

Summary of Consolidated Financial Results

January 30, 2006

for the third quarter ended December 31, 2005

Sojitz Corporation

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

Listed stock exchange : The first sections of Tokyo and Osaka
 Headquarters : Tokyo
 Securities Code : 2768
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1. Items regarding Preparation for the Summary of Quarterly Results

- (1) Use of simplified accounting procedure : None
 (2) Change in accounting policies from the latest consolidated fiscal year : Yes

For the period under review, the Company introduced accounting standards for the impairment of fixed assets presented in the "Accounting Standard for Impairment of Fixed Assets" issued on August 9, 2002 by the Business Accounting Council in Japan and "Guidance for Accounting Standard for Impairment of Fixed Assets" (Financial Accounting Standards Implementation Guidance No. 6) issued on October 31, 2003.

Sojitz has reclassified its industry segments from the fiscal year under review in accordance with efforts to streamline the Group's management framework and to better achieve the objectives identified in the New Business Plan through an accelerated decision-making process.

- (3) Change in number of consolidated subsidiaries and affiliated companies accounted for the equity method : Yes

	Dec 31, 2005	Sep 30, 2005	Mar 31, 2005
Consolidated subsidiaries	321	324	329
Unconsolidated subsidiaries (accounted for by the equity method)	9	10	10
Unconsolidated affiliates (accounted for by the equity method)	183	182	178

- (4) Figures for the nine-month periods ended December 31, 2005 and 2004 have not been audited by independent auditors.

2. Consolidated Financial Results for the Nine-Month Periods Ended December 31, 2005 and 2004

- (1) Operating Results (Consolidated) (Rounded down to millions of Japanese Yen)

	Net Sales		Operating Income		Recurring Profit		Net Income(Loss)	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the nine-month periods ended								
December 31, 2005	3,686,676	8.2	59,358	18.7	63,867	55.1	36,797	-
December 31, 2004	3,408,563	(22.7)	49,986	10.7	41,176	27.9	(238,957)	-
(Ref) FY 2004	4,675,903		65,521		58,088		(412,475)	

	EPS	Adjusted EPS
	Yen	Yen
For the nine-month periods ended		
December 31, 2005	112.44	99.93
December 31, 2004	(1,107.72)	-
(Ref) FY 2004	(1,876.48)	-

Note: Percentages shown for net sales, operating income, recurring profit and net income are the rates of increase or decrease from the previous corresponding period.

- (2) Financial Position (Consolidated)

	Total Assets	Shareholders' Equity	Shareholders' Equity Ratio	BPS
	Millions of Yen	Millions of Yen	%	Yen
As of				
December 31, 2005	2,528,536	433,998	17.2	(450.51)
December 31, 2004	2,717,804	436,538	16.1	(867.48)
March 31, 2005	2,448,478	280,241	11.4	(1,440.26)

Descriptive Analysis of Consolidated Financial Results:

In the third quarter (nine-month period), net sales increased 278.1 billion yen compared with the corresponding period of the previous fiscal year to 3,686.7 billion yen, owing to the increase in revenues and earnings in Energy & Mineral Resources and Machinery & Aerospace. Gross trading profit totaled 180.8 billion yen, an overall increase of 1.8 billion yen despite the decrease reflecting sale of consolidated subsidiary. Operating income climbed 9.4 billion yen year on year to 59.4 billion yen buoyed by 7.6 billion yen decrease to 121.4 billion yen in Selling, General and Administrative Expenses mainly affected by the sale of consolidated subsidiary. Recurring profit surged 22.7 billion yen year on year to 63.9 billion yen. This result is attributed to the increase in equity in earnings of unconsolidated subsidiaries and affiliates reflecting their strong performance and the decrease in interest-bearing debt and subsequent improvement in the balance between interest income and expense. After recording a net extraordinary loss of 5.5 billion yen and accounting for income taxes, net income totaled 36.8 billion yen.

3. Consolidated Earnings Forecast for the Fiscal Year Ending March 2006 (April 1, 2005-March 31, 2006):

Buoyed by a strong performance throughout the nine-month period due mainly to robust demand in Energy & Mineral Resources and Machinery & Aerospace as well as gains in equity in earnings of unconsolidated subsidiaries and affiliates and an improvement in the balance between interest income and expense, consolidated earnings forecast for the fiscal year ending March 31, 2006 have been revised upward as follows.

	Net Sales	Recurring Profit	Net Income
For the fiscal year ending	Millions of Yen	Millions of Yen	Millions of Yen
March 31, 2006	4,900,000	77,000	41,500

Reference: EPS (projection): JPY 119.75

The aforementioned forecasts are based on certain assumptions that the Company has deemed relevant and appropriate as of the date of publication. Actual results may differ substantially from these forecasts due to a variety of important factors.

Consolidated Statements of Income
for the Nine-Month Periods Ended December 31, 2005 and 2004

Millions of yen

	Nine-month period (Apr.1, 2005 - Dec.31, 2005)	Six-month period (Apr.1, 2005 - Sep.30, 2005)	Three-month period (Oct.1, 2005 - Dec.31, 2005)	Nine-month period (Apr.1, 2004 - Dec.31, 2004)	Increase/(Decrease)	
					Amount	Percentage
Net sales	3,686,676	2,354,027	1,332,649	3,408,563	278,113	8.16
Cost of sales	(3,505,913)	(2,235,356)	(1,270,556)	(3,229,540)	(276,373)	8.56
Gross trading profit	180,763	118,670	62,092	179,023	1,740	0.97
Selling, general and administrative expenses	(121,405)	(80,771)	(40,633)	(129,036)	7,631	(5.91)
Operating income	59,358	37,899	21,458	49,986	9,372	18.75
Interest income	9,534	6,305	3,229	12,768	(3,234)	(25.33)
Dividends	5,285	4,427	857	2,294	2,991	130.38
Equity in earnings of unconsolidated subsidiaries and affiliates	16,794	11,911	4,883	9,541	7,253	76.02
Other income	14,733	11,841	2,892	10,898	3,835	35.19
Non-operating income	46,348	34,485	11,863	35,502	10,846	30.55
Interest expense	(28,589)	(18,514)	(10,074)	(34,721)	6,132	(17.66)
Interest expense on commercial papers	(1,492)	(1,292)	(199)	(2,021)	529	(26.18)
Other expense	(11,757)	(9,954)	(1,803)	(7,570)	(4,187)	55.31
Non-operating expense	(41,839)	(29,761)	(12,077)	(44,313)	2,474	(5.58)
Recurring profit	63,867	42,622	21,244	41,176	22,691	55.11
Extraordinary income (loss)	(5,428)	(2,121)	(3,307)	(255,516)	250,088	(97.88)
Income (loss) before income taxes and minority interests	58,439	40,501	17,937	(214,340)	272,779	-
Income taxes; Current	(14,245)	(9,786)	(4,459)	(7,111)	(7,134)	100.32
Deferred	(5,182)	(3,129)	(2,053)	(14,827)	9,645	(65.05)
Minority interests	(2,213)	(1,678)	(534)	(2,678)	465	(17.36)
Net income (loss)	36,797	25,908	10,889	(238,957)	275,754	-

Consolidated Balance Sheets

As of December 31, 2005 and March 31, 2005

Assets	December 31, 2005	March 31, 2005	Millions of yen Increase/ (Decrease)
Current assets;			
Cash and deposits	449,623	426,082	23,541
Trade notes and trade accounts receivable	685,007	618,086	66,921
Securities	8,562	7,150	1,412
Inventories	201,974	194,694	7,280
Short-term loans receivable	29,996	41,000	(11,004)
Deferred tax assets-current	6,661	7,482	(821)
Other current assets	131,403	139,590	(8,187)
Allowance for doubtful receivables	(14,405)	(10,957)	(3,448)
Total current assets	1,498,823	1,423,129	75,694
Fixed assets;			
<u>Tangible assets</u>	<u>251,662</u>	<u>246,652</u>	<u>5,010</u>
<u>Intangible assets:</u>	<u>100,969</u>	<u>103,850</u>	<u>(2,881)</u>
Goodwill	77,440	79,989	(2,549)
Other intangible assets	23,529	23,860	(331)
<u>Investments and other fixed assets:</u>	<u>675,907</u>	<u>673,924</u>	<u>1,983</u>
Investment securities	460,864	409,307	51,557
Long-term loans receivable	79,815	102,142	(22,327)
Non-performing receivables	221,865	286,934	(65,069)
Deferred tax assets-non-current	34,145	57,170	(23,025)
Deferred tax assets-revaluation	-	881	(881)
Others	59,828	54,820	5,008
Allowance for doubtful receivables	(180,611)	(237,332)	56,721
Total fixed assets	1,028,539	1,024,427	4,112
Deferred assets	1,173	921	252
Total assets	2,528,536	2,448,478	80,058

Consolidated Balance Sheets

As of December 31, 2005 and March 31, 2005

Liabilities, Minority Interests and Shareholders' Equity

Millions of yen

	December 31, 2005	March 31, 2005	Increase/ (Decrease)
Liabilities			
Current liabilities;			
Trade notes and trade accounts payable	512,106	472,513	39,593
Short-term loans payable	576,701	764,218	(187,517)
Commercial paper	37,000	139,200	(102,200)
Current portion of long-term loans payable	301,886	211,932	89,954
Income taxes payable	10,570	7,644	2,926
Deferred tax liabilities-current	755	422	333
Allowance for employees' bonus	3,378	4,234	(856)
Other current liabilities	131,055	154,515	(23,460)
Total current liabilities	1,573,455	1,754,681	(181,226)
Non-current liabilities;			
Bonds, less current portion	78,980	16,048	62,932
Long-term loans payable	337,207	296,927	40,280
Deferred tax liabilities -non-current	9,150	7,544	1,606
Deferred tax liabilities -revaluation	479	-	479
Allowance for retirement benefits	26,448	29,046	(2,598)
Other non-current liabilities	31,524	30,639	885
Total non-current liabilities	483,790	380,206	103,584
Total liabilities	2,057,245	2,134,887	(77,642)
Minority interests	37,293	33,349	3,944
Shareholders' equity;			
Common and preferred stock	130,549	336,122	(205,573)
Capital surplus	210,754	487,686	(276,932)
Retained earnings (accumulated deficit)	85,585	(492,048)	577,633
Land revaluation difference	(2,569)	(4,869)	2,300
Net unrealized gains on available-for-sale securities	71,910	32,629	39,281
Foreign currency translation adjustments	(62,123)	(79,193)	17,070
Treasury stock	(107)	(86)	(21)
Total shareholders' equity	433,998	280,241	153,757
Total liabilities and shareholders' equity	2,528,536	2,448,478	80,058

Segment Information

for the Nine-Month Periods Ended December 31, 2005 and 2004

Industry Segments

Industry segment information for the nine-month period ended December 31, 2005 is as follows:

Millions of yen

	Machinery & Aerospace	Energy & Mineral Resources	Chemicals & Plastics	Real Estate Development & Forest Products	Consumer Lifestyle Business
Net sales					
Outside customers	685,078	909,102	486,302	302,220	660,104
Inter-segment	9,944	5,364	32,385	2,072	9,186
Total	695,023	914,467	518,687	304,293	669,290
Operating expense	683,178	901,938	504,134	296,268	662,874
Operating income	11,844	12,528	14,553	8,024	6,416
Total assets	325,334	479,541	390,432	242,968	306,551

	Overseas Subsidiaries	Other	Total	Elimination and Unallocated	Consolidated
Net sales					
Outside customers	562,008	81,859	3,686,676	-	3,686,676
Inter-segment	240,103	17,325	316,381	(316,381)	-
Total	802,111	99,185	4,003,058	(316,381)	3,686,676
Operating expense	797,845	97,688	3,943,928	(316,610)	3,627,318
Operating income	4,266	1,496	59,130	228	59,358
Total assets	453,162	167,475	2,365,466	163,069	2,528,536

Notes:

1. Unallocated costs and expenses included in "Elimination and Unallocated" totaled 3,305 millions of yen and comprised mainly administrative group expenses applicable to the Company and former Sojitz Corporation.
2. Company assets included in "Elimination and Unallocated" totaled 381,537 millions of yen and comprised mainly managed surplus (cash and deposits and bonds, and investment securities) of the Company.
3. Comments relating to changes in the classification of industry segments are provided as follows.

In accordance with efforts to streamline the Group's management structure and to better achieve the objectives identified in the New Business Plan through an accelerated decision-making process, Sojitz has reclassified its industry segments from the fiscal year under review as follows. Segment information for the previous fiscal year has been restated in accordance with the revised segment classification for comparative purposes.

The previous independent industry segments of Construction & Urban Development and Forest Products & Building Materials have been integrated to form the Real Estate Development & Forest Products segment.

The previous independent industry segments of Textiles, Foods, and General Commodities & Consumer Business have been integrated to form the Consumer Lifestyle Business segment.

Certain steel-related operations previously included in the Other segment have been included in the Energy & Mineral Resources segment.

Segment Information

for the Nine-Month Periods Ended December 31, 2005 and 2004

Industry Segments (Continued)

Industry segment information for the nine-month period ended December 31, 2004 was as follows:

Millions of yen

	Machinery & Aerospace	Energy & Mineral Resources	Chemicals & Plastics	Real Estate Development & Forest Products	Consumer Lifestyle Business
Net sales					
Outside customers	653,667	770,170	452,695	326,657	599,250
Inter-segment	11,306	34,339	22,780	2,297	14,194
Total	664,974	804,509	475,475	328,955	613,445
Operating expense	656,482	797,360	462,204	322,033	604,371
Operating income	8,491	7,149	13,271	6,921	9,074
Total assets	326,470	428,164	355,287	276,409	279,226

	Overseas Subsidiaries	Other	Total	Elimination and Unallocated	Consolidated
Net sales					
Outside customers	517,607	88,514	3,408,563	-	3,408,563
Inter-segment	207,849	8,848	301,617	(301,617)	-
Total	725,457	97,363	3,710,181	(301,617)	3,408,563
Operating expense	723,020	94,399	3,659,871	(301,294)	3,358,576
Operating income	2,436	2,963	50,309	(322)	49,986
Total assets	474,874	165,939	2,306,373	142,104	2,448,478

Notes:

1. Unallocated costs and expenses included in "Elimination and Unallocated" totaled 3,211 millions of yen and comprised mainly administrative group expenses applicable to former Sojitz Corporation.
2. Company assets included in "Elimination and Unallocated" totaled 433,492 millions of yen and comprised mainly managed surplus (cash and deposits and bonds, and investment securities) of the Company and former Sojitz Corporation.

Highlights of Consolidated Financial Results for the Third Quarter Ended December 31, 2005

January 30, 2006
Sojitz Corporation
(Former Sojitz Holdings Corporation)

Highlights of Nine-Month Period Ended December 31, 2005 Results

Sojitz raised its forecasts for the full-year period based upon steady growth in recurring profit results.

(Recurring Profit)
In the third quarter (nine-month period) recurring profit totaled 63.9 billion yen, an increase of 22.7 billion yen compared with the corresponding period of the previous fiscal year (41.2 billion yen). This represented 86% of the previous full-year target (74.0 billion yen); the full-year forecast was accordingly revised upward to 77.0 billion yen.

(Overview)
Net sales increased compared with the corresponding period of the previous fiscal year, reflecting steady progress in Energy & Mineral Resources and the Consumer Lifestyle Business.

In spite of the sale of Nakau Co., Ltd. and its exclusion from the Company's scope of consolidation, gross trading profit climbed year on year owing to growth in Energy & Mineral Resources.

Operating income increased year on year, reflecting reduced depreciation expenses in the wake of significant reductions of fixed assets in the previous fiscal year, as well as lower selling, general and administrative expenses due to the sale of Nakau Co., Ltd.

Recurring profit jumped significantly compared with the same period of the previous fiscal year. Primary factors included decreased interest bearing debt, which led to improvement of the balance between interest income and expense, and contributions from equity-method affiliates.

Concrete progress was made in efforts to restructure shareholders' equity and restore its asset portfolio.

In preparation of the repurchase and cancellation of preferred stock, the Company issued convertible bonds totaling 60.0 billion yen. The full amount was converted and the Company repurchased preferred stock with a face value of 40.0 billion yen at a purchase price of 44.0 billion yen in January 2006.

Note: As a result, cash and deposits and total shareholders' equity saw a significant temporary increase as of December 31, 2005, as well as September 30, 2005.

The Company is working to improve stability in its funds procurement by diversifying procurement methods, including the issue of corporate bonds and focusing on long-term funding.

(April 1, 2005-December 31, 2005)
- Straight bonds issued: 75.0 billion yen
- Shift to long-term debt: 250.0 billion yen

Revision of forecasts for the fiscal year ending March 31, 2006

The Company revised consolidated forecasts for FY2005 upwards in light of steady progress in business results during the nine-month period ended December 31, 2005. These results reflected strong performances in Energy & Mineral Resources and Machinery & Aerospace, as well as an increase of equity in earnings of unconsolidated subsidiaries and affiliates, and an improvement of the balance between interest income and expense.

	Previous forecast	Revised forecast
Net sales:	4,900 billion yen	(unchanged)
Recurring profit:	74.0 billion yen	77.0 billion yen
Net income:	38.0 billion yen	41.5 billion yen

Consolidated Statements of Income

	Billions of yen				Rationale of increase/decrease	Forecast FY2005 (**)		Percentage achieved a/c
	Nine-month period ended December 31, 2005			Nine-month period ended December 31, 2004		c	a/c	
	Total a	1st-half results (Apr.1-Sep.30)	Quarterly results (Oct.1-Dec.31)	b				
Net sales	3,686.7	2,354.0	1,332.7	3,408.6	278.1	4,900.0	75%	
Gross trading profit	180.8	118.7	62.1	179.0	1.8	245.0	74%	
(Gross trading profit ratio)	4.90%	5.04%	4.66%	5.25%	(-0.35%)	(5.00%)		
Personnel expenses	-57.1	-38.2	-18.9	-58.7	1.6			
Non-personnel expenses	-54.3	-35.9	-18.4	-57.1	2.8			
Depreciation expenses	-6.2	-4.1	-2.1	-9.3	3.1			
(Subtotal)	(-117.6)	(-78.2)	(-39.4)	(-125.1)	(7.5)			
Allowance for doubtful receivables and write off	-0.6	-0.4	-0.2	-0.4	-0.2			
Consolidated goodwill amortization	-3.2	-2.2	-1.0	-3.5	0.3			
(Selling, general and administrative expenses)	(-121.4)	(-80.8)	(-40.6)	(-129.0)	(7.6)	-166.0	73%	
Operating income	59.4	37.9	21.5	50.0	9.4	79.0	75%	
(Operating income ratio)	(1.61%)	(1.61%)	(1.61%)	(1.47%)		(1.61%)		
Interest income	9.5	6.3	3.2	12.8	-3.3			
Interest expense	-30.1	-19.8	-10.3	-36.7	6.6			
(Interest expense-net)	(-20.6)	(-13.5)	(-7.1)	(-23.9)	(3.3)			
Dividends	5.3	4.4	0.9	2.3	3.0			
(Net financial revenue)	(-15.3)	(-9.1)	(-6.2)	(-21.6)	(6.3)			
Equity in earnings of unconsolidated subsidiaries and affiliates	16.8	11.9	4.9	9.5	7.3			
Other income	14.7	11.8	2.9	10.9	3.8			
Other expenses	-11.7	-9.9	-1.8	-7.6	-4.1			
(Others-net)	(4.5)	(4.7)	(-0.2)	(-8.8)	(13.3)	-2.0	-	
Recurring profit	63.9	42.6	21.3	41.2	22.7	77.0	83%	
Gain on sale and disposal of properties	3.7	3.1	0.6					
Gain on sale of investment securities	6.6	3.9	2.7					
Reversal of allowance for doubtful accounts	5.3	5.3	0.0					
Gain on bad debt recovered	0.1	0.1	0.0					
(Extraordinary income)	(15.7)	(12.4)	(3.3)	(6.3)	(9.4)			
Loss on sale and disposal of properties	-1.1	-0.9	-0.2					
Impairment loss on fixed assets	-1.9	-1.9	0.0					
Loss on sale of investment securities	-3.4	-3.2	-0.2					
Evaluation loss on investment securities	-0.3	-0.4	0.1					
Loss, and provision for loss, on dissolution of subsidiaries and affiliates	-6.5	-5.4	-1.1					
Dilution loss from changes in equity interest	-3.0	-	-3.0					
Restructuring loss	-5.0	-2.7	-2.3					
(Extraordinary loss)	(-21.2)	(-14.5)	(-6.7)	(-261.8)	(240.6)			
(Extraordinary income/loss-net)	(-5.5)	(-2.1)	(-3.4)	(-255.5)	(250.0)	-10.0	55%	
Income/loss before income taxes	58.4	40.5	17.9	-214.3	272.7	67.0	87%	
Income taxes: Current	-14.3	-9.8	-4.5	-7.1	-7.2			
Deferred	-5.2	-3.1	-2.1	-14.8	9.6			
Minority interests	-2.1	-1.7	-0.4	-2.7	0.6			
Net income/loss	36.8	25.9	10.9	-238.9	275.7	41.5	89%	
Core earnings (*)	61.5	41.1	20.4	38.3	23.2			

(*) Core earnings = Operating income (before Allowance for doubtful receivables) + Interest expenses-net + Dividends + Equity in earnings of unconsolidated subsidiaries and affiliates

(**) Disclaimer concerning future performance information

The above-mentioned information about future performance is calculated based on judgements and assumptions made from that information currently available to management at the time of writing. Accordingly, there is a possibility that actual results may greatly differ from such information due to a wide variety of factors including but not limited to economic conditions in the Company's principal overseas and domestic markets and changes in foreign currency exchange markets. In the event of significant changes, these will be notified by timely disclosure, etc.

Consolidated Balance Sheets and Principal Management Indices

	Billions of yen			Rationale of increase/decrease
	December 31, 2005	March 31, 2005	Increase/Decrease d-e	
	d	e	d-e	
Current assets	1,498.8	1,423.2	75.6	
Cash and deposits	449.6	426.1	23.5	
Trade notes and trade accounts receivable	685.0	618.1	66.9	Increase in transactions in the Chemicals & Plastics and Consumer Lifestyle Business
Securities	8.5	7.2	1.3	
Inventories	202.0	194.7	7.3	
Short-term loans receivable	30.0	41.0	-11.0	Decrease reflecting recovery of loans receivable
Deferred tax assets-current	6.7	7.5	-0.8	
Other current assets	131.4	139.6	-8.2	
Allowance for doubtful receivables	-14.4	-11.0	-3.4	
Fixed assets	1,028.5	1,024.4	4.1	
Tangible assets	251.7	246.6	5.1	
Goodwill	77.4	80.0	-2.6	
Other intangible assets	23.5	23.9	-0.4	
Investment securities	460.9	409.3	51.6	Increase in book values owing to an increase in stock prices
Long-term loans receivable	79.8	102.1	-22.3	
Non-performing receivables	221.9	286.9	-65.0	Reduction due to disposal and write-off
Deferred tax assets-non-current	34.1	58.1	-24.0	
Others	59.8	54.8	5.0	
Allowance for doubtful receivables	-180.6	-237.3	56.7	Decrease attributed to disposal and write-off of non-performing receivables
Deferred assets	1.2	0.9	0.3	
Total assets	2,528.5	2,448.5	80.0	
Liabilities	1,573.4	1,754.7	-181.3	
Trade notes and trade accounts payable	512.1	472.5	39.6	
Short-term loans payable	835.6	933.1	-97.5	Decline reflecting shift to long-term funding
Commercial paper	37.0	139.2	-102.2	
Bonds with redemption in one year	43.0	43.1	-0.1	
Other current liabilities	145.7	166.8	-21.1	Decline in condominium sales deposits
Non-current liabilities	483.8	380.2	103.6	
Bonds, less current portion	79.0	16.1	62.9	Issue of straight bonds (+75.0), transfer to bonds with redemption in one year
Long-term loans payable	337.2	296.9	40.3	Increase in long-term funding procurement reflecting improvement in the structure of interest-bearing debt
Allowance for retirement benefits	26.4	29.0	-2.6	
Other non-current liabilities	41.2	38.2	3.0	
Total liabilities	2,057.2	2,134.9	-77.7	
Minority interests	37.3	33.4	3.9	
Common and preferred stock	130.5	336.1	-205.6	Transfer to capital surplus (-180.3), transfer to retained earnings (-55.8), increase due to CB conversion (+30.5)
Capital surplus	210.8	487.7	-276.9	Transfer from common stock (+180.3), transfer to retained earnings (-487.7), increase due to CB conversion (+30.5)
Retained earnings (accumulated deficit)	85.6	-492.0	577.6	Transfer from common stock (+55.8), transfer from retained earnings (+487.7), net income (+36.8)
(Subtotal)	(426.9)	(331.8)	(95.1)	
Land revaluation difference	-2.6	-4.9	2.3	
Net unrealized gains on available-for-sale securities	71.9	32.6	39.3	Increase attributed to stock price increase
Foreign currency translation adjustments	-62.1	-79.2	17.1	
Treasury stock	-0.1	-0.1	0.0	
Total shareholders' equity	434.0	280.2	153.8	Reduction (-44.0) due to repurchase and cancellation of preferred stock with a face value of 40.0 billion yen in January 2006
Total liabilities and shareholders' equity	2,528.5	2,448.5	80.0	
Gross interest-bearing debt	1,331.8	1,428.4	-96.6	
Net interest-bearing debt	882.2	1,002.3	-120.1	
Net debt/equity ratio (Times)	2.03	3.58	-1.54	
Shareholders' equity	17.2%	11.4%	+ 5.7%	

Highlights of Consolidated Financial Results for the Third Quarter Ended December 31, 2005 Supplementary Material (1)

- Gross Trading Profit and Recurring Profit (by Industry Segment)
for nine-month periods ended December 31, 2005 and 2004 -

2006/1/30

Sojitz Corporation
(Former Sojitz Holdings Corporation)

(Unit: Billions of yen)

	Gross Trading Profit				Recurring Profit			
	9-Month FY2005	9-Month FY2004	Increase/ (Decrease)	Main factors for change	9-Month FY2005	9-Month FY2004	Increase/ (Decrease)	Main factors for change
	Results	Results			Results	Results		
Machinery & Aerospace	33.5	30.9	2.6	Overall profit increase: decrease (-0.9) attributed to the withdrawal from low-profit automobile sales company in Japan; increase (+2.3) due to the strong performance by automobile business companies in Central and South America and Russia; increase (+1.0) owing to strong demand for general machinery; continued high profits in shipping; stable profit from aircraft-related operations	9.8	5.9	3.9	Overall increase in the following items despite impact on aircraft-related business from transactions with Northwest Airlines. *Operating income (+3.3) *Improvement in the balance between interest income and expense *Gains in shipping-related equity-method affiliates underpinned by the sale of jointly owned vessels *Increase in dividend income
Energy & Mineral Resources	30.8	24.5	6.3	Overall profit increase: strong performance (+2.0) attributed to the inclusion of new upstream oil and gas rights businesses in the scope of consolidation and an increase in production volume; increase (+3.5) due to ferroalloy-related transactions; gains (+2.0) underpinned by reclassification of an equity-method affiliate to a consolidated subsidiary that holds coal mining rights; downturn (-1.2) reflecting decrease in the transaction volume of non-ferrous metals	19.8	12.1	7.7	Significant overall increase: gain (+1.0) attributed to production increase in oil and gas-related businesses; increase (+3.4) due to ferroalloy-related transactions; earnings in a subsidiary that holds coal mining rights bolstered (+0.7) owing to increase of coal price; strong performance in Metal One Corporation and LNG Japan Corporation despite increasing interest cost due to expanding investments and loans
Chemicals & Plastics	34.0	33.4	0.6	Increase in overall profits: gains (+1.3) in the Chemicals Division results owing to an increase in transaction volume according to the sharp rise of petrochemical-related raw materials; profit decrease (-0.7) in fertilizer demand impacted mainly by dry weather	7.6	4.8	2.8	Increase in operating profit (+1.3) reflecting strong performance in the Chemicals Division; gain (+1.6) from improvement of equity in earnings of unconsolidated subsidiaries and affiliates
Real Estate Development & Forest Products	18.5	18.2	0.3	Overall profit increase: Real Estate Development strong (+1.5) on the back of a robust condominium development business; decline (-1.4) attributed to surplus Forest Products inventories that reflect continued excess supply since the third quarter of the previous year and a market slump	8.7	2.1	6.6	Overall: Significant increase *Operating income (+1.2): Strong demand in condominium business led to higher profits in Real Estate Development and covered decrease in Forest Products caused by market slump *Gain on sale of retail facility (+2.1): Sale of Kashiwa Shopping Center *Improvement in the balance between interest income and expense in line with efforts to create a robust asset portfolio
Consumer Lifestyle Business	30.0	38.5	(8.5)	*Textiles: positive results due to the inclusion of Singapore Co., Ltd. in the scope of consolidation (+1.4) *Foods: Drop in profit (-0.3) owing to sluggish sales of tuna to wholesalers *General Commodities: Decline (-8.4) due to sale of Nakau Co., Ltd.	4.3	6.6	(2.3)	*Textiles: Decrease (-1.0) due to the slump in retail store sales *Foods: Decrease (-0.2) reflecting weak sales of tuna and feedstuffs *General Commodities: Decrease (-1.0) owing to decline in woodchip business due to the rise in procurement costs of raw material and sale of Nakau Co., Ltd.
[excluding the impact from Nakau sale]	[30.0]	[30.4]	[(0.4)]		[4.3]	[6.4]	[(2.1)]	
Overseas Subsidiaries	20.1	19.4	0.7	Americas: Machinery and commodities sales steady; however decrease (-0.5) attributed to withdrawal from low-profit businesses Europe: Remains flat from the same period of the previous fiscal year China: Increase (+0.5) owing to strengthening China businesses by the transfer of operations of Beijing Office to Sojitz China Asia: Strong performance (+0.6) in chemicals and plastics	9.9	7.8	2.1	Overall increase *Operating income (+1.9) *Dividend income
5 Business Divisions + Overseas Subsidiaries	166.9	164.9	2.0		60.1	39.3	20.8	
[excluding the impact from Nakau sale]	[166.9]	[156.8]	[10.1]		[60.1]	[39.1]	[21.0]	
Others	13.9	14.1	(0.2)	Increase (+0.2) reflecting contribution from Nissho Electronics Corporation Decrease (-1.0) reflecting decline in rental income in line with efforts to create a robust asset portfolio	3.8	1.9	1.9	Dividend income (+1.9) Capital gains in venture businesses (+1.8) Decline in rental income in line with efforts to create a robust asset portfolio(-1.0)
Total	180.8	179.0	1.8		63.9	41.2	22.7	
[excluding the impact from Nakau sale]	[180.8]	[170.9]	[9.9]		[63.9]	[41.0]	[22.9]	

Highlights of Consolidated Financial Results for the Third Quarter Ended December 31, 2005, Supplementary Material (2) -FY2005 Forecast-

2006/1/30

Sojitz Corporation

(Former Sojitz Holdings Corporation)

(Unit: Billions of yen)

P/L

	9-Month FY2005 Results a	9-Month FY2004 Results b	Increase/ (Decrease) a-b	FY2005 Forecast (as of October 27)	Percentage Achieved		FY2005 Revised Forecast (as of January 30, 2006)	Percentage Achieved
Net Sales	3,686.7	3,408.6	278.1	4,900.0	75.2%	Recurring profit: steady progress over three quarters (63.9 billion yen); full-year forecast revised to 77.0 billion yen	4,900.0	75.2%
Gross trading profit	180.8	179.0	1.8	251.0	72.0%		245.0	73.8%
[Gross trading profit ratio]	[4.90%]	[5.25%]		[5.12%]			(5.00%)	
Machinery & Aerospace	33.5	30.9	2.6	43.5	77.0%	Machinery & Aerospace *Steady progress in each business especially in automobile and shipping-related businesses; however, aircraft-related business was impacted by transactions with U.S.-based Northwest Airlines	44.5	75.3%
Energy & Mineral Resources	30.8	24.5	6.3	41.5	74.2%		41.0	75.1%
Chemicals & Plastics	34.0	33.4	0.6	42.5	80.0%	Energy & Mineral Resources *Strong results from metal resources-related transactions and equity-method affiliates, Metal One Corporation, LNG Japan Corporation, and vanadium manufacturing company; oil and gas-related business was impacted by hurricanes in the U.S.	44.5	76.4%
Real Estate Development & Forest Products	18.5	18.2	0.3	25.5	72.5%		24.0	77.1%
Consumer Lifestyle Business	30.0	38.5	(8.5)	46.5	64.5%	Chemicals & Plastics *In the Chemicals Division results reflected an increase in transaction volume according to the sharp rise in petrochemical-related raw material prices *In the Plastics Division, expectations for a decline due to stagnant price shifting for packaging materials despite strong results in plastic raw materials *Decrease in demand for fertilizer, impacted by dry weather and agricultural off-season *Prices in the methanol market progressed at a high level in excess of forecasts	41.5	72.3%
Overseas Subsidiaries	20.1	19.4	0.7	29.0	69.3%		28.0	71.8%
Others	13.9	14.1	(0.2)	22.5	61.8%	Real Estate Development & Forest Products *In Real Estate Development, performance strong in condominium development and retail property development. Good progress on the scheduled projects by the end of this fiscal year. *Forest Products turned favorably from the third quarter owing to decline in inventory. However, this is unlikely to cover the decline experienced in the first half.	21.5	64.7%
Selling, general and administrative expenses	(121.4)	(129.0)	7.6	(173.0)	70.2%	Consumer Lifestyle Business *Textiles weak due to poor sales during spring, summer and autumn. Sales recovery due to cold weather is unlikely to offset the decline in the first half. *Foods business sound, underpinned by dividend income despite decrease in sales of tuna and feedstuffs *Woodchip business stagnant due to the sharp rise in procurement costs of raw material	(166.0)	73.1%
Operating income	59.4	50.0	9.4	78.0	76.2%		79.0	75.2%
[Operating income ratio]	[1.61%]	[1.47%]		[1.59%]			(1.61%)	
Non-operating income/expense-net	4.5	(8.8)	13.3	(4.0)	-	Overseas Subsidiaries *Overall stable performance	(2.0)	-
Recurring profit	63.9	41.2	22.7	74.0	86.4%		77.0	83.0%
[Recurring profit ratio]	[1.73%]	[1.21%]		[1.51%]			(1.57%)	
Machinery & Aerospace	9.8	5.9	3.9	10.0	98.0%		11.0	89.1%
Energy & Mineral Resources	19.8	12.1	7.7	20.5	96.6%		23.0	86.1%
Chemicals & Plastics	7.6	4.8	2.8	6.5	116.9%		8.0	95.0%
Real Estate Development & Forest Products	8.7	2.1	6.6	9.0	96.7%		9.0	96.7%
Consumer Lifestyle Business	4.3	6.6	(2.3)	9.0	47.8%		6.5	66.2%
Overseas Subsidiaries	9.9	7.8	2.1	14.5	68.3%		15.0	66.0%
Others	3.8	1.9	1.9	4.5	84.4%		4.5	84.4%
Extraordinary income/(loss)-net	(5.5)	(255.5)	250.0	(10.0)	55.0%		(10.0)	55.0%
Income/(loss) before income taxes	58.4	(214.3)	272.7	64.0	91.3%		67.0	87.2%
Net income/(loss)	36.8	(238.9)	275.7	38.0	96.8%		41.5	88.7%

Note: Figures for recurring profit by business segment are for reference only and used for internal management purposes

B/S

	December 31, 2005 c	March 31, 2005 d	Increase/ (Decrease) c-d	FY2005 Revised Forecast (as of January 30, 2006)
Cash and deposits	449.6	426.1	23.5	400.0
Operating assets	1,010.6	948.9	61.7	1,020.0
Investment and financing	605.1	582.6	22.5	605.0
Fixed assets	463.2	490.9	(27.7)	470.0
Total assets	2,528.5	2,448.5	80.0	2,495.0
Operating liabilities	762.7	739.9	22.8	760.0
Interest-bearing debt	1,331.8	1,428.4	(96.6)	1,340.0
Total liabilities	2,094.5	2,168.3	(73.8)	2,100.0
Total shareholders' equity	434.0	280.2	153.8	395.0
Net interest-bearing debt	882.2	1,002.3	(120.1)	940.0
Net DER (Times)	2.0	3.6	(1.5)	2.4