

Highlights of consolidated quarterly results FY2007 (Nine-month period ended December 31, 2007)

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January 31, 2008

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

1. Consolidated income

Sumitomo Corporation

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

	Apr.1-Dec.31, 2007		Apr.1-Dec.31, 2006	increase/(decrease)		Summary	Annual Targets announced in Oct. 2007		Results Year ended Mar. 31, 2007
	(A)	Oct. 1-Dec.31, 2007		(B)	amount (A)-(B)		percentage	amount	
Gross profit	7,040	2,368	6,354	686	11%	<u>Gross profit</u> <Businesses which contributed to the increase> - Steel service center operations - Automobile and construction equipment businesses - IPP* business mainly in Asia *Independent Power Producer - SC Media & Commerce Inc. (former Jupiter TV / made it a subsidiary) - Sales of Condominium in Tokyo metropolitan area	9,800	72%	8,577
Other income (expenses):									
Selling, general and administrative expenses	(4,950)	(1,658)	(4,510)	(439)	(10%)	<u>Selling, general and administrative expenses</u> - Effect of the newly consolidated subsidiaries - Increase in personnel expenses due to the expansion of business activities at existing subsidiaries	(6,950)	71%	(6,099)
Personnel expenses	(2,509)	(837)	(2,309)	(199)	(9%)				
Facility related expenses	(852)	(292)	(749)	(103)	(14%)				
Other	(1,589)	(529)	(1,452)	(137)	(9%)				
Interest expense, net of interest income	(344)	(128)	(269)	(76)	(28%)	<u>Interest expense, net of interest income</u>	(460)	75%	(371)
Dividends	126	43	114	13	11%		150	84%	141
Equity in earnings of associated companies, net	462	212	518	(56)	(11%)		600	77%	703
Settlements on copper trading litigation	-	-	96	(96)	-	- Increased mainly due to the rise in interest rates of Japanese Yen			
Provision for doubtful receivables	(76)	(28)	(24)	(52)	(216%)	<u>Equity in earnings of associated companies, net</u> - Strong performances in copper business in Indonesia (Batu Hijau copper & gold mine project) and the Americas, and in CATV business (Jupiter Telecommunications (J:COM))	570	121%	368
(Loss) gain on property and equipment, net	(1)	0	10	(10)	-	- Hedge evaluation losses (16.6 billion yen) on the San Cristobal silver-zinc-lead mining project in Bolivia			
Gain on marketable securities and investments, net	774	539	126	648	514%	<u>Provision for doubtful receivables</u> - Increased in automobile finance business in Asia			
Other, net	(6)	(10)	21	(27)	-				
Total other income (expenses)	(4,014)	(1,031)	(3,919)	(95)	(2%)	<u>Gain on marketable securities and investments, net</u> - Increased due to the mergers of leasing operations, the business restructuring of Jupiter TV, and other replacements of assets - Loss related to securities of Seiyu	(6,090)	66%	(5,258)
Income before income taxes and minority interests in earnings of subsidiaries	3,026	1,337	2,436	591	24%	<u>Basic profit</u> - Includes hedge evaluation losses on the San Cristobal silver-zinc-lead mining project in Bolivia	3,710	82%	3,319
Income taxes	(976)	(443)	(854)	(122)	(14%)		(1,240)	79%	(1,148)
Income before minority interests in earnings of subsidiaries	2,050	894	1,582	469	30%		2,470	83%	2,171
Minority interests in earnings of subsidiaries, net	(70)	(33)	(42)	(28)	(67%)		(120)	58%	(61)
Net income	1,981	861	1,540	441	29%		2,350	84%	2,110
Total trading transactions	86,230	29,276	78,594	7,635	10%		117,000	74%	105,283
Operating income	2,015	682	1,820	195	11%		2,780	72%	2,397
Basic profit (Calculation for reference)*	1,567	581	1,514	53	3%		2,099	75%	2,029

*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.

2. Segment Information

Sumitomo Corporation

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

	Gross profit			Net income			Summary (Net income)
	Apr.1- Dec.31, 2007	Apr.1- Dec.31, 2006	increase/ (decrease)	Apr.1- Dec.31, 2007	Apr.1- Dec.31, 2006	increase/ (decrease)	
Metal Products	607	575	32	212	212	0	- Strong performance in Steel service center operations - Capital gain through sales of stocks in the same period of the previous year
Transportation & Construction Systems	1,178	1,054	124	351	203	148	- Capital gain through the merger of auto leasing operation - Strong performances in automobile, construction equipment and ships businesses
Infrastructure	300	243	57	152	105	47	- IPP business mainly in Asia
Media, Network & Lifestyle Retail	1,213	910	303	134	73	60	- Made SC Media & Commerce a subsidiary (former Jupiter TV) - Capital gain through the business restructuring of Jupiter TV - Loss related to securities of Seiyu
Chemical & Electronics	353	360	(7)	51	57	(6)	- Strong performance in agricultural chemicals business - Decreased earnings in Cantex Inc. (PVC pipe business in the U.S.)
Mineral Resources & Energy	357	371	(14)	252	170	83	- Strong performance in copper business in Indonesia and the Americas - Capital gain through sales of stocks - Hedge evaluation losses on the San Cristobal silver-zinc-lead mining project in Bolivia
General Products & Real Estate	925	853	72	140	111	29	- Strong performance in condominium sales in Tokyo metropolitan area
Financial & Logistics	226	225	1	37	55	(18)	- Decreased earnings in commodity trading business
Domestic Regional Business Units and Offices	317	300	18	56	44	12	- Strong performance in metal products trading
Overseas Subsidiaries and Branches	1,556	1,684	(128)	352	344	7	- Strong performances in businesses in Europe and Asia - Decreased earnings in tubular products business in North America
Segment Total	7,032	6,575	457	1,737	1,374	363	
Corporate and Eliminations	8	(220)	229	243	166	78	- Capital gain through the merger of general leasing operation - Received settlement on copper trading litigation in the same period of the previous year
Consolidated	7,040	6,354	686	1,981	1,540	441	

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.

3. Financial Position

	As of Dec. 31, 2007	As of Mar. 31, 2007	increase/ (decrease)	Summary
Total assets	78,695	84,305	(5,610)	《Total assets》 - Decrease factor: Sumisho Lease, a subsidiary, conducted merger and has become Sumitomo Mitsui Finance & Lease, an associated company
Total shareholders' equity	16,099	14,731	1,368	- Increase factor: Newly consolidated subsidiaries such as the merged company - Sumitomo Mitsui Auto Service
Shareholders' equity ratio	20.5%	17.5%	3.0pt	《Total shareholders' equity》
Interest-bearing liabilities, net	32,781	29,133	3,648	- Increases in retained earnings
Debt-equity ratio, net (times)	2.0	2.0	-	- Decreases in unrealized holding gains on securities available-for-sale

Number of subsidiaries and associated companies

Unit: Number of companies

	As of Dec. 31, 2007			increase/(decrease) from Dec. 31, 2006		
	Profit	Loss	Total	Profit	Loss	Total
Japan	204	49	253	(26)	13	(13)
Overseas	535	76	611	(6)	(25)	(31)
Total	739	125	864	(32)	(12)	(44)

(Profit-making company ratio)

86%

+ 1pt

Equity in earnings of subsidiaries and associated companies

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

	Apr.1-Dec.31, 2007			increase/(decrease) from the same period of the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	637	(42)	595	101	(23)	78
Overseas	976	(206)	770	127	(162)	(34)
Total	1,612	(247)	1,365	229	(185)	44