

For Immediate Release

Sumitomo Corporation Announces Quarterly Financial Results for the Fiscal Year 2010 (Three-month period ended June 30, 2010)

On July 30, 2010, Sumitomo Corporation announced its consolidated results for the three-month period ended June 30, 2010, prepared on the basis of accounting principles generally accepted in the United States of America.

“Net income attributable to Sumitomo Corporation” for the three-month period ended June 30, 2010 was 64.6 billion yen, increased by 39.6 billion yen from the same period of the previous year. This was the second highest results as first quarterly results (April-June).

1. Consolidated Income

- Gross profit was 218.8 billion yen, an increase of 38.6 billion yen from the same period of the previous year. Businesses that captured robust demand in Asia, such as steel service center operations and automobiles/motorcycles finance businesses, showed strong performances.
- Equity in earnings of associated companies increased by 13.6 billion yen to 25.9 billion yen. The copper business in Indonesia (Batu Hijau) showed strong performance led by the rise in copper prices. In addition, there was contribution of Jupiter Telecommunications Co., Ltd. (J:COM) of which we acquired additional share in this April.
- Gain on marketable securities and investments, net was 5.0 billion yen. This was resulted from selling partial interest of copper business in Indonesia (Batu Hijau), etc.

2. Segment Information

- In this quarter, net income of “Infrastructure” decreased due to decline in the earnings of IPP/IWPP businesses (Tanjung Jati B). However, net income of all the other 8 segments increased from the same period of the previous year.

- Businesses in “Metal Products” and “Transportation & Construction Systems” have started to show strong performances since business conditions are generally recovering not only in China and other Asian countries but also in Japan and other areas.

- Metal Products

- In tubular products business in North America, business conditions are improving led by active development of shale gas.

- Transportation & Construction Systems

- Sumitomo Mitsui Auto Service Company, Ltd. showed stable performance.

- Both the cost reduction and the gradual recovery in the used car market, to which the company sells its ex-lease cars, were the factors of the results.

- “Mineral Resources, Energy, Chemical & Electronics” increased due to strong performances in the following businesses.

- Coal mining operations in Australia led by rise in sales prices and increase in sales volume.

- Chemical businesses with the improvement in business efficiency and the recovery in demand.

- In “Media, Network & Lifestyle Retail”, “General Products & Real Estate” and “New Industry Development and Cross-function”, core businesses in each segment contributed to the results.

- Media, Network & Lifestyle Retail

- Jupiter Telecommunications Co., Ltd. showed stable performance. Also, the profits of Sumisho Computer Systems Corporation increased due to the strong sales of systems.

- General Products & Real Estate

- TBC Corporation (tire business in the U.S.) increased earnings since sales were strong.

- New Industry Development and Cross-function

- Results of Sumitomo Mitsui Finance & Leasing Co., Ltd. improved.

3. Financial position

- Total assets as of June 30, 2010 amounted to 6,990.0 billion yen, a decrease of 147.8 billion yen from March 31, 2010.
- Shareholders' equity* decreased by 41.1 billion yen from March 31, 2010 to 1,542.6 billion yen. Although retained earnings increased, unrealized holding gains on securities available-for-sale and foreign currency translation adjustments decreased. As a result, Shareholders' equity ratio* was 22.1%, the same level as of March 31, 2010.
Interest-bearing liabilities, net increased by 178.1 billion yen to 2,959.9 billion yen. Although the gross amount of interest-bearing liabilities was on the same level as of March 31, cash and cash deposits decreased due to such factors as acquiring additional shares of J:COM. As a result, Debt-equity ratio, net* was 1.9 times.

* "Shareholders' equity" does not include "noncontrolling interests" and represents only the equity attributable to Sumitomo Corporation shareholders. Likewise, shareholders' equity used in calculating "Shareholders' equity ratio" and "Debt-equity ratio, net" does not include "noncontrolling interests".

4. Cash flows

- During the three-month period ended June 30, 2010, net cash provided by operating activities was 15.7 billion yen. Although working capital increased along with the business transaction increase, our core businesses generated cash and we received dividends from our associated companies.
- Net cash used in investing activities amounted to 168.4 billion yen. In this period, we acquired additional shares of J:COM and a tubular products threading/trading company in Southeast Asia.
- Accordingly, free cash flow was 152.7 billion yen outflow.

5. Progress for the full fiscal year ending March 31, 2011

- Gross profit progressed 26% of 840 billion yen annual target and Equity in earnings of associated companies was 32% of 80 billion yen target.
- As a result, “Net income attributable to Sumitomo Corporation” progressed 40% of 160 billion yen annual target.
- The world economy is anticipated to show steady growth mainly in China and other Asian countries although there will be some impact of tight monetary policy in China.
- Our businesses mainly in “Metal Products”, “Transportation & Construction Systems” and “Mineral Resources, Energy, Chemical & Electronics” are expected to continuously show stable performances. In addition, large losses are not anticipated at present.
- Taking all of these factors into account, we are confident that the full fiscal year results will surpass our initial plan of 160 billion yen.

For further information contact:

Sumitomo Corporation

Investor Relations Dept.

Phone: +81-3-5166-3469

Fax : +81-3-5166-6292

e-mail: ir@sumitomocorp.co.jp

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 strives 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.