

February 10, 2003

Itoham Foods Inc.
President: Masami Ito
(Securities exchange code: 2284, Tokyo, Osaka and Nagoya exchanges)
Inquiries: Takashi Ishii, Manager, Accounting Department
(Tel: 0798-66-1181)

Announcement Regarding Loss on Revaluation of Fixed Assets of Overseas Subsidiaries

Ito Cariani Sausage Company, Inc. (settlement date: December 31, 2002), a subsidiary of the Company in the United States, has appropriated a loss on revaluation of fixed assets with respect to its ham and sausage production equipment. The loss was incurred in accordance with Statement of Financial Accounting Standards (SFAS) No. 144, "Accounting for the Impairment or Disposal of Long-Lived Assets," issued by the Financial Accounting Standards Board (FASB).

1. Loss on revaluation of fixed assets for the year ending March 31, 2003

A) Loss on revaluation of fixed assets for the year ending March 31, 2003	¥1,043 million
B) Consolidated net assets as of March 31, 2002	¥120,002 million (0.9%)
C) Consolidated ordinary income for the year ending March 31, 2002	¥2,278 million (45.8%)
D) Average consolidated net income for the most recent five consolidated fiscal years	¥2,759 million (37.8%)

2. Forecast

The loss on revaluation of fixed assets recorded above is appropriated as an extraordinary loss under "Consolidated income/loss." The Company's forecast of consolidated business results for the full fiscal year, announced November 21, 2002, did not take this extraordinary loss into account. Accordingly, the forecast for consolidated full-year net income is revised downward by ¥680 million.

Ref.: Forecast of the consolidated business results for the current fiscal year (announced November 21, 2002) and the results from the previous fiscal year

(¥ million)

	Net sales	Ordinary income	Net income
Forecast of results for current fiscal year (Year ending March 31, 2003)	472,000	5,500	2,500
Previous fiscal year's results (Year ended March 31, 2002)	465,639	2,278	(707)