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Itoham Foods Inc.

President: Chikara Kasai

Securities Code: 2284 (Tokyo Stock Exchange and Osaka Securities Exchange)

Inquiries: Toshiyuki Fujiyama, Director, Financing Dept.

Tel: +81-798-66-1181

Special Losses Pertaining to Implementation of the Itoham Group Revitalization Plan

Itoham Foods Inc. today announced that it expects to record the following special losses for the fiscal year ending March 2007 in connection with the implementation of the Itoham Group Revitalization Plan, details of which it released today.

1. Special losses

(Millions of Yen)

Description	Amount
1. Closure of production site (Chubu area plant)	1,300
2. Withdrawal from restaurant and Internet-related businesses	620
3. Integration of production sites	550
4. Withdrawal from wine business	200
Total	2,670

2. Effect on operating results

As a result of posting special losses, net income for the fiscal year ending March 2007 is expected to decrease. Itoham is currently investigating projections for ordinary income and other income with a view to announcing revised earnings forecasts at a later date.