

**Financial Highlights**

(Billions of yen)

Years ended March 31	'02	'03	'04	'05	'06
Gross trading profit	112.4	101.5	105.5	108.4	116.4
Net income (loss)	36.3	14.3	2.6	14.4	17.2
Identifiable assets at March 31	526.2	484.3	464.3	489.4	524.7
ROA (%)	7.0	2.8	0.5	3.0	3.4

**Net Income from Major Group Companies\***

(Billions of yen)

Years ended March 31	'04	'05	'06
ITOCHU TECHNO-SCIENCE Corporation	3.5	5.1	5.5
CRC Solutions Corp.	0.2	1.0	1.1
ITC NETWORKS CORPORATION	1.7	2.3	2.1

\*ITOCHU's share of net income

The Aerospace, Electronics & Multimedia Company is engaged in businesses related to networks, content and mobile multimedia and also undertake transactions in aircraft and related equipment and investment in high-tech venture businesses.

Among major operating companies under our wings are ITOCHU TECHNO-SCIENCE Corporation and CRC Solutions Corp. (they are set to merge into ITOCHU Techno-Solutions Corporation in October 2006), as well as Excite Japan Co., ITC NETWORKS CORPORATION, NANO Media Inc., and ITOCHU Aviation Co., Ltd.

**Business Overview**

ITOCHU boasts top-class profitability in the information and telecommunications field among general trading companies, possessing subsidiaries that are industry leaders in sectors where sustained growth is expected. These subsidiaries include the IT service providers ITOCHU TECHNO-SCIENCE Corporation and CRC Solutions Corp. (they are set to merge into ITOCHU Techno-Solutions Corporation in October 2006), web portal business Excite Japan Co., Ltd., mobile services business ITC NETWORKS CORPORATION, and aerospace business ITOCHU Aviation Co., Ltd.

**Strengths**

Our basic strategy focuses on development of new core businesses for future growth and enhancement of corporate value of the core operating companies. By selectively putting our management resources in the three core segments of 1) aerospace, 2) IT solutions, and 3) mobile & contents, we have achieved the steady expansion of businesses for future earnings growth.

Our strength lies in that we have put together "the group of companies that can be industry leaders" in highly profitable business sectors where sustained growth is expected. We can be most significantly characterized by the cluster of companies in high-profit sectors where sustained growth is expected, including IT services providers ITOCHU TECHNO-SCIENCE Corporation and CRC Solutions Corp. (to be renamed ITOCHU Techno-Solutions Corporation after their merger set for October 2006), web portal business Excite Japan Co., mobile services businesses ITC NETWORKS CORPORATION and NANO Media Inc., and aerospace business JAPAN AEROSPACE CORPORATION.