

# Consolidated Balance Sheets

ITOCHU Corporation and Subsidiaries  
As of March 31, 2006 and 2005

Assets	Millions of Yen		Millions of U.S. dollars (Note 2)
	2006	2005	2006
<b>Current assets:</b>			
Cash and cash equivalents (notes 2 and 7) .....	¥ 477,707	¥ 452,934	\$ 4,067
Time deposits (note 7) .....	24,447	2,684	208
Marketable securities (notes 2, 3 and 7) .....	48,282	49,149	411
Trade receivables (note 7):			
Notes .....	149,386	155,593	1,271
Accounts (note 11) .....	1,079,404	950,482	9,189
Allowance for doubtful receivables (notes 2 and 5) .....	(17,755)	(20,222)	(151)
Net trade receivables .....	1,211,035	1,085,853	10,309
Due from associated companies .....	93,569	90,174	797
Inventories (notes 2 and 7) .....	458,876	420,069	3,906
Advances to suppliers .....	121,252	86,453	1,032
Prepaid expenses .....	28,771	22,878	245
Deferred tax assets (notes 2 and 14) .....	35,165	40,096	299
Other current assets .....	180,519	191,605	1,537
Total current assets .....	2,679,623	2,441,895	22,811
<b>Investments and non-current receivables:</b>			
Investments in and advances to associated companies (notes 2, 4 and 7) .....	619,007	472,468	5,269
Other investments (notes 2, 3, 6 and 7) .....	528,440	441,783	4,499
Other non-current receivables (notes 7 and 11) .....	196,409	329,582	1,672
Allowance for doubtful receivables (notes 2 and 5) .....	(103,600)	(143,229)	(882)
Net investments and non-current receivables .....	1,240,256	1,100,604	10,558
<b>Property and equipment, at cost (notes 2, 6, 7, 11 and 16):</b>			
Land .....	152,149	165,148	1,295
Buildings .....	293,605	310,907	2,499
Machinery and equipment .....	263,637	250,298	2,244
Furniture and fixtures .....	52,607	49,217	448
Mineral rights .....	41,296	28,230	352
Construction in progress .....	10,582	4,482	90
Total property and equipment, at cost .....	813,876	808,282	6,928
Less accumulated depreciation .....	326,088	310,924	2,776
Net property and equipment .....	487,788	497,358	4,152
<b>Goodwill and other intangible assets, less accumulated amortization</b>			
(notes 2 and 8) .....	117,576	94,749	1,001
<b>Prepaid pension cost (notes 2 and 12) .....</b>	<b>186,105</b>	<b>178,890</b>	<b>1,585</b>
<b>Deferred tax assets, non-current (notes 2 and 14) .....</b>	<b>47,365</b>	<b>109,085</b>	<b>403</b>
<b>Other assets .....</b>	<b>38,300</b>	<b>49,764</b>	<b>326</b>
<b>Total .....</b>	<b>¥ 4,797,013</b>	<b>¥ 4,472,345</b>	<b>\$ 40,836</b>

See notes to consolidated financial statements.