

**Consolidated quarterly results FY2007 (Nine-month period ended December 31, 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 nine-month period ended December 31, 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        |                          |
|---------------------------|----------------------------|--------------------------|-------------------|--------------------------|---|--------------------------|-------------------|--------------------------|
|                           | (millions of yen)          | (increase/ decrease) (%) | (millions of yen) | (increase/ decrease) (%) | (millions of yen)   | (increase/ decrease) (%) | (millions of yen) | (increase/ decrease) (%) |
| Nine months ended         |                            |                          |                   |                          |   |                          |                   |                          |
| December 31, 2007         | 8,622,965                  | 9.7                      | 201,496           | 10.7                     | 302,617   | 24.2                     | 198,050           | 28.6                     |
| December 31, 2006         | 7,859,439                  | 5.0                      | 182,004           | 29.8                     | 243,557   | 15.7                     | 153,995           | 17.5                     |
| Year ended March 31, 2007 | 10,528,277                 |                          | 239,748           |                          | 331,929   |                          | 211,004           |                          |

|                           | Net income per share (basic) | Net income per share (diluted) |
|---------------------------|------------------------------|--------------------------------|
|                           | (yen)                        | (yen)                          |
| Nine months ended         |                              |                                |
| December 31, 2007         | 159.95                       | 159.92                         |
| December 31, 2006         | 123.81                       | 123.79                         |
| 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 December 31, 2007 | 7,869,485         | 1,609,878                  | 20.5                       | 1,287.94                       |
| As of December 31, 2006 | 8,336,595         | 1,423,838                  | 17.1                       | 1,152.47                       |
| 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 transactions<sup>1</sup> for the nine-month period ended December 31, 2007 amounted to 8,623.0 billion yen representing 9.7% growth from the same period of the previous year.

Gross profit increased by 68.6 billion yen to 704.0 billion yen. Such businesses as steel service center operations (Metal Products Business Unit (BU)), automotive business and construction equipment business (Transportation & Construction Systems BU), IPP<sup>2</sup> business mainly in Asia (Infrastructure BU), condominium sales business in Tokyo metropolitan area (General Products & Real Estate BU) showed strong performances. In addition, SC Media & Commerce Inc., a newly consolidated subsidiary in Japan resulting from the business restructuring of Jupiter TV Co., Ltd. (Media, Network & Lifestyle Retail BU) contributed to the increase.

Selling, general and administrative expenses increased by 43.9 billion yen to 495.0 billion yen mainly due to the expansion of business bases at our subsidiaries.

As a result, operating income<sup>1</sup> increased by 19.5 billion yen to 201.5 billion yen.

Equity in earnings of associated companies decreased by 5.6 billion yen to 46.2 billion yen. The decrease is due to the hedge<sup>3</sup> evaluation losses of 16.6 billion yen on San Cristobal silver-zinc-lead mining project in Bolivia.

Gain on sales of marketable securities and other investments increased by 74.9 billion yen to 88.0 billion yen from value realizations through the replacement of assets.

As a result, net income totaled 198.1 billion yen, an increase of 44.1 billion yen or 28.6% growth from the same period of the previous year.

## 2. Financial position

Total assets as of December 31, 2007 amounted to 7,869.5 billion yen, a decrease of 561.0 billion yen from March 31, 2007, since Sumisho Lease Co., Ltd., a subsidiary, has merged with the leasing company of Sumitomo Mitsui Financial Group and became an associated company, while we expanded assets through the new consolidation of SC Media & Commerce Inc. and Sumitomo Mitsui Auto Service Company.

Shareholders' equity amounted to 1,609.9 billion yen, improved by 136.8 billion yen, mainly due to the increase in retained earnings. Shareholders' equity ratio increased to 20.5%.

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<sup>1</sup> Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purpose.

<sup>2</sup> IPP: Independent Power Producer

<sup>3</sup> 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 16.6 billion yen, or 9.8 billion yen after tax, at the end of this nine-month 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 December 31, 2007(Unaudited) and March 31,2007

|  | Millions of Yen    |                    | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
|  | December 31, 2007  | March 31, 2007     | December 31, 2007        |
| <b>ASSETS</b>  |                    |                    |                          |
| <b>Current assets:</b>   |                    |                    |                          |
| Cash and cash equivalents  | ¥ 511,462          | ¥ 436,814          | \$ 4,526                 |
| Time deposits  | 6,163              | 5,514              | 55                       |
| Marketable securities  | 23,214             | 17,304             | 205                      |
| Receivables-trade  |                    |                    |                          |
| Notes and loans  | 290,491            | 292,630            | 2,571                    |
| Accounts   | 1,890,170          | 1,722,118          | 16,727                   |
| Associated companies   | 103,431            | 100,014            | 915                      |
| Allowance for doubtful receivables                                   | (13,915)           | (13,594)           | (123)                    |
| Inventories  | 763,061            | 757,473            | 6,753                    |
| Deferred income taxes  | 40,481             | 39,314             | 358                      |
| Advance payments to suppliers  | 78,143             | 55,617             | 692                      |
| Assets held for sale   | —                  | 1,516,385          | —                        |
| Other current assets   | 198,437            | 228,161            | 1,756                    |
| Total current assets   | 3,891,138          | 5,157,750          | 34,435                   |
| <b>Investments and long-term receivables:</b>                        |                    |                    |                          |
| Investments in and advances to associated companies                  | 932,867            | 559,537            | 8,255                    |
| Other investments  | 756,184            | 833,825            | 6,692                    |
| Long-term receivables  | 824,409            | 706,107            | 7,296                    |
| Allowance for doubtful receivables                                   | (23,681)           | (28,454)           | (210)                    |
| Total investments and long-term receivables                          | 2,489,779          | 2,071,015          | 22,033                   |
| <b>Property and equipment, at cost less accumulated depreciation</b> | 1,026,226          | 864,691            | 9,082                    |
| <b>Goodwill and other intangible assets</b>                          | 359,643            | 255,526            | 3,183                    |
| <b>Prepaid expenses, non-current</b>                                 | 47,272             | 47,428             | 418                      |
| <b>Deferred income taxes, non-current</b>                            | 18,349             | 11,632             | 162                      |
| <b>Other assets</b>  | 37,078             | 22,435             | 328                      |
| <b>Total</b>   | <b>¥ 7,869,485</b> | <b>¥ 8,430,477</b> | <b>\$ 69,641</b>         |

Note: The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥113=US\$1.

## Consolidated Balance Sheets

Sumitomo Corporation and Subsidiaries

As of December 31, 2007(Unaudited) and March 31,2007

|  | Millions of Yen    |                    | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
|  | December 31, 2007  | March 31, 2007     | December 31, 2007        |
| <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>      |                    |                    |                          |
| <b>Current liabilities:</b>                      |                    |                    |                          |
| Short-term debt                                  | ¥ 722,488          | ¥ 461,931          | \$ 6,394                 |
| Current maturities of long-term debt             | 429,607            | 416,491            | 3,802                    |
| Payables-trade                                   |                    |                    |                          |
| Notes and acceptances                            | 116,553            | 107,865            | 1,031                    |
| Accounts   | 1,152,886          | 1,103,839          | 10,203                   |
| Associated companies                             | 33,921             | 38,654             | 300                      |
| Income taxes                                     | 24,432             | 54,919             | 216                      |
| Accrued expenses                                 | 98,950             | 103,755            | 876                      |
| Advances from customers                          | 119,378            | 79,152             | 1,056                    |
| Liabilities associated with assets held for sale | —                  | 1,329,288          | —                        |
| Other current liabilities                        | 169,054            | 151,509            | 1,496                    |
| Total current liabilities                        | 2,867,269          | 3,847,403          | 25,374                   |
| <b>Long-term debt, less current maturities</b>   | 2,995,083          | 2,764,352          | 26,505                   |
| <b>Accrued pension and retirement benefits</b>   | 10,379             | 9,835              | 92                       |
| <b>Deferred income taxes, non-current</b>        | 245,367            | 239,507            | 2,171                    |
| <b>Minority interests</b>                        | 141,509            | 96,252             | 1,252                    |
| <b>Shareholders' equity:</b>                     |                    |                    |                          |
| Common stock                                     | 219,279            | 219,279            | 1,940                    |
| Additional paid-in capital                       | 290,969            | 279,711            | 2,575                    |
| Retained earnings                                |                    |                    |                          |
| Appropriated for legal reserve                   | 17,696             | 17,696             | 157                      |
| Unappropriated                                   | 908,334            | 755,159            | 8,038                    |
|  | 926,030            | 772,855            | 8,195                    |
| Accumulated other comprehensive income           | 174,883            | 222,290            | 1,548                    |
| Treasury stock, at cost                          | (1,283)            | (21,007)           | (11)                     |
| Total shareholders' equity                       | 1,609,878          | 1,473,128          | 14,247                   |
| <b>Total</b>                                     | <b>¥ 7,869,485</b> | <b>¥ 8,430,477</b> | <b>\$ 69,641</b>         |

Note: The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥113=US\$1.

# Consolidated Statements of Income

Sumitomo Corporation and Subsidiaries

For the nine-month periods ended December 31, 2007 and 2006

(Unaudited)

|  | Millions of Yen                     |                                      |                                     |                                     | Millions of                         |
|--|-------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
|  | 2007                                |                                      |                                     | 2006                                | U.S. Dollars                        |
|  | Six months<br>ended<br>September 30 | Three months<br>ended<br>December 31 | Nine months<br>ended<br>December 31 | Nine months<br>ended<br>December 31 | Nine months<br>ended<br>December 31 |
| <b>Revenues:</b>   |                                     |                                      |                                     |                                     |                                     |
| Sales of tangible products   | ¥ 1,330,111                         | ¥ 657,193                            | ¥ 1,987,304                         | ¥ 1,922,279                         | \$ 17,586                           |
| Sales of services and others   | 313,813                             | 188,371                              | 502,184                             | 428,460                             | 4,444                               |
| <b>Total revenues</b>  | <u>1,643,924</u>                    | <u>845,564</u>                       | <u>2,489,488</u>                    | <u>2,350,739</u>                    | <u>22,030</u>                       |
| <b>Cost:</b>   |                                     |                                      |                                     |                                     |                                     |
| Cost of tangible products sold   | 1,093,439                           | 537,713                              | 1,631,152                           | 1,600,529                           | 14,435                              |
| Cost of services and others  | 83,280                              | 71,016                               | 154,296                             | 114,779                             | 1,365                               |
| <b>Total cost</b>  | <u>1,176,719</u>                    | <u>608,729</u>                       | <u>1,785,448</u>                    | <u>1,715,308</u>                    | <u>15,800</u>                       |
| <b>Gross profit</b>  | <u>467,205</u>                      | <u>236,835</u>                       | <u>704,040</u>                      | <u>635,431</u>                      | <u>6,230</u>                        |
| <b>Other income (expenses):</b>  |                                     |                                      |                                     |                                     |                                     |
| Selling, general and administrative expenses   | (329,185)                           | (165,797)                            | (494,982)                           | (451,034)                           | (4,380)                             |
| Settlements on copper trading litigation   | -                                   | -                                    | -                                   | 9,601                               | -                                   |
| Provision for doubtful receivables   | (4,767)                             | (2,795)                              | (7,562)                             | (2,393)                             | (67)                                |
| Impairment losses on long-lived assets   | (493)                               | (3)                                  | (496)                               | (318)                               | (4)                                 |
| Gain (loss) on sale of property and equipment, net                                   | 427                                 | (6)                                  | 421                                 | 1,283                               | 3                                   |
| Interest income  | 14,218                              | 7,166                                | 21,384                              | 25,759                              | 189                                 |
| Interest expense   | (35,818)                            | (20,005)                             | (55,823)                            | (52,610)                            | (494)                               |
| Dividends  | 8,304                               | 4,341                                | 12,645                              | 11,354                              | 112                                 |
| Other than temporary impairment losses on securities                                 | (10,179)                            | (456)                                | (10,635)                            | (518)                               | (94)                                |
| Gain on sale of marketable securities and other investments, net                     | 33,685                              | 54,320                               | 88,005                              | 13,126                              | 779                                 |
| Equity in earnings of associated companies, net                                      | 25,068                              | 21,151                               | 46,219                              | 51,798                              | 409                                 |
| Other, net   | 431                                 | (1,030)                              | (599)                               | 2,078                               | (5)                                 |
| Total other income (expenses)  | <u>(298,309)</u>                    | <u>(103,114)</u>                     | <u>(401,423)</u>                    | <u>(391,874)</u>                    | <u>(3,552)</u>                      |
| <b>Income before income taxes and minority interests in earnings of subsidiaries</b> | <u>168,896</u>                      | <u>133,721</u>                       | <u>302,617</u>                      | <u>243,557</u>                      | <u>2,678</u>                        |
| <b>Income taxes</b>  | <u>53,312</u>                       | <u>44,291</u>                        | <u>97,603</u>                       | <u>85,396</u>                       | <u>864</u>                          |
| <b>Income before minority interests in earnings of subsidiaries</b>                  | <u>115,584</u>                      | <u>89,430</u>                        | <u>205,014</u>                      | <u>158,161</u>                      | <u>1,814</u>                        |
| <b>Minority interests in earnings of subsidiaries, net</b>                           | <u>(3,620)</u>                      | <u>(3,344)</u>                       | <u>(6,964)</u>                      | <u>(4,166)</u>                      | <u>(61)</u>                         |
| <b>Net income</b>  | <u>¥ 111,964</u>                    | <u>¥ 86,086</u>                      | <u>¥ 198,050</u>                    | <u>¥ 153,995</u>                    | <u>\$ 1,753</u>                     |
| <b>Disclosure of comprehensive income:</b>   |                                     |                                      |                                     |                                     |                                     |
| Net income for the period  | ¥ 111,964                           | ¥ 86,086                             | ¥ 198,050                           | ¥ 153,995                           | \$ 1,753                            |
| Other comprehensive income (loss), net of tax:                                       |                                     |                                      |                                     |                                     |                                     |
| Net unrealized holding gains (losses) on securities available-for-sale               | 19,971                              | (57,445)                             | (37,474)                            | (1,517)                             | (332)                               |
| Foreign currency translation adjustments   | 18,661                              | (23,314)                             | (4,653)                             | 19,468                              | (41)                                |
| Net unrealized gains (losses) on derivatives   | 1,305                               | 171                                  | 1,476                               | 1,751                               | 13                                  |
| Pension liability adjustments  | (2,849)                             | (3,907)                              | (6,756)                             | -                                   | (60)                                |
| <b>Comprehensive income for the period</b>   | <u>¥ 149,052</u>                    | <u>¥ 1,591</u>                       | <u>¥ 150,643</u>                    | <u>¥ 173,697</u>                    | <u>\$ 1,333</u>                     |
| <b>Total trading transactions</b>  | <u>¥ 5,695,355</u>                  | <u>¥ 2,927,610</u>                   | <u>¥ 8,622,965</u>                  | <u>¥ 7,859,439</u>                  | <u>\$ 76,309</u>                    |

Note:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥113=US\$1.

2) Total trading transactions represents the gross transaction volume of trading activities, or the nominal aggregate value of the transactions for which we 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  
 nine-month periods ended December 31, 2007 and 2006  
 (Unaudited)

| Operating segments:<br>2007:                 | Millions of Yen |              |             |                   |
|--|-----------------|--------------|-------------|-------------------|
|  | Segment         | Gross profit | Net income  | As of December 31 |
|  |                 |              |             | Segment assets    |
| Metal Products                               | ¥ 60,686        | ¥ 21,198     | ¥ 775,935   | ¥ 1,447,769       |
| Transportation & Construction Systems        | 117,778         | 35,106       | 1,642,567   | 1,310,137         |
| Infrastructure                               | 30,009          | 15,190       | 462,994     | 252,775           |
| Media , Network & Lifestyle Retail           | 121,333         | 13,367       | 661,513     | 423,149           |
| Chemical & Electronics                       | 35,299          | 5,143        | 404,572     | 845,724           |
| Mineral Resources & Energy                   | 35,732          | 25,240       | 800,540     | 2,041,792         |
| General Products & Real Estate               | 92,482          | 13,977       | 765,452     | 656,837           |
| Financial & Logistics                        | 22,605          | 3,727        | 434,776     | 70,593            |
| Domestic Regional Business Units and Offices | 31,710          | 5,601        | 470,206     | 810,466           |
| Overseas Subsidiaries and Branches           | 155,581         | 35,156       | 1,077,884   | 1,655,268         |
| Segment Total                                | 703,215         | 173,705      | 7,496,439   | 9,514,510         |
| Corporate and Eliminations                   | 825             | 24,345       | 373,046     | (891,545)         |
| Consolidated                                 | ¥ 704,040       | ¥ 198,050    | ¥ 7,869,485 | ¥ 8,622,965       |

| 2006:  | Millions of Yen |              |             |                |
|--|-----------------|--------------|-------------|----------------|
|  | Segment         | Gross profit | Net income  | As of March 31 |
|  |                 |              |             | Segment assets |
| Metal Products                               | ¥ 57,459        | ¥ 21,184     | ¥ 799,211   | ¥ 1,279,059    |
| Transportation & Construction Systems        | 105,404         | 20,296       | 1,140,692   | 1,335,907      |
| Infrastructure                               | 24,274          | 10,514       | 472,603     | 215,357        |
| Media , Network & Lifestyle Retail           | 91,000          | 7,340        | 513,927     | 338,954        |
| Chemical & Electronics                       | 36,009          | 5,730        | 390,521     | 775,686        |
| Mineral Resources & Energy                   | 37,140          | 16,973       | 726,421     | 1,501,930      |
| General Products & Real Estate               | 85,258          | 11,091       | 741,721     | 633,119        |
| Financial & Logistics                        | 22,546          | 5,501        | 430,059     | 171,201        |
| Domestic Regional Business Units and Offices | 29,953          | 4,354        | 508,777     | 790,301        |
| Overseas Subsidiaries and Branches           | 168,423         | 34,446       | 1,035,653   | 1,546,662      |
| Segment Total                                | 657,466         | 137,429      | 6,759,585   | 8,588,176      |
| Corporate and Eliminations                   | (22,035)        | 16,566       | 1,670,892   | (728,737)      |
| Consolidated                                 | ¥ 635,431       | ¥ 153,995    | ¥ 8,430,477 | ¥ 7,859,439    |

| 2007:  | Millions of U.S.Dollars |              |            |                   |
|--|-------------------------|--------------|------------|-------------------|
|  | Segment                 | Gross profit | Net income | As of December 31 |
|  |                         |              |            | Segment assets    |
| Metal Products                               | \$ 537                  | \$ 188       | \$ 6,867   | \$ 12,812         |
| Transportation & Construction Systems        | 1,042                   | 311          | 14,536     | 11,594            |
| Infrastructure                               | 266                     | 134          | 4,097      | 2,237             |
| Media , Network & Lifestyle Retail           | 1,074                   | 118          | 5,854      | 3,745             |
| Chemical & Electronics                       | 312                     | 45           | 3,580      | 7,484             |
| Mineral Resources & Energy                   | 316                     | 223          | 7,084      | 18,069            |
| General Products & Real Estate               | 818                     | 124          | 6,774      | 5,813             |
| Financial & Logistics                        | 200                     | 33           | 3,848      | 625               |
| Domestic Regional Business Units and Offices | 281                     | 50           | 4,161      | 7,172             |
| Overseas Subsidiaries and Branches           | 1,377                   | 311          | 9,539      | 14,648            |
| Segment Total                                | 6,223                   | 1,537        | 66,340     | 84,199            |
| Corporate and Eliminations                   | 7                       | 216          | 3,301      | (7,890)           |
| Consolidated                                 | \$ 6,230                | \$ 1,753     | \$ 69,641  | \$ 76,309         |

### Note:

- 1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥113=US\$1.
- 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.
- 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.