

**Consolidated quarterly results 2003 (Third quarter ended December 31, 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)

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(URL <http://www.sumitomocorp.co.jp/english>)**1. Consolidated results for the nine-month period (April 1, 2003-December 31, 2003)**

	Nine months ended December 31, 2003			Nine months ended Dec. 31, 2002	increase/ (decrease)	Annual Targets Year ending Mar. 31, 2004
	Total	Six months ended Sep.30, 2003	Three months ended Dec.31, 2003			
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)
Total Trading Transactions	6,477,131	4,333,556	2,143,575	6,542,937	(65,806)	9,100,000
Gross Trading Profit	365,210	242,404	122,806	356,567	8,643	500,000
Operating Income	54,146	34,330	19,816	57,522	(3,376)	85,000
Net Income	55,652	30,378	25,274	36,617	19,035	60,000

	As of Dec.31, 2003	As of Mar.31, 2003	increase/ (decrease)
	(millions of yen)	(millions of yen)	(millions of yen)
Total Assets	4,879,279	4,863,695	15,584
Total Shareholders' Equity	716,537	626,250	90,287
Shareholders' Equity Ratio	14.7%	12.9%	1.8%

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 third quarter are not audited by independent public accountants.

3) Third quarter : Number of consolidated subsidiaries; 561, Number of equity method applied associated companies; 211

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 nine-month period (April 1, 2003-December 31, 2003)**

The Company's consolidated total trading transactions for the nine months ended December 31, 2003 was 6,477.1 billion yen, a 1.0% decrease from the same period of the previous year, reflecting the appreciation of the yen.

Gross trading profit increased by 8.6 billion yen to 365.2 billion yen. By segment, in Metal Products, acquisition of steel products business from Nichimen Corporation contributed and in Transportation & Construction Systems, automobile lease and finance business in Japan and Asia expanded. In Consumer Goods & Service, retail businesses including Summit, the food supermarket chain, showed continuous strong performances.

Selling, general and administrative expenses increased by 8.6 billion yen and provision for doubtful receivables increased by 3.4 billion yen. On the other hand, gain on marketable securities and investments, net, gain on sale of property and equipment, net, and equity in earnings of associated companies improved.

As a result, net income for the nine months ended December 31, 2003 totaled 55.7 billion yen, an increase of 19 billion yen or representing 52% 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**

Nine-month periods ended December 31, 2003 and 2002

(Unaudited)

	Millions of yen						Millions of U.S. Dollars			
	2003			2002		2003				
	Six months ended September 30	Three months ended December 31	Nine months ended December 31	Nine months ended December 31		Nine months ended December 31				
<b>Gross trading profit (from total trading transactions:</b>	¥	242,404	¥	122,806	¥	365,210	¥	356,567	\$	3,413
<b>2003, Six months ended Sept.30 ; ¥4,333,556</b>										
<b>Three months ended Dec.31 ; ¥2,143,575</b>										
<b>Nine months ended Dec.31 ; ¥6,477,131 (\$60,534 million);</b>										
<b>2002, Nine months ended Dec.31 ; ¥6,542,937 million)</b>										
<b>Other income (expenses) :</b>										
Selling, general and administrative expenses		(207,116)		(102,796)		(309,912)		(301,282)		(2,896)
(Provision for)/reversal of allowance for doubtful receivables		(958)		(194)		(1,152)		2,237		(11)
Interest expense, net of interest income		(2,325)		(1,469)		(3,794)		(4,942)		(35)
Dividends		4,146		1,767		5,913		4,830		55
Gain (loss) on marketable securities and investments, net		11,500		5,776		17,276		(8,775)		161
Gain on sale of property and equipment, net		1,327		12,161		13,488		3,946		126
Settlement (paid)/received on copper trading litigation		(4,851)		(47)		(4,898)		2,022		(46)
Other, net		(1,469)		(478)		(1,947)		1,187		(18)
<b>Total</b>		<u>(199,746)</u>		<u>(85,280)</u>		<u>(285,026)</u>		<u>(300,777)</u>		<u>(2,664)</u>
<b>Income before income taxes, minority interests in earnings</b>										
<b>of subsidiaries, and equity in earnings of</b>										
<b>associated companies</b>		<u>42,658</u>		<u>37,526</u>		<u>80,184</u>		<u>55,790</u>		<u>749</u>
<b>Income taxes</b>		<u>(18,119)</u>		<u>(17,042)</u>		<u>(35,161)</u>		<u>(22,236)</u>		<u>(328)</u>
<b>Income before minority interests in earnings of subsidiaries</b>										
<b>and equity in earnings of associated companies</b>		<u>24,539</u>		<u>20,484</u>		<u>45,023</u>		<u>33,554</u>		<u>421</u>
<b>Minority interests in earnings of subsidiaries</b>		<u>(3,397)</u>		<u>(1,342)</u>		<u>(4,739)</u>		<u>(4,340)</u>		<u>(44)</u>
<b>Equity in earnings of associated companies</b>		<u>9,236</u>		<u>6,132</u>		<u>15,368</u>		<u>7,403</u>		<u>143</u>
<b>Net income</b>	¥	<u>30,378</u>	¥	<u>25,274</u>	¥	<u>55,652</u>	¥	<u>36,617</u>	\$	<u>520</u>
<b>Disclosure of comprehensive income (loss):</b>										
Net income for the period		<u>30,378</u>		<u>25,274</u>		<u>55,652</u>		<u>36,617</u>		<u>520</u>
Other comprehensive income (loss), net of tax:										
Net unrealized holding gains/(losses) on securities										
available-for-sale		<u>50,420</u>		<u>8,820</u>		<u>59,240</u>		<u>(37,062)</u>		<u>554</u>
Foreign currency translation adjustments		<u>4,173</u>		<u>(19,433)</u>		<u>(15,260)</u>		<u>(11,553)</u>		<u>(143)</u>
Net unrealized gains (losses) on derivatives		<u>(198)</u>		<u>114</u>		<u>(84)</u>		<u>87</u>		<u>(1)</u>
Comprehensive income (loss) for the period	¥	<u>84,773</u>	¥	<u>14,775</u>	¥	<u>99,548</u>	¥	<u>(11,911)</u>	\$	<u>930</u>

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥107=US\$1.

## Sumitomo Corporation and Subsidiaries

**Consolidated Balance Sheets**

As of December 31, 2003 (Unaudited) and March 31, 2003

	Millions of Yen		Millions of U.S. Dollars
	December 31, 2003	March 31, 2003	December 31, 2003
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	¥ 289,312	¥ 324,358	\$ 2,704
Time deposits	5,629	3,360	53
Marketable securities	2,807	7,643	26
Receivables—trade			
Notes and loans	280,869	270,737	2,625
Accounts	1,076,428	1,095,814	10,060
Associated companies	140,949	138,329	1,317
Allowance for doubtful receivables	(9,402)	(9,762)	(88)
Inventories	419,484	413,091	3,920
Deferred income taxes	27,779	29,273	260
Advance payments to suppliers	69,963	47,802	654
Other current assets	159,013	116,129	1,486
Total current assets	2,462,831	2,436,774	23,017
<b>Investments and long-term receivables:</b>			
Investments in and advances to associated companies	402,087	375,743	3,758
Other investments	456,979	413,572	4,271
Long-term receivables	669,726	666,049	6,259
Allowance for doubtful receivables	(66,653)	(76,185)	(623)
Total investments and long-term receivables	1,462,139	1,379,179	13,665
<b>Property and equipment, at cost less accumulated depreciation</b>	728,849	761,016	6,812
<b>Other assets</b>	225,460	286,726	2,107
Total	¥ 4,879,279	¥ 4,863,695	\$ 45,601

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥107=US\$1.

**Consolidated Balance Sheets**

As of December 31, 2003 (Unaudited) and March 31, 2003

	Millions of Yen		Millions of U.S. Dollars
	December 31, 2003	March 31, 2003	December 31, 2003
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current liabilities:</b>			
Short-term debt	¥ 478,649	¥ 615,840	\$ 4,473
Current maturities of long-term debt	411,400	382,164	3,845
Payables—trade			
Notes and acceptances	129,195	115,189	1,207
Accounts	715,320	728,680	6,685
Associated companies	31,989	25,565	299
Income taxes	10,781	17,075	101
Accrued expenses	45,599	47,695	426
Advances from customers	85,371	60,462	798
Other current liabilities	118,804	97,245	1,111
Total current liabilities	2,027,108	2,089,915	18,945
<b>Long-term debt, less current maturities</b>	2,037,902	2,045,957	19,046
<b>Accrued pension and retirement benefits</b>	9,425	9,075	88
<b>Deferred income taxes</b>	8,594	3,914	80
<b>Minority interests</b>	79,713	88,584	745
<b>Shareholders' equity:</b>			
Common stock	169,439	169,439	1,584
Additional paid-in capital	189,548	189,548	1,771
Retained earnings			
Appropriated for legal reserve	17,686	17,686	165
Unappropriated	364,838	317,694	3,410
	382,524	335,380	3,575
Accumulated other comprehensive loss	(23,472)	(67,368)	(219)
Treasury stock, at cost	(1,502)	(749)	(14)
Total shareholders' equity	716,537	626,250	6,697
<b>Total</b>	<b>¥ 4,879,279</b>	<b>¥ 4,863,695</b>	<b>\$ 45,601</b>

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥107=US\$1.

**Segment Information**

Nine-month periods ended December 31, 2003 and 2002  
(Unaudited)

Operating segments: 2003:	Millions of Yen			
	Total trading transactions	Gross trading profit	Net income	As of December 31 Segment assets
Metal Products	¥ 720,606	¥ 32,027	¥ 6,327	¥ 392,200
Transportation & Construction Systems	937,592	73,594	9,505	797,758
Machinery & Electric	898,815	16,212	86	420,018
Media, Electronics & Network	268,772	28,398	4,767	369,097
Chemical	306,470	16,539	1,295	179,735
Mineral Resources & Energy	1,029,054	19,646	3,976	326,202
Consumer Goods & Service	628,725	66,899	3,575	301,205
Materials & Real Estate	274,061	35,707	10,692	585,973
Financial & Logistics	64,083	10,781	1,544	185,464
Domestic Regional Business Units and Offices	810,122	29,050	1,900	374,443
Overseas Subsidiaries and Branches	862,889	41,103	4,930	505,330
Segment Total	6,801,189	369,956	48,597	4,437,425
Corporate and Eliminations	(324,058)	(4,746)	7,055	441,854
Consolidated	¥ 6,477,131	¥ 365,210	¥ 55,652	¥ 4,879,279

During the period, Construction & Real Estate business in "Domestic Regional Business Units and Offices" was reorganized to "Materials & Real Estate". The following effects of the reorganization are included in "Materials & Real Estate".

Total trading transactions ¥33,570 millions, Gross trading profit ¥ 7,806 millions,  
Net income ¥ 6,993 millions, Segment assets ¥150,309millions

2002:	Millions of Yen			
	Total trading transactions	Gross trading profit	Net income	As of March 31 Segment assets
Metal Products	¥ 674,573	¥ 27,709	¥ 6,664	¥ 344,055
Transportation & Construction Systems	932,921	63,825	6,406	764,872
Machinery & Electric	938,825	13,459	(2,069)	451,214
Media, Electronics & Network	265,721	27,309	(4,123)	339,205
Chemical	286,283	17,689	2,036	186,508
Mineral Resources & Energy	1,004,302	22,899	2,662	309,513
Consumer Goods & Service	653,490	64,253	3,583	271,461
Materials & Real Estate	306,998	37,441	5,934	449,586
Financial & Logistics	79,989	10,678	1,129	161,539
Domestic Regional Business Units and Offices	948,120	37,363	884	569,789
Overseas Subsidiaries and Branches	818,182	41,590	4,531	503,706
Segment Total	6,909,404	364,215	27,637	4,351,448
Corporate and Eliminations	(366,467)	(7,648)	8,980	512,247
Consolidated	¥ 6,542,937	¥ 356,567	¥ 36,617	¥ 4,863,695

2003:	Millions of U.S.Dollars			
	Total trading transactions	Gross trading profit	Net income	As of September 30 Segment assets
Metal Products	\$ 6,735	\$ 299	\$ 59	\$ 3,665
Transportation & Construction Systems	8,764	688	89	7,456
Machinery & Electric	8,400	152	1	3,925
Media, Electronics & Network	2,512	265	45	3,450
Chemical	2,864	155	12	1,680
Mineral Resources & Energy	9,617	184	37	3,049
Consumer Goods & Service	5,876	625	33	2,815
Materials & Real Estate	2,561	334	100	5,476
Financial & Logistics	599	101	14	1,733
Domestic Regional Business Units and Offices	7,571	271	18	3,499
Overseas Subsidiaries and Branches	8,064	384	46	4,723
Segment Total	63,563	3,458	454	41,471
Corporate and Eliminations	(3,029)	(45)	66	4,130
Consolidated	\$ 60,534	\$ 3,413	\$ 520	\$ 45,601

During the period, Construction & Real Estate business in "Domestic Regional Business Units and Offices" was reorganized to "Materials & Real Estate". The following effects of the reorganization are included in "Materials & Real Estate".

Total trading transactions \$314 millions, Gross trading profit \$ 73 millions,  
Net income \$ 65 millions, Segment assets \$1,405millions

The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥107=US\$1.