

Consolidated annual results FY2010 (Year ended March 31, 2011)

[Prepared on the basis of International Financial Reporting Standards]

**Sumitomo Corporation**

Stock Exchange code No. 8053

(Listed on Tokyo, Osaka, Nagoya and Fukuoka Stock Exchanges)

President & CEO, Susumu Kato

For further information contact:

Masatoshi Hayashi, Corporate Communications Dept. Tel.+81-3-5166-3089

(URL <http://www.sumitomocorp.co.jp/english>)

Amounts are rounded to the nearest million.

1. Consolidated results for the year ended March 31, 2011**(1) Summary**

% : change from the previous year

Years ended March 31,	Total trading transactions*1		Operating profit		Profit before tax		Profit for the year		Profit attributable to owners of the parent		Comprehensive income for the year	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
2011	8,349,371	7.6	183,485	46.4	280,463	26.4	209,792	23.9	200,222	21.1	73,213	(74.4)
2010	7,757,382	—	125,369	—	221,968	—	169,366	—	165,365	—	285,919	—

Years ended March 31,	Earnings per share attributable to owners of the parent (basic)	Earnings per share attributable to owners of the parent (diluted)	Profit ratio to equity attributable to owners of the parent	Profit before tax ratio to total assets	Operating profit ratio to total trading transactions
	yen	yen	%	%	%
2011	160.17	160.09	12.9	3.9	2.2
2010	132.29	132.25	11.7	3.2	1.6

[Note] Share of profit of investments accounted for using the equity method (FY2010) 95,580 million yen (FY2009) 74,403 million yen

*1 Total trading transactions 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 equity	Equity attributable to owners of the parent	Equity attributable to owners of the parent ratio	Equity per share attributable to owners of the parent
As of March 31,	millions of yen	millions of yen	millions of yen	%	yen
2011	7,230,502	1,682,090	1,570,468	21.7	1,256.31
2010	7,107,044	1,637,222	1,533,255	21.6	1,226.55

(3) Consolidated cash flows

Years ended March 31,	Operating activities	Investing activities	Financing activities	Cash and cash equivalents at the end of year
	millions of yen	millions of yen	millions of yen	millions of yen
2011	219,502	(469,378)	155,879	704,313
2010	503,829	(51,566)	(151,302)	814,288

2. Dividends

	Cash dividends per share					Total amount of cash dividends per annum	Dividend payout ratio (Consolidated)	Dividend on equity attributable to owners of the parent (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total			
	yen	yen	yen	yen	yen	millions of yen	%	%
Year ended March 31, 2010	—	9.00	—	15.00	24.00	30,001	18.1	2.1
Year ended March 31, 2011	—	16.00	—	20.00	36.00	45,002	22.5	2.9
Year ending March 31, 2012 (Forecasts)	—	21.00	—	22.00	43.00		24.4	

3. Forecasts for the year ending March 31, 2012

% : change from the previous year

	Total trading transactions		Profit before tax		Profit attributable to owners of the parent		Earnings per share attributable to owners of the parent
	millions of yen	%	millions of yen	%	millions of yen	%	yen
Apr.1-Sep.30, 2011*2	—	—	—	—	—	—	—
Year ending March 31, 2012	8,700,000	4.2	311,000	10.9	220,000	9.9	175.99

*2 The Company has prepared only annual targets.

Cautionary Statement Concerning Forward-looking Statements and Other Matters

- (1) The Company adopted International Financial Reporting Standards ("IFRSs") for the consolidated financial statements incorporated in the annual report under the Financial Instruments and Exchange Act of Japan with a first IFRS reporting period ended March 31, 2011. This report is voluntary disclosure that provides selected IFRS financial data from the Company's annual report filed on June 24, 2011. Please note that the Company previously reported consolidated financial results based on U.S. GAAP for the year ended March 31, 2011 on May 9, 2011.
- (2) This report is an excerpt of certain highlights from the Company's annual report, and as such, does not contain all of the information disclosed in the annual report that may be important to you. Therefore, this report should be read in conjunction with the entire annual report to obtain a comprehensive understanding of the Company's IFRS financial data and related information.
- (3) This report includes forward-looking statements relating to our future plans, forecasts, 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 forecasts included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent forecasts 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 forecasts. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries

As of March 31, 2011, 2010 and the date of transition to IFRSs (April 1, 2009)

	Millions of Yen			Millions of U.S. Dollars	
	March 31, 2011	March 31, 2010	April 1, 2009	March 31, 2011	
ASSETS					
Current assets:					
Cash and cash equivalents	¥ 704,313	¥ 814,288	¥ 511,758	\$ 8,486	
Time deposits	6,829	5,084	4,514	82	
Marketable securities	5,239	5,259	18,963	63	
Trade and other receivables	1,511,442	1,512,678	1,622,616	18,210	
Other financial assets	68,641	67,800	83,078	827	
Inventories	698,810	670,220	832,205	8,419	
Advance payments to suppliers	333,200	283,562	271,580	4,014	
Other current assets	160,832	176,334	216,802	1,939	
Total current assets	3,489,306	3,535,225	3,561,516	42,040	
Non-current assets:					
Investments accounted for using the equity method	1,100,966	816,790	750,335	13,265	
Other investments	446,319	522,031	449,569	5,377	
Trade and other receivables	622,414	608,420	650,024	7,499	
Other financial assets	53,507	53,723	62,600	645	
Property, plant and equipment	813,435	838,272	808,395	9,800	
Intangible assets	348,993	361,679	360,588	4,205	
Investment property	237,668	244,296	219,995	2,863	
Prepaid expenses	49,807	69,687	43,518	600	
Deferred tax assets	68,087	56,921	63,951	820	
Total non-current assets	3,741,196	3,571,819	3,408,975	45,074	
Total assets	¥ 7,230,502	¥ 7,107,044	¥ 6,970,491	\$ 87,114	
LIABILITIES AND EQUITY					
Current liabilities:					
Bonds and borrowings	¥ 850,435	¥ 945,821	¥ 1,178,559	\$ 10,246	
Trade and other payables	1,026,160	1,045,833	971,470	12,363	
Other financial liabilities	92,136	87,776	106,093	1,110	
Income tax payables	33,528	30,568	27,889	404	
Accrued expenses	88,222	86,445	81,898	1,063	
Advances from customers	199,437	218,814	252,297	2,403	
Provisions	5,925	3,864	4,208	71	
Other current liabilities	47,233	53,406	118,378	569	
Total current liabilities	2,343,076	2,472,527	2,740,792	28,229	
Non-current liabilities:					
Bonds and borrowings	2,916,963	2,665,786	2,536,395	35,144	
Trade and other payables	118,073	126,804	106,598	1,423	
Other financial liabilities	33,998	52,434	67,107	410	
Accrued pension and retirement benefits	18,811	20,062	21,280	227	
Provisions	17,374	14,437	14,288	209	
Deferred tax liabilities	100,117	117,772	96,577	1,206	
Total non-current liabilities	3,205,336	2,997,295	2,842,245	38,619	
Total liabilities	5,548,412	5,469,822	5,583,037	66,848	
Equity:					
Common stock	219,279	219,279	219,279	2,642	
Additional paid-in capital	288,868	289,117	291,786	3,480	
Treasury stock	(1,053)	(1,083)	(1,142)	(13)	
Other components of equity	(4,819)	109,929	12,014	(58)	
Retained earnings	1,068,193	916,013	763,608	12,870	
Equity attributable to owners of the parent	1,570,468	1,533,255	1,285,545	18,921	
Non-controlling interests	111,622	103,967	101,909	1,345	
Total equity	1,682,090	1,637,222	1,387,454	20,266	
Total liabilities and equity	¥ 7,230,502	¥ 7,107,044	¥ 6,970,491	\$ 87,114	

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥83=US\$1.

Consolidated Statements of Comprehensive Income

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2011 and 2010

	Millions of Yen		Millions of U.S. Dollars	
	2011	2010	2011	
Revenues:				
Sales of tangible products	¥ 2,525,543	¥ 2,326,092	\$ 30,428	
Sales of services and others	574,642	550,654	6,924	
Total revenues	3,100,185	2,876,746	37,352	
Cost:				
Cost of tangible products sold	(2,032,208)	(1,897,420)	(24,484)	
Cost of services and others	(203,983)	(204,236)	(2,458)	
Total cost	(2,236,191)	(2,101,656)	(26,942)	
Gross profit	863,994	775,090	10,410	
Other income (expenses):				
Selling, general and administrative expenses	(660,690)	(650,618)	(7,960)	
Impairment losses on long-lived assets	(19,889)	(9,966)	(240)	
Gain (loss) on sale of property, plant and equipment, net	2,248	9,395	27	
Other, net	(2,178)	1,468	(26)	
Total other income (expenses)	(680,509)	(649,721)	(8,199)	
Operating profit	183,485	125,369	2,211	
Finance income:				
Interest income	13,919	15,767	168	
Dividends	10,011	11,297	121	
Gain on sale of securities and other investments	11,487	55,236	138	
Total finance income	35,417	82,300	427	
Finance costs:				
Interest expense	(32,009)	(40,599)	(386)	
Other than temporary impairment losses on securities	-	(19,505)	-	
Loss on revaluation of securities and other investments	(2,010)	-	(24)	
Total finance costs	(34,019)	(60,104)	(410)	
Finance income (costs), net	1,398	22,196	17	
Share of profit of investments accounted for using the equity method	95,580	74,403	1,151	
Profit before tax	280,463	221,968	3,379	
Income tax expense	(70,671)	(52,602)	(852)	
Profit for the year	209,792	169,366	2,527	
Profit for the year attributable to:				
Owners of the parent	¥ 200,222	¥ 165,365	\$ 2,412	
Non-controlling interests	9,570	4,001	115	
Other comprehensive income:				
Exchange differences on translating foreign operations	(87,677)	38,549	(1,056)	
Available-for-sale securities	-	55,310	-	
Financial assets measured at fair value through other comprehensive income	(39,465)	-	(475)	
Cash-flow hedges	4,901	(1,737)	59	
Actuarial gains (losses) on defined benefit pension plans	(13,926)	17,451	(168)	
Share of other comprehensive income of investments accounted for using the equity method	(412)	6,980	(5)	
Other comprehensive income, net of tax	(136,579)	116,553	(1,645)	
Comprehensive income for the year	73,213	285,919	882	
Comprehensive income for the year attributable to:				
Owners of the parent	¥ 66,388	¥ 280,321	\$ 800	
Non-controlling interests	6,825	5,598	82	
Total trading transactions	¥ 8,349,371	¥ 7,757,382	\$ 100,595	

Notes:

1) The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥83=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 IFRSs.

Consolidated Statements of Changes in Equity

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2011 and 2010

	Millions of Yen		Millions of U.S. Dollars
	March 31, 2011	March 31, 2010	March 31, 2011
Equity:			
Common stock:			
Balance, beginning of year	¥ 219,279	¥ 219,279	\$ 2,642
Balance, end of year	219,279	219,279	2,642
Additional paid-in capital:			
Balance, beginning of year	289,117	291,786	3,483
Acquisition (disposal) of non-controlling interests	(519)	(2,889)	(6)
Grant of stock options and others	270	220	3
Balance, end of year	288,868	289,117	3,480
Treasury stock:			
Balance, beginning of year	(1,083)	(1,142)	(13)
Exercise of stock options and others	30	59	0
Balance, end of year	(1,053)	(1,083)	(13)
Other components of equity:			
Balance, beginning of year	109,929	12,014	1,324
Cumulative effect of applying a new accounting policy	8,254	-	99
Other comprehensive income for the year	(133,834)	114,956	(1,612)
Transfer to retained earnings	10,832	(17,041)	131
Balance, end of year	(4,819)	109,929	(58)
Retained earnings:			
Balance, beginning of year	916,013	763,608	11,037
Cumulative effect of applying a new accounting policy	1,542	-	19
Transfer from other components of equity	(10,832)	17,041	(131)
Profit for the year attributable to owners of the parent	200,222	165,365	2,412
Cash dividends	(38,752)	(30,001)	(467)
Balance, end of year	1,068,193	916,013	12,870
Equity attributable to owners of the parent	¥ 1,570,468	¥ 1,533,255	\$ 18,921
Non-controlling interests:			
Balance, beginning of year	103,967	101,909	1,253
Cash dividends to non-controlling interests	(3,505)	(8,282)	(42)
Acquisition (disposal) of non-controlling interests	4,335	4,742	52
Profit for the year attributable to non-controlling interests	9,570	4,001	115
Other comprehensive income for the year	(2,745)	1,597	(33)
Balance, end of year	111,622	103,967	1,345
Total equity	¥ 1,682,090	¥ 1,637,222	\$ 20,266
Comprehensive income for the year attributable to:			
Owners of the parent	66,388	280,321	800
Non-controlling interests	6,825	5,598	82
Total comprehensive income for the year	¥ 73,213	¥ 285,919	\$ 882

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥83=US\$1.

Condensed Consolidated Statements of Cash Flows

Sumitomo Corporation and Subsidiaries
For the years ended March 31, 2011 and 2010

	Millions of Yen		Millions of U.S. Dollars	
	2011	2010	2011	
Operating activities:				
Profit for the year	¥ 209,792	¥ 169,366	\$	2,527
Adjustments to reconcile profit for the year to net cash from operating activities:				
Depreciation and amortization	160,553	165,133		1,934
Impairment losses on long-lived assets	19,889	9,966		240
Finance (income) costs, net	(1,398)	(22,196)		(17)
Share of profit of investments accounted for using the equity method	(95,580)	(74,403)		(1,151)
(Gain) loss on sale of property, plant and equipment, net	(2,248)	(9,395)		(27)
Income tax expense	70,671	52,602		852
(Increase) decrease in inventories	(72,141)	156,526		(869)
(Increase) decrease in trade and other receivables	(46,618)	129,808		(562)
(Increase) decrease in prepaid expenses	(10,747)	2,233		(130)
(Decrease) increase in trade and other payables	(2,670)	65,222		(32)
Other, net	(10,001)	(141,033)		(120)
Net cash from operating activities	219,502	503,829		2,645
Investing activities:				
Changes in:				
Property, plant, equipment and other assets	(73,608)	(66,661)		(887)
Marketable securities and investments	(277,796)	41,377		(3,347)
Loans receivables	(117,974)	(26,282)		(1,421)
Net cash used in investing activities	(469,378)	(51,566)		(5,655)
Free Cash Flows:	(249,876)	452,263		(3,010)
Financing activities:				
Changes in:				
Short-term debt	(110,961)	(338,208)		(1,337)
Long-term debt	309,796	229,286		3,733
Cash dividends paid	(38,752)	(30,001)		(467)
Payment to and from non-controlling interests and others, net	(4,204)	(12,379)		(51)
Net cash from (used in) financing activities	155,879	(151,302)		1,878
Net (decrease) increase in cash and cash equivalents	(93,997)	300,961		(1,132)
Cash and cash equivalents, beginning of year	814,288	511,758		9,811
Effect of exchange rate changes on cash and cash equivalents	(15,978)	1,569		(193)
Cash and cash equivalents, end of year	¥ 704,313	¥ 814,288	\$	8,486

Note:

The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥83=US\$1.

Segment Information (Condensed)

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2011 and 2010

2011:	Millions of Yen		
	Segment	Gross profit	Profit for year (attributable to owners of the parent)
Metal Products	¥ 66,128	¥ 18,200	¥ 635,120
Transportation & Construction Systems	145,663	26,315	1,310,925
Infrastructure	23,321	4,015	544,853
Media, Network & Lifestyle Retail	183,158	23,968	777,720
Mineral Resources, Energy, Chemical & Electronics	111,336	65,610	1,150,384
General Products & Real Estate	99,131	9,620	696,464
New Industry Development & Cross-function	30,407	13,013	597,304
Domestic Regional Business Units and Offices	38,751	3,912	354,519
Overseas Subsidiaries and Branches	176,399	35,027	1,155,500
Segment Total	874,294	199,680	7,222,789
Corporate and Eliminations	(10,300)	542	7,713
Consolidated	¥ 863,994	¥ 200,222	¥ 7,230,502

2010:	Millions of Yen		
	Segment	Gross profit	Profit for year (attributable to owners of the parent)
Metal Products	¥ 54,054	¥ 9,044	¥ 607,393
Transportation & Construction Systems	130,735	20,338	1,391,491
Infrastructure	31,256	14,419	511,054
Media, Network & Lifestyle Retail	176,967	13,740	696,665
Mineral Resources, Energy, Chemical & Electronics	83,161	67,752	1,073,422
General Products & Real Estate	94,429	16,082	708,546
New Industry Development & Cross-function	24,521	3,013	564,266
Domestic Regional Business Units and Offices	35,184	2,746	351,960
Overseas Subsidiaries and Branches	153,674	20,191	1,103,304
Segment Total	783,981	167,325	7,008,101
Corporate and Eliminations	(8,891)	(1,960)	98,943
Consolidated	¥ 775,090	¥ 165,365	¥ 7,107,044

2011:	Millions of U.S. Dollars		
	Segment	Gross profit	Profit for year (attributable to owners of the parent)
Metal Products	\$ 797	\$ 219	\$ 7,652
Transportation & Construction Systems	1,755	317	15,794
Infrastructure	281	48	6,565
Media, Network & Lifestyle Retail	2,207	289	9,370
Mineral Resources, Energy, Chemical & Electronics	1,342	791	13,860
General Products & Real Estate	1,194	116	8,391
New Industry Development & Cross-function	366	157	7,197
Domestic Regional Business Units and Offices	467	47	4,271
Overseas Subsidiaries and Branches	2,125	422	13,922
Segment Total	10,534	2,406	87,022
Corporate and Eliminations	(124)	6	92
Consolidated	\$ 10,410	\$ 2,412	\$ 87,114

Notes:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥83=US\$1.

2) On April 1, 2010, the Financial & Logistics Business Unit was dissolved and evolved into the New Industry Development & Cross-function Business Unit. Accordingly, from this fiscal year, the operating segments have been changed.

The figures of New Industry Development & Cross-function Business Unit for the previous year represent the results of the Financial & Logistics Business Unit.

Earnings per share

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2011 and 2010

A calculation of the basic and diluted earnings per share (attributable to owners of the parent) for the years ended March 31, 2011 and 2010 is as follows:

	Millions of Yen		Millions of U.S. Dollars
	2011	2010	2011
Profit for the year attributable to owners of the parent	¥ 200,222	¥ 165,365	\$ 2,412

	Number of shares	
	2011	2010
Weighted-average shares — basic	1,250,060,473	1,250,044,847
Dilutive effect of:		
Stock options	602,278	394,139
Weighted-average shares — diluted	1,250,662,751	1,250,438,986

	Yen		U.S. Dollars
	2011	2010	2011
Earnings per share (attributable to owners of the parent) :			
Basic	¥ 160.17	¥ 132.29	\$ 1.93
Diluted	160.09	132.25	1.93

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥83=US\$1.

Explanation of Transition to IFRSs

In preparing its consolidated statement of financial position as of the date of transition to IFRSs (April 1, 2009), the Company has adjusted amounts reported previously in the consolidated financial statements prepared in accordance with U.S. GAAP.

An explanation of how the transition from U.S. GAAP to IFRSs has affected the Company's consolidated financial position and financial performance are as follows:

Reconciliation of equity as of the date of transition to IFRSs

Millions of Yen

ASSETS	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	ASSETS
Current assets:					Current assets:
Cash and cash equivalents	¥ 511,350	—	408	¥ 511,758	Cash and cash equivalents
Time deposits	4,514	—	—	4,514	Time deposits
Marketable securities	18,963	—	—	18,963	Marketable securities
		1,616,216	6,400	1,622,616	Trade and other receivables
Receivables—trade	1,592,060	(1,592,060)			
		64,156	18,922	83,078	Other financial assets
Inventories	840,088	—	(7,883)	832,205	Inventories
Deferred income taxes	33,987	(33,987)			
Advance payments to suppliers	94,859	179,958	(3,237)	271,580	Advance payments to suppliers
Other current assets	279,026	(59,357)	(2,867)	216,802	Other current assets
Total current assets	3,374,847	174,926	11,743	3,561,516	Total current assets
Investments and long-term receivables:					Non-current assets:
Investments in and advances to associated companies	893,372	(893,372)			
		767,961	(17,626)	750,335	Investments accounted for using the equity method
Other investments	450,280	—	(711)	449,569	Other investments
Long-term receivables	745,583	(745,583)			
		629,030	20,994	650,024	Trade and other receivables
Allowance for doubtful receivables	(33,051)	33,051			
		51,742	10,858	62,600	Other financial assets
Total investments and long-term receivables	2,056,184				
Property and equipment, at cost less accumulated depreciation	1,055,149	—	(246,754)	808,395	Property, plant and equipment
Goodwill and other intangible assets	400,555	(400,555)			
		400,555	(39,967)	360,588	Intangible assets
			219,995	219,995	Investment property
Prepaid expenses, non-current	43,518	—	—	43,518	Prepaid expenses
Deferred income taxes, non-current	36,161	(36,161)			
		70,148	(6,197)	63,951	Deferred tax assets
Other assets	51,742	(51,742)			
		(174,926)	(59,408)	3,408,975	Total non-current assets
Total assets	¥ 7,018,156	—	(47,665)	¥ 6,970,491	Total assets

LIABILITIES AND EQUITY	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	LIABILITIES AND EQUITY
Current liabilities:					Current liabilities:
Short-term debt	¥ 792,169	(792,169)			
Current maturities of long-term debt	382,849	(382,849)			
		1,179,911	(1,352)	¥ 1,178,559	Bonds and borrowings
Payables-trade	928,938	(928,938)			
		967,369	4,101	971,470	Trade and other payables
		87,721	18,372	106,093	Other financial liabilities
Income taxes	28,133	—	(244)	27,889	Income tax payables
Accrued expenses	85,634	322	(4,058)	81,898	Accrued expenses
Advances from customers	122,389	129,916	(8)	252,297	Advances from customers
			4,208	4,208	Provisions
Other current liabilities	239,591	(118,968)	(2,245)	118,378	Other current liabilities
Total current liabilities	2,579,703	142,315	18,774	2,740,792	Total current liabilities
					Non-current liabilities:
Long-term debt, less current maturities	2,821,287	(2,821,287)			
		2,528,836	7,559	2,536,395	Bonds and borrowings
		79,933	26,665	106,598	Trade and other payables
		55,698	11,409	67,107	Other financial liabilities
Accrued pension and retirement benefits	20,003	(20,003)			
		20,003	1,277	21,280	Accrued pension and retirement benefits
		12,551	1,737	14,288	Provisions
Deferred income taxes, non-current	138,264	(138,264)			
		140,218	(43,641)	96,577	Deferred tax liabilities
		(142,315)	5,006	2,842,245	Total non-current liabilities
		—	23,780	5,583,037	Total liabilities
Equity:					Equity:
Sumitomo Corporation shareholders' equity:					
Common stock	219,279	—	—	219,279	Common stock
Additional paid-in capital	291,256	—	530	291,786	Additional paid-in capital
Retained earnings					
Appropriated for legal reserve	17,696	(17,696)			
Unappropriated	1,109,442	(1,109,442)			
Accumulated other comprehensive income (loss)	(283,416)	283,416			
Treasury stock, at cost	(1,142)	—	—	(1,142)	Treasury stock
		(283,416)	295,430	12,014	Other components of equity
		1,127,138	(363,530)	763,608	Retained earnings
Total Sumitomo Corporation shareholders' equity	1,353,115	—	(67,570)	1,285,545	Equity attributable to owners of the parent
Non-controlling interests	105,784	—	(3,875)	101,909	Non-controlling interests
Total equity	1,458,899	—	(71,445)	1,387,454	Total equity
Total liabilities and equity	¥ 7,018,156	—	(47,665)	¥ 6,970,491	Total liabilities and equity

Reconciliation of equity as of March 31, 2010

Millions of Yen

ASSETS	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	ASSETS
Current assets:					Current assets:
Cash and cash equivalents	¥ 813,833	—	455	¥ 814,288	Cash and cash equivalents
Time deposits	5,084	—	—	5,084	Time deposits
Marketable securities	5,259	—	—	5,259	Marketable securities
		1,509,938	2,740	1,512,678	Trade and other receivables
Receivables—trade	1,496,494	(1,496,494)			
		42,365	25,435	67,800	Other financial assets
Inventories	676,840	—	(6,620)	670,220	Inventories
Deferred income taxes	34,191	(34,191)			
Advance payments to suppliers	68,539	218,751	(3,728)	283,562	Advance payments to suppliers
Other current assets	211,684	(38,788)	3,438	176,334	Other current assets
Total current assets	3,311,924	201,581	21,720	3,535,225	Total current assets
Investments and long-term receivables:					Non-current assets:
Investments in and advances to associated companies	936,683	(936,683)			
		821,404	(4,614)	816,790	Investments accounted for using the equity method
Other investments	522,752	—	(721)	522,031	Other investments
Long-term receivables	732,978	(732,978)			
		587,960	20,460	608,420	Trade and other receivables
Allowance for doubtful receivables	(24,525)	24,525			
		44,402	9,321	53,723	Other financial assets
Total investments and long-term receivables	2,167,888				
Property and equipment, at cost less accumulated depreciation	1,124,379	—	(286,107)	838,272	Property, plant and equipment
Goodwill and other intangible assets	392,940	(392,940)			
		392,940	(31,261)	361,679	Intangible assets
			244,296	244,296	Investment property
Prepaid expenses, non-current	70,842	—	(1,155)	69,687	Prepaid expenses
Deferred income taxes, non-current	25,423	(25,423)			
		59,614	(2,693)	56,921	Deferred tax assets
Other assets	44,402	(44,402)			
		(201,581)	(52,474)	3,571,819	Total non-current assets
Total assets	¥ 7,137,798	—	(30,754)	¥ 7,107,044	Total assets

LIABILITIES AND EQUITY	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	LIABILITIES AND EQUITY
Current liabilities:					Current liabilities:
Short-term debt	¥ 453,361	(453,361)			
Current maturities of long-term debt	481,326	(481,326)			
		938,927	6,894	¥ 945,821	Bonds and borrowings
Payables-trade	990,219	(990,219)			
		1,043,643	2,190	1,045,833	Trade and other payables
		56,579	31,197	87,776	Other financial liabilities
Income taxes	30,985	—	(417)	30,568	Income tax payables
Accrued expenses	91,433	260	(5,248)	86,445	Accrued expenses
Advances from customers	113,120	105,696	(2)	218,814	Advances from customers
			3,864	3,864	Provisions
Other current liabilities	159,460	(104,143)	(1,911)	53,406	Other current liabilities
Total current liabilities	2,319,904	116,056	36,567	2,472,527	Total current liabilities
Long-term debt, less current maturities	2,938,465	(2,938,465)			Non-current liabilities:
		2,666,021	(235)	2,665,786	Bonds and borrowings
		101,540	25,264	126,804	Trade and other payables
		40,730	11,704	52,434	Other financial liabilities
Accrued pension and retirement benefits	19,166	(19,166)			
		19,166	896	20,062	Accrued pension and retirement benefits
		12,494	1,943	14,437	Provisions
Deferred income taxes, non-current	165,605	(165,605)			
		167,229	(49,457)	117,772	Deferred tax liabilities
		(116,056)	(9,885)	2,997,295	Total non-current liabilities
		—	26,682	5,469,822	Total liabilities
Equity:					Equity:
Sumitomo Corporation shareholders' equity:					
Common stock	219,279	—	—	219,279	Common stock
Additional paid-in capital	288,564	—	553	289,117	Additional paid-in capital
Retained earnings					
Appropriated for legal reserve	17,696	(17,696)			
Unappropriated	1,234,640	(1,234,640)			
Accumulated other comprehensive income (loss)	(175,370)	175,370			
Treasury stock, at cost	(1,083)	—	—	(1,083)	Treasury stock
		(175,370)	285,299	109,929	Other components of equity
		1,252,336	(336,323)	916,013	Retained earnings
Total Sumitomo Corporation shareholders' equity	1,583,726	—	(50,471)	1,533,255	Equity attributable to owners of the parent
Non-controlling interests	110,932	—	(6,965)	103,967	Non-controlling interests
Total equity	1,694,658	—	(57,436)	1,637,222	Total equity
Total liabilities and equity	¥ 7,137,798	—	(30,754)	¥ 7,107,044	Total liabilities and equity

Reconciliation of comprehensive income for the year ended March 31, 2010

Millions of Yen

	U.S. GAAP	Re- classification	Effect of transition to IFRSs	IFRSs	
Revenues:					Revenues:
Sales of tangible products	¥ 2,336,647	—	(10,555)	¥ 2,326,092	Sales of tangible products
Sales of services and others	547,525	—	3,129	550,654	Sales of services and others
Total revenues	2,884,172	—	(7,426)	2,876,746	Total revenues
Cost:					Cost:
Cost of tangible products sold	(1,899,439)	—	2,019	(1,897,420)	Cost of tangible products sold
Cost of services and others	(205,221)	—	985	(204,236)	Cost of services and others
Total cost	(2,104,660)	—	3,004	(2,101,656)	Total cost
Gross profit	779,512	—	(4,422)	775,090	Gross profit
Other income (expenses):					Other income (expenses):
Selling, general and administrative expenses	(639,240)	(19,755)	8,377	(650,618)	Selling, general and administrative expenses
Provision for doubtful receivables	(19,755)	19,755	—	—	—
Impairment losses on long-lived assets	(4,741)	—	(5,225)	(9,966)	Impairment losses on long-lived assets
Gain on sale of property and equipment, net	9,750	—	(355)	9,395	Gain (loss) on sale of property, plant and equipment, net
		1,490	(22)	1,468	Other, net
				(649,721)	Total other income (expenses)
				125,369	Operating profit
Interest income	15,434	—	333	15,767	Finance income:
Interest expense	(39,504)	39,504	—	—	Interest income
Dividends	11,297	—	—	11,297	Dividends
Other than temporary impairment losses on securities	(19,060)	19,060	—	—	—
Gain on sale of marketable securities and other investments, net	51,941	—	(51,941)	—	—
			55,236	55,236	Gain on sale of securities and other investments
				82,300	Total finance income
		(39,504)	(1,095)	(40,599)	Finance costs:
		(19,060)	(445)	(19,505)	Interest expense
				(60,104)	Other than temporary impairment losses on securities
				22,196	Total finance costs
				74,403	Finance income (costs), net
Equity in earnings of associated companies, net	76,132	—	(1,729)	74,403	Share of profit of investments accounted for using the equity method
Other, net	1,490	(1,490)	—	—	—
Total other income (expenses)	(556,256)				
Income before income taxes	223,256	—	(1,288)	221,968	Profit before tax
Income taxes	(61,804)	—	9,202	(52,602)	Income tax expense
Net income	161,452	—	7,914	169,366	Profit for the year
Less: Net income attributable to non-controlling interests	(6,253)	6,253	—	—	—
					Profit for the year attributable to:
Net income attributable to Sumitomo Corporation	¥ 155,199	—	10,166	¥ 165,365	Owners of the parent
		(6,253)	10,254	4,001	Non-controlling interests
Disclosure of comprehensive income (loss):					Other comprehensive income:
Net income	161,452	—	(161,452)	—	—
Other comprehensive income (loss), net of tax:					
Net unrealized holding gains (losses) on securities available-for-sale	55,781	(55,781)	—	—	—
Foreign currency translation adjustments	30,467	(30,467)	—	—	—
		30,467	8,082	38,549	Exchange differences on translating foreign operations
		55,781	(471)	55,310	Available-for-sale securities
Net unrealized gains on derivatives	2,815	(2,815)	—	—	—
		2,815	(4,552)	(1,737)	Cash-flow hedges
Pension liability adjustments	20,862	(20,862)	—	—	—
		20,862	(3,411)	17,451	Actuarial gains (losses) on defined benefit pension plans
			6,980	6,980	Share of other comprehensive income of investments accounted for using the equity method
	109,925	—	6,628	116,553	Other comprehensive income, net of tax
Comprehensive income	271,377	—	14,542	285,919	Comprehensive income for the year
Less: Comprehensive income attributable to non-controlling interests	(8,132)	8,132	—	—	—
					Comprehensive income for the year attributable to:
Comprehensive income attributable to Sumitomo Corporation	¥ 263,245	—	17,076	¥ 280,321	Owners of the parent
		(8,132)	13,730	5,598	Non-controlling interests

Reconciliation of equity as of March 31, 2011

Millions of Yen

ASSETS	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	ASSETS
Current assets:					Current assets:
Cash and cash equivalents	¥ 704,313	—	—	¥ 704,313	Cash and cash equivalents
Time deposits	6,829	—	—	6,829	Time deposits
Marketable securities	5,239	—	—	5,239	Marketable securities
		1,499,321	12,121	1,511,442	Trade and other receivables
Receivables-trade	1,489,845	(1,489,845)			
		50,426	18,215	68,641	Other financial assets
Inventories	703,254	—	(4,444)	698,810	Inventories
Deferred income taxes	49,930	(49,930)			
Advance payments to suppliers	64,027	269,524	(351)	333,200	Advance payments to suppliers
Other current assets	204,833	(44,742)	741	160,832	Other current assets
Total current assets	3,228,270	234,754	26,282	3,489,306	Total current assets
Investments and long-term receivables:					Non-current assets:
Investments in and advances to associated companies	1,223,882	(1,223,882)			
		1,099,689	1,277	1,100,966	Investments accounted for using the equity method
Other investments	430,793	—	15,526	446,319	Other investments
Long-term receivables	801,473	(801,473)			
		622,363	51	622,414	Trade and other receivables
Allowance for doubtful receivables	(18,619)	18,619			
		50,067	3,440	53,507	Other financial assets
Total investments and long-term receivables	2,437,529				
Property and equipment, at cost less accumulated depreciation	1,103,145	—	(289,710)	813,435	Property, plant and equipment
Goodwill and other intangible assets	379,656	(379,656)			
		379,656	(30,663)	348,993	Intangible assets
			237,668	237,668	Investment property
Prepaid expenses, non-current	48,477	—	1,330	49,807	Prepaid expenses
Deferred income taxes, non-current	22,179	(22,179)			
		72,109	(4,022)	68,087	Deferred tax assets
Other assets	50,067	(50,067)			
		(234,754)	(65,103)	3,741,196	Total non-current assets
Total assets	¥ 7,269,323	—	(38,821)	¥ 7,230,502	Total assets

LIABILITIES AND EQUITY	U.S. GAAP	Re-classification	Effect of transition to IFRSs	IFRSs	LIABILITIES AND EQUITY
Current liabilities:					Current liabilities:
Short-term debt	¥ 307,810	(307,810)			
Current maturities of long-term debt	528,555	(528,555)			
		839,933	10,502	¥ 850,435	Bonds and borrowings
Payables-trade	973,939	(973,939)			
		1,023,377	2,783	1,026,160	Trade and other payables
		69,489	22,647	92,136	Other financial liabilities
Income taxes	33,582	—	(54)	33,528	Income tax payables
Accrued expenses	89,783	200	(1,761)	88,222	Accrued expenses
Advances from customers	103,892	95,545	—	199,437	Advances from customers
		6,098	(173)	5,925	Provisions
Other current liabilities	166,475	(118,704)	(538)	47,233	Other current liabilities
Total current liabilities	2,204,036	105,634	33,406	2,343,076	Total current liabilities
					Non-current liabilities:
Long-term debt, less current maturities	3,173,813	(3,173,813)			
		2,916,527	436	2,916,963	Bonds and borrowings
		100,839	17,234	118,073	Trade and other payables
		33,547	451	33,998	Other financial liabilities
Accrued pension and retirement benefits	20,851	(20,851)			
		20,851	(2,040)	18,811	Accrued pension and retirement benefits
		15,662	1,712	17,374	Provisions
Deferred income taxes, non-current	136,078	(136,078)			
		137,682	(37,565)	100,117	Deferred tax liabilities
		(105,634)	(19,772)	3,205,336	Total non-current liabilities
			13,634	5,548,412	Total liabilities
Equity:					Equity:
Sumitomo Corporation shareholders' equity:					
Common stock	219,279	—	—	219,279	Common stock
Additional paid-in capital	288,301	—	567	288,868	Additional paid-in capital
Retained earnings					
Appropriated for legal reserve	17,696	(17,696)			
Unappropriated	1,398,620	(1,398,620)			
Accumulated other comprehensive income (loss)	(302,911)	302,911			
Treasury stock, at cost	(1,053)	—	—	(1,053)	Treasury stock
		(302,911)	298,092	(4,819)	Other components of equity
		1,416,316	(348,123)	1,068,193	Retained earnings
Total Sumitomo Corporation shareholders' equity	1,619,932	—	(49,464)	1,570,468	Equity attributable to owners of the parent
Non-controlling interests	114,613	—	(2,991)	111,622	Non-controlling interests
Total equity	1,734,545	—	(52,455)	1,682,090	Total equity
Total liabilities and equity	¥ 7,269,323	—	(38,821)	¥ 7,230,502	Total liabilities and equity

	U.S. GAAP	Re- classification	Effect of transition to IFRSs	IFRSs	
Revenues:					Revenues:
Sales of tangible products	¥ 2,525,409	—	134	¥ 2,525,543	Sales of tangible products
Sales of services and others	576,629	—	(1,987)	574,642	Sales of services and others
Total revenues	3,102,038	—	(1,853)	3,100,185	Total revenues
Cost:					Cost:
Cost of tangible products sold	(2,033,974)	—	1,766	(2,032,208)	Cost of tangible products sold
Cost of services and others	(204,530)	—	547	(203,983)	Cost of services and others
Total cost	(2,238,504)	—	2,313	(2,236,191)	Total cost
Gross profit	863,534	—	460	863,994	Gross profit
Other income (expenses):					Other income (expenses):
Selling, general and administrative expenses	(647,452)	(16,446)	3,208	(660,690)	Selling, general and administrative expenses
Provision for doubtful receivables	(16,446)	16,446	—	—	—
Impairment losses on long-lived assets	(5,205)	—	(14,684)	(19,889)	Impairment losses on long-lived assets
Gain on sale of property and equipment, net	2,224	—	24	2,248	Gain (loss) on sale of property, plant and equipment, net
		(3,512)	1,334	(2,178)	Other, net
				(680,509)	Total other income (expenses)
				183,485	Operating profit
Interest income	13,628	—	291	13,919	Finance income:
Interest expense	(29,190)	29,190	—	—	Interest income
Dividends	10,011	—	—	10,011	Dividends
Other than temporary impairment losses on securities	(10,886)	10,886	—	—	—
Gain on sale of marketable securities and other investments, net	24,689	—	(24,689)	—	—
			11,487	11,487	Gain on sale of securities and other investments
				35,417	Total finance income
		(29,190)	(2,819)	(32,009)	Finance costs:
		(10,886)	8,876	(2,010)	Interest expense
				(34,019)	Loss on revaluation of securities and other investments
				1,398	Total finance costs
Equity in earnings of associated companies, net	92,168	—	3,412	95,580	Finance income (costs), net
Other, net	(3,512)	3,512	—	—	Share of profit of investments accounted for using the equity method
Total other income (expenses)	(569,971)				
Income before income taxes	293,563	—	(13,100)	280,463	Profit before tax
Income taxes	(81,203)	—	10,532	(70,671)	Income tax expense
Net income	212,360	—	(2,568)	209,792	Profit for the year
Less: Net income attributable to non-controlling interests	(9,628)	9,628	—	—	
					Profit for the year attributable to:
Net income attributable to Sumitomo Corporation	¥ 202,732	—	(2,510)	¥ 200,222	Owners of the parent
		(9,628)	19,198	9,570	Non-controlling interests
Disclosure of comprehensive income (loss):					Other comprehensive income:
Net income	212,360	—	(212,360)	—	—
Other comprehensive income (loss), net of tax:					
Net unrealized holding gains (losses) on securities available-for-sale	(43,282)	43,282	—	—	—
Foreign currency translation adjustments	(76,922)	76,922	—	—	—
		(76,922)	(10,755)	(87,677)	Exchange differences on translating foreign operations
		(43,282)	3,817	(39,465)	Financial assets measured at fair value through other comprehensive income
Net unrealized gains on derivatives	2,904	(2,904)	—	—	—
		2,904	1,997	4,901	Cash-flow hedges
Pension liability adjustments	(13,834)	13,834	—	—	—
		(13,834)	(92)	(13,926)	Actuarial gains (losses) on defined benefit pension plans
			(412)	(412)	Share of other comprehensive income of investments accounted for using the equity method
	(131,134)	—	(5,445)	(136,579)	Other comprehensive income, net of tax
Comprehensive income	81,226	—	(8,013)	73,213	Comprehensive income for the year
Less: Comprehensive income attributable to non-controlling interests	(6,035)	6,035	—	—	
					Comprehensive income for the year attributable to:
Comprehensive income attributable to Sumitomo Corporation	¥ 75,191	—	(8,803)	¥ 66,388	Owners of the parent
		(6,035)	12,860	6,825	Non-controlling interests

Key differences between IFRSs and U.S. GAAP (FY2010)

June 24, 2011

Sumitomo Corporation

1. Reconciliation of profit and equity attributable to owners of the parent

The following tables show a reconciliation of U.S. GAAP net income and equity to IFRSs profit and equity attributable to owners of the parent as of March 31, 2011 and for the year then ended.

In 100 millions of yen

(Amounts are rounded to the nearest 100 million)

Year ended March 31, 2011 (FY2010)			
U.S. GAAP Net income attributable to Sumitomo Corporation	2,027	U.S. GAAP Equity attributable to Sumitomo Corporation	16,199
*1 Securities and Investments	(19)	*4 Securities and Investments	131
*2 Deferred Taxes	69	*2 Deferred Taxes	189
*3 Impairment	(94)	*3 Impairment	(298)
Others	19	*5 Deemed Cost	(407)
		Others	(109)
IFRS Profit for the year attributable to owners of the parent	2,002	IFRS Equity attributable to owners of the parent	15,705

Notes to the reconciliation of profit and equity:

*1 Securities and Investments

Under U.S. GAAP, gains and losses on disposal of securities and/or other-than-temporary impairment losses are recognized in "net income." Under IFRSs, the Company early-applied IFRS No.9 and disposal gains and losses and/or impairment losses on financial assets designated to be measured at fair value through other comprehensive income ("FVTOCI") are recognized in other comprehensive income and are not recognized in "profit for the year."

*2 Deferred Taxes

Under U.S. GAAP, deferred tax liabilities recognized for taxable temporary differences associated with investments in equity-accounted investees are measured using the tax rates applied to the manner consistent with its current use in the business, such as disposal of the investments. Under IFRSs, deferred tax liabilities recognized for taxable temporary differences associated with investments in equity-accounted investees are measured using the tax rates applied to expected manners by which differences to be reversed, such as distribution of dividends.

Also, under U.S. GAAP, deferred tax assets for deductible temporary differences arising from investments in equity-accounted investees are recognized to the extent that the realization of the tax benefit is more likely than not. Under IFRSs, deferred tax assets for deductible temporary differences arising from investments in equity-accounted investees are only recognized to the extent that it is probable that they are expected to reverse in the foreseeable future.

*3 Impairment

Under U.S. GAAP, when assessing for impairment of a long-lived asset, undiscounted future cash flows are compared to its carrying amount, while under IFRSs discounted future cash flows are compared.

In addition, under U.S. GAAP, the excess of the carrying amount over the fair value of the asset is recognized as an impairment loss, while under IFRSs the excess of the carrying amount of an asset over its recoverable amount, which is the higher of value in use and fair value less costs to sell, is recognized as an impairment loss. The value in use is measured based on the most recent financial budgets and forecasts approved by management which cover a maximum period of five years unless a longer period can be justified. Beyond this period, the value in use is estimated by using a steady or declining growth rate.

*4 Securities and Investments

Under U.S. GAAP, non-marketable equity securities are carried at cost. Under IFRSs, the Company early-applied IFRS No.9 and investments in equity instruments, including non-marketable equity securities, are measured at fair value. The changes resulting from fair value remeasurement are recognized in equity.

*5 Deemed Cost

Under IFRSs, an entity that adopts IFRSs for the first time is permitted to use fair value in its opening IFRS statement of financial position as deemed cost for property, plant and equipment and investment property. The Company elected to use the exemption under IFRS No.1 to measure certain items of property, plant and equipment and investment property at the date of transition to IFRSs (April 1, 2009) at their fair value and use that fair value as their deemed cost.

2. Segment Information (Profit attributable to owners of the parent)

In 100 millions of yen (Rounded to the nearest 100 million)

	【IFRS】 (FY2010)	【U.S. GAAP】 (FY2010)	increase/ (decrease)		【IFRS】 (FY2010)	【U.S. GAAP】 (FY2010)	increase/ (decrease)
Metal Products	182	160	22	General Products & Real Estate	96	155	(59)
Transportation & Construction Systems	263	269	(6)	New Industry Development & Cross function	130	88	42
Infrastructure	40	52	(12)	Domestic Regional Business Units and Offices	39	45	(6)
Media, Network & Lifestyle Retail	240	198	42	Overseas Subsidiaries and Branches	351	370	(19)
Mineral Resources, Energy, Chemical & Electronics	656	682	(26)	Corporate and Eliminations	5	8	(3)
				Consolidated	2,002	2,027	(25)