

Highlights of consolidated quarterly results 2005 (Nine-month period ended December 31, 2005)

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January 30, 2006

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

Sumitomo Corporation

Unit: 100 millions of yen (rounded to the nearest 100 million)

Consolidated Income	Nine months ended Dec.31, 2005 ('05/4-12)		Nine months ended Dec.31, 2004 ('04/4-12) (B)	increase/(decrease)		Summary of the results for the nine months (April 1, 2005-December 31, 2005) in comparison with the same period of the previous year	Annual targets announced in Oct.2005 ('05/4-'06/3) (C)	Achievement to the annual targets (A)/(C)	Results of the previous fiscal year ('04/4-'05/3)																								
	(A)	Third quarter ('05/10-12)		amount (A)-(B)	percentage																												
Gross profit	5,062	1,807	4,129	933	23%	Gross profit	6,600	77%	5,631																								
Other income (expenses) :						<Businesses contributed to the increase>																											
Selling, general and administrative expenses	(3,602)	(1,256)	(3,275)	(327)	(10%)	- Metal businesses - Automobile lease and finance businesses in Asia - Ships business - Coal business in Australia - Oil business in the North Sea - Sumitomo Corporation of America - Newly acquired companies such as TBC, Hartz, and United Cinemas etc.	(4,850)	74%	(4,378)																								
Personnel expenses	(1,885)	(658)	(1,687)	(198)	(12%)																												
Facility related expenses	(590)	(216)	(571)	(19)	(3%)																												
Other	(1,128)	(383)	(1,017)	(110)	(11%)	Selling, general and administrative expenses - Effect of newly consolidated subsidiaries - Increase in personnel expenses due to the expansion of business activities at subsidiaries																											
Interest expense, net of interest income	(121)	(45)	(60)	(61)	(102%)		(170)	71%	(86)																								
Dividends	89	27	47	42	91%	Interest expenses, net of interest income	90	99%	64																								
Equity in earnings of associated companies, net	353	128	289	65	23%	<table border="1"> <thead> <tr> <th></th> <th>Apr.-Dec. 2005</th> <th>Apr.-Dec. 2004</th> <th>increase/ (decrease)</th> </tr> </thead> <tbody> <tr> <td>Interest income</td> <td>137</td> <td>103</td> <td>34</td> </tr> <tr> <td>Interest expense</td> <td>(258)</td> <td>(163)</td> <td>(95)</td> </tr> <tr> <td>Total</td> <td>(121)</td> <td>(60)</td> <td>(61)</td> </tr> </tbody> </table>		Apr.-Dec. 2005	Apr.-Dec. 2004	increase/ (decrease)	Interest income	137	103	34	Interest expense	(258)	(163)	(95)	Total	(121)	(60)	(61)	470	75%	374								
	Apr.-Dec. 2005	Apr.-Dec. 2004	increase/ (decrease)																														
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Interest expense	(258)	(163)	(95)																														
Total	(121)	(60)	(61)																														
Settlements on copper trading litigation	(1)	(1)	28	(29)	-	- Rise in interest rates of U.S. dollar - Effect of newly consolidated subsidiaries																											
Provision for doubtful receivables	(58)	(14)	(35)	(22)	(63%)																												
Gain (loss) on property and equipment, net	(1)	(7)	132	(134)	-	Dividends - Increase from domestic companies	210	154%	(90)																								
Gain on marketable securities and investments, net	367	33	76	291	383%	Equity in earnings of associated companies, net																											
Other, net	16	8	(1)	17	-	<Businesses contributed to the increase> - Jupiter TV (former Jupiter Programming) - Jupiter Telecommunications - V&M Star (Steel pipe business in the U.S.) - IPP businesses in Asia	(4,250)	70%	(4,118)																								
Total other income (expenses)	(2,958)	(1,125)	(2,799)	(159)	(6%)																												
Income before income taxes and minority interests in earnings of subsidiaries	2,104	682	1,330	775	58%	<Decrease> - Decrease of copper and gold production in Nusa Tenggara Mining Corporation (Batu Hijau copper and gold mine project)	2,350	90%	1,513																								
Income taxes	(745)	(243)	(516)	(229)	(44%)		(860)	87%	(578)																								
Income before minority interests in earnings of subsidiaries	1,360	439	814	546	67%	Gain on marketable securities and investments, net	1,490	91%	935																								
Minority interests in earnings of subsidiaries, net	(49)	(10)	(50)	1	3%	- Value realization of Coach Japan: +235	(90)	55%	(84)																								
Net income	1,311	430	764	547	72%		1,400	94%	851																								
Total trading transactions	74,884	25,666	71,370	3,514	5%	<Reference>	102,000	73%	98,986																								
						<table border="1"> <thead> <tr> <th colspan="2">Key Indices</th> <th>Apr.-Dec. 2005</th> <th>Apr.-Dec. 2004</th> </tr> </thead> <tbody> <tr> <td>Foreign exchange (Yen/US\$, ave)</td> <td>(Jan.-Dec.)</td> <td>108.65</td> <td>109.26</td> </tr> <tr> <td></td> <td>(Apr.-Mar.)</td> <td>112.85</td> <td>108.39</td> </tr> <tr> <td>Interest (%) (US\$ LIBOR6M, ave)</td> <td>(Jan.-Dec.)</td> <td>3.5%</td> <td>1.8%</td> </tr> <tr> <td></td> <td>(Apr.-Mar.)</td> <td>4.0%</td> <td>2.0%</td> </tr> <tr> <td>Crude oil (US\$/bbl) <North Sea Brent></td> <td>(Jan.-Dec.)</td> <td>54</td> <td>33</td> </tr> </tbody> </table>	Key Indices		Apr.-Dec. 2005	Apr.-Dec. 2004	Foreign exchange (Yen/US\$, ave)	(Jan.-Dec.)	108.65	109.26		(Apr.-Mar.)	112.85	108.39	Interest (%) (US\$ LIBOR6M, ave)	(Jan.-Dec.)	3.5%	1.8%		(Apr.-Mar.)	4.0%	2.0%	Crude oil (US\$/bbl) <North Sea Brent>	(Jan.-Dec.)	54	33			
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Crude oil (US\$/bbl) <North Sea Brent>	(Jan.-Dec.)	54	33																														
Operating income	1,402	537	819	584	71%		1,680	83%	1,124																								
Basic profit (Calculation for reference)*	1,196	443	785	411	52%		1,455	82%	1,100																								

*Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends)×59% (to take into account income taxes) + Equity in earnings of associated companies, net

Cautionary Statement Concerning Forward-Looking Statements

This report includes forward-looking statements relating to our future plans, targets, 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 management targets included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent targets that management strive to achieve through the successful implementation of the Company's business strategies. The company may be unsuccessful in implementing its business strategies, and management may fail to achieve its targets. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

Sumitomo Corporation

Unit: 100 millions of yen (rounded to the nearest 100 million)

Segment Information	Gross profit			Net income			Summary of the results for the nine months (April 1, 2005-December 31, 2005) in comparison with the same period of the previous year
	Nine months ended Dec. 31, 2005	Nine months ended Dec. 31, 2004	increase/ (decrease)	Nine months ended Dec. 31, 2005	Nine months ended Dec. 31, 2004	increase/ (decrease)	
Metal Products	474	378	95	154	106	49	- Strong performance in steel plates, steel pipe, and non-ferrous metal businesses
Transportation & Construction Systems	928	809	119	170	117	53	- Strong performance in automobile lease and finance business in Asia and ships business
Machinery & Electric	215	228	(13)	48	39	8	- New IPP business in Asia and Middle East - Acquired additional shares in IPP business in the U.S.
Media, Electronics & Network	325	301	24	119	54	65	- Strong performance in Jupiter TV, Jupiter Telecommunications and MS Communications - Gain on securities such as DeNA and J:COM
Chemical	266	215	51	56	40	16	- Strong performance in PVC pipes business and organic chemicals business
Mineral Resources & Energy	348	246	102	166	113	53	- Strong performance in coal business in Australia and oil business in the North Sea - Decrease in Nusa Tenggara Mining Corporation
Consumer Goods & Service	748	741	7	163	46	117	- Value realization of Coach Japan
Materials & Real Estate	373	336	37	86	18	67	- Strong performance in metropolitan condominium sales - Improvement in earnings of real estate for rent in Yokohama area, on which impairment loss was recognized last year
Financial & Logistics	187	107	80	54	10	45	- Recovery in commodity business - Strong performance in sales of overseas industrial park business
Domestic Regional Business Units and Offices	297	296	1	37	32	5	- Strong performance in automobile material business
Overseas Subsidiaries and Branches	906	552	354	242	190	52	- Strong performance in metal and chemical businesses mainly in Sumitomo Corporation of America
Segment Total	5,067	4,211	856	1,294	765	530	
Corporate and Eliminations	(5)	(82)	77	17	(1)	17	
Consolidated	5,062	4,129	933	1,311	764	547	

Assets and Liabilities	As of Dec. 31, 2005	As of Mar. 31, 2005	increase/ (decrease)
Total assets	64,700	55,331	9,369
Total shareholders' equity	12,472	9,349	3,123
Shareholders' equity ratio	19.3%	16.9%	2.4pt
Working Capital	9,345	8,970	375
Interest-bearing liabilities, gross	30,745	28,402	2,343
Interest-bearing liabilities, net	26,108	23,760	2,348
Debt-equity ratio, net (times)	2.1	2.5	(0.4)

Summary
Total Assets
- Increase due to the rise in stock price and depreciation of yen: +3,700
- Increase due to the investments such as TBC Corporation and growth of operating assets resulting from expansion of business activities: +5,600
Total shareholders' equity
- Increases in net income
- Improvement in foreign currency translation adjustments due to the depreciation of yen
- Increase in unrealized holding gains on securities available-for-sale
Shareholders' equity ratio, Debt-equity ratio, net
- Shareholders' equity ratio improved by 2.4 points
- Debt-equity ratio, net improved by 0.4 points

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January 30, 2006**Sumitomo Corporation**

Number of subsidiaries and associated companies

Unit: Number of companies

	As of Dec. 31, 2005			increase/(decrease) from Dec. 31, 2004		
	Profit	Loss	Total	Profit	Loss	Total
Japan	217	61	278	(16)	12	(4)
Overseas	521	94	615	66	(9)	57
Total	738	155	893	50	3	53

(Profit-making company ratio)

83%

+1pt

Equity in earnings of subsidiaries and associated companies

Unit: 100 millions of yen

	Apr.1- Dec. 31, 2005			increase/(decrease) from the same period of the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	467	(43)	424	54	(9)	45
Overseas	682	(29)	653	234	2	236
Total	1,150	(73)	1,077	288	(7)	281