

**Summary of Consolidated Financial Results  
for the First Quarter ended June 30, 2007**

30, July 2007

**Sojitz Corporation**

( URL <http://www.sojitz.com> )

Listed stock exchange The first sections of Tokyo and Osaka

Securities Code: 2768

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(Rounded down to millions of Japanese Yen)

1.Consolidated Financial Results for the First Quarter Ended June 30, 2007 and 2006

(1) Operating Results (Consolidated)

Description of % is indicated as the change rate compared with the same period last year.

	Net Sales		Operating Income		Recurring Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the first quarter ended								
June 30, 2007	1,377,294	12.2	21,874	23.1	28,370	30.4	27,068	44.6
June 30, 2006	1,227,634	8.6	17,765	13.1	21,750	4.4	18,713	1.5
(Ref.)FY 2006	5,218,153	-	77,932	-	89,535	-	58,766	-

	EPS		Adjusted EPS	
	Yen		Yen	
For the first quarter ended				
June 30, 2007	24	12	23	40
June 30, 2006	43	22	26	73
(Ref.)FY 2006	85	51	53	57

(2)Financial Position (Consolidated)

	Total Assets	Total Net Assets	Equity Ratio	Net Assets per Share	
	Millions of Yen	Millions of Yen	%	Yen	
For the first quarter ended					
June 30, 2007	2,574,383	564,972	20.2	339	60
June 30, 2006	2,606,946	493,802	17.5	213	23
(Ref.)FY 2006	2,619,507	531,635	18.7	145	70

Note. The above figures for net assets per share are calculated by dividing net assets relating to common stock by the number of shares of common stock issued at the relevant fiscal period-end, excluding treasury stock.

2.Cash Dividends

	Cash Divided per Share(Yen)		
	Interim	Year-end	Annual
For the years ended			
	Yen	Yen	Yen
March 31, 2007	-	6 00	6 00
March 31, 2008	-	-	-
March 31, 2008 (expected)	3 50	3 50	7 00

Note. The above "Cash Dividends" refers to common stock. For details on the payment of dividends for other (unlisted) classified stocks that have rights different from those of common stock issued by the Company, please refer to "Dividends on Preferred Shares" (page 2).

3. Consolidated Earnings Forecast for the Year Ending March 2008 (April 1, 2007-March 31, 2008):

Sojitz has made no change to its consolidated earnings forecasts for the fiscal year ending March 31, 2008, which were announced on April 28, 2007.

Description of % is indicated as the change rate compared with the same period last year.

	Net Sales		Operating Income		Recurring Profit		Net Income		EPS	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	
Interim	2,740,000	8.3	40,000	1.7	45,000	(3.0)	30,000	(4.3)	25	46
Full year	5,580,000	6.9	86,000	10.4	92,000	2.8	60,000	2.1	49	75

Note. The above figures for interim and full-year net income per share are calculated based on the projected average number of shares outstanding during the year. The projections take into account increases in the number of the Company's common shares as a result of conversions of the convertible bonds with stock acquisition rights taking place on or after April 1, 2007.

4. Other

(1) Changes in major subsidiaries during the fiscal year (changes in specified subsidiaries accompanying changes in scope of consolidation) : No change

(2) Use of simplified accounting procedure : No change

(3) Changes in accounting policies from the latest consolidated fiscal year : No change

**\* Important Note Concerning the Appropriate Use of Business Forecasts**

The aforementioned forecasts are based on certain assumptions that Company has deemed relevant and appropriate as of the date of publication. Actual results may differ substantially from these forecasts due to variety of important factors. For details on matters of caution concerning the appropriate use of business forecasts, please refer to the attached Qualitative Information, Financial Statements etc (page 3).

## Dividends on Preferred Shares

The table below sets out details of dividends per share and total dividends paid for classified stock conferring rights not offered by common stock.

	Cash Divided per Share					
	Interim		Year-end		Annual	
	Yen		Yen		Yen	
FY2007 (Forecast)						
1st Series Class III	7	50	7	50	15	00
( 1st Series Class IV		-		-	0	00 )
1st Series Class V		-		-	0	00

Regarding the interim and year-end dividends for the 1st Series Class IV and 1st Series Class V Preferred Shares for the year ending March 2008, the forecast was not determined. However, because all of the outstanding preferred shares of the 1st Series Class IV Preferred Shares and a part of the 1st Series Class V were repurchased and cancelled on June 22, 2007, and also because the rest of the outstanding Preferred Shares of the 1st Series Class V are scheduled to be repurchased and cancelled on September 28, 2007, the estimated dividends for both interim and year-end for the year ending March 2008 for the aforementioned preferred shares will be ¥0.

## 1.Operational Results on Consolidated Business Performance

For the first quarter of the consolidated fiscal year ending March 31, 2008, net sales increased¥149.7 billion, or 12.2%, compared with the same period last year to ¥1,377.3 billion. Contributing to this were steady performances from the Machinery & Aerospace Division, and Energy & Mineral Resources Division and increased sale from Consumer Lifestyle Business Division on account of an expansion of commercial rights. Gross trading profit rose to ¥65.2 billion, up¥6.6 billion, or 11.2%, year on year reflecting strong performances from the Chemical businesses and Automobiles for the overseas market in addition to steady growth in the Energy & Mineral Resources Division. Selling, General and Administrative (SG&A) expenses built up due to increased non-personnel expenses, however this loss was covered by the expanded gross trading profit. As a result, operating income was ¥21.9 billion, up¥4.1 billion (23.1%) year on year.

Recurring profit amounted to¥28.4 billion, up¥6.6 billion, or 30.4%, compared with the previous year. Contributing to this was an increase of ¥1.3 billion in equity in earnings of unconsolidated subsidiaries and affiliates and improvement in interest income and expense. Extraordinary Income totaled¥6.4 billion reflecting the disposal of an equity-method affiliate dealing with agricultural chemicals.

As a result of the above, net income was¥27.1 billion, an increase of a massive ¥8.4 billion, or 44.6%, compared with the same period last year .

## 2.Financial Position

Total assets as of June 30, 2007 was¥2,574.4 billion, a decrease of¥45.1 billion from March 31, 2007 of previous fiscal year end. This was due to a decrease of cash and deposits by¥64.9 billion caused mainly by the repurchase and cancellation of the Preferred Shares executed on June 22, 2007.

Net assets rose ¥24.0 billion from the year-end to ¥452.5 billion. This mainly reflected ongoing conversion of the convertible bonds with stock acquisition rights (hereinafter "CB") and steadily increasing net income in spite of the cost for the repurchase and cancellation of the preferred shares, and the first payment of dividends since the management integration in April 2003. The total net assets, which is the sum of total owners' equity and total valuation and transaction adjustments etc., increased¥33.4 billion to ¥565.0 billion from the previous fiscal year end. This increase reflected net unrealized gains on available-for-sale securities thanks to the strong equity market. Net interest-bearing debt, gross interest-bearing debt minus cash and cash equivalents were ¥822.2 billion, ¥23.9 billion less than the fiscal year end.

As a result, the net debt-to-equity ratio was 1.58.

Concerning the balance of ¥15 billion in CB at the end of first quarter, the conversion of all outstanding to common stock was completed on July 3, 2007, and the resolution was passed to repurchase and cancel all the remaining 1st Series Class V Preferred Shares (issue amount¥108.9 billion) at¥46.827 billion on September 28, 2007 by the meeting of Board of Directors held on July 30, 2007.

Thus the repurchase and cancellation of all preferred shares subject to agreement concluded with relevant shareholders to repurchase preferred shares on April 28, 2006 is scheduled to be completed.

## 3.Consolidated Financial Forecast

The consolidated financial forecast is based on an outlook that assumes an exchange rate of ¥110/US\$ and a crude oil price of US\$55/BBL (Brent). For the first quarter of the consolidated fiscal year ending March 31, 2008, the yen remained weak in the foreign exchange market, and crude oil traded a little higher than the above assumptions, however at this stage Sojitz has made no change to its interim and full-year earnings forecasts which were announced on April 27, 2007 because it is necessary to consider the fluctuation effects of interest rate on exchange rate and other factors carefully.

**Consolidated Statements of Income**  
for the First Quarter Ended June 30, 2007

Millions of yen

	3 months ended June 30, 2007	Percentage of Net sales (%)	3 months ended June 30, 2006	Percentage of Net sales (%)	Change amount	percentage	Fiscal Year ended March 31, 2007	Percentage of Net sales (%)
<b>Net sales</b>	1,377,294	100.00	1,227,634	100.00	149,660	12.19	5,218,153	100.00
Cost of sales	(1,312,108) (	95.27 )	(1,168,993) (	95.22 )	(143,115)	12.24	(4,963,686) (	95.12 )
<b>Gross trading profit</b>	65,186	4.73	58,641	4.78	6,545	11.16	254,466	4.88
Selling, general and administrative expenses	(43,311) (	3.14 )	(40,875) (	3.33 )	(2,436)	5.96	(176,533) (	3.39 )
<b>Operating income</b>	21,874	1.59	17,765	1.45	4,109	23.13	77,932	1.49
Interest income	3,856	0.28	3,243	0.26	613	18.90	14,995	0.29
Dividends	1,740	0.13	2,208	0.18	(468)	(21.20)	6,052	0.12
Equity in earnings of unconsolidated subsidiaries and affiliates	7,793	0.57	6,463	0.53	1,330	20.58	23,752	0.45
Gain on sale of securities	16	0.00	1,419	0.12	(1,403)	(98.87)	1,872	0.04
Other income	4,312	0.31	3,966	0.32	346	8.72	15,357	0.29
Non-operating income	17,719	1.29	17,301	1.41	418	2.42	62,030	1.19
Interest expense	(8,882) (	0.65 )	(9,891) (	0.81 )	1,009	(10.20)	(38,332) (	0.73 )
Interest expense on commercial papers	(23) (	0.00 )	(32) (	0.00 )	9	(28.13)	(89) (	0.00 )
Other expenses	(2,318) (	0.17 )	(3,392) (	0.28 )	1,074	(31.66)	(12,005) (	0.23 )
Non-operating expense	(11,223) (	0.82 )	(13,316) (	1.09 )	2,093	(15.72)	(50,427) (	0.96 )
<b>Recurring profit</b>	28,370	2.06	21,750	1.77	6,620	30.44	89,535	1.72
<b>Extraordinary income/(loss)-net</b>	6,421	0.47	2,064	0.17	4,357	211.09	(1,449) (	0.03 )
<b>Income before income taxes and minority interest</b>	34,791	2.53	23,815	1.94	10,976	46.09	88,085	1.69
Income taxes; Current	(5,273) (	0.38 )	(4,742) (	0.39 )	(531)	11.20	(18,841) (	0.36 )
Deferred	(1,113) (	0.08 )	(198) (	0.02 )	(915)	462.12	(4,971) (	0.10 )
Minority interests	(1,335) (	0.10 )	(160) (	0.01 )	(1,175)	734.38	(5,506) (	0.10 )
<b>Net Income</b>	27,068	1.97	18,713	( 1.52 )	8,355	44.65	58,766	1.13

## Consolidated Balance Sheets

As of June 30, 2007

<b>Assets</b>	Millions of yen		
	June 30, 2007	March 31, 2007	Change
<b>Current assets;</b>			
Cash and deposits	406,724	471,570	(64,846)
Trade notes and trade accounts receivable	655,028	672,658	(17,630)
Securities	10,380	7,251	3,129
Inventories	344,331	315,885	28,446
Short-term loans receivable	20,602	23,182	(2,580)
Deferred tax assets-current	7,595	8,591	(996)
Other current assets	131,944	130,636	1,308
Allowance for doubtful receivables	(13,709)	(14,695)	986
<b>Total current assets</b>	<b>1,562,898</b>	<b>1,615,081</b>	<b>(52,183)</b>
<b>Fixed assets;</b>			
<u>Tangible assets</u>	<u>241,550</u>	<u>229,966</u>	<u>11,584</u>
<u>Intangible assets:</u>	<u>101,534</u>	<u>99,127</u>	<u>2,407</u>
Goodwill	70,438	69,925	513
Other intangible assets	31,096	29,202	1,894
<u>Investments and other fixed assets:</u>	<u>664,489</u>	<u>671,857</u>	<u>(7,368)</u>
Investment securities	518,532	518,615	(83)
Long-term loans receivable	39,138	39,304	(166)
Non-performing receivables	161,947	162,305	(358)
Deferred tax assets-non-current	15,238	19,754	(4,516)
Others	48,902	49,916	(1,014)
Allowance for doubtful receivables	(119,270)	(118,039)	(1,231)
<b>Total fixed assets</b>	<b>1,007,574</b>	<b>1,000,951</b>	<b>6,623</b>
<b>Deferred assets</b>	<b>3,910</b>	<b>3,475</b>	<b>435</b>
<b>Total assets</b>	<b>2,574,383</b>	<b>2,619,507</b>	<b>(45,124)</b>

## Consolidated Balance Sheets

As of June 30, 2007

Liabilities and net assets	Millions of yen		
	June 30, 2007	March 31, 2007	Change
<b>Liabilities</b>			
<b>Current liabilities;</b>			
Trade notes and trade accounts payable	545,232	531,508	13,724
Short-term loans payable	322,795	348,413	(25,618)
Commercial paper	10,000	10,000	-
Current Portion of Long-term loans payable	195,105	153,538	41,567
Income taxes payable	7,666	8,811	(1,145)
Deferred tax liabilities-current	25	34	(9)
Allowance for employees' bonus	5,698	7,412	(1,714)
Other current liabilities	159,079	159,778	(699)
<b>Total current liabilities</b>	<b>1,245,602</b>	<b>1,219,497</b>	<b>26,105</b>
<b>Non-current liabilities;</b>			
Bonds, less current portion	150,490	245,540	(95,050)
Long-term loans payable	550,507	560,187	(9,680)
Deferred tax liabilities -non-current	13,982	13,078	904
Deferred tax liabilities -revaluation	1,238	1,238	-
Allowance for retirement benefits	21,698	22,526	(828)
Allowance for retirement benefits for directors, executive officers and corporate auditors	723	1,394	(671)
Other non-current liabilities	25,167	24,409	758
<b>Total non-current liabilities</b>	<b>763,807</b>	<b>868,374</b>	<b>(104,567)</b>
<b>Total liabilities</b>	<b>2,009,410</b>	<b>2,087,872</b>	<b>(78,462)</b>
<b>Owners' equity;</b>			
Common and preferred stock	152,827	122,790	30,037
Capital surplus	144,672	158,593	(13,921)
Retained earnings	155,123	147,206	7,917
Treasury stock	(130)	(126)	(4)
<b>Total owners' equity</b>	<b>452,492</b>	<b>428,464</b>	<b>24,028</b>
<b>Valuation and translation adjustments;</b>			
Net unrealized gains on available-for-sale securities	102,367	94,316	8,051
Deferred gains on hedges	1,551	623	928
Land revaluation difference	(2,574)	(1,935)	(639)
Foreign currency translation adjustments	(33,136)	(32,882)	(254)
<b>Total valuation and translation adjustments</b>	<b>68,207</b>	<b>60,122</b>	<b>8,085</b>
<b>Minority Interests;</b>	<b>44,271</b>	<b>43,048</b>	<b>1,223</b>
<b>Total net assets</b>	<b>564,972</b>	<b>531,635</b>	<b>33,337</b>
<b>Total liabilities and net assets</b>	<b>2,574,383</b>	<b>2,619,507</b>	<b>(45,124)</b>

**Segment Information**  
for the First Quarter Ended June 30, 2007

## Industry Segments

The industry segment information for the first quarter ended June 30, 2007 and 2006 are as follows:

**For the first quarter ended June 30, 2007**

Millions of yen

	Machinery & Aerospace	Energy & Mineral Resources	Chemicals & Plastics	Real Estate Development & Forest Products	Consumer Lifestyle Business
Net sales					
Outside customers	294,898	356,291	171,461	80,793	297,922
Inter-segment	3,726	1,721	13,811	293	3,997
Total	298,625	358,012	185,272	81,086	301,920
Operating expense	292,124	352,955	177,772	79,286	302,065
Operating income	6,500	5,057	7,499	1,800	(145)
Total assets	377,827	528,916	366,301	254,873	331,015

	Overseas Subsidiaries	Other	Total	Elimination and Unallocated	Consolidated
Net sales					
Outside customers	148,005	27,921	1,377,294	-	1,377,294
Inter-segment	76,356	2,351	102,258	(102,258)	-
Total	224,362	30,273	1,479,552	(102,258)	1,377,294
Operating expense	223,873	30,039	1,458,118	(102,698)	1,355,420
Operating income	488	233	21,434	440	21,874
Total assets	357,468	160,695	2,377,098	197,284	2,574,383

Notes:

1. Unallocated costs and expenses included in "Elimination and Unallocated" totaled 14million yen and comprised mainly administrative group expenses applicable to Sojitz Corporation.
2. Company assets included in "Elimination and Unallocated" totaled 370,893 million yen and comprised mainly cash and deposits, bonds, and investment securities of the Company.

**Segment Information**  
for the First Quarter Ended June 30, 2007

**Industry Segments (Continued)**

The industry segment information for the first quarter ended June 30, 2006 and preceding first quarter is as follows:

**(Ref.) For the first quarter ended June 30, 2006**

Millions of yen

	Machinery & Aerospace	Energy & Mineral Resources	Chemicals & Plastics	Real Estate Development & Forest Products	Consumer Lifestyle Business
Net sales					
Outside customers	251,073	301,875	154,187	81,294	237,537
Inter-segment	2,108	1,789	11,235	562	3,524
Total	253,181	303,664	165,422	81,857	241,062
Operating expense	249,330	298,870	161,500	78,936	239,287
Operating income (loss)	3,851	4,794	3,922	2,921	1,774
Total assets (As of March 31, 2007)	355,323	504,317	370,225	272,799	316,111

	Overseas Subsidiaries	Other	Total	Elimination & Unallocated	Consolidated
Net sales					
Outside customers	173,728	27,937	1,227,634	-	1,227,634
Inter-segment	80,489	2,444	102,155	(102,155)	-
Total	254,218	30,382	1,329,790	(102,155)	1,227,634
Operating expense	253,286	30,527	1,311,739	(101,870)	1,209,869
Operating income (loss)	931	(144)	18,050	(285)	17,765
Total assets (As of March 31, 2007)	363,495	171,580	2,353,853	265,654	2,619,507

Notes:

1. Unallocated costs and expenses included in "Elimination & Unallocated" totaled 259 millions of yen and comprised mainly administrative group expenses applicable to Sojitz Corporation.
2. Company assets included in "Elimination & Unallocated" totaled 594,975 millions of yen and comprised mainly cash and deposits, bonds, and investment securities.