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Itoham Foods Inc.

President: Chikara Kasai

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

Inquiries: Tadashi Hosomi, Public and Investor Relations Department

Tel: +81-798-66-1231

Itoham Announces Dissolution of Subsidiary

Itoham Foods Inc. today announced the dissolution of a subsidiary, with details as follows.

1. Subsidiary Name and Overview

Company name	S.A.R.L. Domaine de la Lauzade Kinu-Ito
Location	Provence, France
Representative	Osamu Sugino
Business	Wine production and sales
Established	August 18, 1988
Capital	2.9 million euro
Shareholder	Itoham Foods Inc. (100%)

2. Reason for Dissolution

In line with the Itoham Group Revitalization Plan announced in September 2006, Itoham is withdrawing from the wine business, resulting in the decision to dissolve this subsidiary.

3. Outlook

Itoham expects to complete the liquidation of the subsidiary by December 2007. Provision has already been made for the expected liquidation loss of ¥290 million in the consolidated financial results for the year ended March 2007; therefore any impact on operating results for the fiscal year ending March 2008 is expected to be slight.