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To whom it may concern

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Notice Regarding Repurchase and Cancellation of Preferred Shares

At a meeting of the Board of Directors today, Sojitz Corporation determined the details, as shown below, regarding the first stage of the repurchase and cancellation of preferred shares on March 30, 2007.

As previously announced on April 28, 2006, Sojitz Corporation has concluded an "Agreement Concerning the Acquisition of Preferred Shares" with all of the shareholders of the relevant preferred shares. This move was intended to accelerate reorganization of the Company's capital structure by eliminating the majority of all outstanding preferred shares. Furthermore, in order to reinforce shareholders' equity after the repurchase and cancellation of these preferred shares, the Company issued a 3rd series and 4th series of convertible bonds with stock acquisition rights (henceforth, "convertible bonds") totaling ¥300.0 billion on May 25, 2006. The total repurchase amount on March 30, 2007 has now been determined based on the amount of capital raised from the conversion of the convertible bond issue at this point.

(1) Preferred share repurchase and cancellation date: March 30, 2007

(2) Details of shares to be repurchased and cancelled:

Class of share	Outstanding amount issued (¥ billion)	Total repurchase amount (% of issue price) (¥ billion)	Number of shares to be repurchased (% of issued shares)	Seller and number of shares held
2 nd Series Class I	52.6	56.8 (108)	26,300,000 (100)	(Holding for all series and classes of preferred shares)
3 rd Series Class I	52.6	55.8 (106)	26,300,000 (100)	Bank of Tokyo-Mitsubishi UFJ: 18,500,000
4 th Series Class I	52.6	54.7 (104)	26,300,000 (100)	Mizuho Corporate Bank: 4,500,000
1 st Series Class II	52.6	53.7 (102)	26,300,000 (100)	Resona Bank: 1,800,000 Mitsubishi UFJ Trust and Banking: 1,000,000 Norinchukin Bank: 500,000
2 nd Series Class V	20.0	20.0 (100)	2,000,000 (100)	Bank of Tokyo-Mitsubishi UFJ: 1,000,000 Mizuho Corporate Bank: 1,000,000
Total	230.4	240.9		

*1. 2nd Series Class I, 3rd Series Class I, 4th Series Class I and 1st Series Class II shares to be repurchased in accordance with Article 210-1 of the former Commercial Code.

*2. 2nd Series Class V shares to be repurchased in accordance with associated provisions for these preferred shares.

(3) Summary of outstanding preferred shares after enactment of above share repurchase and cancellation

Class of share	Shareholder	Issue amount (¥ billion)	Predetermined repurchase amount (% of issue price) (*1)	Conversion price	Conversion period
1 st Series Class III	Lehman Brothers Asia Capital Company: Lehman Brothers Commercial Corporation Asia Ltd.:	2.0 1.0	(*2)	¥503	May 14, 2004 ~ May 13, 2013
1 st Series Class IV	Bank of Tokyo-Mitsubishi UFJ	199.5	45.9 (23)	Undetermined	October 29, 2024~
1 st Series Class V	Bank of Tokyo-Mitsubishi UFJ	130.5	56.1 (43)	Undetermined	October 29, 2019~
Total		333.0	102.0		

*1. If repurchased after October 2007, the repurchase price per share shall be increased by an amount equivalent to 2% of the issue price. Assuming all the above preferred shares are repurchased after October 2007, the total repurchase amount shall be ¥108.6 billion.

*2. 1st Series Class III preferred shares are not covered by the “Agreement Concerning the Acquisition of Preferred Shares.”

(4) Next scheduled repurchase of preferred shares

A day to be determined by the Company between April 1, 2007 and the day prior to the June 2007 Ordinary General Shareholders' Meeting, or alternatively, September 28, 2007.