncertainties. Thus, the actual results could be substantially different from the above statement due to such factors including, but not limited to, global economic and market conditions, and currency exchange rate fluctuations.

Distribution of the current fiscal year's profit

ITOCHU plans to pay dividends of 50 yen per share (minimum) for the fiscal year ending March 31, 2016 as disclosed on May 1, 2015 (interim dividend of 25 yen per share has already been paid).

4. Quarterly Consolidated Financial Statements［Condensed］

(1) Consolidated Statement of Comprehensive Income［Condensed］

ITOCHU Corporation and its Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

	Millions of Yen		Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	**Apr.-Dec. 2015**
Revenues:			
Revenues from sale of goods	**¥ 3,234,344**	¥ 3,658,871	**$ 26,817**
Revenues from rendering of services and royalties	**537,592**	468,594	**4,457**
Total revenues	**3,771,936**	4,127,465	**31,274**
Cost:			
Cost of sale of goods	**(2,584,523)**	(2,997,874)	**(21,429)**
Cost of rendering of services and royalties	**(396,971)**	(334,400)	**(3,291)**
Total cost	**(2,981,494)**	(3,332,274)	**(24,720)**
Gross trading profit	**790,442**	795,191	**6,554**
Other gains (losses):			
Selling, general and administrative expenses	**(622,549)**	(595,778)	**(5,162)**
Provision for doubtful accounts	**(5,371)**	(3,098)	**(45)**
Gains on investments	**65,964**	19,612	**547**
Gains (losses) on property, plant, equipment and intangible assets	**(29,334)**	2,852	**(243)**
Other-net	**9,975**	11,660	**82**
Total other-losses	**(581,315)**	(564,752)	**(4,821)**
Financial income (loss):			
Interest income	**20,649**	10,481	**171**
Dividends received	**25,329**	12,356	**210**
Interest expense	**(21,529)**	(19,051)	**(178)**
Total financial income	**24,449**	3,786	**203**
Equity in earnings of associates and joint ventures	**115,274**	96,049	**956**
Profit before tax	**348,850**	330,274	**2,892**
Income tax expense	**(36,130)**	(83,357)	**(299)**
Net Profit	**312,720**	246,917	**2,593**
Net profit attributable to ITOCHU	**280,939**	231,351	**2,329**
Net profit attributable to non-controlling interests	**31,781**	15,566	**264**

	Millions of Yen		Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	**Apr.-Dec. 2015**
Other comprehensive income, net of tax:			
Items that will not be reclassified to profit or loss			
FVTOCI financial assets	**¥ (47,396)**	¥ 50,219	**$ (393)**
Remeasurement of net defined pension liability	**(147)**	268	**(1)**
Other comprehensive income in associates and joint ventures	**(1,774)**	7,441	**(15)**
Items that will be reclassified to profit or loss			
Translation adjustments	**(24,018)**	112,123	**(199)**
Cash flow hedges	**(2,038)**	(2,104)	**(17)**
Other comprehensive income in associates and joint ventures	**(43,057)**	28,442	**(357)**
Total other comprehensive income (loss), net of tax	**(118,430)**	196,389	**(982)**
Total comprehensive income	**194,290**	443,306	**1,611**
Total comprehensive income attributable to ITOCHU	**175,335**	423,342	**1,454**
Total comprehensive income attributable to non-controlling interests	**18,955**	19,964	**157**

Note 1 : The gains and losses on disposal and remeasurement of equity financial instruments, of which the changes in fair value are recorded in other comprehensive income, are recognized in "FVTOCI financial assets".

Note 2 : "Trading income" is presented in accordance with Japanese accounting practices.
("Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful accounts")
Trading income for the nine-month periods ended December 31, 2015 and 2014 were 162,522 million yen (1,348 million U.S. dollars) and 196,315 million yen, respectively.

(2) Consolidated Statement of Financial Position［Condensed］

ITOCHU Corporation and its Subsidiaries

As of December 31, 2015 and March 31, 2015

Assets	Millions of Yen		Millions of U.S. dollars
	Dec. 2015	Mar. 2015	**Dec. 2015**
Current assets:			
Cash and cash equivalents	**¥ 632,268**	¥ 700,292	**$ 5,242**
Time deposits	**10,108**	11,368	**84**
Trade receivables	**2,108,714**	2,101,300	**17,484**
Other current receivables	**445,223**	132,495	**3,691**
Other current financial assets	**55,936**	53,109	**464**
Inventories	**821,022**	780,550	**6,807**
Advances to suppliers	**220,121**	167,812	**1,825**
Other current assets	**121,456**	191,026	**1,007**
Total current assets	**4,414,848**	4,137,952	**36,604**
Non-current assets:			
Investments accounted for by the equity method	**1,540,294**	1,618,138	**12,771**
Other investments	**997,117**	1,030,078	**8,267**
Non-current receivables	**688,080**	121,397	**5,705**
Non-current financial assets other than investments and receivables	**141,937**	148,391	**1,177**
Property, plant and equipment	**770,874**	786,562	**6,391**
Investment property	**30,599**	32,899	**254**
Goodwill and intangible assets	**489,192**	488,941	**4,056**
Deferred tax assets	**59,025**	55,450	**489**
Other non-current assets	**102,713**	140,893	**852**
Total non-current assets	**4,819,831**	4,422,749	**39,962**
Total assets	**¥ 9,234,679**	¥ 8,560,701	**$ 76,566**

Liabilities and Equity	Millions of Yen		Millions of U.S. dollars
	Dec. 2015	Mar. 2015	**Dec. 2015**
Current liabilities:			
Short-term debentures and borrowings	**¥ 1,368,713**	¥ 543,660	**$ 11,348**
Trade payables	**1,750,501**	1,669,814	**14,514**
Other current payables	**80,653**	76,605	**669**
Other current financial liabilities	**29,915**	28,082	**248**
Current tax liabilities	**20,176**	35,513	**167**
Advances from customers	**203,991**	173,683	**1,691**
Other current liabilities	**271,384**	319,154	**2,250**
Total current liabilities	**3,725,333**	2,846,511	**30,887**
Non-current liabilities:			
Long-term debentures and borrowings	**2,339,564**	2,548,504	**19,398**
Other non-current financial liabilities	**102,778**	103,819	**852**
Non-current liabilities for employee benefits	**55,836**	56,404	**463**
Deferred tax liabilities	**135,465**	166,171	**1,123**
Other non-current liabilities	**94,722**	91,041	**785**
Total non-current liabilities	**2,728,365**	2,965,939	**22,621**
Total liabilities	**6,453,698**	5,812,450	**53,508**
Equity:			
Common stock:			
Authorized: 3,000,000,000 shares;			
issued: 1,662,889,504 shares	**253,448**	253,448	**2,101**
Capital surplus	**157,869**	164,154	**1,309**
Retained earnings	**1,792,603**	1,587,318	**14,863**
Other components of equity :			
Translation adjustments	**293,038**	364,454	**2,429**
FVTOCI financial assets	**131,065**	176,487	**1,087**
Cash flow hedges	**(7,393)**	(8,517)	**(61)**
Total other components of equity	**416,710**	532,424	**3,455**
Treasury stock	**(105,625)**	(104,142)	**(876)**
Total shareholders' equity	**2,515,005**	2,433,202	**20,852**
Non-controlling interests	**265,976**	315,049	**2,206**
Total equity	**2,780,981**	2,748,251	**23,058**
Total liabilities and equity	**¥ 9,234,679**	¥ 8,560,701	**$ 76,566**

(3) Consolidated Statement of Changes in Equity［Condensed］

ITOCHU Corporation and its Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

	Millions of Yen		Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	**Apr.-Dec. 2015**
Common stock:			
Balance at the beginning of the period	**¥ 253,448**	¥ 202,241	**$ 2,101**
Issuance of common stock	**-**	51,207	**-**
Balance at the end of the period	**¥ 253,448**	¥ 253,448	**$ 2,101**
Capital surplus:			
Balance at the beginning of the period	**¥ 164,154**	¥ 113,055	**$ 1,361**
Issuance of common stock	**-**	50,918	**-**
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests	**(6,285)**	(966)	**(52)**
Balance at the end of the period	**¥ 157,869**	¥ 163,007	**$ 1,309**
Retained earnings:			
Balance at the beginning of the period	**¥ 1,587,318**	¥ 1,364,295	**$ 13,161**
Net profit attributable to ITOCHU	**280,939**	231,351	**2,329**
Transfer from other components of equity	**268**	(3,788)	**2**
Cash dividends	**(75,922)**	(77,529)	**(629)**
Balance at the end of the period	**¥ 1,792,603**	¥ 1,514,329	**$ 14,863**
Other components of equity:			
Balance at the beginning of the period	**¥ 532,424**	¥ 367,329	**$ 4,414**
Other comprehensive income attributable to ITOCHU	**(105,604)**	191,991	**(876)**
Transfer to retained earnings	**(268)**	3,788	**(2)**
Transfer to non-financial assets	**(9,806)**	-	**(81)**
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests	**(36)**	42	**(0)**
Balance at the end of the period	**¥ 416,710**	¥ 563,150	**$ 3,455**
Treasury stock:			
Balance at the beginning of the period	**¥ (104,142)**	¥ (2,800)	**$ (863)**
Net change in treasury stock	**(1,483)**	(101,335)	**(13)**
Balance at the end of the period	**¥ (105,625)**	¥ (104,135)	**$ (876)**
Total shareholders' equity	**¥ 2,515,005**	¥ 2,389,799	**$ 20,852**
Non-controlling interests:			
Balance at the beginning of the period	**¥ 315,049**	¥ 353,471	**$ 2,612**
Net profit attributable to non-controlling interests	**31,781**	15,566	**264**
Other comprehensive income attributable to non-controlling interests	**(12,826)**	4,398	**(106)**
Cash dividends to non-controlling interests	**(7,951)**	(7,197)	**(66)**
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests	**(60,077)**	18,671	**(498)**
Balance at the end of the period	**¥ 265,976**	¥ 384,909	**$ 2,206**
Total equity	**¥ 2,780,981**	¥ 2,774,708	**$ 23,058**

(4) Consolidated Statement of Cash Flows [Condensed] -Unaudited-

ITOCHU Corporation and its Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

	Millions of Yen		Millions of U.S. dollars
	Apr.-Dec. 2015	Apr.-Dec. 2014	**Apr.-Dec. 2015**
Cash flows from operating activities:			
Net profit	**¥ 312,720**	¥ 246,917	**$ 2,593**
Adjustments to reconcile net profit to net cash provided by operating activities			
Depreciation and amortization	**91,159**	82,243	**756**
Provision for doubtful accounts	**5,371**	3,098	**45**
Gains on investments	**(65,964)**	(19,612)	**(547)**
Gains (losses) on property, plant, equipment and intangible assets	**29,334**	(2,852)	**243**
Financial income	**(24,449)**	(3,786)	**(203)**
Equity in earnings of associates and joint ventures	**(115,274)**	(96,049)	**(956)**
Income tax expense	**36,130**	83,357	**299**
Changes in assets and liabilities, other-net	**(20,287)**	(142,210)	**(168)**
Proceeds from interest	**13,479**	10,074	**112**
Proceeds from dividends	**77,001**	59,474	**638**
Payments for interest	**(20,469)**	(18,839)	**(170)**
Payments for income taxes	**(65,068)**	(66,907)	**(539)**
Net cash provided by operating activities	**253,683**	134,908	**2,103**
Cash flows from investing activities:			
Net proceeds from sale (payments for purchase) of investments accounted for by the equity method	**90,392**	(161,450)	**749**
Net proceeds from sale (payments for purchase) of other investments	**76,740**	(5,836)	**636**
Net origination of loans receivable	**(897,621)**	(11,922)	**(7,442)**
Net payments for purchase of property, plant, equipment and intangible assets	**(57,999)**	(73,888)	**(480)**
Net decrease (increase) in time deposits	**292**	(1,081)	**2**
Net cash used in investing activities	**(788,196)**	(254,177)	**(6,535)**
Cash flows from financing activities:			
Net proceeds from debentures and loans payable	**614,450**	287,431	**5,094**
Proceeds from issuance of common stock	**-**	101,963	**-**
Cash dividends	**(75,922)**	(77,529)	**(629)**
Other	**(72,356)**	(116,244)	**(600)**
Net cash provided by financing activities	**466,172**	195,621	**3,865**
Net increase (decrease) in cash and cash equivalents	**(68,341)**	76,352	**(567)**
Cash and cash equivalents at the beginning of the period	**700,292**	653,739	**5,806**
Effect of exchange rate changes on cash and cash equivalents	**317**	19,115	**3**
Cash and cash equivalents at the end of the period	**¥ 632,268**	¥ 749,206	**$ 5,242**

(5) Operating Segment Information

ITOCHU Corporation and its Subsidiaries
For the nine-month periods ended December 31, 2015 and 2014

Information concerning operations in different operating segments for the nine-month periods ended December 31, 2015 and 2014 is as follows:

For the nine-month period ended December 31, 2015 (April 1, 2015 -December 31, 2015)

Millions of Yen

	Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	ICT, General Products & Realty	Others, Adjustments & Eliminations	Consolidated
Revenues:								
Revenues from external customers	**¥ 432,233**	**¥ 300,021**	**¥ 146,996**	**¥ 1,151,852**	**¥ 814,221**	**¥ 869,901**	**¥ 56,712**	**¥ 3,771,936**
Intersegment revenues	**360**	**1**	**-**	**687**	**243**	**14,156**	**(15,447)**	**-**
Total revenues	**432,593**	**300,022**	**146,996**	**1,152,539**	**814,464**	**884,057**	**41,265**	**3,771,936**
Gross trading profit	**104,035**	**88,591**	**25,262**	**138,816**	**195,501**	**230,370**	**7,867**	**790,442**
Trading income	**19,033**	**22,841**	**9,104**	**35,479**	**37,145**	**41,365**	**(2,445)**	**162,522**
Net profit attributable to ITOCHU	**23,231**	**40,340**	**20,073**	**45,857**	**34,853**	**83,544**	**33,041**	**280,939**
[Equity in earnings (losses) of associates and joint ventures]	**[7,961]**	**[18,091]**	**[20,732]**	**[610]**	**[13,558]**	**[32,634]**	**[21,688]**	**[115,274]**
Total assets at December 31, 2015	**562,855**	**1,083,636**	**1,097,590**	**1,245,301**	**1,953,479**	**1,569,660**	**1,722,158**	**9,234,679**

For the nine-month period ended December 31, 2014 (April 1, 2014 -December 31, 2014)

Millions of Yen

	Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	ICT, General Products & Realty	Others, Adjustments & Eliminations	Consolidated
Revenues:								
Revenues from external customers	¥ 411,615	¥ 286,167	¥ 183,664	¥ 1,465,401	¥ 801,607	¥ 930,953	¥ 48,058	¥ 4,127,465
Intersegment revenues	4	52	-	757	197	14,948	(15,958)	-
Total revenues	411,619	286,219	183,664	1,466,158	801,804	945,901	32,100	4,127,465
Gross trading profit	101,558	87,154	51,386	129,549	186,337	223,682	15,525	795,191
Trading income	20,068	25,108	36,249	32,103	37,495	38,786	6,506	196,315
Net profit attributable to ITOCHU	21,082	40,178	46,715	12,887	43,822	56,445	10,222	231,351
[Equity in earnings (losses) of associates and joint ventures]	[7,935]	[18,360]	[28,414]	[(10,112)]	[22,307]	[28,005]	[1,140]	[96,049]
Total assets at December 31, 2014	570,889	1,089,220	1,367,576	1,550,577	1,886,959	1,669,135	991,010	9,125,366
Total assets at March 31, 2015	555,842	1,083,637	1,261,754	1,329,507	1,772,166	1,622,347	935,448	8,560,701

For the nine-month period ended December 31, 2015 (April 1, 2015 -December 31, 2015)

Millions of U.S. dollars

	Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	ICT, General Products & Realty	Others, Adjustments & Eliminations	Consolidated
Revenues:								
Revenues from external customers	**$ 3,584**	**$ 2,487**	**$ 1,219**	**$ 9,550**	**$ 6,751**	**$ 7,213**	**$ 470**	**$ 31,274**
Intersegment revenues	**3**	**0**	**-**	**6**	**2**	**117**	**(128)**	**-**
Total revenues	**3,587**	**2,487**	**1,219**	**9,556**	**6,753**	**7,330**	**342**	**31,274**
Gross trading profit	**863**	**735**	**209**	**1,151**	**1,621**	**1,910**	**65**	**6,554**
Trading income	**158**	**189**	**76**	**294**	**308**	**343**	**(20)**	**1,348**
Net profit attributable to ITOCHU	**193**	**334**	**166**	**380**	**289**	**693**	**274**	**2,329**
[Equity in earnings (losses) of associates and joint ventures]	**[66]**	**[150]**	**[172]**	**[5]**	**[112]**	**[271]**	**[180]**	**[956]**
Total assets at December 31, 2015	**4,667**	**8,984**	**9,100**	**10,325**	**16,197**	**13,014**	**14,279**	**76,566**

Note 1 : "Equity in earnings (losses) of associates and joint ventures" is included in Net profit attributable to ITOCHU.
Note 2 : "Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful accounts"

(6) Assumption for Going Concern: None

(7) Information Concerning Dividend Payments

(Dividend payments in the nine-month period ended December 31, 2015)

(Resolution)	Stock type	Total dividend amount	Dividend resource	Dividend per share	Record date	Effective date
General meeting of Shareholders on June 19, 2015	Common Stock	36,379 million yen	Retained earnings	23 yen	March 31, 2015	June 22, 2015
Board of directors meeting on November 5, 2015	Common Stock	39,542 million yen	Retained earnings	25 yen	September 30, 2015	December 2, 2015

(8) Significant Changes in Shareholders' Equity: None

(9) Material Subsequent Events:

As announced on January 21, 2016, in relation to the shareholder loan for the acquisition of the CITIC preferred shares (“Second Stage Purchase”) which includes approximately US$2.666 billion funding portion for the group companies led by Charoen Pokphand Group Company Limited (“CP Group”), the execution date of the shareholder loan by CP Group to Chia Tai Bright Investment Company Limited, a company jointly owned with CP Group, for the repayment of US$2.666 billion to ITOCHU, has been amended from six months from the completion of Second Stage Purchase date (August 3, 2015), to March 24, 2016.

Highlights of Consolidated Financial Results for the 1st-3rd Quarter of FY 2016〔IFRS〕

Feb. 4, 2016
ITOCHU Corporation

(Unit: billion yen, (losses, decrease))

Financial topics for the 1st-3rd Quarter of FY 2016

1. "Net profit attributable to ITOCHU" increased by ¥49.6 bil. (21.4%) compared with the same period of the previous fiscal year, to ¥280.9 bil., and achieved the highest record for the 1st-3rd Quarter and progressed 85.1% toward the outlook for FY2016

・"Net profit attributable to ITOCHU" for the Non-Resource Sector increased by ¥45.3 bil. compared with the same period of the previous fiscal year, to ¥235.5 bil., and achieved the highest record for the 1st-3rd quarter.
・Profits and losses from special factors included in "Net profit attributable to ITOCHU" was approximately ¥50.0 bil. (profit) (approximately ¥8.0 bil. (profit) in the same period of the previous fiscal year)
・Ordinary profit excluding the profits and losses from special factors increased by ¥8.0 bil. compared with the same period of the previous fiscal year, to ¥231.0 bil.
The favorable performance in the consumer-related sector, basic industry-related sector, and the income from CITIC Limited covered the decline of the natural resource-related sector.

2. "Total shareholders' equity" increased by ¥81.8 bil. (3.4%), to ¥2,515.0 bil. compared with March 31, 2015

・"Total shareholders' equity" increased due to the increase in "Net profit attributable to ITOCHU", despite the dividend payments, foreign currency translation accompanying the depreciation of the Australian dollar, and the decline in the stock prices of investments.
・ NET DER was 1.2 times. NET DER excluding temporary funding portion for CP Group accompanying the acquisition of CITIC Limited shares (interest-bearing-debt of approximately ¥320.0 bil.) was 1.1 times.

3. "Cash flows from operating activities" increased by ¥118.8 bil. compared with the same period of the previous fiscal year, resulting in a Net cash-inflow of ¥253.7 bil.

・"Free cash flows" excluding the investment and loan accompanying the acquisition of CITIC Limited shares, approximately ¥930.0 bil. (including the temporary funding portion for CP Group, approximately ¥320.0 bil.) was approximately ¥400.0bil. (Refer to "Cash Flows" section below)

	Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Increase (Decrease)
Non-Resource	235.5	190.2	45.3
Natural Resource /Energy-Related	36.2	30.9	5.2
Others	9.3	10.2	(0.9)
Total	280.9	231.4	49.6
Non-Resource/ Natural Resource	87% / 13%	86% / 14%	+1% / -1%

*The ratio is calculated excluding the [Others] from the [Total] as 100%

Consolidated Financial Results of Operations

	Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Increase (Decrease)
Revenues	3,771.9	4,127.5	(355.5)
Gross trading profit	790.4	795.2	(4.7)
Selling, general and administrative expenses	(622.5)	(595.8)	(26.8)
Provision for doubtful accounts	(5.4)	(3.1)	(2.3)
Gains on investments	66.0	19.6	46.4
Gains (losses) on property, plant, equipment and intangible assets	(29.3)	2.9	(32.2)
Other–net	10.0	11.7	(1.7)
Net interest expenses	(0.9)	(8.6)	7.7
Dividends received	25.3	12.4	13.0
Equity in earnings of associates and joint ventures	115.3	96.0	19.2
Profit before tax	348.9	330.3	18.6
Income tax expense	(36.1)	(83.4)	47.2
Net Profit	312.7	246.9	65.8
Net profit attributable to ITOCHU	280.9	231.4	49.6
Net profit attributable to non-controlling interests	31.8	15.6	16.2
Total comprehensive income attributable to ITOCHU	175.3	423.3	(248.0)

(Reference)

Trading income	162.5	196.3	(33.8)
Adjusted profit	307.6	299.2	8.4

"Trading income"= Gross trading profit + SG&A expenses + Provision for doubtful accounts
"Adjusted profit" = Gross trading profit + SG&A expenses + Net interest expenses + Dividends received + Equity in earnings of associates and joint ventures

Summary of changes from the same period of the previous fiscal year

- **Revenues**
  Textile (+20.6): Mainly due to the income from EDWIN CO., LTD. from the second quarter of the previous fiscal year
  Machinery (+13.9) : Mainly due to the favorable performance in plant-related companies
  Energy & Chemicals (-313.5): Mainly due to the decline in oil prices in energy trading transactions
  ICT, General Products & Realty (-61.1): Due to the de-consolidation of housing-materials-related subsidiaries in the U.S. in this fiscal year, despite the sales of real properties for sale
- **Gross trading profit**
  Energy & Chemicals (+9.3): Due to the stable performance in the energy and chemical trading transactions and the acquisition of subsidiaries in energy-related companies in the previous fiscal year, despite the lower profitability in self-developed crude oil transactions accompanying the decline in oil prices
  Food (+9.2): Due to the higher transaction volume in food-distribution-related subsidiaries and the stable performance in provisions-related subsidiaries
  Metals & Minerals (-26.1): Due to the decline in iron ore and coal prices, despite the increase in iron ore sales volume, the reduction of costs in iron ore, and the improvement in foreign currency translation in iron ore and coal companies
- **SG&A expenses**
  Increase due to the higher expenses in existing subsidiaries and the acquisition of subsidiaries in the previous fiscal year
- **Provision for doubtful accounts**
  Increase in allowance for doubtful accounts in foreign subsidiaries
- **Gains on investments**
  Increase due to the gain on sales of housing-materials-related subsidiaries in the U.S.
- **Gains (losses) on property, plant, equipment and intangible assets**
  Deterioration due to the recognition of the impairment loss in the North Sea oil fields development project
- **Net interest expenses**
  Improvement due to the higher interest income accompanying the providing of loan regarding the acquisition of CITIC Limited shares
- **Dividend received** Increase due to the higher dividends from the pipeline businesses
- **Equity in earnings of associates and joint ventures**
  Food (-8.7): Decrease due to the effect from the conversion of TING HSIN (CAYMAN ISLANDS) HOLDING CORP. from associated companies to other investments, and the absence of the gain on sales of affiliates in the CVS companies in the same period of the previous fiscal year
  Energy & Chemicals (+10.7): Improvement due to the absence of the impairment loss in an U.S. oil and gas development company in the same period of the previous fiscal year, despite the effect of the scheduled maintenance of methanol-related companies
  Others, Adjustments & Eliminations (+20.5): Increase due to the start of equity pick-up of CITIC Limited, and other factors
- **Income tax expense**
  Improvement of tax expenses accompanying the disposal of an U.S. oil and gas development company, and the absence of the reversal of deferred tax assets regarding MRRT in the same period of the previous fiscal year

Outlook for FY 2016 (Disclosed on May 1, 2015)	Progress (%)
5,600.0	67.4%
1,100.0	71.9%
(856.0)	72.7%
(4.0)	-
41.0	-
(19.0)	4.6%
24.0	105.5%
120.0	96.1%
406.0	85.9%
(58.0)	62.3%
348.0	89.9%
330.0	85.1%
18.0	176.6%
240.0	67.7%
369.0	83.4%

Operating Segment Information

	Net profit attributable to ITOCHU Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Increase (Decrease)	Summary of changes from the same period of the previous fiscal year	(Reference) Trading income Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Increase (Decrease)
Textile	23.2	21.1	2.1	Increase due to the gain on remeasurement from the conversion of a China-related company from an associated company to other investments, despite the lower trading income	19.0	20.1	(1.0)
Machinery	40.3	40.2	0.2	Nearly at the same level due to the improvement in net interest expenses and increase in dividends received, despite the lower trading income	22.8	25.1	(2.3)
Metals & Minerals	20.1	46.7	(26.6)	Decrease due to the lower trading income, loss on remeasurement accompanying the merger of assets related to Brazilian iron ore business, and decrease in equity in earnings of associates and joint ventures, despite the absence of the reversal of deferred tax assets regarding MRRT in the same period of the previous fiscal year	9.1	36.2	(27.1)
Energy & Chemicals	45.9	12.9	33.0	Increase due to the higher trading income, the improvement in tax expenses accompanying the disposal of an U.S. oil and gas development company, and received dividends, despite the impairment loss in the North Sea oil fields development project	35.5	32.1	3.4
Food	34.9	43.8	(9.0)	Decrease due to the lower trading income, lower equity in earnings of associates and joint ventures from the effect of the conversion of TING HSIN (CAYMAN ISLANDS) HOLDING CORP. from associated companies to other investments, and the absence of the gain on sales of affiliates in the CVS companies in the same period of the previous fiscal year	37.1	37.5	(0.4)
ICT, General Products & Realty	83.5	56.4	27.1	Increase due to the higher trading income, increase in equity in earnings of associates and joint ventures, and the gain on sales of housing-materials-related subsidiaries in the U.S.	41.4	38.8	2.6
Others, Adjustments & Eliminations	33.0	10.2	22.8	Increase due to the start of equity pick-up of CITIC Limited, and other factors	(2.4)	6.5	(9.0)
Consolidated	280.9	231.4	49.6		162.5	196.3	(33.8)

Financial Position

	Dec. 2015	Mar. 2015	Increase (Decrease)	Outlook for FY2016 (Disclosed on May 1, 2015)
Total assets	9,234.7	8,560.7	674.0	9,200.0
Interest-bearing debt	3,708.3	3,092.2	616.1	3,550.0
Net interest-bearing debt	3,065.9	2,380.5	685.4	2,900.0
Total shareholders' equity	2,515.0	2,433.2	81.8	2,600.0
Ratio of shareholders' equity to total assets	27.2%	28.4%	(1.2 pt)	28.3%
Net debt-to-shareholders' equity ratio (times)	1.2	0.98	0.2	1.1
Total equity	2,781.0	2,748.3	32.7	2,900.0

Summary of changes from the previous fiscal year end

・**Total assets** : Increased by 7.9%, or 674.0 billion yen, compared with March 31, 2015, to 9,234.7 billion yen. This increase was due to the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the return of investment accompanying the merger of assets related to Brazilian iron ore business and the de-consolidation of housing-materials-related subsidiaries in the U.S.

・**Net interest-bearing debt**: Increased by 28.8%, or 685.4 billion yen, compared with March 31, 2015, to 3,065.9 billion yen, due to the increase in borrowings regarding the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the repayment of debt accompanying the steady collections of trade receivables and investments.

・**Total shareholders' equity**:Increased by 3.4%, or 81.8 billion yen, compared with March 31, 2015, to 2,515.0 billion yen, due to the increase in Net profit attributable to ITOCHU, despite the dividend payments, the foreign currency translation accompanying the depreciation of the Australian dollar, and the decline in the stock prices of investments. Ratio of shareholders' equity to total assets decreased by 1.2 points to 27.2% compared with March 31, 2015. NET DER (Net debt-to-shareholders' equity ratio) slightly increased compared with March 31, 2015 to 1.2 times.

Cash Flows

	Apr.-Dec. FY 2016	Apr.-Dec. FY 2015
Operating activities	253.7	134.9
Investing activities	(788.2)	(254.2)
Free cash flows (*)	*(534.5)*	*(119.3)*
Financing activities	466.2	195.6
Cash and cash equivalents	632.3	749.2
Increase (Decrease)	(68.0)	95.5

(*)"Free cash flows" excluding the investment & loan (approx. ¥930.0 bil.) accompanying acquisition of CITIC Ltd. shares: approx. ¥400.0 bil.

Summary of Cash Flows for Apr.-Dec. of FY 2016

・**Operating**: Net cash-inflow of 253.7 billion yen, resulting from the steady collections in the energy, food, and machinery sectors, despite the decrease in trade payables in the construction, realty & logistics sector.

・**Investing**: Net cash-outflow of 788.2 billion yen, due to the investment and loan accompanying the acquisition of CITIC Limited shares, approximately 930.0 billion yen (including the temporary funding portion for CP Group, approximately 320.0 billion yen), despite the return of investment accompanying the merger of assets related to Brazilian iron ore business, approximately 130.0 billion yen(*) and the sales of housing-materials-related subsidiaries in the U.S., approximately 110.0 billion yen.

・**Financing**: Net cash-inflow of 466.2 billion yen, due to increase in debt, despite the dividend payments, and the distribution to non-controlling interests of approximately 60.0 billion yen(*) accompanying the return of investment regarding the Brazilian iron ore business mentioned above.

(*) ITOCHU's portion of net cash-inflow is approximately 70.0 billion yen.

Group Companies (Net profit attributable to ITOCHU)

(C): Consolidated subsidiary (E): Equity-method company

		Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Increase (Decrease)	Summary of changes from the previous fiscal year
ITOCHU International Inc.	(C)	23.2	8.1	15.0	Increase due to the favorable performance in the chemical-related sector and machinery-related sector, and the gain on sales of housing-materials-related subsidiaries, despite the lower profit in food-related sector
ITOCHU Minerals & Energy of Australia Pty Ltd	(C)	15.9	30.9	(15.0)	Decrease due to the decline in iron ore and coal prices, despite the reduction of costs, the improvement in foreign currency translation, and the absence of the reversal of deferred tax assets regarding MRRT in the same period of the previous fiscal year
NIPPON ACCESS, INC.	(C)	7.3	6.7	0.5	Increase due to the higher transaction volume and the improvement in profitability, despite the increase in distribution costs, and expenses accompanying the implementation of a new system
Marubeni-Itochu Steel Inc.	(E)	7.0	11.1	(4.1)	Decrease due to the stagnant steel market conditions and lower energy related demand
CIECO Exploration and Production (UK) Limited	(C)	(18.2)	(0.3)	(17.9)	Deterioration due to the impairment loss in the North Sea oil fields development project

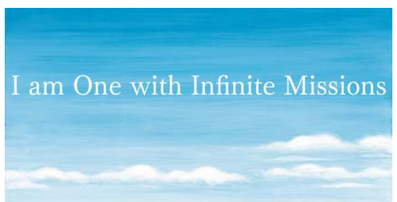
Dividend Information (Per Share)

Annual (Planned)	50 yen (minimum)
Interim (Paid)	25 yen

Major Indicates

		Apr.-Dec. FY 2016	Apr.-Dec. FY 2015	Variance
Foreign exchange (Yen/US$)	Average	121.60	104.85	16.75
	Closing	Dec.-15 120.61	Mar.-15 120.17	0.44
Interest	JPY TIBOR 3M, average	0.171%	0.204%	(0.033%)
	US$ LIBOR 3M, average	0.334%	0.233%	0.101%
Crude oil (Brent) (US$/BBL) average		53.13	96.71	(43.58)
Iron ore (US$/ton)		55	101	(46)
Hard coking coal (US$/ton) (*)		97	120	(23)
Thermal coal (US$/ton)		68	82	(14)

(*) The Company recognizes these prices as common transaction prices based on market information.



Exhibit(Highlights)