

Highlights of consolidated quarterly results 2007 (Three-month period ended June 30, 2007)

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July 30, 2007

[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	Three months ended June 30, 2007	Three months ended June 30, 2006	increase/(decrease)		Summary of the results for the three months (April 1, 2007-June 30, 2007) in comparison with the same period of the previous year	Annual targets (announced in April 2007)																					
			amount	percentage		amount	achievement																				
Gross profit	2,225	2,025	200	10%	<u>Gross profit</u>	9,600	23%																				
Other income (expenses) :					<Businesses which contributed to the increase> - Steel service center operations and steel plates trading business																						
Selling, general and administrative expenses	(1,575)	(1,437)	(138)	(10%)	- IPP* business mainly in Asia	(6,800)	23%																				
<i>Personnel expenses</i>	(820)	(752)	(69)	(9%)	- Summit, Inc. (food supermarket chain)																						
<i>Facility related expenses</i>	(270)	(237)	(33)	(14%)	- Sales of Condominium																						
<i>Other</i>	(485)	(448)	(36)	(8%)	*Independent Power Producer																						
Interest expense, net of interest income	(103)	(73)	(30)	(41%)	<u>Selling, general and administrative expenses</u>																						
Dividends	68	58	10	17%	- Increase in personnel expenses due to the expansion of business activities at subsidiaries	(430)	24%																				
Equity in earnings of associated companies, net	57	139	(81)	(59%)	<u>Interest expense, net of interest income</u>	150	45%																				
Settlements on copper trading litigation	-	96	(96)	-	<table border="1"> <thead> <tr> <th></th> <th>Three months ended June 30, 2007</th> <th>Three months ended June 30, 2006</th> <th>increase/ (decrease)</th> </tr> </thead> <tbody> <tr> <td>Interest income</td> <td>83</td> <td>64</td> <td>20</td> </tr> <tr> <td>Interest expense</td> <td>(186)</td> <td>(137)</td> <td>(49)</td> </tr> <tr> <td>Total</td> <td>(103)</td> <td>(73)</td> <td>(30)</td> </tr> </tbody> </table>		Three months ended June 30, 2007	Three months ended June 30, 2006	increase/ (decrease)	Interest income	83	64	20	Interest expense	(186)	(137)	(49)	Total	(103)	(73)	(30)	770	7%				
	Three months ended June 30, 2007	Three months ended June 30, 2006	increase/ (decrease)																								
Interest income	83	64	20																								
Interest expense	(186)	(137)	(49)																								
Total	(103)	(73)	(30)																								
(Provision) reversal of allowance for doubtful receivables	(21)	17	(38)	-	- Rise in interest rates	500	28%																				
Gain on property and equipment, net	1	6	(5)	(91%)	<u>Equity in earnings of associated companies, net</u>																						
Gain on marketable securities and other investments, net	161	13	148	-	- Strong performance in Sumisho Lease Co., Ltd., which we increased our shares in equity, Jupiter Telecommunications Co., Ltd. (J:COM) and copper business in the Americas																						
Other, net	(3)	(7)	4	56%	- Hedge evaluation losses regarding the San Cristobal silver-zinc-lead mining project in Bolivia	(5,810)	24%																				
Total other income (expenses)	(1,414)	(1,188)	(226)	(19%)	<u>(Provision for) reversal of allowance for doubtful receivables</u>																						
Income before income taxes and minority interests in earnings of subsidiaries	811	837	(26)	(3%)	- Increase due to business expansion of automobile finance business in Asia	3,790	21%																				
Income taxes	(281)	(297)	16	5%	<u>Gain on marketable securities and other investments, net</u>	(1,320)	21%																				
Income before minority interests in earnings of subsidiaries	530	540	(10)	(2%)	- Value realizations through replacement of assets	2,470	21%																				
Minority interests in earnings of subsidiaries, net	(16)	(9)	(7)	(73%)	<u>Basic profit</u>	(120)	13%																				
Net income	514	531	(17)	(3%)	- Includes 14 billion yen hedge evaluation losses on the San Cristobal silver-zinc-lead mining project in Bolivia	2,350	22%																				
Total trading transactions	27,533	24,896	2,638	11%	<table border="1"> <thead> <tr> <th colspan="2">Reference</th> <th>Three months ended June 30, 2007</th> <th>Three months ended June 30, 2006</th> </tr> </thead> <tbody> <tr> <td>Foreign exchange (Yen/US\$)</td> <td>(Apr.-Jun.)</td> <td>121.58</td> <td>113.97</td> </tr> <tr> <td>Interest (YEN LIBOR6M)</td> <td>(Apr.-Jun.)</td> <td>0.75%</td> <td>0.30%</td> </tr> <tr> <td>Interest (US\$ LIBOR6M)</td> <td>(Apr.-Jun.)</td> <td>5.4%</td> <td>5.3%</td> </tr> <tr> <td>Crude oil (US\$/bbl) <North Sea Brent></td> <td>(Jan.-Mar.)</td> <td>69</td> <td>62</td> </tr> </tbody> </table>	Reference		Three months ended June 30, 2007	Three months ended June 30, 2006	Foreign exchange (Yen/US\$)	(Apr.-Jun.)	121.58	113.97	Interest (YEN LIBOR6M)	(Apr.-Jun.)	0.75%	0.30%	Interest (US\$ LIBOR6M)	(Apr.-Jun.)	5.4%	5.3%	Crude oil (US\$/bbl) <North Sea Brent>	(Jan.-Mar.)	69	62	112,000	25%
Reference		Three months ended June 30, 2007	Three months ended June 30, 2006																								
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Crude oil (US\$/bbl) <North Sea Brent>	(Jan.-Mar.)	69	62																								
Operating income	629	605	24	4%		2,730	23%																				
Basic profit (Calculation for reference)*	420	477	(56)	(12%)		2,257	19%																				

Note: Total trading transactions is presented in a manner customarily used in Japan solely for Japanese investors' purposes.

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

*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.

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

Sumitomo Corporation

Segment Information	Gross profit			Net income			Summary (Net income)
	Three months ended June 30, 2007	Three months ended June 30, 2006	increase/ (decrease)	Three months ended June 30, 2007	Three months ended June 30, 2006	increase/ (decrease)	
Metal Products	210	182	27	74	64	10	- Strong performances in Steel service center operations and steel plates trading business
Transportation & Construction Systems	362	342	21	79	67	13	- Strong performances in automobile and construction equipment businesses
Infrastructure	104	58	46	45	28	17	- Strong performance in IPP business mainly in Asia
Media, Network & Lifestyle Retail	293	267	27	17	12	5	- Strong performances in J:COM and Summit, Inc.
Chemical & Electronics	118	116	2	20	15	5	- Strong performance in agricultural chemicals business - Decreased earnings in Cantex Inc. (PVC pipe business in the U.S.)
Mineral Resources & Energy	100	109	(9)	27	44	(16)	- Strong performance in copper business in the Americas - Hedge evaluation losses on the San Cristobal silver-zinc-lead mining project in Bolivia - Capital gain through sales of stocks
General Products & Real Estate	321	284	37	49	40	10	- Strong performances in condominium sales and banana business
Financial & Logistics	74	87	(12)	15	29	(14)	- Decreased earnings in commodity trading business
Domestic Regional Business Units and Offices	101	93	8	23	12	11	- Strong performance in metal products business
Overseas Subsidiaries and Branches	522	533	(11)	107	107	1	
Segment Total	2,206	2,070	136	457	416	41	
Corporate and Eliminations	19	(45)	64	56	114	(58)	- Received settlement on copper trading litigation in the same period of the previous year
Consolidated	2,225	2,025	200	514	531	(17)	

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.

Financial Position	As of June 30, 2007	As of March 31, 2007	increase/ (decrease)	Summary
Total assets	86,175	84,305	1,870	«Total assets» - Increase due to depreciation of yen and increase in unrealized gains on marketable securities
Total shareholders' equity	14,925	14,731	194	«Total shareholders' equity» - Increases in retained earnings and unrealized holding gains on securities available-for-sale - Decrease caused by purchase of treasury stock for the stock exchange regarding the business restructuring of Jupiter TV
Shareholders' equity ratio	17.3%	17.5%	(0.2pt)	
Interest-bearing liabilities, net	29,594	29,133	461	
Debt-equity ratio, net (times)	2.0	2.0	-	

<Reference information>

Sumitomo Corporation

Number of subsidiaries and associated companies

Unit: Number of companies

	As of June 30, 2007			increase/(decrease) from June 30, 2006		
	Profit	Loss	Total	Profit	Loss	Total
Japan	218	59	277	39	(19)	20
Overseas	542	96	638	54	(29)	25
Total	760	155	915	93	(48)	45

(Profit-making company ratio)

83%

+6pt

Equity in earnings of subsidiaries and associated companies

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

	Three month ended June 30, 2007			increase/(decrease) from the same period of the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	194	(20)	174	38	2	40
Overseas	307	(154)	153	8	(132)	(124)
Total	501	(174)	327	47	(130)	(84)