

Consolidated quarterly results FY2007 (Three-month period ended June 30, 2007)

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

**Sumitomo Corporation**

Stock Exchange code No. 8053

(Listed on Tokyo, Osaka, Nagoya and Fukuoka Stock Exchanges)

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(URL <http://www.sumitomocorp.co.jp/english>)**1. Consolidated results for the three-month period ended June 30, 2007****(1) Summary**

(Remark) Amounts are rounded to the nearest million.

	Total trading transactions		Operating income		Income before income taxes and minority interests in earnings of subsidiaries		Net income	
	(increase/ (decrease)	(increase/ (decrease)	(increase/ (decrease)	(increase/ (decrease)	(increase/ (decrease)	(increase/ (decrease)	(increase/ (decrease)	
Three months ended	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
June 30, 2007	2,753,339	10.6	62,942	4.0	81,069	(3.1)	51,368	(3.2)
June 30, 2006	2,489,555	10.9	60,497	39.4	83,652	35.0	53,051	40.4
Year ended March 31, 2007	10,528,277		239,748		331,929		211,004	

	Net income per share (basic)	Net income per share (diluted)
Three months ended	(yen)	(yen)
June 30, 2007	42.29	42.28
June 30, 2006	42.63	42.63
Year ended March 31, 2007	169.93	169.90

[Note] Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes. Total trading transactions represents the gross transaction volume of trading activities, or the nominal aggregate value of the transactions for which the Companies act as principal or as agent.

(2) Financial position

	Total assets	Total shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	(millions of yen)	(millions of yen)	(%)	(yen)
As of June 30, 2007	8,617,474	1,492,534	17.3	1,239.54
As of June 30, 2006	6,544,583	1,314,159	20.1	1,056.09
As of March 31, 2007	8,430,477	1,473,128	17.5	1,192.35

2. Targets (fiscal year ending March 31, 2008)

The Company has not reviewed the targets.

3. Others

(1) Increase/decrease of important subsidiaries during the fiscal year: None

(2) Adoption of simplified method in accounting procedures: None

(3) Changes in accounting policies: None

Caution 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.

Management results

1. Operating results

Total trading transactions¹ for the three-month period ended June 30, 2007 amounted to 2,753.3 billion yen representing 10.6% growth from the same period of the previous year.

Gross profit increased by 20.0 billion yen to 222.5 billion yen. Such businesses as steel service center operations and steel plate trading business (Metal Products Business Unit (BU)), IPP² business mainly in Asia (Infrastructure BU), food supermarket chain Summit, Inc. (Media, Network & Lifestyle Retail BU), and condominium sales business (General Products & Real Estate BU) showed strong performances.

Selling, general and administrative expenses increased by 13.8 billion yen to 157.5 billion yen mainly due to the expansion of business bases at our subsidiaries.

As a result, operating income increased by 2.4 billion yen to 62.9 billion yen.

Equity in earnings of associated companies decreased 8.1 billion yen to 5.7 billion yen. The decrease is due to the hedge³ evaluation losses of 14.0 billion yen on silver-zinc-lead mining project in Bolivia.

Gain on sales of marketable securities and other investments increased by 15.0 billion yen to 16.4 billion yen from value realization through the replacement of assets.

As a result, net income for the three-month period ended June 30, 2007 totaled 51.4 billion yen.

2. Financial position

Total assets increased 187.0 billion yen to 8,617.5 billion yen from March 31, 2007, mainly due to the depreciation of yen and increase in unrealized gains on marketable securities.

Shareholders' equity amounted to 1,492.5 billion yen, improved by 19.4 billion yen. Increases in retained earnings and unrealized holding gains on securities available-for-sale contributed to the improvement, while the purchase of treasury stock prepared for the stock exchange for the purpose of business restructuring of Jupiter TV Co., Ltd. made a negative effect. As a result, shareholders' equity ratio was 17.3%.

¹ Total trading transactions is presented in a manner customarily used in Japan solely for Japanese investors' purpose.

² IPP: Independent Power Producer

³ The hedging transactions are one of the conditions for the project finance and fix a part of products sales prices over 7 years. As the commodity prices have risen high after our entry into this project, we recognized evaluation losses of 14.0 billion yen, or 8.3 billion yen after tax, at the end of this period. As hedge accounting is not applicable to this transaction, these evaluation losses were recorded ahead of the production sales. Therefore, these hedge evaluation losses have no impact on long-term profitability of this project.

Consolidated Balance Sheets

Sumitomo Corporation and Subsidiaries

As of June 30, 2007 (Unaudited) and March 31, 2007

	Millions of Yen		Millions of U.S. Dollars
	June 30, 2007	March 31, 2007	June 30, 2007
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 445,507	¥ 436,814	\$ 3,622
Time deposits	7,149	5,514	58
Marketable securities	19,893	17,304	162
Receivables-trade			
Notes and loans	300,783	292,630	2,445
Accounts	1,767,455	1,722,118	14,370
Associated companies	101,461	100,014	825
Allowance for doubtful receivables	(14,066)	(13,594)	(114)
Inventories	750,394	757,473	6,101
Deferred income taxes	32,343	39,314	263
Advance payments to suppliers	63,507	55,617	516
Assets held for sale	1,567,325	1,516,385	12,742
Other current assets	171,918	228,161	1,398
Total current assets	5,213,669	5,157,750	42,388
Investments and long-term receivables:			
Investments in and advances to associated companies	570,792	559,537	4,641
Other investments	904,831	833,825	7,356
Long-term receivables	698,503	706,107	5,679
Allowance for doubtful receivables	(28,911)	(28,454)	(235)
Total investments and long-term receivables	2,145,215	2,071,015	17,441
Property and equipment, at cost less accumulated depreciation	899,420	864,691	7,312
Goodwill and other intangible assets	264,263	255,526	2,148
Prepaid expenses, non-current	51,179	47,428	416
Deferred income taxes, non-current	11,515	11,632	94
Other assets	32,213	22,435	262
Total	¥ 8,617,474	¥ 8,430,477	\$ 70,061

Note: The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥123=US\$1.

Consolidated Balance Sheets

Sumitomo Corporation and Subsidiaries

As of June 30, 2007 (Unaudited) and March 31, 2007

	Millions of Yen		Millions of U.S. Dollars
	June 30, 2007	March 31, 2007	June 30, 2007
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Short-term debt	¥ 512,109	¥ 461,931	\$ 4,163
Current maturities of long-term debt	430,251	416,491	3,498
Payables-trade			
Notes and acceptances	107,506	107,865	874
Accounts	1,118,633	1,103,839	9,095
Associated companies	37,697	38,654	306
Income taxes	34,721	54,919	282
Accrued expenses	85,465	103,755	695
Advances from customers	90,485	79,152	736
Liabilities associated with assets held for sale	1,344,981	1,329,288	10,935
Other current liabilities	165,348	151,509	1,344
Total current liabilities	3,927,196	3,847,403	31,928
Long-term debt, less current maturities	2,790,069	2,764,352	22,684
Accrued pension and retirement benefits	10,614	9,835	86
Deferred income taxes, non-current	272,028	239,507	2,212
Minority interests	125,033	96,252	1,017
Shareholders' equity:			
Common stock	219,279	219,279	1,783
Additional paid-in capital	279,708	279,711	2,274
Retained earnings			
Appropriated for legal reserve	17,696	17,696	144
Unappropriated	784,152	755,159	6,375
	801,848	772,855	6,519
Accumulated other comprehensive income	284,872	222,290	2,316
Treasury stock, at cost	(93,173)	(21,007)	(758)
Total shareholders' equity	1,492,534	1,473,128	12,134
Total	¥ 8,617,474	¥ 8,430,477	\$ 70,061

Note: The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥123=US\$1.

Consolidated Statements of Income

Sumitomo Corporation and Subsidiaries

For the three-month periods ended June 30, 2007 and 2006

(Unaudited)

	Millions of yen		Millions of
	2007	2006	U.S. Dollars
Revenues:			
Sales of tangible products	¥ 645,765	¥ 605,525	\$ 5,250
Sales of services and others	152,521	131,458	1,240
Total revenues	798,286	736,983	6,490
Cost:			
Cost of tangible products sold	534,499	500,733	4,345
Cost of services and others	41,311	33,800	336
Total cost	575,810	534,533	4,681
Gross profit	222,476	202,450	1,809
Other income (expenses):			
Selling, general and administrative expenses	(157,459)	(143,692)	(1,280)
Settlements on copper trading litigation	-	9,629	-
(Provision for) reversal of allowance for doubtful receivables	(2,075)	1,739	(17)
Gain on sale of property and equipment, net	52	550	0
Interest income	8,334	6,379	68
Interest expense	(18,586)	(13,660)	(151)
Dividends	6,776	5,783	55
Other than temporary impairment losses on securities	(210)	-	(2)
Gain on sale of marketable securities and other investments, net	16,357	1,329	133
Equity in earnings of associated companies, net	5,719	13,867	47
Other, net	(315)	(722)	(3)
Total other income (expenses)	(141,407)	(118,798)	(1,150)
Income before income taxes and minority interests in earnings of subsidiaries	81,069	83,652	659
Income taxes	28,100	29,676	228
Income before minority interests in earnings of subsidiaries	52,969	53,976	431
Minority interests in earnings of subsidiaries, net	(1,601)	(925)	(13)
Net income	¥ 51,368	¥ 53,051	\$ 418
Disclosure of comprehensive income:			
Net income for the period	¥ 51,368	¥ 53,051	\$ 418
Other comprehensive income (loss), net of tax:			
Net unrealized holding gains (losses) on securities available-for-sale	36,974	(20,818)	300
Foreign currency translation adjustments	24,273	(1,152)	197
Net unrealized gains (losses) on derivatives	352	(1,130)	3
Pension liability adjustments	983	-	8
Comprehensive income for the period	¥ 113,950	¥ 29,951	\$ 926
Total trading transactions	¥ 2,753,339	¥ 2,489,555	\$ 22,385

Note:

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2) Total trading transactions represents the gross transaction volume of trading activities, or the nominal aggregate value of the transactions for which the Companies act as principal or as agent. Total trading transactions is a measure commonly used by Japanese trading companies. It is not to be construed as equivalent to, or a substitute for, sales or revenues under U.S. GAAP.

Segment Information (Condensed)

Sumitomo Corporation and Subsidiaries

For the three-month periods ended June 30, 2007 and 2006

(Unaudited)

Operating segments: 2007:	Millions of Yen				
	Segment	Gross profit	Net income	As of June 30	Total trading transactions
				Segment assets	
Metal Products	¥ 20,981	¥ 7,420	¥ 828,572	¥ 478,955	
Transportation & Construction Systems	36,237	7,939	1,158,953	400,779	
Infrastructure	10,352	4,478	470,913	87,170	
Media , Network & Lifestyle Retail	29,348	1,735	549,186	112,650	
Chemical & Electronics	11,811	2,023	391,903	272,282	
Mineral Resources & Energy	10,020	2,714	756,709	623,299	
General Products & Real Estate	32,077	4,943	744,129	228,250	
Financial & Logistics	7,434	1,472	386,803	29,423	
Domestic Regional Business Units and Offices	10,106	2,269	477,717	255,059	
Overseas Subsidiaries and Branches	52,239	10,727	1,063,687	550,537	
Segment Total	220,605	45,720	6,828,572	3,038,404	
Corporate and Eliminations	1,871	5,648	1,788,902	(285,065)	
Consolidated	¥ 222,476	¥ 51,368	¥ 8,617,474	¥ 2,753,339	

2006:	Millions of Yen				
	Segment	Gross profit	Net income	As of March 31	Total trading transactions
				Segment assets	
Metal Products	¥ 18,239	¥ 6,428	¥ 799,211	¥ 398,544	
Transportation & Construction Systems	34,168	6,687	1,140,692	412,065	
Infrastructure	5,751	2,771	472,603	60,119	
Media , Network & Lifestyle Retail	26,671	1,189	513,927	102,845	
Chemical & Electronics	11,612	1,481	390,521	237,359	
Mineral Resources & Energy	10,928	4,355	726,421	468,718	
General Products & Real Estate	28,359	3,992	741,721	211,988	
Financial & Logistics	8,656	2,879	430,059	55,479	
Domestic Regional Business Units and Offices	9,283	1,172	508,777	238,987	
Overseas Subsidiaries and Branches	53,331	10,650	1,035,653	532,720	
Segment Total	206,998	41,604	6,759,585	2,718,824	
Corporate and Eliminations	(4,548)	11,447	1,670,892	(229,269)	
Consolidated	¥ 202,450	¥ 53,051	¥ 8,430,477	¥ 2,489,555	

2007:	Millions of U.S.Dollars				
	Segment	Gross profit	Net income	As of June 30	Total trading transactions
				Segment assets	
Metal Products	\$ 171	\$ 60	\$ 6,736	\$ 3,894	
Transportation & Construction Systems	295	65	9,422	3,258	
Infrastructure	84	36	3,829	709	
Media , Network & Lifestyle Retail	239	14	4,465	916	
Chemical & Electronics	96	17	3,186	2,214	
Mineral Resources & Energy	81	22	6,152	5,067	
General Products & Real Estate	261	40	6,050	1,856	
Financial & Logistics	60	12	3,145	239	
Domestic Regional Business Units and Offices	82	19	3,884	2,073	
Overseas Subsidiaries and Branches	425	87	8,648	4,476	
Segment Total	1,794	372	55,517	24,702	
Corporate and Eliminations	15	46	14,544	(2,317)	
Consolidated	\$ 1,809	\$ 418	\$ 70,061	\$ 22,385	

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3) From this fiscal year, we have changed the operating segments according to the reorganization of our Business Units on April 1st, 2007.

The operating segment information of the same period of the previous year have also been reclassified.