

Highlights of Consolidated Financial Results for the First Quarter Ended June 30, 2007

July 30, 2006
Sojitz Corporation

Results Highlights for the First Quarter Ended June 30, 2007

1. Recurring profit and net income made steady gains in line with the target of the current medium-term management plan (figures in brackets represent year-on-year changes)

Net sales: 1,377.3 billion yen (+149.7 billion yen/+12.2%)
- Increase in trading volume in cigarettes
- Increase in trading volume of automobiles overseas
- increase in trading volume of energy and mineral resources

Gross trading profit: 65.2 billion yen (+6.6 billion yen/+11.2%)
- Strong performance in chemicals and fertilizer
- Strong performance in automobiles overseas
- Strong performance in energy and mineral resources

Recurring profit: 28.4 billion yen (+6.6 billion yen/+30.4%)
- Improvement in interest income and interest expense
- Increase in equity in earnings of unconsolidated subsidiaries and affiliates

Net income: 27.1 billion yen (+8.4 billion yen/+44.6%)
- Increase in income before income taxes and minority interests after extraordinary income/loss-net

2. Sojitz has completed the reorganization of its capital structure

300.0 billion yen of convertible bonds (CB) issued (May 25, 2006)
- Repurchase of preferred shares in an amount corresponding to the amount of capital raised by the conversion of bonds to common stock
- 285.0 billion yen of CB converted to common stock as of June 30, 2007
- CB of remaining amount 15.0 billion yen converted into common stock on July 3, 2007 and all CB completely converted into common stock.

Repurchase and cancellation of preferred shares
- Of the outstanding balance of preferred shares stood at 560.4 billion yen which Sojitz intended to repurchase, repurchase and cancellation of 451.5 billion yen (total of repurchase amount was 296.1 billion yen) was completed by the end of June, 2007.
- Regarding the balance of the outstanding 108.9 billion yen, Sojitz today determined the repurchase and cancellation of the remaining preferred shares will be implemented on September 28, 2007.

=> The reorganization of the capital structure will be completed by the elimination of the preferred shares allocated for repurchase.

3. Forecast for fiscal 2007, ending March 31, 2008

	Interim	Full year
Net sales	2,740.0 billion yen	5,580.0 billion yen
Operating income	40.0 billion yen	86.0 billion yen
Recurring profit	45.0 billion yen	92.0 billion yen
Net income	30.0 billion yen	60.0 billion yen

<Assumptions>

- Exchange rate (Yen/US\$) = 110
- Crude oil price (US\$/BBL) = 55 (Brent crude)

Cash dividend per share for fiscal 2007 ending March 31, 2008 (expected)

interim: 3.5yen per share
Yea-end: 3.5yen per share

Consolidated Statements of Income

	FY2007 (1st quarter)		FY2006 (1st quarter)		Reasons for changes	Forecast FY2007 (1st-half)	
	Results a	Results b	Change a-b	Results c		Percentage achieved a/c	
Net sales	1,377.3	1,227.6	149.7		Consumer Lifestyle Business +60.4	2,740.0	50%
					Energy & Mineral Resources +54.4		
					Machinery & Aerospace +43.8	132.0	49%
Gross trading profit (Gross trading profit ratio)	65.2 (4.73%)	58.6 (4.78%)	6.6 (-0.05%)		Gross trading profit +4.5	(4.82%)	
					Chemicals & Plastics +3.9		
					Machinery & Aerospace +3.9		
Personnel expenses	-20.9	-21.2	0.3				
Non-personnel expenses	-19.1	-16.9	-2.2				
Depreciation expenses	-1.7	-1.7	0.0				
(Subtotal)	(-41.7)	(-39.8)	(-1.9)				
Allowance for doubtful receivables and write-off	-0.4	0	-0.4				
Goodwill amortization	-1.2	-1.0	-0.2				
(Selling, general and administrative expenses)	(-43.3)	(-40.8)	(-2.5)			-92.0	47%
Operating income (Operating income ratio)	21.9 (1.59%)	17.8 (1.45%)	4.1			40.0 (1.46%)	55%
Interest income	3.9	3.2	0.7				
Interest expense	-8.9	-9.9	1.0		Improvement in interest expense-net due to reduction in interest-bearing debt and improvement in funding conditions		
(Interest expense-net)	(-5.0)	(-6.7)	(1.7)				
Dividends	1.7	2.2	-0.5				
(Net financial revenue)	(-3.3)	(-4.5)	(1.2)				
Equity in earnings of unconsolidated subsidiaries and affiliates	7.8	6.5	1.3		Nickel manufacturing company +1.1		
Other income	4.3	5.4	-1.1				
Other expenses	-2.3	-3.4	1.1				
(Others-net)	(6.5)	(4.0)	(2.5)			5.0	130%
Recurring profit	28.4	21.8	6.6			45.0	63%
Gain on sale and disposal of properties	0.6						
Gain on sale of investment securities	5.4				Gain on sale of agricultural chemical company, etc		
Reversal of allowance for doubtful accounts	0.7						
Gain on bad debt written-off	0.1						
(Extraordinary income)	(6.8)	(2.6)	(4.2)				
Loss on sale and disposal of properties	-0.2						
Loss, and provision for loss, on dissolution of subsidiaries and affiliates	-0.2						
(Extraordinary loss)	(-0.4)	(-0.6)	(0.2)				
(Extraordinary income/loss-net)	(6.4)	(2.0)	(4.4)			-2.0	-
Income before income taxes and minority interests	34.8	23.8	11.0			43.0	81%
Income taxes: Current	-5.3	-4.7	-0.6				
Deferred	-1.1	-0.2	-0.9				
Minority interests	-1.3	-0.2	-1.1				
Net income	27.1	18.7	8.4			30.0	90%
Core earnings	26.8	19.8	7.0				

NOTES

1. Core earnings = Operating income (Before allowance for doubtful receivables and write-offs) + Interest expense-net + Dividends received + Equity in earnings of unconsolidated subsidiaries and affiliates

2. Forward-looking Statements
This document contains forward-looking statements regarding the Company's business plans and initiatives based on information available to management at the time of disclosure. Accordingly, such statements contain inherent risks and uncertainties. Readers are advised that actual results may differ from forward-looking statements due to a wide variety of factors, including, but not limited to, changes in economic conditions in key markets in Japan and overseas and exchange rates. The Company will provide timely disclosure of any material changes or related issues.

Consolidated Balance Sheets and Principal Management Indices

	June 30, 2007			March 31, 2007			Reasons for changes
	d	e	Change d-e	d	e	Change d-e	
Current assets	1,562.9	1,615.1	-52.2				
Cash and deposits	406.7	471.6	-64.9				Decrease due to repurchase and cancellation of preferred shares
Trade notes and trade accounts receivable	655.0	672.7	-17.7				
Securities	10.4	7.2	3.2				
Inventories	344.3	315.9	28.4				Increase due to rise in cigarette transaction volume, and higher sales at overseas automotive and fertilizer subsidiaries.
Short-term loans receivable	20.6	23.2	-2.6				
Deferred tax assets-current	7.6	8.6	-1.0				
Other current assets	132.0	130.6	1.4				
Allowance for doubtful receivables	-13.7	-14.7	1.0				
Fixed assets	1,007.6	1,000.9	6.7				
Tangible assets	241.6	230.0	11.6				Increase in assets for lease and oil-related equipment
Goodwill	70.4	69.9	0.5				
Other intangible assets	31.1	29.2	1.9				
Investment securities	518.5	518.6	-0.1				
Long-term loans receivable	39.2	39.3	-0.1				
Non-performing receivables	162.0	162.3	-0.3				
Deferred tax assets-non-current	15.2	19.7	-4.5				
Others	48.9	49.9	-1.0				
Allowance for doubtful receivables	-119.3	-118.0	-1.3				
Deferred assets	3.9	3.5	0.4				
Total assets	2,574.4	2,619.5	-45.1				
Liabilities	1,245.6	1,219.5	26.1				
Trade notes and trade accounts payable	545.2	531.5	13.7				
Short-term loans payable	472.0	501.1	-29.1				Decrease due to reduction in borrowings and transfer to long-term fund
Commercial paper	10.0	10.0	-				
Bonds with redemption in one year	45.9	0.9	45.0				
Other current liabilities	172.5	176.0	-3.5				
Non-current liabilities	763.8	868.4	-104.6				
Bonds, less current portion	150.5	245.5	-95.0				Decrease due to CB conversion (-60.0), 1Year Rule(-45.0), Increase due to issuance of bonds(+10.0)
Long-term loans payable	550.5	560.2	-9.7				
Allowance for retirement benefits	21.7	22.5	-0.8				
Other non-current liabilities	41.1	40.2	0.9				
Total liabilities	2,009.4	2,087.9	-78.5				
Common and preferred stock	152.8	122.8	30.0				Increase from conversion of CB (+30.0)
Capital surplus	144.7	158.6	-13.9				Increase from conversion of CB (+30.0) and transfer from retained earnings (+11.3) Decrease due to repurchase and cancellation of preferred shares (-55.2)
Retained earnings	155.1	147.2	7.9				Net income (+27.1); payment of dividends (-7.9); transfer to capital surplus (-11.3)
Treasury stock	-0.1	-0.1	0.0				
(Total owners' equity)	(452.5)	(428.5)	(24.0)				
Net unrealized gains on available-for-sale securities	102.4	94.3	8.1				
Deferred gains or losses on hedges	1.5	0.6	0.9				
Land revaluation difference	-2.6	-1.9	-0.7				
Foreign currency translation adjustments	-33.1	-32.9	-0.2				
(Total valuation and translation adjustments)	(68.2)	(60.1)	(8.1)				
Minority interests	44.3	43.0	1.3				
Total net assets	565.0	531.6	33.4				
Total liabilities and net assets	2,574.4	2,619.5	-45.1				
Gross interest-bearing debt	1,228.9	1,317.7	-88.8				
Net interest-bearing debt	822.2	846.1	-23.9				
Net debt/equity ratio (Times)	*1 1.58	*1 1.73	-0.15				*1 The denominator of net debt/equity ratio and the numerator of shareholders' equity ratio are calculated exclusive of minority interests.
Shareholders' equity ratio	*1 20.2%	*1 18.7%	1.5%				

**Highlights of Consolidated Financial Results for the 1st Quarter of the Year Ending March 31, 2008
Supplementary Materials (1) -Gross Trading Profit and Recurring Profit (by Industry Segment)-**

July 30, 2007
Sojitz Corporation

(Unit: Billions of yen)

	Gross Trading Profit				Recurring Profit			
	Apr to Jun, 2007	Apr to Jun, 2006	Change	Main factors for change	Apr to Jun, 2007	Apr to Jun, 2006	Change	Main factors for change
	Results	Results			Results	Results		
Machinery & Aerospace	15.5	11.6	3.9	<ul style="list-style-type: none"> Automobiles: increase (+2.9) due to growth in Central and South America, Russia and NIS, and higher transaction volume at Sojitz Corporation in the Middle East. Ships: overall increase (+0.7) due to strong performance from charter vessel owing business and marine-related equipment transactions. 	5.0	3.4	1.6	<ul style="list-style-type: none"> Automobiles: increase due to growth in Central and South America, Russia and NIS, and higher transaction volume at Sojitz Corporation in the Middle East. Ships: overall increase due to strong performance from charter vessel owing business and marine-related equipment transaction.
Energy & Mineral Resources	10.5	10.3	0.2	<ul style="list-style-type: none"> Mineral Resources: overall increase (+0.2) due to year-on-year higher prices of ferroalloy. 	10.2	8.1	2.1	<ul style="list-style-type: none"> Mineral Resources: overall increase due to year-on-year higher prices for the products of ferroalloy related operations including the nickel manufacturing company.
Chemicals & Plastics	14.8	10.3	4.5	<ul style="list-style-type: none"> Chemicals: increase (+4.4) due to expanded sales volume of fertilizer in overseas subsidiaries and higher sales due to higher price of methanol compared with the 1Q of last year. Plastic: increase reflecting stronger sales of liquid crystal to Taiwan. 	5.7	2.0	3.7	<ul style="list-style-type: none"> Chemicals: increase due to sales growth at fertilizer subsidiaries and higher sales due to higher price of methanol compared with the 1Q of last year. Plastic: increase reflecting increased sales of liquid crystal to Taiwan
Real Estate Development & Forest Products	5.0	6.0	(1.0)	<ul style="list-style-type: none"> Real Estate Development: decrease (-0.2) reflecting delays relating to condominium handovers and other factors. Forest Products: decrease (-0.9) due to decline of demand for plywood in domestic market. 	1.0	2.3	(1.3)	<ul style="list-style-type: none"> Decrease in Gross Trading Profits in both Real Estate Development & Forest Products
Consumer Lifestyle Business	8.2	9.6	(1.4)	<ul style="list-style-type: none"> Textiles, General Commodities: decrease (-0.6) reflecting sluggish sales of spring & summer items at apparel subsidiaries for this period. Foods: decrease (-0.7) due to difficulty in raising sales prices to make up for higher procurement costs of some raw materials. 	(0.5)	0.8	(1.3)	<ul style="list-style-type: none"> Decrease in Gross Trading Profits in both Textiles, General Commodities and Foods
Overseas Subsidiaries	6.5	6.4	0.1	<ul style="list-style-type: none"> Generally level with previous fiscal year in all regions. 	3.4	3.0	0.4	<ul style="list-style-type: none"> Increase in Americas
Other	4.7	4.4	0.3	<ul style="list-style-type: none"> Nissho Electronics Corporation: increase (+0.5) mainly attributable to an increase in transactions of high-margin computer-related equipment (CPU) and a strongly performance of maintenance services business. 	3.6	2.2	1.4	<ul style="list-style-type: none"> Increase due to influence of foreign exchange market and improvement of funding cost.
Total	65.2	58.6	6.6		28.4	21.8	6.6	

Highlights of Consolidated Financial Results for the 1Q of Year Ending March 31, 2008

Supplementary Materials (2) -FY2007 Full-year Forecast-

July 30, 2007
Sojitz Corporation

(Unit: Billions of yen)

P/L

	First Quarter FY2007	First Quarter FY2006	Change	FY2007 Forecast (announced on April 27, 2007)	Progress
Net Sales	1,377.3	1,227.6	+149.7	5,580.0	24.7%
Gross trading profit	65.2	58.6	+6.6	274.0	23.8%
[Gross trading profit ratio]	[4.73%]	[4.78%]		[4.91%]	
Machinery & Aerospace	15.5	11.6	+3.9	60.5	25.6%
Energy & Mineral Resources	10.5	10.3	+0.2	43.5	24.1%
Chemicals & Plastics	14.8	10.3	+4.5	46.0	32.2%
Real Estate Development & Forest Products	5.0	6.0	(1.0)	28.0	17.9%
Consumer Lifestyle Business	8.2	9.6	(1.4)	45.0	18.2%
Overseas Subsidiaries	6.5	6.4	+0.1	27.0	24.1%
Other	4.7	4.4	+0.3	24.0	19.6%
Selling, general and administrative expenses	(43.3)	(40.8)	(2.5)	(188.0)	23.0%
Operating income	21.9	17.8	+4.1	86.0	25.5%
[Operating income ratio]	[1.59%]	[1.45%]		[1.54%]	
Non-operating income/expense-net	6.5	4.0	+2.5	6.0	108.3%
Recurring profit *1	28.4	21.8	+6.6	92.0	30.9%
[Recurring profit ratio]	[2.06%]	[1.78%]		[1.65%]	
Machinery & Aerospace	5.0	3.4	+1.6	15.5	32.3%
Energy & Mineral Resources	10.2	8.1	+2.1	33.5	30.4%
Chemicals & Plastics	5.7	2.0	+3.7	8.5	67.1%
Real Estate Development & Forest Products	1.0	2.3	(1.3)	10.0	10.0%
Consumer Lifestyle Business	(0.5)	0.8	(1.3)	6.0	-
Overseas Subsidiaries	3.4	3.0	+0.4	12.5	27.2%
Other	3.6	2.2	+1.4	6.0	60.0%
Extraordinary income (loss)-net	6.4	2.0	+4.4	(5.0)	-
Income before income taxes	34.8	23.8	+11.0	87.0	40.0%
Net income	27.1	18.7	+8.4	60.0	45.2%
Core earnings *2	26.8	19.8	+7.0	90.0	29.8%

*1 Figures for recurring profit by business segment are internal figures for reference only

*2 Core earnings = Operating income (Before allowance for doubtful receivables and write-offs) + Net interest income and expenses + Dividends received + Equity in earnings of unconsolidated subsidiaries and affiliates

B/S

	June 30, 2007	March 31, 2007	Change	March 31, 2008 Forecast (announced on April 27, 2007)
Total assets	2,574.4	2,619.5	(45.1)	2,620.0
Shareholders' Equity *3	520.7	488.6	+32.1	490.0
[Total net assets]	[565.0]	[531.6]	[+33.4]	-
Shareholders' Equity ratio (%)	20.2%	18.7%	+1.5%	18.7%
Net interest-bearing debt	822.2	846.1	(23.9)	950.0
Net DER (Times)	1.6	1.7	(0.1)	1.9
[Net DER (times) based on total net assets]	[1.5]	[1.6]	[(0.1)]	-

*3 Shareholders' Equity = total net assets - minority interests

Recurring Profit Performance

Overall progress towards reaching FY2007 forecast has been steady, being as much as 30%. Performance by industry segment is as follows.

Machinery & Aerospace

- Automobiles: expected to exceed forecast due to strong performance at operating companies in Central and South America, Russia and NIS, and higher transaction volume in the Middle East.
- Information & Industrial Machinery: generally progress is according to schedule.
- Aerospace: generally progress is according to schedule.
- Ships: expected to exceed forecast due to growth of charter vessel owing business and favorable marine-related equipment transactions caused by buoyant ship market.

Energy & Mineral Resources

- Oil, Gas and LNG: despite the current sluggish conditions, especially in gas business, the higher production in the second half of the year, the high-demand season, is expected to provide a recovery.
- Coal: possibility of falling short of full-year targets due to ship congestion at Australian ports and other factors.
- Mineral Resources: expected to exceed forecast due to higher-than-expected ferroalloy prices.
- Power & Industrial Plants: generally progress is according to schedule.
- Metal One Corporation: generally progress is according to schedule.

Chemicals & Plastics

- Chemicals: continuing to perform solidly, especially in the business of electronic materials such as lithium and metton resin business.
- Plastics: generally progress is according to schedule.
- Fertilizer: generally progress is according to schedule despite concerns about passing on high raw materials price to sales price.
- Methanol: generally progress is according to schedule after taking into account the high price tendency of the first quarter and the expected decline of prices towards the year-end.

Real Estate Development & Forest Products

- Real Estate Development: generally in line with plan considering the seasonal tendency of higher earnings in the second half.
- Forest Products: generally level as planned taking into account a decline of domestic demand for plywood.

Consumer Lifestyle Business

- Textiles & General Commodities: expected to fall short of forecast due to sluggish sales of spring & summer items for this period.
- Foods: generally progress is according to schedule as profitability is expected to be regained in the 2Q or later despite lackluster performance in the 1Q because higher procurement costs by rising price of some raw materials could not be reflected in the sales price.

Overseas Subsidiaries

- Generally progress is according to schedule.

Other

- Influence of foreign exchange due to yen depreciation and improvement of funding cost.

Highlights of Consolidated Financial Results for the 1st Quarter of Year Ending March 31, 2008

Supplementary Materials (3) -New Stage 2008: Progress in 2nd year-

July 30, 2007
Sojitz Corporation

Capital Strategies

Completion of Reorganization of Capital Structure
(Elimination of Preferred Shares allocated for repurchase)

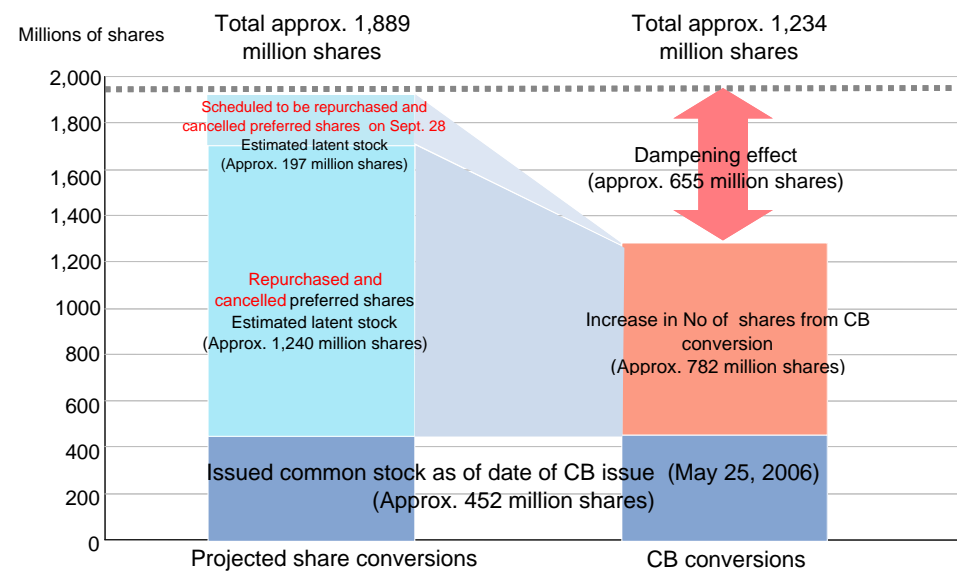
Capital strategies

- Convertible bond (CB): conversion of ¥300 billion has been completed (July 3, 2007)
- Preferred shares:
 - March 30 repurchased and cancelled 2nd Series Class I, 3rd Series Class I, 4th Series Class I, 1st Series Class II, 2nd Series Class V.
(repurchased amount: ¥240.9 billion; issue amount: ¥230.4 billion)
 - June 22 repurchased and cancelled all of 1st Series Class IV and part of 1st Series Class V.
(repurchased amount: ¥55.2 billion; issue amount: ¥221.1 billion)
 - Sept. 28 resolution passed to repurchase and cancel all of the remaining 1st Series Class V (plan) by the meeting of Board of Directors held on July 30, 2007.
(repurchasing amount: ¥46.8 billion; issue amount: ¥108.9 billion)

=> The reorganization of the capital structure will be completed by the elimination of the entire ¥560.4 billion amount of the preferred shares that were allocated for repurchase in April 2006.

Dampening effect of dilution by issuing of CB

- Total outstanding common stocks: 1,233,852,443 shares (as of July 30)
- Dampening effect: approx. 655 million shares



- Conversion of preferred shares
No. of shares assuming the following:
2nd Series Class I - 1st Series Class II (total balance ¥210.4 billion): maximum conversion price of ¥262
1st Series Class IV - 2nd Series Class V (total balance ¥350 billion): ¥552 (based on closing price on June 29, 2007)
- Excluding conversion of 1st Series Class III preferred shares (total balance ¥3 billion, conversion price, ¥476)

The reorganization of the capital structure plan will be completed according to the New Stage 2008 mid-term management plan

Growth Strategies

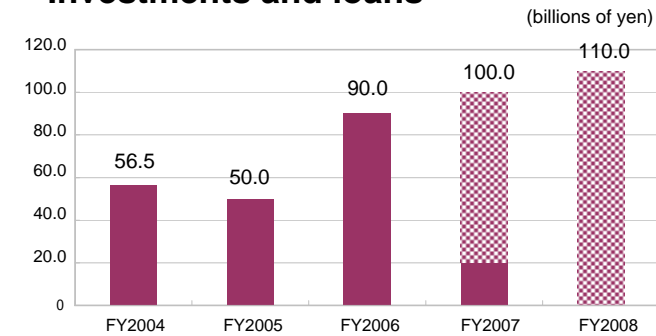
Achievement of Sustainable Growth through
"Expanding Functions" and "Increasing Business Investment"
by Utilizing the Strength of Sojitz

Progress of new investment and loan

Approx. ¥20 billion have been invested in the following areas, particularly the Energy and Mineral Resources, Machinery and Aerospace businesses.

Machinery & Aerospace Division	¥4 billion
Energy & Mineral Resources Division	¥9 billion
Chemicals & Plastics Division	¥1 billion
Real Estate Development & Forest Products Division	¥3 billion
Consumer Lifestyle Business Division	¥3 billion

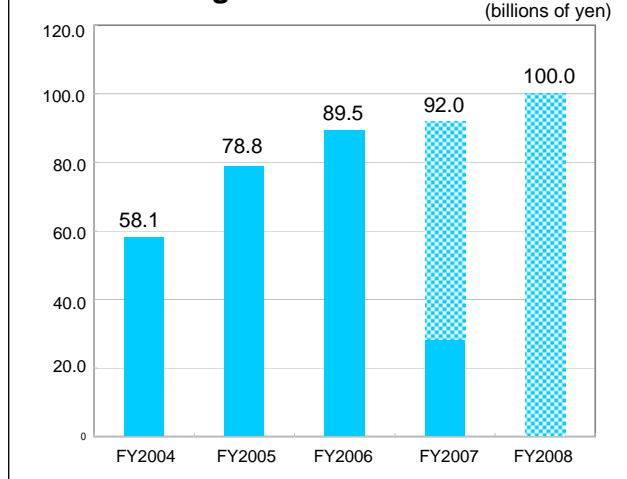
Investments and loans



FY2007 Financial Targets

Net income: ¥60 billion
Recurring Profit: ¥92 billion

Recurring Profit



Market Prices, Exchange Rates

	FY2006 Results	FY2007 Assumptions	FY2007 1Q Results ^{*1}	Most Recent
Crude oil (Brent) ^{*2} (\$/bbl)	65.9	55.0	58.6	78.0
Coal (\$/ton)	Prices based on contracts for the year, virtually unaffected by spot market prices			
Molybdenum (\$/lb)	24.4	21.3	26.1	31.5
Vanadium (\$/lb)	7.8	5.5	6.6	7.5
Exchange rates ^{*3} (\$/¥)	116.4	110	119.4	

- *1 The figures regarding FY2007 1Q results are the average from Jan. 1 to Mar. 31, 2007 based on calendar year 1Q.
- *2 Impact of fluctuations in the crude oil price on earnings: A \$1/barrel change alters recurring profit by approx. ¥0.1 billion.
- *3 Impact of fluctuations in the exchange rate on earnings: A ¥1/\$ change alters net sales by approx. ¥10 billion, recurring profit by approx. ¥0.2-0.3 billion and shareholders' equity by approx. ¥1.5 billion.

**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 (%)
Net sales	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)
Gross trading profit	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)
Operating income	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)
Recurring profit	28,370	2.06	21,750	1.77	6,620	30.44	89,535	1.72
Extraordinary income/(loss)-net	6,421	0.47	2,064	0.17	4,357	211.09	(1,449) (	0.03)
Income before income taxes and minority interest	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)
Net Income	27,068	1.97	18,713	(1.52)	8,355	44.65	58,766	1.13

Consolidated Balance Sheets

As of June 30, 2007

Assets	Millions of yen		
	June 30, 2007	March 31, 2007	Change
Current assets;			
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
Total current assets	1,562,898	1,615,081	(52,183)
 Fixed assets;			
<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)
Total fixed assets	1,007,574	1,000,951	6,623
 Deferred assets	 3,910	 3,475	 435
Total assets	2,574,383	2,619,507	(45,124)

Consolidated Balance Sheets

As of June 30, 2007

Liabilities and net assets	Millions of yen		
	June 30, 2007	March 31, 2007	Change
Liabilities			
Current liabilities;			
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)
Total current liabilities	1,245,602	1,219,497	26,105
Non-current liabilities;			
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
Total non-current liabilities	763,807	868,374	(104,567)
Total liabilities	2,009,410	2,087,872	(78,462)
Owners' equity;			
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)
Total owners' equity	452,492	428,464	24,028
Valuation and translation adjustments;			
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)
Total valuation and translation adjustments	68,207	60,122	8,085
Minority Interests;	44,271	43,048	1,223
Total net assets	564,972	531,635	33,337
Total liabilities and net assets	2,574,383	2,619,507	(45,124)

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.