

Consolidated Financial Results for the First Half of the Fiscal Year Ending March 31, 2025

[Prepared in conformity with International Financial Reporting Standards]

Company name: ITOCHU Corporation
 Stock exchange code: 8001 <https://www.itochu.co.jp/en/ir/>
 President and Chief Operating Officer: Keita Ishii
 General Manager, Investor Relations Division: Kazunori Harada TEL: 81 - 3 - 3497 - 7295
 The date of payout of dividend: December 2, 2024 (Planned)
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

1. Consolidated operating results for the first half of the FYE 2025 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (Summary) (%: Changes from the same period of the previous fiscal year)

	Revenues		Trading income (*4)		Profit before tax		Net profit		Net profit attributable to ITOCHU		Total comprehensive income attributable to ITOCHU	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
For the first half of												
FYE 2025	7,291,307	7.6	366,744	4.5	602,266	5.3	474,745	7.2	438,442	6.2	309,822	(55.5)
FYE 2024	6,774,098	(3.1)	350,922	(9.7)	571,824	(10.9)	442,671	(12.3)	412,899	(14.5)	696,261	(9.5)

	Basic earnings per share attributable to ITOCHU		Diluted earnings per share attributable to ITOCHU	
	yen		yen	
For the first half of				
FYE 2025	304.99		-	
FYE 2024	283.86		-	

Equity in earnings of associates and joint ventures (millions of yen) 1st half of FYE 2025: 191,830 [18.3%] 1st half of FYE 2024: 162,108 [(12.7)%]
 Total comprehensive income (millions of yen) 1st half of FYE 2025: 345,515 [(53.5)%] 1st half of FYE 2024: 743,200 [(6.7)%]

(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
September 30, 2024	14,388,933	6,135,048	5,595,482	38.9	3,907.24
March 31, 2024	14,489,701	5,992,121	5,426,962	37.5	3,771.77

(3) Consolidated cash flows information

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents
	millions of yen	millions of yen	millions of yen	millions of yen
For the first half of				
FYE 2025	578,586	(162,467)	(411,985)	597,715
FYE 2024	469,213	(90,705)	(397,970)	606,587

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
FYE 2024	-	80.00	-	80.00	160.00
FYE 2025	-	100.00	-	-	-
FYE 2025 (Planned)	-	-	-	100.00	200.00

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

3. Outlook of consolidated operating results for the FYE 2025 (from April 1, 2024 to March 31, 2025)

(%: Changes from the previous fiscal year)

	Net profit attributable to ITOCHU		Basic earnings per share attributable to ITOCHU	
	millions of yen	%	yen	
FYE 2025	880,000	9.8	614.63	

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

4. Other information

(1) Significant changes in the consolidation scope during the period : None

(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)

1st half of FYE 2025	1,584,889,504	FYE 2024	1,584,889,504
----------------------	---------------	----------	---------------

(b) Number of treasury stock:

1st half of FYE 2025	152,809,838	FYE 2024	146,053,365
----------------------	-------------	----------	-------------

(c) Average number of common
shares outstanding:

1st half of FYE 2025	1,437,577,052	1st half of FYE 2024	1,454,609,639
----------------------	---------------	----------------------	---------------

Note: Based on the decision at the meeting of the Board of Directors,

ITOCHU has carried out share buybacks of 6,392,866 own shares during the six-month period ended September 30, 2024.

[Note]

- *1. This document is an English translation of a statement initially written in Japanese. The original Japanese document should be considered as the primary version.
- *2. This document is unaudited by certified public accountants or audit firms.
- *3. Data and projections contained in these materials are based on the information available at the time of publication, and various factors may cause the 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 has no obligation to update any forward-looking statements as a result of new information, future events or other developments.
- *4. "Trading income" is presented in accordance with Japanese accounting practices.
"Trading income" = "Gross trading profit" + "Selling, general and administrative expenses" + "Provision for doubtful accounts"
- *5. 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 142.73 yen = 1 U.S. dollar, the exchange rate prevailing on September 30, 2024. 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.
- *6. "ITOCHU" referred to in the consolidated financial statements represents ITOCHU Corporation.

1. Qualitative Information

(1) Consolidated Operating Results

[For the six-month period ended September 30, 2024]

(a) General Economic Situation

For the six-month period ended September 30, 2024, the global economy generally remained sluggish, although some sectors were stable. The U.S. economy experienced a slight weakening in employment situation, although consumer spending remained resilient. In China, the economy remained stagnant due to continued weakness in the real estate market and a lack of recovery in consumer spending. Meanwhile, in Europe, consumer sentiment continued to improve and the downturn in production activity leveled off. The WTI crude oil price generally trended downward. It fell from the US\$83 per barrel level at the beginning of the fiscal year to the US\$72 per barrel level in early June, before rising temporarily in late June due to expectations of expanding global demand for crude oil and other factors. However, it subsequently fell to the US\$68 per barrel level at the end of September on the back of plans to increase production by major oil-producing countries.

The Japanese economy showed signs of improvement in consumer spending, which had experienced ongoing stagnation due to the impact of rising prices, while capital expenditures remained resilient. The U.S. dollar-yen exchange rate depreciated from the ¥151 per dollar level at the beginning of the fiscal year to the ¥161 per dollar level in July. However, it subsequently appreciated to the ¥143 per dollar level at the end of September due to the foreign exchange intervention by the Ministry of Finance and the Bank of Japan, and the narrowing of interest rate difference resulting from changes in monetary policy in Japan and the U.S. The Nikkei Stock Average temporarily fell from the ¥40,000 level at the beginning of the fiscal year to the ¥31,000 level in early August, reflecting the appreciation of the yen in response to the interest rate hike in Japan as well as the decline in U.S. stock prices. However, it recovered to the ¥37,000 level at the end of September as U.S. stock prices rose on the back of cuts in the U.S. interest rate and other factors. The yield on 10-year Japanese government bonds temporarily rose from 0.74% at the beginning of the fiscal year to 1.10% from May to July, following an upward trend on expectations that the Bank of Japan would reduce its purchases of Japanese government bonds. However, from August onward, it declined in line with U.S. long-term interest rates to close at 0.85% at the end of September.

(b) Consolidated Operating Results

	Billions of Yen				Millions of U.S. Dollars
	Apr.-Sep. 2024	Apr.-Sep. 2023	Increase (Decrease)	%	Apr.-Sep. 2024
Revenues.....	7,291.3	6,774.1	517.2	7.6%	51,085
Gross trading profit.....	1,166.5	1,067.6	98.9	9.3%	8,173
Selling, general and administrative expenses.....	(794.0)	(715.0)	(79.0)	11.1%	(5,563)
Gains (losses) on investments.....	4.9	35.4	(30.5)	(86.1%)	35
Gains (losses) on property, plant, equipment and intangible assets.....	1.2	6.3	(5.2)	(81.6%)	8
Net interest expenses (The total of interest income and interest expense).....	(24.7)	(23.2)	(1.4)	-	(173)
Dividends received.....	41.4	31.0	10.4	33.4%	290
Equity in earnings of associates and joint ventures.....	191.8	162.1	29.7	18.3%	1,344
Income tax expense.....	(127.5)	(129.2)	1.6	(1.3%)	(894)
Net profit.....	474.7	442.7	32.1	7.2%	3,326
Net profit attributable to ITOCHU.....	438.4	412.9	25.5	6.2%	3,072
(Reference) Trading income.....	366.7	350.9	15.8	4.5%	2,570

(i) Revenues (from external customers)

Increased by 7.6%, or 517.2 billion yen, compared to the same period of the previous fiscal year to 7,291.3 billion yen (51,085 million U.S. dollars).

• General Products & Realty Company:

Increased by 116.4 billion yen compared to the same period of the previous fiscal year to 773.5 billion yen (5,419 million U.S. dollars), due to the conversion of DAIKEN into a consolidated subsidiary in the third quarter of the previous fiscal year and the stable performance in ETEL (European tyre-related company).

• Food Company:

Increased by 98.5 billion yen compared to the same period of the previous fiscal year to 2,524.0 billion yen (17,684 million U.S. dollars), due to expansion of transactions resulting from the increase of consumer activity and higher sales prices in food-distribution-related companies, and higher transaction volume in provisions-related transactions.

• Metals & Minerals Company:

Increased by 92.7 billion yen compared to the same period of the previous fiscal year to 655.3 billion yen (4,591 million U.S. dollars), due to the favorable sales in non-ferrous-related transactions/companies, partially offset by lower coal and iron ore prices.

- ICT & Financial Business Company:
Increased by 92.5 billion yen compared to the same period of the previous fiscal year to 465.3 billion yen (3,260 million U.S. dollars), due to the favorable performance in ITOCHU Techno-Solutions and higher agency commissions in HOKEN NO MADOGUCHI GROUP.
- (ii) Gross trading profit
Increased by 9.3%, or 98.9 billion yen, compared to the same period of the previous fiscal year to 1,166.5 billion yen (8,173 million U.S. dollars).
- General Products & Realty Company:
Increased by 34.9 billion yen compared to the same period of the previous fiscal year to 161.8 billion yen (1,134 million U.S. dollars), due to the conversion of DAIKEN into a consolidated subsidiary in the third quarter of the previous fiscal year and the stable performance in ETEL.
 - ICT & Financial Business Company:
Increased by 23.9 billion yen compared to the same period of the previous fiscal year to 155.8 billion yen (1,092 million U.S. dollars), due to the favorable performance in ITOCHU Techno-Solutions and higher agency commissions in HOKEN NO MADOGUCHI GROUP.
 - Food Company:
Increased by 16.7 billion yen compared to the same period of the previous fiscal year to 203.5 billion yen (1,426 million U.S. dollars), due to the improvement in logistics costs in Dole, expansion of transactions resulting from the increase of consumer activity and higher sales prices in food-distribution-related companies, and higher transaction volume in provisions-related transactions.
 - Machinery Company:
Increased by 16.0 billion yen compared to the same period of the previous fiscal year to 130.4 billion yen (913 million U.S. dollars), due to higher transaction volume in operation and maintenance services in North American electric-power-related business, and the stable sales in aerospace-related companies and automobile-related companies.
- (iii) Selling, general and administrative expenses
Increased by 11.1%, or 79.0 billion yen, compared to the same period of the previous fiscal year to 794.0 billion yen (5,563 million U.S. dollars), due to the conversion of DAIKEN into a consolidated subsidiary in the third quarter of the previous fiscal year, the increase in personnel expenses, and the depreciation of the yen.
- (iv) Gains (losses) on investments
Decreased by 86.1%, or 30.5 billion yen, compared to the same period of the previous fiscal year to a gain of 4.9 billion yen (35 million U.S. dollars), due to the absence of the revaluation gain on a lithium-ion batteries company in the same period of the previous fiscal year, partially offset by the gain on the partial sale of an Australian infrastructure company.
- (v) Gains (losses) on property, plant, equipment and intangible assets
Decreased by 81.6%, or 5.2 billion yen, compared to the same period of the previous fiscal year to a gain of 1.2 billion yen (8 million U.S. dollars), due to the absence of the gains on the sale of fixed assets in ITOCHU ENEX in the same period of the previous fiscal year.
- (vi) Net interest expenses (The total of interest income and interest expense)
Deteriorated by 1.4 billion yen, compared to the same period of the previous fiscal year to expenses of 24.7 billion yen (173 million U.S. dollars), due to the increase in interest expense with higher interest rates.

(vii) Dividends received

Increased by 33.4%, or 10.4 billion yen, compared to the same period of the previous fiscal year to 41.4 billion yen (290 million U.S. dollars), due to the increase in dividends from iron-ore-related investments.

(viii) Equity in earnings of associates and joint ventures

Increased by 18.3%, or 29.7 billion yen, compared to the same period of the previous fiscal year to 191.8 billion yen (1,344 million U.S. dollars).

- The 8th Company:

Increased by 44.4 billion yen compared to the same period of the previous fiscal year to 45.5 billion yen (318 million U.S. dollars), due to the extraordinary gain on the group reorganization of Chinese business in FamilyMart.

- Others, Adjustments & Eliminations: (*)

Increased by 15.8 billion yen compared to the same period of the previous fiscal year to 63.8 billion yen (447 million U.S. dollars), due to the improvement in profitability in C.P. Pokphand resulting from the recovery of pork prices and lower feed costs, and higher earnings in CITIC Limited resulting from the extraordinary gain on the partial sale of a group company and the depreciation of the yen, partially offset by lower earnings in iron ore companies and steel-related companies.

- Metals & Minerals Company:

Decreased by 12.0 billion yen compared to the same period of the previous fiscal year to 16.8 billion yen (118 million U.S. dollars), due to lower earnings in Marubeni-Itochu Steel resulting from the deterioration in profitability in North American business, and the unfavorable performance of operation in coking-coal-related companies.

- Machinery Company:

Decreased by 10.7 billion yen compared to the same period of the previous fiscal year to 32.1 billion yen (225 million U.S. dollars), due to lower earnings in Hitachi Construction Machinery and the absence of favorable performance in North American electric-power-related business in the same period of the previous fiscal year.

(*) “Others, Adjustments & Eliminations” includes gains and losses, which do not belong to any operating segment and internal eliminations between operating segments. For more details, please refer to page 17, “3. (5) Operating Segment Information”.

(ix) Income tax expense

Remained consistent at 127.5 billion yen (894 million U.S. dollars) compared to the same period of the previous fiscal year, due to the contribution of equity in earnings of associates and joint ventures to the increase of profit before tax.

(x) Net profit attributable to ITOCHU

Consequently, net profit attributable to ITOCHU increased by 6.2%, or 25.5 billion yen, compared to the same period of the previous fiscal year to 438.4 billion yen (3,072 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”) increased by 4.5%, or 15.8 billion yen, compared to the same period of the previous fiscal year to 366.7 billion yen (2,570 million U.S. dollars).

- ICT & Financial Business Company:
Increased by 12.7 billion yen compared to the same period of the previous fiscal year to 42.0 billion yen (295 million U.S. dollars), due to the favorable performance in ITOCHU Techno-Solutions.
- Food Company:
Increased by 8.5 billion yen compared to the same period of the previous fiscal year to 62.0 billion yen (434 million U.S. dollars), due to the improvement in logistics costs in Dole, expansion of transactions resulting from the increase of consumer activity and higher sales prices in food-distribution-related companies, and higher transaction volume in provisions-related transactions.
- Machinery Company:
Increased by 7.4 billion yen compared to the same period of the previous fiscal year to 43.8 billion yen (307 million U.S. dollars), due to higher transaction volume in operation and maintenance services in North American electric-power-related business, and the stable sales in aerospace-related companies and automobile-related companies.
- General Products & Realty Company:
Decreased by 4.2 billion yen compared to the same period of the previous fiscal year to 43.2 billion yen (303 million U.S. dollars), due to the deterioration in profitability in North American facility-materials-related companies and the increase in expenses in ETEL, partially offset by the conversion of DAIKEN into a consolidated subsidiary in the third quarter of the previous fiscal year.

(2) Consolidated Financial Position

	Billions of Yen				Millions of U.S. Dollars
	Sep. 2024	Mar. 2024	Increase (Decrease)	%	Sep. 2024
Total assets.....	14,388.9	14,489.7	(100.8)	(0.7%)	100,812
Interest-bearing debt.....	3,233.8	3,357.6	(123.8)	(3.7%)	22,657
Net interest-bearing debt.....	2,620.2	2,741.6	(121.3)	(4.4%)	18,358
Total shareholders' equity.....	5,595.5	5,427.0	168.5	3.1%	39,203
Ratio of shareholders' equity to total assets.....	38.9%	37.5%	Increased 1.4pt		
NET DER (times).....	0.47	0.51	Improved 0.04pt		

(i) Total assets

Decreased by 0.7%, or 100.8 billion yen, compared to March 31, 2024 to 14,388.9 billion yen (100,812 million U.S. dollars), due to the decrease in trade receivables by the collection of receivables and the appreciation of the yen, partially offset by the increase in inventories resulting from the increase of trading transactions.

(ii) Net interest-bearing debt (interest-bearing debt after deducting cash and cash equivalents and time deposits)

Decreased by 4.4%, or 121.3 billion yen, compared to March 31, 2024 to 2,620.2 billion yen (18,358 million U.S. dollars), due to the stable performance in operating revenues and the appreciation of the yen, partially offset by dividend payments and share buybacks.

Interest-bearing debt decreased by 3.7%, or 123.8 billion yen, compared to March 31, 2024 to 3,233.8 billion yen (22,657 million U.S. dollars).

(iii) Total shareholders' equity

Increased by 3.1%, or 168.5 billion yen, compared to March 31, 2024 to 5,595.5 billion yen (39,203 million U.S. dollars), due to net profit attributable to ITOCHU during this fiscal year, partially offset by dividend payments, share buybacks, and the appreciation of the yen.

(iv) Ratio of shareholders' equity to total assets and NET DER

Ratio of shareholders' equity to total assets increased by 1.4 points compared to March 31, 2024 to 38.9%. NET DER (net debt-to-shareholders' equity ratio) improved by 0.04 points compared to March 31, 2024 to 0.47 times.

(3) Consolidated Cash Flows

	Billions of Yen		Millions of U.S. Dollars
	Apr.-Sep. 2024	Apr.-Sep. 2023	Apr.-Sep. 2024
Cash flows from operating activities.....	578.6	469.2	4,054
Cash flows from investing activities.....	(162.5)	(90.7)	(1,138)
<i>Free cash flows</i>	<i>416.1</i>	<i>378.5</i>	<i>2,916</i>
Cash flows from financing activities.....	(412.0)	(398.0)	(2,887)

(i) Cash flows from operating activities

Recorded a net cash-inflow of 578.6 billion yen (4,054 million U.S. dollars), due to the stable performance in operating revenues in The 8th, Machinery, and Food Companies, and dividends received from equity method investments in Metals & Minerals Company.

(ii) Cash flows from investing activities

Recorded a net cash-outflow of 162.5 billion yen (1,138 million U.S. dollars), due to the investment in WECARS in General Products & Realty Company, the acquisition of equity method investments in Machinery Company, and the purchase of fixed assets in The 8th, General Products & Realty, and Food Companies.

(iii) Cash flows from financing activities

Recorded a net cash-outflow of 412.0 billion yen (2,887 million U.S. dollars), due to the repayments of loan payable and lease liabilities, dividend payments, share buybacks, and the additional investment in C.I. TAKIRON.

Due to the appreciation of the yen, “Cash and cash equivalents” as of September 30, 2024 decreased by 2.7 billion yen compared to March 31, 2024 to 597.7 billion yen (4,188 million U.S. dollars).

2. Summary Information (Notes)

(1) Significant changes in the consolidation scope during the period : None

(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

With regards to the impacts from the Russia-Ukraine situation, there are no significant changes from the description in the Annual Financial Statements for the year ended March 31, 2024.

3. Semi-annual Consolidated Financial Statements [Condensed]

(1) Consolidated Statement of Comprehensive Income [Condensed]

ITOCHU Corporation and its Subsidiaries

For the six-month periods ended September 30, 2024 and 2023

	Millions of Yen		Millions of U.S. Dollars
	Apr.-Sep. 2024	Apr.-Sep. 2023	Apr.-Sep. 2024
Revenues:			
Revenues from sale of goods.....	¥ 6,578,741	¥ 6,103,760	\$ 46,092
Revenues from rendering of services and royalties.....	712,566	670,338	4,993
Total revenues.....	7,291,307	6,774,098	51,085
Cost:			
Cost of sale of goods.....	(5,754,265)	(5,357,612)	(40,316)
Cost of rendering of services and royalties.....	(370,520)	(348,858)	(2,596)
Total cost.....	(6,124,785)	(5,706,470)	(42,912)
Gross trading profit.....	1,166,522	1,067,628	8,173
Other gains (losses):			
Selling, general and administrative expenses.....	(793,994)	(714,955)	(5,563)
Provision for doubtful accounts.....	(5,784)	(1,751)	(40)
Gains (losses) on investments.....	4,925	35,403	35
Gains (losses) on property, plant, equipment and intangible assets.....	1,158	6,309	8
Other-net.....	20,876	9,278	146
Total other-losses.....	(772,819)	(665,716)	(5,414)
Financial income (loss):			
Interest income.....	27,637	25,521	194
Dividends received.....	41,413	31,044	290
Interest expense.....	(52,317)	(48,761)	(367)
Total financial income.....	16,733	7,804	117
Equity in earnings of associates and joint ventures.....	191,830	162,108	1,344
Profit before tax.....	602,266	571,824	4,220
Income tax expense.....	(127,521)	(129,153)	(894)
Net profit.....	474,745	442,671	3,326
Net profit attributable to ITOCHU.....	438,442	412,899	3,072
Net profit attributable to non-controlling interests.....	36,303	29,772	254

	Millions of Yen		Millions of U.S. Dollars
	Apr.-Sep. 2024	Apr.-Sep. 2023	Apr.-Sep. 2024
Other comprehensive income, net of tax:			
Items that will not be reclassified to profit or loss			
FVTOCI financial assets.....	¥ (8,322)	¥ 41,135	\$ (58)
Remeasurement of net defined pension liability.....	(9,772)	149	(68)
Other comprehensive income in associates and joint ventures.....	(4,597)	6,777	(32)
Items that will be reclassified to profit or loss			
Translation adjustments.....	(95,717)	224,459	(671)
Cash flow hedges.....	7,255	589	51
Other comprehensive income in associates and joint ventures.....	(18,077)	27,420	(127)
Total other comprehensive income, net of tax.....	(129,230)	300,529	(905)
Total comprehensive income.....	345,515	743,200	2,421
Total comprehensive income attributable to ITOCHU.....	309,822	696,261	2,171
Total comprehensive income attributable to non-controlling interests.....	35,693	46,939	250

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 six-month periods ended September 30, 2024 and 2023 were 366,744 million yen (2,570 million U.S. dollars) and 350,922 million yen, respectively.

(2) Consolidated Statement of Financial Position [Condensed]

ITOCHU Corporation and its Subsidiaries

As of September 30, 2024 and March 31, 2024

Assets	Millions of Yen		Millions of U.S. Dollars
	Sep. 2024	Mar. 2024	Sep. 2024
Current assets:			
Cash and cash equivalents.....	¥ 597,715	¥ 600,435	\$ 4,188
Time deposits.....	15,884	15,582	111
Trade receivables.....	2,702,925	2,831,112	18,937
Other current receivables.....	234,134	274,313	1,640
Other current financial assets.....	69,733	73,046	489
Inventories.....	1,457,778	1,382,164	10,214
Advances to suppliers.....	198,147	159,152	1,388
Other current assets.....	271,893	287,946	1,905
Total current assets.....	<u>5,548,209</u>	<u>5,623,750</u>	<u>38,872</u>
Non-current assets:			
Investments accounted for by the equity method.....	3,198,802	3,158,520	22,412
Other investments.....	1,202,877	1,194,106	8,428
Non-current receivables.....	863,411	899,232	6,049
Non-current financial assets other than investments and receivables.....	149,381	156,929	1,047
Property, plant and equipment.....	2,099,033	2,110,616	14,706
Investment property.....	39,432	42,469	276
Goodwill and intangible assets.....	1,114,675	1,128,306	7,810
Deferred tax assets.....	63,715	68,533	446
Other non-current assets.....	109,398	107,240	766
Total non-current assets.....	<u>8,840,724</u>	<u>8,865,951</u>	<u>61,940</u>
Total assets.....	<u>¥ 14,388,933</u>	<u>¥ 14,489,701</u>	<u>\$ 100,812</u>

Liabilities and Equity	Millions of Yen		Millions of
			U.S. Dollars
	Sep. 2024	Mar. 2024	Sep. 2024
Current liabilities:			
Short-term debentures and borrowings.....	¥ 699,929	¥ 727,966	\$ 4,904
Lease liabilities (short-term).....	229,076	224,086	1,605
Trade payables.....	2,285,554	2,343,112	16,013
Other current payables.....	164,794	216,360	1,154
Other current financial liabilities.....	59,928	65,960	420
Current tax liabilities.....	96,228	86,305	674
Advances from customers.....	195,342	168,511	1,369
Other current liabilities.....	492,999	510,085	3,454
Total current liabilities.....	4,223,850	4,342,385	29,593
Non-current liabilities:			
Long-term debentures and borrowings.....	2,533,914	2,629,642	17,753
Lease liabilities (long-term).....	801,653	814,489	5,617
Other non-current financial liabilities.....	52,260	55,025	366
Non-current liabilities for employee benefits.....	92,725	93,469	650
Deferred tax liabilities.....	378,593	380,414	2,653
Other non-current liabilities.....	170,890	182,156	1,197
Total non-current liabilities.....	4,030,035	4,155,195	28,236
Total liabilities.....	8,253,885	8,497,580	57,829
Equity:			
Common stock:			
Authorized: 3,000,000,000 shares;			
issued: 1,584,889,504 shares.....	253,448	253,448	1,776
Capital surplus.....	(426,166)	(446,824)	(2,986)
Retained earnings.....	5,347,527	5,032,035	37,466
Other components of equity:			
Translation adjustments.....	645,530	744,976	4,523
FVTOCI financial assets.....	186,923	206,633	1,309
Cash flow hedges.....	38,140	38,424	267
Total other components of equity.....	870,593	990,033	6,099
Treasury stock.....	(449,920)	(401,730)	(3,152)
Total shareholders' equity.....	5,595,482	5,426,962	39,203
Non-controlling interests.....	539,566	565,159	3,780
Total equity.....	6,135,048	5,992,121	42,983
Total liabilities and equity.....	¥14,388,933	¥14,489,701	\$ 100,812

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

ITOCHU Corporation and its Subsidiaries

For the six-month periods ended September 30, 2024 and 2023

(Unit: Millions of Yen)

	Shareholders' equity						Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total shareholders' equity		
Balance on Apr. 1, 2024	¥ 253,448	¥ (446,824)	¥ 5,032,035	¥ 990,033	¥ (401,730)	¥ 5,426,962	¥ 565,159	¥ 5,992,121
Net profit			438,442			438,442	36,303	474,745
Other comprehensive income				(128,620)		(128,620)	(610)	(129,230)
Total comprehensive income			438,442	(128,620)		309,822	35,693	345,515
Cash dividends to shareholders			(115,224)			(115,224)		(115,224)
Cash dividends to non-controlling interests						-	(21,739)	(21,739)
Net change in acquisition (disposition) of treasury stock					(48,190)	(48,190)		(48,190)
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests		20,658		1,454		22,112	(39,547)	(17,435)
Transfer to Retained earnings			(7,726)	7,726		-		-
Balance on Sep. 30, 2024	253,448	(426,166)	5,347,527	870,593	(449,920)	5,595,482	539,566	6,135,048

(Unit: Millions of Yen)

	Shareholders' equity						Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total shareholders' equity		
Balance on Apr. 1, 2023	¥ 253,448	¥ (169,322)	¥ 4,434,463	¥ 606,610	¥ (301,940)	¥ 4,823,259	¥ 644,116	¥ 5,467,375
Net profit			412,899			412,899	29,772	442,671
Other comprehensive income				283,362		283,362	17,167	300,529
Total comprehensive income			412,899	283,362		696,261	46,939	743,200
Cash dividends to shareholders			(109,265)			(109,265)		(109,265)
Cash dividends to non-controlling interests						-	(14,625)	(14,625)
Net change in acquisition (disposition) of treasury stock					(24,765)	(24,765)		(24,765)
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests		(178,061)		4,387		(173,674)	(76,314)	(249,988)
Transfer to Retained earnings			276	(276)		-		-
Balance on Sep. 30, 2023	253,448	(347,383)	4,738,373	894,083	(326,705)	5,211,816	600,116	5,811,932

(Unit: Millions of U.S. Dollars)

	Shareholders' equity						Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total shareholders' equity		
Balance on Apr. 1, 2024	\$ 1,776	\$ (3,131)	\$ 35,256	\$ 6,937	\$ (2,815)	\$ 38,023	\$ 3,960	\$ 41,983
Net profit			3,072			3,072	254	3,326
Other comprehensive income				(901)		(901)	(4)	(905)
Total comprehensive income			3,072	(901)		2,171	250	2,421
Cash dividends to shareholders			(808)			(808)		(808)
Cash dividends to non-controlling interests						-	(153)	(153)
Net change in acquisition (disposition) of treasury stock					(337)	(337)		(337)
Net change in sale (purchase) of subsidiary shares to (from) non-controlling interests		145		9		154	(277)	(123)
Transfer to Retained earnings			(54)	54		-		-
Balance on Sep. 30, 2024	1,776	(2,986)	37,466	6,099	(3,152)	39,203	3,780	42,983

(4) Consolidated Statement of Cash Flows [Condensed]

ITOCHU Corporation and its Subsidiaries

For the six-month periods ended September 30, 2024 and 2023

	Millions of Yen		Millions of
	Apr.-Sep. 2024	Apr.-Sep. 2023	U.S. Dollars
			Apr.-Sep. 2024
Cash flows from operating activities:			
Net profit.....	¥ 474,745	¥ 442,671	\$ 3,326
Adjustments to reconcile net profit to net cash provided by operating activities			
Depreciation and amortization.....	219,778	205,793	1,540
(Gains) losses on investments.....	(4,925)	(35,403)	(35)
(Gains) losses on property, plant, equipment and intangible assets.....	(1,158)	(6,309)	(8)
Financial (income) loss.....	(16,733)	(7,804)	(117)
Equity in earnings of associates and joint ventures.....	(191,830)	(162,108)	(1,344)
Income tax expense.....	127,521	129,153	894
Provision for doubtful accounts and other provisions.....	3,219	(871)	22
Changes in assets and liabilities, other-net.....	(56,305)	(25,954)	(394)
Proceeds from interest.....	34,401	23,407	241
Proceeds from dividends.....	142,700	116,621	1,000
Payments for interest.....	(51,673)	(44,963)	(362)
Payments for income taxes.....	(101,154)	(165,020)	(709)
Net cash provided by (used in) operating activities.....	<u>578,586</u>	<u>469,213</u>	<u>4,054</u>
Cash flows from investing activities:			
Net change in investments accounted for by the equity method.....	(23,313)	(36,687)	(163)
Net change in other investments.....	(43,390)	(8,809)	(304)
Net change in loans receivable.....	(634)	10,710	(4)
Net change in property, plant, equipment and intangible assets.....	(94,411)	(56,365)	(662)
Net change in time deposits.....	(719)	446	(5)
Net cash provided by (used in) investing activities.....	<u>(162,467)</u>	<u>(90,705)</u>	<u>(1,138)</u>
Cash flows from financing activities:			
Net change in debentures and loans payable.....	(74,558)	121,767	(522)
Repayments of lease liabilities.....	(126,272)	(125,087)	(885)
Cash dividends.....	(115,224)	(109,265)	(808)
Net change in treasury stock.....	(44,005)	(25,033)	(308)
Other.....	(51,926)	(260,352)	(364)
Net cash provided by (used in) financing activities.....	<u>(411,985)</u>	<u>(397,970)</u>	<u>(2,887)</u>
Net change in cash and cash equivalents.....	4,134	(19,462)	29
Cash and cash equivalents at the beginning of the period.....	600,435	606,002	4,207
Effect of exchange rate changes on cash and cash equivalents.....	(6,854)	20,047	(48)
Cash and cash equivalents at the end of the period.....	¥ 597,715	¥ 606,587	\$ 4,188

(5) Operating Segment Information

ITOCHU Corporation and its Subsidiaries

For the six-month periods ended September 30, 2024 and 2023

Information concerning operations in different operating segments for the six-month periods ended September 30, 2024 and 2023 is as follows:

For the six-month period ended September 30, 2024 (April 1, 2024 -September 30, 2024)										Millions of Yen
Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	General Products & Realty	ICT & Financial Business	The 8th	Others, Adjustments & Eliminations	Consolidated total	
Revenues:										
Revenues from external customers...	¥ 276,867	¥ 740,725	¥ 655,331	¥ 1,531,584	¥ 2,523,973	¥ 773,471	¥ 465,294	¥ 260,985	¥ 63,077	¥ 7,291,307
Intersegment revenues.....	3,221	40	-	21,121	7,844	5,025	7,345	2,509	(47,105)	-
Total revenues.....	280,088	740,765	655,331	1,552,705	2,531,817	778,496	472,639	263,494	15,972	7,291,307
Gross trading profit.....	62,249	130,355	95,606	138,528	203,534	161,788	155,822	221,303	(2,663)	1,166,522
Trading income.....	11,015	43,815	84,618	52,937	61,976	43,220	42,026	43,398	(16,261)	366,744
Net profit attributable to ITOCHU.....	12,659	63,296	100,438	32,991	40,211	31,188	37,827	54,185	65,647	438,442
[Equity in earnings of associates and joint ventures].....	[3,000]	[32,081]	[16,801]	[3,991]	[6,668]	[2,539]	[17,428]	[45,488]	[63,834]	[191,830]
Total assets on Sep. 30, 2024.....	487,891	1,993,427	1,431,436	1,610,873	2,289,568	1,429,821	1,458,968	2,027,569	1,659,380	14,388,933
For the six-month period ended September 30, 2023 (April 1, 2023 -September 30, 2023)										Millions of Yen
Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	General Products & Realty	ICT & Financial Business	The 8th	Others, Adjustments & Eliminations	Consolidated total	
Revenues:										
Revenues from external customers...	¥ 258,265	¥ 685,828	¥ 562,629	¥ 1,482,724	¥ 2,425,488	¥ 657,118	¥ 372,750	¥ 264,595	¥ 64,701	¥ 6,774,098
Intersegment revenues.....	16	49	-	22,551	9,205	8,269	6,903	2,307	(49,300)	-
Total revenues.....	258,281	685,877	562,629	1,505,275	2,434,693	665,387	379,653	266,902	15,401	6,774,098
Gross trading profit.....	61,131	114,314	92,099	133,159	186,797	126,925	131,894	216,071	5,238	1,067,628
Trading income.....	11,588	36,416	81,953	52,715	53,473	47,467	29,293	43,298	(5,281)	350,922
Net profit attributable to ITOCHU.....	11,526	60,587	102,674	53,822	39,130	34,015	37,848	24,361	48,936	412,899
[Equity in earnings of associates and joint ventures].....	[2,883]	[42,753]	[28,800]	[2,647]	[11,569]	[3,167]	[21,195]	[1,068]	[48,026]	[162,108]
Total assets on Sep. 30, 2023.....	496,013	1,793,028	1,391,839	1,768,892	2,425,006	1,281,865	1,369,004	1,944,878	1,699,162	14,169,687
Total assets on Mar. 31, 2024.....	486,009	1,983,497	1,403,523	1,626,289	2,420,929	1,423,281	1,440,489	1,978,342	1,727,342	14,489,701
For the six-month period ended September 30, 2024 (April 1, 2024 -September 30, 2024)										Millions of U.S. Dollars
Textile	Machinery	Metals & Minerals	Energy & Chemicals	Food	General Products & Realty	ICT & Financial Business	The 8th	Others, Adjustments & Eliminations	Consolidated total	
Revenues:										
Revenues from external customers...	\$ 1,940	\$ 5,190	\$ 4,591	\$ 10,731	\$ 17,684	\$ 5,419	\$ 3,260	\$ 1,828	\$ 442	\$ 51,085
Intersegment revenues.....	22	0	-	148	55	35	52	18	(330)	-
Total revenues.....	1,962	5,190	4,591	10,879	17,739	5,454	3,312	1,846	112	51,085
Gross trading profit.....	436	913	670	971	1,426	1,134	1,092	1,550	(19)	8,173
Trading income.....	77	307	593	371	434	303	295	304	(114)	2,570
Net profit attributable to ITOCHU.....	89	443	704	231	282	218	265	380	460	3,072
[Equity in earnings of associates and joint ventures].....	[21]	[225]	[118]	[28]	[47]	[18]	[122]	[318]	[447]	[1,344]
Total assets on Sep. 30, 2024.....	3,418	13,966	10,029	11,286	16,041	10,018	10,222	14,206	11,626	100,812

Note 1 : "Equity in earnings 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"

Note 3 : "Others, Adjustments & Eliminations" includes gains and losses, which do not belong to any operating segment and internal eliminations between operating segments. The investments in CITIC Limited and C.P. Pokphand Co. Ltd. and the profits and losses from them are included in this segment.

(6) Assumption for Going Concern : None

(7) Material Subsequent Events : None