

Consolidated quarterly results 2003 (First quarter ended June 30, 2003)

[Prepared on the basis of accounting principles generally accepted in the United States of America]

**Sumitomo Corporation**

Stock Exchange code No. 8053

(The first sections of Tokyo and Osaka Stock Exchanges)

President & CEO, Motoyuki Oka

For further information contact:

Keiji Nakajima, Corporate Communications Dept. Tel.+81-3-5166-3089

Makoto Nakamura, Accounting Controlling Dept. Tel.+81-3-5166-3354

(URL <http://www.sumitomocorp.co.jp/english>)**1. Consolidated results for the first quarter (April 1, 2003-June 30, 2003)**

	Three months ended Jun. 30, 2003	Three months ended Jun. 30, 2002	increase/ (decrease)	Annual Targets Year ending Mar. 31, 2004 (announced in Apr. 2003)
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Total Trading Transactions	2,018,495	1,975,494	43,001	9,300,000
Gross Trading Profit	116,315	115,055	1,260	525,000
Operating Income	17,200	16,781	419	100,000
Net Income	12,509	10,309	2,200	60,000

	As of Jun. 30, 2003	As of Mar. 31, 2003	increase/ (decrease)
	(millions of yen)	(millions of yen)	(millions of yen)
Total Assets	4,797,582	4,863,695	(66,113)
Total Shareholders' Equity	662,338	626,250	36,088
Shareholders' Equity Ratio	13.8%	12.9%	0.9 pt

Notes 1) These consolidated results are prepared on the basis of accounting principles generally accepted in the United States of America.

2) The results of the first quarter are not audited by independent public accountants.

3) First quarter : Number of consolidated subsidiaries; 539, Number of equity method applied associated companies; 205

Previous fiscal year : Number of consolidated subsidiaries; 534, Number of equity method applied associated companies; 187

4) Amounts are rounded to the nearest million.

5) Operating income is presented in a manner customarily used in Japan solely for Japanese investors' purposes.

2. Operating results for the first quarter (April 1, 2003-June 30, 2003)

The Company's consolidated total trading transactions for the three months ended June 30, 2003 was 2,018.5 billion yen, a 2.2% increase from the same period of the previous year.

Gross trading profit increased by 1.3 billion yen to 116.3 billion yen, mainly due to expansion of iron and steel exports to Asian countries and steel service centers operation by the Metal Products Business Unit and strong performances of automobile businesses in Europe and Asia by the Transportation & Construction Systems Business Unit.

Selling, general and administrative expenses increased by 1.2 billion yen, mainly in personnel expenses due to an increase of retirement benefit expenses and expansion of business activities at subsidiaries.

In addition, equity in earnings of associated companies amounted to 4.4 billion yen, an increase of 2.8 billion yen, reflecting improvements in Jupiter Telecommunications and others.

As a result, net income for the three months ended June 30, 2003 totaled 12.5 billion yen, an increase of 2.2 billion yen or a 21.3% increase, from the same period of the previous year.

Caution Concerning Forward-Looking Statements

This report includes forward-looking statements relating to our future plans, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

Consolidated Statements of Income

Three-month periods ended June 30, 2003 and 2002

(Unaudited)

	Millions of yen		Millions of
	2003	2002	U.S. Dollars
			2003
Total trading transactions	¥ 2,018,495	¥ 1,975,494	\$ 16,821
Gross trading profit	¥ 116,315	¥ 115,055	\$ 969
Other income (expense):			
Selling, general and administrative expenses	(98,841)	(97,604)	(824)
Provision for allowance for doubtful receivables	(274)	(670)	(2)
Interest expense, net of interest income	(1,250)	(1,726)	(10)
Dividends	3,240	2,737	27
Gain (Loss) on marketable securities and investments, net	2,596	(688)	22
Other, net	(3,339)	40	(28)
Total	(97,868)	(97,911)	(815)
Income before income taxes, minority interests in earnings of subsidiaries, and equity in earnings of associated companies	18,447	17,144	154
Income taxes	(8,517)	(7,439)	(71)
Income before minority interests in earnings of subsidiaries and equity in earnings of associated companies	9,930	9,705	83
Minority interests in earnings of subsidiaries	(1,794)	(933)	(15)
Equity in earnings of associated companies	4,373	1,537	36
Net income	¥ 12,509	¥ 10,309	\$ 104
Disclosure of comprehensive income			
Net income for the period	¥ 12,509	¥ 10,309	\$ 104
Other comprehensive income (loss), net of tax:			
Net unrealized holding gains (losses) on securities available for sale	25,801	(4,236)	215
Foreign currency translation adjustments	3,160	1,979	26
Net unrealized losses on derivatives	(1,124)	(17)	(9)
Comprehensive income	¥ 40,346	¥ 8,035	\$ 336

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥120=US\$1.

Sumitomo Corporation and Subsidiaries
Consolidated Balance Sheets
As of June 30, 2003 (Unaudited) and March 31, 2003

	Millions of Yen		Millions of U.S. Dollars
	June 30, 2003	March 31, 2003	June 30, 2003
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 274,772	¥ 324,358	\$ 2,290
Time deposits	10,000	3,360	83
Marketable securities	3,986	7,643	33
Receivables—trade			
Notes and loans	258,323	270,737	2,153
Accounts	1,020,798	1,095,814	8,507
Associated companies	138,776	138,329	1,156
Allowance for doubtful receivables	(11,128)	(9,762)	(93)
Inventories	427,539	413,091	3,563
Deferred income taxes	29,853	29,273	249
Advance payments to suppliers	62,824	47,802	523
Other current assets	122,226	116,129	1,019
Total current assets	2,337,969	2,436,774	19,483
Investments and long-term receivables:			
Investments in and advances to associated companies	381,569	375,743	3,180
Other investments	430,874	413,572	3,591
Long-term receivables	718,459	666,049	5,987
Allowance for doubtful receivables	(73,197)	(76,185)	(610)
Total investments and long-term receivables	1,457,705	1,379,179	12,148
Property and equipment, at cost less accumulated depreciation	727,168	761,016	6,060
Other assets	274,740	286,726	2,289
Total	¥ 4,797,582	¥ 4,863,695	\$ 39,980

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥120=US\$1.

Sumitomo Corporation and Subsidiaries
Consolidated Balance Sheets
As of June 30, 2003 (Unaudited) and March 31, 2003

	Millions of Yen		Millions of U.S. Dollars	
	June 30, 2003	March 31, 2003	June 30, 2003	
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities:				
Short-term debt	¥ 524,945	¥ 615,840	\$ 4,374	
Current maturities of long-term debt	463,949	382,164	3,866	
Payables-trade				
Notes and acceptances	114,320	115,189	953	
Accounts	680,111	728,680	5,668	
Associated companies	52,918	25,565	441	
Income taxes	7,751	17,075	65	
Accrued expenses	40,153	47,695	335	
Advances from customers	76,943	60,462	641	
Other current liabilities	113,830	97,245	948	
Total current liabilities	2,074,920	2,089,915	17,291	
Long-term debt, less current maturities	1,969,571	2,045,957	16,413	
Accrued pension and retirement benefits	8,487	9,075	71	
Deferred income taxes	5,159	3,914	43	
Minority interests	77,107	88,584	643	
Shareholders' equity:				
Common stock	169,439	169,439	1,412	
Additional paid-in capital	189,548	189,548	1,580	
Retained earnings:				
Appropriated for legal reserve	17,686	17,686	147	
Unappropriated	325,949	317,694	2,716	
	343,635	335,380	2,863	
Accumulated other comprehensive income (loss):				
Net unrealized holding gains (losses) on securities available for sale	19,539	(6,262)	162	
Foreign currency translation adjustments	(57,127)	(60,287)	(476)	
Net unrealized losses on derivatives	(1,943)	(819)	(16)	
Treasury stock, at cost	(753)	(749)	(6)	
Total shareholders' equity	662,338	626,250	5,519	
Total	¥ 4,797,582	¥ 4,863,695	\$ 39,980	

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥120=US\$1.

Segment Information

Three-month periods ended June 30, 2003 and 2002

(Unaudited)

Operating segments: 2003:	Millions of Yen			
	Total trading transactions	Gross trading profit	Net income	As of June 30 Segment assets
Metal Products	¥ 234,733	¥ 10,139	¥ 2,267	¥ 340,464
Transportation & Construction Systems	275,861	22,244	3,192	788,766
Machinery & Electric	267,376	4,018	(554)	426,415
Media, Electronics & Network	79,697	9,072	1,748	358,697
Chemical	93,857	5,323	380	175,313
Mineral Resources & Energy	309,827	5,932	431	272,875
Consumer Goods & Service	206,784	21,784	1,404	280,324
Materials & Real Estate	99,745	13,345	2,232	572,924
Financial & Logistics	17,142	3,584	239	161,758
Domestic Regional Business Units and Offices	237,741	9,099	62	387,585
Overseas Subsidiaries and Branches	309,804	12,690	972	521,265
Segment Total	2,132,567	117,230	12,373	4,286,386
Corporate and Eliminations	(114,072)	(915)	136	511,196
Consolidated	¥ 2,018,495	¥ 116,315	¥ 12,509	¥ 4,797,582

2002:	Millions of Yen			
	Total trading transactions	Gross trading profit	Net income	As of March 31 Segment assets
Metal Products	¥ 210,207	¥ 8,433	¥ 1,625	¥ 344,055
Transportation & Construction Systems	263,740	20,525	1,807	764,872
Machinery & Electric	290,558	4,400	(398)	451,214
Media, Electronics & Network	79,021	7,670	(1,610)	339,205
Chemical	88,670	5,322	(156)	186,508
Mineral Resources & Energy	286,469	7,000	785	309,513
Consumer Goods & Service	208,083	21,509	2,298	271,461
Materials & Real Estate	116,666	14,762	1,556	449,586
Financial & Logistics	27,280	3,386	241	161,539
Domestic Regional Business Units and Offices	262,040	11,529	(248)	569,789
Overseas Subsidiaries and Branches	253,637	13,199	567	503,706
Segment Total	2,086,371	117,735	6,467	4,351,448
Corporate and Eliminations	(110,877)	(2,680)	3,842	512,247
Consolidated	¥ 1,975,494	¥ 115,055	¥ 10,309	¥ 4,863,695

2003:	Millions of U.S.Dollars			
	Total trading transactions	Gross trading profit	Net income	As of June 30 Segment assets
Metal Products	\$ 1,956	\$ 85	\$ 19	\$ 2,837
Transportation & Construction Systems	2,299	185	27	6,573
Machinery & Electric	2,228	33	(5)	3,554
Media, Electronics & Network	664	76	14	2,989
Chemical	782	44	3	1,461
Mineral Resources & Energy	2,582	49	4	2,274
Consumer Goods & Service	1,723	182	12	2,336
Materials & Real Estate	831	111	19	4,774
Financial & Logistics	143	30	2	1,348
Domestic Regional Business Units and Offices	1,981	76	0	3,230
Overseas Subsidiaries and Branches	2,582	106	8	4,344
Segment Total	17,771	977	103	35,720
Corporate and Eliminations	(950)	(8)	1	4,260
Consolidated	\$ 16,821	\$ 969	\$ 104	\$ 39,980

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥120=US\$1.