

## CONSOLIDATED BALANCE SHEETS

ITOHAM FOODS INC. and Consolidated Subsidiaries-fiscal 2012 3Q (Dec 31, 2011) and fiscal 2011 (Mar 31, 2011)

| ASSETS                                | Millions of yen |              |
|---------------------------------------|-----------------|--------------|
|                                       | Dec 31, 2011    | Mar 31, 2011 |
| <b>Current assets:</b>                |                 |              |
| Cash and time deposits                | ¥ 11,603        | ¥ 35,028     |
| Marketable securities                 | 4,750           | -            |
| Trade notes and accounts receivables  | 71,659          | 43,571       |
| Inventories                           | 33,719          | 36,913       |
| Other current assets                  | 5,475           | 4,425        |
| Allowance for doubtful receivables    | (252)           | (160)        |
| Total current assets                  | 126,954         | 119,777      |
| <b>Property, plant and equipment:</b> |                 |              |
| Land                                  | 18,039          | 18,427       |
| Buildings and structures              | 16,575          | 16,348       |
| Machinery and equipment               | 12,712          | 13,189       |
| Lease assets                          | 1,284           | 1,437        |
| Construction in progress              | 92              | 485          |
|                                       | 48,702          | 49,886       |
| <b>Intangible assets</b>              | 1,194           | 1,331        |
| <b>Investments and other assets:</b>  |                 |              |
| Investments in securities             | 23,833          | 20,635       |
| Other                                 | 13,679          | 13,753       |
| Allowance for doubtful receivables    | (847)           | (825)        |
|                                       | 36,665          | 33,563       |
|                                       | ¥ 213,515       | ¥ 204,557    |

Note: This financial statements are unaudited.

| LIABILITIES AND NET ASSETS                                      | Millions of yen |              |
|---|-----------------|--------------|
|   | Dec 31, 2011    | Mar 31, 2011 |
| <b>Current liabilities:</b>                                     |                 |              |
| Short-term borrowings   | ¥ 1,278         | ¥ 948        |
| Long-term debt due within one year                              | 10,000          | —            |
| Trade notes and accounts payable                                | 40,750          | 42,022       |
| Income taxes payable  | 1,040           | 822          |
| Asset retirement obligations                                    | —               | 5            |
| Other   | 19,837          | 18,032       |
| Total current liabilities                                       | 72,905          | 61,829       |
| <b>Long-term liabilities:</b>                                   |                 |              |
| Long-term debt due after one year                               | 17,091          | 20,993       |
| Employees' severance and retirement benefits                    | 301             | 142          |
| Provision for loss on guarantees                                | 376             | 376          |
| Asset retirement obligations                                    | 795             | 760          |
| Other long-term liabilities                                     | 2,853           | 3,728        |
| Total long-term liabilities                                     | 21,416          | 25,999       |
| <b>Net assets:</b>  |                 |              |
| Shareholders' equity:   |                 |              |
| Common stock  | 28,427          | 28,427       |
| Capital surplus   | 30,048          | 30,042       |
| Retained earnings   | 63,217          | 59,779       |
| Treasury stock, at cost   | (2,943)         | (2,133)      |
| Total shareholders' equity                                      | 118,749         | 116,115      |
| Valuation and translation adjustments:                          |                 |              |
| Net unrealized holding gains on securities                      | 2,074           | 1,862        |
| Net unrealized holding gains (losses) on derivative instruments | (52)            | 45           |
| Foreign currency translation adjustments                        | (2,151)         | (2,022)      |
| Total valuation and translation adjustments                     | (129)           | (115)        |
| Stock acquisition rights  | 60              | 82           |
| Minority interests  | 514             | 647          |
| Total net assets  | 119,194         | 116,729      |
|   | ¥ 213,515       | ¥ 204,557    |

Note: This financial statements are unaudited.

# CONSOLIDATED STATEMENTS OF OPERATIONS

ITOHAM FOODS INC. and Consolidated Subsidiaries-fiscal 2012 3Q (Apr 1-Dec 31, 2011) and fiscal 2011 3Q (Apr 1-Dec 31, 2010)

|  | Millions of yen    |                    |
|--|--------------------|--------------------|
|  | Apr 1-Dec 31, 2011 | Apr 1-Dec 31, 2010 |
| Net sales  | ¥ 350,744          | ¥ 358,406          |
| Cost and expenses:   |                    |                    |
| Cost of sales  | 281,633            | 283,464            |
| Selling, general and administrative expenses   | 63,907             | 71,067             |
| Operating income   | 5,204              | 3,875              |
| Other income (expenses):   |                    |                    |
| Interest and dividend income   | 323                | 331                |
| Interest expense   | (216)              | (435)              |
| Gain (loss) on sales of property, plant and equipment                                  | (120)              | 3,312              |
| Loss on disposals of property, plant and equipment                                     | (240)              | (242)              |
| Gain on sales of investment in securities  | 126                | 568                |
| Equity in earnings of affiliates   | 453                | 660                |
| Loss on adjustment for changes of accounting standard for asset retirement obligations | -                  | (535)              |
| Loss on liquidation of business  | -                  | (733)              |
| Reversal of provision for loss on disaster   | 166                | -                  |
| Business restructuring costs   | (981)              | -                  |
| Other, net   | 552                | 640                |
|  | 63                 | 3,566              |
| Income before income taxes and minority interests                                      | 5,267              | 7,441              |
| Provision for income taxes   | 1,061              | 1,290              |
| Minority interests   | (46)               | (78)               |
| Net income   | ¥ 4,160            | ¥ 6,073            |

Note: This financial statements are unaudited.

## Forecast of consolidated operating results for the years ending March 31, 2012

|                      | Millions of yen |         |
|----------------------|-----------------|---------|
|                      | 2012            |         |
| Net sales            | ¥               | 448,000 |
| Operating income     |                 | 3,400   |
| Net income           |                 | 1,900   |
|                      | Yen             |         |
|                      | 2012            |         |
| Net income per share | ¥               | 7.90    |

Note: The above forecasts are based on management's assumptions and beliefs in light of the information available at the day of publication. We caution readers that actual results could differ materially from forecasts due to a number of factors outside the control of the Itoham Group.