

# Highlights of consolidated quarterly results 2009 (Three-month period ended June 30, 2009)

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July 30, 2009

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

## 1. Consolidated Income

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

**Sumitomo Corporation**

	Apr.1-Jun.30, 2009 (A)	Apr.1-Jun.30, 2008 (B)	increase/(decrease)		Summary	Annual targets (announced in April 2009)			
			amount (A)-(B)	percentage		amount	achievement		
Gross profit	1,802	2,538	(736)	(29%)	<u>Gross profit</u> - Decline in demand for steel service center operations - Decline in demand for automobile and construction equipment businesses mainly in Europe	8,300	22%		
Other income (expenses) :									
Selling, general and administrative expenses	(1,575)	(1,677)	102	6%	- Stable performance in Summit supermarket - Sales price decrease in coal mining operation in Australia - Decline in fertilizer market	(6,600)	24%		
Interest expense, net of interest income	(66)	(85)	19	22%		(350)	19%		
Dividends	55	81	(26)	(32%)		90	61%		
Equity in earnings of associated companies, net	123	316	(193)	(61%)	<u>Selling, general and administrative expenses</u> - Effect of yen appreciation and deconsolidation	700	18%		
Provision for doubtful receivables	(28)	(23)	(5)	(20%)	<u>Interest expense, net of interest income</u> - Decrease of interest expense due to the decline of interest rate in US\$	(300)	-		
Gain (loss) on property and equipment, net	(1)	9	(11)	-					
Gain on marketable securities and other investments, net	26	6	20	354%	<u>Equity in earnings of associated companies, net</u> - Stable performance in CATV business (Jupiter Telecommunications (J:COM)) - Copper businesses in Indonesia (Batu Hijau copper & gold mine project) and the Americas affected by market decline				
Other, net	5	2	3	147%					
Total other income (expenses)	(1,461)	(1,371)	(90)	(7%)	- Decreased earnings in Sumitomo Mitsui Finance & Leasing - Hedge evaluation gain in San Cristobal silver-zinc-lead mining project in Bolivia in the same period of the previous year	(6,460)	23%		
Income before income taxes	341	1,167	(826)	(71%)		1,840	19%		
Income taxes	(77)	(350)	272	78%		(620)	12%		
Net income <sup>*1</sup>	264	817	(554)	(68%)	<u>Provision for doubtful receivables</u> - Domestic finance business	1,220	22%		
Net income attributable to noncontrolling interests <sup>*1</sup>	(14)	(36)	23	63%		(70)	19%		
Net income attributable to Sumitomo Corporation <sup>*1</sup>	250	781	(531)	(68%)		1,150	22%		
Total trading transactions <sup>*2</sup>	18,758	28,490	(9,733)	(34%)	Reference	Apr.1-Jun.30, 2009	Apr.1-Jun.30, 2008	89,000	21%
Operating income <sup>*2</sup>	199	838	(638)	(76%)	Foreign exchange (Yen/US\$, ave.) (Apr.-Jun.)	97.36	104.56	1,650	12%
					Interest (YEN LIBOR6M, ave.) (Apr.-Jun.)	0.73%	1.00%		
					Interest (US\$ LIBOR6M, ave.) (Apr.-Jun.)	1.4%	2.9%		
Basic profit (Calculation for reference) <sup>*3</sup>	251	822	(571)	(69%)	Copper (US\$/lb, ave.) (Jan.-Mar.)	155	354	1,550	16%
					Crude oil (US\$/bbl, ave.) <North Sea Brent> (Jan.-Mar.)	46	96		

\*1) In accordance with SFAS 160, the Companies classified noncontrolling interests, which were previously referred to as "minority interests", as a part of net income and changed the certain presentation. The previous year amounts of the same period are reclassified to conform to SFAS 160. "Net income attributable to Sumitomo Corporation" is equivalent to "Net income" which had been used until fiscal year 2008.

\*2) Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

\*3) Calculation: (Gross profit-Selling, general and administrative expenses-Interest expense-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

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

Sumitomo Corporation

	Gross profit			Net income attributable to Sumitomo Corporation <sup>*1</sup>			Summary (Net income attributable to Sumitomo Corporation <sup>*1</sup> )
	Apr.1-Jun.30, 2009	Apr.1-Jun.30, 2008	increase/ (decrease)	Apr.1-Jun.30, 2009	Apr.1-Jun.30, 2008	increase/ (decrease)	
Metal Products	140	242	(102)	28	95	(66)	- Decline in demand for steel service center operations - Decline in stainless market
Transportation & Construction Systems	300	413	(113)	48	92	(43)	- Decline in demand for automobile and construction equipment businesses mainly in Europe - Decreased earnings in Sumitomo Mitsui Auto Service
Infrastructure	69	96	(28)	25	50	(25)	- Decreased earnings in power plant EPC business mainly in Asia and eco-business
Media, Network & Lifestyle Retail	419	421	(2)	19	22	(3)	- Stable performance in J:COM and Summit supermarket
Mineral Resources, Energy, Chemical & Electronics	126	309	(184)	16	201	(185)	- Sales prices decrease in coal mining operation in Australia - Copper businesses in Indonesia (Batu Hijau copper & gold mine project) and the Americas affected by market decline - San Cristobal silver-zinc-lead mining project in Bolivia turned into the black
General Products & Real Estate	241	320	(79)	24	54	(30)	- Strong performance in banana business - Decline in fertilizer market - Large sales of condominium in the same period of the previous year
Financial & Logistics	49	86	(37)	5	28	(23)	- Decreased earnings in Sumitomo Mitsui Finance & Leasing - Provision for doubtful receivables in domestic finance business
Domestic Regional Business Units and Offices	81	118	(37)	2	25	(23)	- Decreased earnings in metal products business
Overseas Subsidiaries and Branches	404	554	(150)	59	146	(87)	- Decreased earnings in metal products business - Decline in fertilizer market
Segment Total	1,828	2,560	(732)	228	714	(486)	
Corporate and Eliminations	(26)	(22)	(5)	22	67	(45)	
Consolidated	1,802	2,538	(736)	250	781	(531)	

\*1) In accordance with SFAS 160, the Companies changed the certain presentation including the same period of the previous year.

"Net income attributable to Sumitomo Corporation" is equivalent to "Net income" which had been used until fiscal year 2008.

\*2) On April 1, 2009, the Companies reorganized the Business Units from eight to seven. Accordingly, from this fiscal year, the operating segments have been changed.

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

## 3. Financial Position

	As of June 30, 2009	As of March 31, 2009	increase/ (decrease)	Summary
Total assets	68,391	70,182	(1,791)	«Total assets» - Decrease in operating assets
Sumitomo Corporation shareholders' equity*	14,318	13,531	787	- Increase due to the rise of securities available-for-sale
Sumitomo Corporation shareholders' equity ratio*	20.9%	19.3%	1.6pt	«Sumitomo Corporation shareholders' equity»
Interest-bearing liabilities, net	30,869	31,868	(999)	- Increase in unrealized holding gains on securities available-for-sale
Debt-equity ratio, net (times)*	2.2	2.4	0.2pt	- Improvement in foreign currency translation adjustments

## 4. Cash Flows

	Apr.1-Jun.30, 2009	Apr.1-Jun.30, 2008
Net cash provided by operating activities	1,650	281
Net cash used in investing activities	(361)	(803)
Free Cash Flow	1,290	(523)
Net cash (used in) provided by financing activities	(1,229)	11
Effect of exchange rate changes on cash and cash equivalents, etc	18	(37)
Net increase (decrease) in cash and cash equivalents	79	(549)

\* "Sumitomo Corporation shareholders' equity" is equivalent to "Shareholders' equity" which had been used until fiscal year 2008 and used in calculating "Sumitomo Corporation shareholders' equity ratio" and "Debt-equity ratio, net".

**<Reference information>**

Number of subsidiaries and associated companies

Unit: Number of companies

	As of June 30, 2009			increase/(decrease) from June 30, 2008		
	Profit	Loss	Total	Profit	Loss	Total
Japan	136	71	207	(54)	30	(24)
Overseas	429	151	580	(97)	76	(21)
Total	565	222	787	(151)	106	(45)

(Profit-making company ratio)

72%

(14pt)

Equity in earnings of subsidiaries and associated companies

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

	Apr.1-Jun.30, 2009			increase/(decrease) from the same period of the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	179	(56)	123	(64)	(38)	(102)
Overseas	248	(77)	171	(306)	(50)	(356)
Total	427	(133)	294	(370)	(88)	(458)