CONSOLIDATED BALANCE SHEETS
ITOHAM FOODS INC. and Consolidated Subsidiaries-fiscal 2008 interim (Sep 30, 2007), fiscal 2007 interim (Sep 30, 2006) and fiscal 2007 (Mar 31, 2007)

			Mil	lions of yen		
ASSETS	200	8 interim	200	7 interim		2007
Current assets:						
Cash and time deposits	¥	22, 754	¥	12,696	¥	27,545
Marketable securities		202		300		300
Trade notes and accounts receivables		58, 669		58, 684		55, 585
Inventories		53, 274		52, 837		48, 481
Other current assets		3, 363		3,882		2, 987
Allowance for doubtful receivables		(605)		(293)		(601)
Total current assets		137, 657		128, 106		134, 297
Property, plant and equipment:						
Land		20, 134		20,875		20, 135
Buildings and structures		23, 848		24, 893		23, 897
Machinery		16, 565		18, 517		17, 304
Other		1, 304		1, 489		1, 340
		61, 851		65, 774		62, 676
Intangible assets		1, 129		1, 242		1, 196
Investments and other assets:						
Investments in securities		29, 845		32,032		32, 379
Other		16,042		16, 296		15, 183
Allowance for doubtful receivables		(1, 694)		(1, 143)		(927)
		44, 193		47, 185		46, 635
	¥	244, 830	¥	242, 307	¥	244, 804
		,		,		

LIABILITIES AND NET ASSETS 2008 interim 2007 interim 20 Current liabilities: Short-term borrowings ¥ 8,678 ¥ 8,051 ¥ 8,051 ¥ 1,110 1,145	8, 463 11, 136
Current liabilities: Short-term borrowings ¥ 8,678 ¥ 8,051 ¥	8, 463 11, 136
Short-term borrowings \qquad \qquad 8,678 \qquad \qquad 8,051 \qquad \qquad \qquad \qquad \qquad \qquad \qqqqqqqqqqqqqqqqqqqqqqqqqqqqqqqqqqqq	11, 136
- ·, · · · - · · · · · · · · · · · · · ·	11, 136
Long-term debt due within one year 11.110 1.145	
Trade notes and accounts payable 50,755 47,800	48, 032
Income taxes payable 695 698	858
0ther 18,623 18,902	20, 847
Total current liabilities 89,861 76,596	89, 336
Long-term liabilities:	
Long-term debt due after one year 27,561 38,210	27,669
Employees' severance and retirement benefits 892 1,349	1,099
Directors' and statutory auditors' retirement benefits 780 715	782
Other long-term liabilities 6,972 7,763	7, 343
Total long-term liabilities 36,205 48,037	36, 893
Net assets:	
Shareholders' equity:	
Common stock 22,415 22,415	22, 415
Capital surplus 24,020 24,020	24, 021
Retained earnings 63,293 63,159	63, 253
Treasury stock, at cost (800) (790)	(795)
Total shareholders' equity 108,928 108,804	108, 894
Valuation and translation adjustments:	
Net unrealized holding gains on securities 6,307 8,032	7, 599
Net unrealized holding gains on derivative instruments 384 58	165
Foreign currency translation adjustments 2,431 108	1,236
Total valuation and translation adjustments 9,122 8,198	9,000
Minority interests 714 672	681
	118, 575
	244, 804

CONSOLIDATED STATEMENTS OF OPERATIONS

ITOHAM FOODS INC. and Consolidated Subsidiaries-fiscal 2008 interim (Apr 1, 2007-Sep 30, 2007), fiscal 2007 interim (Apr 1, 2006-Sep 30, 2006) and fiscal 2007 (Apr 1, 2006-Mar 31, 2007)

	Millions of yen					
	200	8 interim		07 interim		2007
Net sales	¥	250, 054	¥	245, 677	¥	504, 349
Cost and expenses:						
Cost of sales		201, 337		197, 900		404, 803
Selling, general and administrative expenses		46, 340		47, 299		96, 602
Operating income		2, 377		478		2, 944
Other income (expenses):						
Interest and dividend income		296		225		419
Interest expense		(532)		(483)		(1,005)
Gain on sales of investments in securities, net		267		5		5
Gain on sales of property, plant and equipment		46		123		766
Loss on disposals of property, plant and equipment		(445)		(138)		(576)
Write-down of investment securities		(139)		_		(57)
Equity in earnings of affiliates		(4)		(166)		_
Restructuring expenses		(58)		(1, 122)		(2, 121)
Other, net		(204)		419		574
		(773)		(1, 137)		(1,995)
Income (loss) before income taxes and minority interests		1,604		(659)		949
Provision for income taxes		686		790		2, 302
Minority interests		(45)		(30)		(33)
Net income (loss)	¥	873	¥	(1,479)	¥	(1, 386)

Note: This financial statements are unaudited.

Forecast of consolidated operating results for the years ending March 31, 2008

	Millions of y	/en
	2008	
Net sales	¥ 510,000	,
Operating income	4, 400	,
Net income	1,600)
	Yen	
	2008	
Net income per share	¥ 7.68	š

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.

CONSOLIDATED STATEMENTS OF CASH FLOWS
ITOHAM FOODS INC. and Consolidated Subsidiaries-fiscal 2008 interim (Apr 1, 2007-Sep 30, 2007), fiscal 2007 interim (Apr 1, 2006-Sep 30, 2006) and fiscal 2007 (Apr 1, 2006-Mar 31, 2007)

Cash flows from operating activities:		2008	intonim			n	2007
Income (loss) before income taxes and minority interests # 1,604 # 6659 # 949	Cash flows from operating activities:	2000	Interim	2007	Interim		2007
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash provided by (used in) operating activities:		¥	1, 604	¥	(659)	¥	949
Depreciation and smortization 3,241 3,367 6,728		-	2, 002	-	(000)	-	0.10
Depreciation and amortization 3,241 3,367 6,728							
Impairment losses on fixed assets -			3, 241		3, 357		6,728
Restructuring expenses 1, 946 434 434 1. 122 1, 946 1. 1. 1. 1. 1. 1. 1. 1			<i>-</i>		_		362
Decrease in employees' severance and retirement benefits (207) (184) (434) Increase (decrease) in allowance for doubtful receivables (266) (225) (419) Interest and dividend income (266) (225) (419) Interest expense (266) (267) (267) (268) Equity in earnings of affiliates (266) (267) (268) (268) (268) (269) Write-down of investments in securities (266) (268)			31		1, 122		
Increase (decrease) in allowance for doubtful receivables 166	9 1				,		
Interest and dividend income	• •						1 1
Interest expense	· · · · ·				, ,		1 1
Equity in earnings of affiliates 4 166 (399)							
Write-down of investments in securities 139 53 57 Gain on sales of property, plant and equipment 4(6) (123) (766) Loss on disposals of property, plant and equipment 329 114 450 Increase in notes and accounts receivable (2,045) (8,636) (4,620) Decrease (increase) in inventories (4,193) 3,043 7,922 Increase in notes and accounts payable 1,559 3,920 4,124 Increase (decrease) in accrued consumption taxes (1,314) 766 1,437 Other, net (1,778) 2,251 19,261 Interest and dividends received 499 332 720 Interest and dividends received 499 332 720 Interest paid (530) (485) (1,014) Income taxes paid (747) (974) (1,509) Income taxes paid (747) (974) (1,509) Income taxes primded (144 226 288 Net cash provided by (used in) operating activities (2,412) 1,350 17,746 Cash flows from investing activities (110) (121) (251) Proceeds from time deposits (110) (121) (251) Proceeds from sale of property, plant and equipment (2,041) (2,047) (3,435) Proceeds from sale of property, plant and equipment (2,041) (2,047) (3,435) Proceeds from sale of investment securities (225) (235) (321) Proceeds from sale of investment securities (225) (235) (321) Proceeds from sale of investments in subsidiaries (91) -	•						
Gain on sales of property, plant and equipment (46) (123) (766) Loss on disposals of property, plant and equipment 329 114 450 Increase in notes and accounts receivable (2,045) (8,636) (4,620) Decrease (increase) in inventories (4,193) 3,043 7,922 Increase in notes and accounts payable 1,559 3,920 4,124 Increase (decrease) in accrued consumption taxes (1,314) 766 1,437 Other, net (1,192) (380) 1,392 Interest and dividends received 499 332 720 Interest paid (530) (485) (1,014) Income taxes paid (747) (974) (1,509) Income taxes refunded 144 226 288 Net cash provided by (used in) operating activities (2,412) 1,550 17,746 Cash flows from investing activities: 1100 (121) (251) Investments in time deposits (10 (121) (2,51) Proceeds from investing activities (2,041) (_				
Loss on disposals of property, plant and equipment 329 114 450 Increase in notes and accounts receivable (2, 045) (8, 636) (4, 620) Decrease (increase) in inventories (4, 193) 3, 043 7, 922 Increase in notes and accounts payable 1, 559 3, 920 4, 124 Increase in notes and accounts payable 1, 559 3, 920 4, 124 Increase (decrease) in accrued consumption taxes (1, 1912) (380) 1, 392 Other, net (1, 192) (380) 1, 392 Interest and dividends received 499 332 720 Interest paid (530) (485) (1, 014) Income taxes paid (747) (974) (1, 509) Income taxes refunded (747) (974) (1, 509) Income taxes refunded (747) (974) (1, 509) Income taxes refunded (2, 412) 1, 350 17, 746 Cash flows from investing activities: (110) (121) (251) Proceeds from time deposits (10) (121) (251) Proceeds from time deposits (10) (121) (251) Proceeds from time deposits (10) (2, 047) (3, 435) Acquisitions of property, plant and equipment (2, 041) (2, 047) (3, 435) Proceeds from sale of property, plant and equipment (2, 041) (2, 047) (3, 435) Payments for purchase of investment securities (225) (235) (321) Payments for purchase of investment securities (460) 16 (30) Payments for purchase of investment subsidiaries (91) -							
Increase in notes and accounts receivable (2, 045) (8, 636) (4, 620) Decrease (increase) in inventories (4, 193) 3, 043 7, 922 Increase in notes and accounts payable 1, 559 3, 920 4, 124 Increase (decrease) in accrued consumption taxes (1, 314) 766 1, 437 Other, net (1, 192) (3800) 1, 392 Interest and dividends received 499 332 720 Interest paid (530) (485) (1, 014) Income taxes paid (747) (974) (1, 509) Income taxes refunded 144 226 288 Net cash provided by (used in) operating activities (1, 014) (121) (251) Proceeds from investing activities: (110) (121) (251) Proceeds from investing activities: (2, 041) (2, 047) (3, 435) Proceeds from sine deposits (3, 048) (488) (192) Proceeds from purchase of investment securities (225) (235) (321) Proceeds from sale of property, plant and equipment (3, 041) (488) (192) Payments for purchase of investment securities (91) -							` '
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Increase in notes and accounts payable 1,559 3,920 4,124 Increase (decrease) in accrued consumption taxes (1,314) 7666 1,437 Other, net (1,178) 2,251 19,261 Interest and dividends received 499 332 720 Interest paid (530) (485) (1,014) Income taxes paid (747) (974) (1,509) Income taxes refunded 144 226 288 Net cash provided by (used in) operating activities (2,412) 1,350 17,746 Cash flows from investing activities: (110) (121) (251) Proceeds from time deposits (110) (121) (251) Proceeds from time deposits (2,041) (2,047) (3,435) Proceeds from sale of property, plant and equipment (2,041) (2,047) (3,435) Proceeds from sale of property, plant and equipment (348 214 1,982 Acquisitions of property asserties (225) (235) (321) Proceeds from sale of investment securities (225) (235) (321) Proceeds from sale of investment securities (91) -							
Increase (decrease) in accrued consumption taxes					,		
Other, net (1, 192) (380) 1,392 Interest and dividends received (1, 778) 2,251 19,261 Interest paid (530) (485) (1,014) Income taxes paid (747) (974) (1,509) Income taxes refunded 144 226 288 Net cash provided by (used in) operating activities (2,412) 1,350 17,746 Cash flows from investing activities: (110) (121) (251) Investments in time deposits 70 70 120 Acquisitions of property, plant and equipment 38 24 1,982 Acquisitions of property, plant and equipment 38 214 1,982 Acquisitions of intangible assets (81) (48) (192) Proceeds from sale of property, plant and equipment 38 214 1,982 Acquisitions of intangible assets (81) (48) (192) Payments for purchase of investment securities (81) (48) (192) Payments for purchase of investments in subsidiaries (91) -							
Interest and dividends received							
Interest and dividends received	other, net						
Interest paid	Interest and dividends received				,		
Income taxes paid							
Income taxes refunded Net cash provided by (used in) operating activities							
Net cash provided by (used in) operating activities C2,412 1,350 17,746	•						
Cash flows from investing activities: Investments in time deposits (110) (121) (251) Proceeds from time deposits 70 70 70 120 Acquisitions of property, plant and equipment (2, 041) (2, 047) (3, 435) Proceeds from sale of property, plant and equipment 348 214 1, 982 Acquisitions of intangible assets (81) (48) (192) Payments for purchase of investment securities (225) (235) (321) Proceeds from sale of investment securities (460 16 30 Payments for purchase of investments in subsidiaries (91) -							
Investments in time deposits (110) (121) (251) Proceeds from time deposits 70 70 120 Acquisitions of property, plant and equipment (2,041) (2,047) (3,435) Proceeds from sale of property, plant and equipment 348 214 1,982 Acquisitions of intangible assets (81) (48) (192) Payments for purchase of investment securities (225) (235) (321) Proceeds from sale of investment securities (460 16 30 Payments for purchase of investments in subsidiaries (91) - - Proceeds from sale of investments in subsidiaries (91) - - Proceeds from sale of investments in affiliates (96) - - Disbursement of loans receivable (1,673) (1,074) (2,049) Collection of loans receivable (1,673) (1,074) (2,049) Other, net 73 1,046 124 Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: (539) (777) (1,079) Proceeds from long-term debt (538) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents (4,830) (1,822) (1,942) Cash and cash equivalents (4,830) (1,822) (1,9			(2, 412)		1, 550		11,140
Proceeds from time deposits			(110)		(121)		(251)
Acquisitions of property, plant and equipment (2,041) (2,047) (3,435)	•				, ,		, ,
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Payments for purchase of investment securities (225) (235) (321) Proceeds from sale of investment securities 460 16 30 Payments for purchase of investments in subsidiaries (91) - - Proceeds from sale of investments in affiliates 906 - - Disbursement of loans receivable (1,673) (1,074) (2,049) Collection of loans receivable 1,682 782 1,721 Other, net 73 1,046 124 Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: (539) (777) (1,079) Perease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (834) (834) <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>							
Proceeds from sale of investment securities							
Payments for purchase of investments in subsidiaries 906 7							
Proceeds from sale of investments in affiliates 906 Disbursement of loans receivable (1,673) (1,074) (2,049) Collection of loans receivable 1,682 782 1,721 Other, net 73 1,046 124 Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: Decrease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at begi					-		-
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Collection of loans receivable 1,682 782 1,721 0ther, net 73 1,046 124 Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: Decrease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342					(1.074)		(2 049)
Other, net 73 1,046 124 Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: Decrease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Net cash used in investing activities (682) (1,397) (2,271) Cash flows from financing activities: Decrease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Cash flows from financing activities: Decrease in short-term borrowings, net (539) (777) (1,079) Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342	· · · · · · · · · · · · · · · · · · ·						
Decrease in short-term borrowings, net (539) (777) (1,079)			(002)		(1, 551)		(2, 211)
Proceeds from long-term debt 450 396 457 Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342			(539)		(777)		(1.079)
Repayments of long-term debt (938) (505) (1,124) Redemption of bonds (10) (10) (20) Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
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Payments for purchase of treasury stock (6) (4) (8) Dividends paid (834) (833) (834) Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Dividends paid (834) (833) (834)							
Dividends paid to minority shareholders of consolidated subsidiaries (12) (11) (11) Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Net cash used in financing activities (1,889) (1,744) (2,619) Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342	•						
Effect of exchange rate changes on cash and cash equivalents 153 (31) 90 Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Net increase (decrease) in cash and cash equivalents (4,830) (1,822) 12,946 Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
Cash and cash equivalents at beginning of year 27,288 14,342 14,342							
1 21, 200 1 12, 200 1 21, 200		¥		¥		¥	
Note: This finencial statements are unoudited			, 100		12, 020		2.,200

NON-CONSOLIDATED BALANCE SHEETS

ITOHAM FOODS INC.-fiscal 2008 interim (Sep 30, 2007), fiscal 2007 interim (Sep 30, 2006) and fiscal 2007 (Mar 31, 2007)

			Mil	lions of yen		
ASSETS	200	8 interim		7 interim		2007
Current assets:						
Cash and time deposits	¥	16, 088	¥	5, 836	¥	20, 225
Marketable securities		200		300		300
Receivables:						
Trade notes and accounts		56, 744		57, 984		51, 679
Other		406		420		355
Allowance for doubtful receivables		(254)		(145)		(263)
		56, 896	'	58, 259		51, 771
Inventories		34, 503		36, 019		30, 846
Other current assets		1, 675		2, 534		1, 543
Total current assets		109, 362		102, 948		104, 685
Property, plant and equipment:						
Land		15, 375		15, 891		15, 384
Buildings		13, 363		14, 528		13, 968
Machinery		11, 576		13, 307		12, 288
Other		1, 892		1, 957		1,975
		42, 206		45, 683		43, 615
Intangible assets		811		895		896
Investments and other assets:						
Investments in securities		35, 129		37, 986		37, 237
Long-term receivables		14, 322		15, 376		14, 329
Other		12, 273		13, 372		13, 291
Allowance for doubtful receivables		(5, 689)		(6, 967)		(5,962)
		56, 035		59, 767		58, 895
	¥	208, 414	¥	209, 293	¥	208, 091
	¥	208, 414	¥	209, 293	¥	208, 091

			Mil	lions of yen		
LIABILITIES AND NET ASSETS	2008	3 interim	200	7 interim		2007
Current liabilities:						
Long-term debt due within one year	¥	10, 613	¥	613	¥	10, 613
Trade notes and accounts payable		46, 864		43, 427		44,279
Income taxes payable		113		134		166
Other		11, 194		11,871		12, 440
Total current liabilities		68, 784		56, 045		67, 498
Long-term liabilities:						
Long-term debt due after one year		25, 795		36, 407		26, 036
Directors' and statutory auditors' retirement benefits		422		398		420
Other long-term liabilities		7, 179		8, 153		7, 483
Total long-term liabilities	1	33, 396		44, 958		33, 939
Net assets:						
Shareholders' equity:						
Common stock		22, 415		22, 415		22, 415
Capital surplus		24, 020		24,020		24,021
Retained earnings		54, 428		54, 705		53, 404
Treasury stock, at cost		(800)		(790)		(795)
Total shareholders' equity		100, 063		100, 350		99, 045
Valuation and translation adjustments:						
Net unrealized holding gains on securities		6, 224		7,887		7, 445
Foreign currency translation adjustments		(53)		53		164
Total valuation and translation adjustments		6, 171		7, 940		7,609
Total net assets	-	106, 234		108, 290		106, 654
Total net assets	¥	208, 414	¥	209, 293	¥	208, 091
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NON-CONSOLIDATED STATEMENTS OF OPERATIONS

ITOHAM FOODS INC.-fiscal 2008 interim (Apr 1, 2007-Sep 30, 2007), fiscal 2007 interim (Apr 1, 2006-Sep 30, 2006) and fiscal 2007 (Apr 1, 2006-Mar 31, 2007)

	Millions of yen		
	2008 interim 200	07 interim	2007
Net sales	¥ 204, 262 ¥	201, 374	¥ 409,714
Cost and expenses: Cost of sales Selling, general and administrative expenses	182, 742 20, 309 1, 211	180, 100 21, 608 (334)	366, 704 42, 832 178
Operating income (loss)	1, 211	(334)	178
Other income	3, 873	1,675	3, 560
Other expenses	(3, 183)	(2,870)	(6,666)
Income (loss) before income taxes Provision for income taxes	1, 901	(1, 529)	(2,928)
Current Deferred Net income (loss)	44 - ¥ 1,857 ¥	166 - (1, 695)	$ \begin{array}{ccc} & 220 \\ & (152) \\ \hline & (2,996) \end{array} $

Note: This financial statements are unaudited.

Forecast of non-consolidated operating results for the years ending March 31, 2008

	Millions of yen
Net sales Operating income Net income	¥ 416,000 2,300 2,000
	Yen 2008
Net income per share	¥ 9.60

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.