

**Consolidated quarterly results FY2015 (Nine-month period ended December 31, 2015)**

[Prepared on the basis of International Financial Reporting Standards]

**Sumitomo Corporation**

Stock Exchange code No. 8053

(Listed on Tokyo, Nagoya and Fukuoka Stock Exchanges)

President &amp; CEO, Kuniharu Nakamura

For further information contact:

Kenji Shinmori, Corporate Communications Dept. Tel.+81-3-5166-3100

(URL <http://www.sumitomocorp.co.jp/english/>)**1. Consolidated results for the nine-month period ended December 31, 2015**

(Remarks)

Amounts are rounded to the nearest million.

% : change from the same period of the previous year.

**(1) Consolidated operating results**

	Total trading transactions		Operating profit		Profit before tax		Profit for the period		Profit for the period attributable to owners of the parent		Comprehensive income for the period	
	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)
Nine-month period ended	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)
December 31, 2015	5,798,132	(9.0)	135,446	—	127,537	—	73,027	—	61,333	—	(4,302)	—
December 31, 2014	6,368,257	8.5	(82,750)	—	9,925	(95.8)	(4,837)	—	(10,256)	—	294,904	(26.6)

	Earnings per share attributable to owners of the parent (basic)		Earnings per share attributable to owners of the parent (diluted)	
	(yen)	(%)	(yen)	(%)
Nine-month period ended	(yen)	(%)	(yen)	(%)
December 31, 2015	49.15	—	49.11	—
December 31, 2014	(8.22)	—	(8.22)	—

[Note] Total trading transactions is 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 a principal or as an agent.

**(2) Consolidated financial position**

	Total Assets	Total equity	Equity attributable to owners of the parent	Equity attributable to owners of the parent ratio
	(millions of yen)	(millions of yen)	(millions of yen)	(%)
As of December 31, 2015	8,539,299	2,546,608	2,405,360	28.2
As of March 31, 2015	9,021,370	2,617,250	2,481,432	27.5

**2. Dividends**

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
Year ended March 31, 2015	(yen)	(yen)	(yen)	(yen)	(yen)
Year ending March 31, 2015	—	25.00	—	25.00	50.00
Year ending March 31, 2016	—	25.00	—	—	—
Year ending March 31, 2016 (Forecasts)	—	—	—	25.00	50.00

[Note] Revision of the latest dividends prospect: No

**3. Forecasts for the year ending March 31, 2016**

(Remarks)

% : 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	
	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(increase/ (decrease)	(%)	(yen)	(%)
Year ending March 31, 2016	(millions of yen)	(%)	(millions of yen)	(%)	(millions of yen)	(%)	(yen)	(%)
	7,800,000	(9.3)	175,000	—	100,000	—	80.13	—

[Note] Revision of the latest forecasts: Yes

**Notes**

**(1) Change in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during this period: None**

**(2) Changes in accounting policies and accounting estimate**

- (i) Changes in accounting policies required by IFRS      None
- (ii) Other changes      None
- (iii) Changes in accounting estimate      Yes

[Note] For further details please refer page 6 "Other".

**(3) Outstanding stocks (Common stocks)**

				(shares)
(i) Outstanding stocks including treasury stock	(December 31, 2015)	1,250,602,867	(March 31, 2015)	1,250,602,867
(ii) Treasury stocks	(December 31, 2015)	2,543,803	(March 31, 2015)	2,789,578
(iii) Average stocks during nine months (Apr.-Dec.)	(December 31, 2015)	1,247,963,894	(December 31, 2014)	1,247,672,685

**Notice regarding Quarterly Review**

Review of the Condensed Consolidated Financial Statements by our auditor has not been completed as of February 5, 2016.

**Cautionary Statement Concerning Forward-looking Statements**

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 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 forecasts. 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 for the nine-month period ended December 31, 2015 amounted to 5,798.1 billion yen, representing a decrease of 570.1 billion yen from the same period of the previous year.

Gross profit totaled 675.4 billion yen down by 9.7 billion yen, while selling, general and administrative expenses increased by 20.7 billion yen to 566.2 billion yen. Impairment losses on long-lived assets decreased by 210.6 billion yen to 2.5 billion yen. Other, net increased by 31.7 billion yen to 21.6 billion yen. Operating profit improved by 218.2 billion yen to 135.4 billion yen.

Share of profit (loss) of investments accounted for using the equity method decreased by 104.9 billion yen to a loss of 29.3 billion yen.

As a result, profit for the period attributable to owners of the parent totaled 61.3 billion yen, representing an increase of 71.6 billion yen from the same period of the previous year.

### *<Profit for the period attributable to owners of the parent by segment>*

Metal Products Business Unit posted profit of 14.5 billion yen, a decrease of 9.8 billion yen from the same period of the previous year. Although the operation of overseas steel service centers showed stable performance, tubular products business in North America decreased in earnings.

Transportation & Construction Systems Business Unit posted profit of 40.1 billion yen, up by 11.1 billion yen. This was attributable to factors such as the absence of impairment losses of 7.5 billion yen in Tire business in the U.S. posted in the same period of the previous year, in addition to robust performances by leasing business and construction equipment rental business in the U.S.

Environment & Infrastructure Business Unit posted profit of 13.6 billion yen, a decrease of 2.7 billion yen. This was owing to factors such as a decrease in earning of domestic power infrastructure business, impacted by the fluctuation of wholesale prices in the electric power market, although the operation of overseas power infrastructure business showed stable performance.

Media, Network, Lifestyle Related Goods & Services Business Unit posted profit of 41.8 billion yen, up by 9.9 billion yen, due mainly to robust performances of domestic major group companies and real estate business.

Mineral Resources, Energy, Chemical & Electronics Business Unit posted a loss of 95.0 billion yen,

an increase of 6.7 billion yen. This was due to factors such as a decrease in the amount of impairment losses in addition to an increase in earnings of Copper-mining project in Indonesia along with an increase in the sales volume, although there was a decrease in profits of iron ore mining business. In this period, there were impairment losses including 77.0 billion yen in Nickel mining and refining business in Madagascar, 17.4 billion yen in Iron ore mining project in South Africa, and 14.0 billion yen in Copper and molybdenum mining business in Chile. On the other hand, there were impairment losses of 104.9 billion yen in Tight oil development project in the U.S. and total losses of 20.8 billion yen from impairment losses and provisions for costs relating to placing the mine in care and maintenance in Coal-mining projects in Australia posted in the same period of the previous year.

Overseas Subsidiaries and Branches segment posted profit of 36.1 billion yen, up by 50.9 billion yen. This was owing to factors such as the absence of impairment losses of 56.2 billion yen in Tight oil development project in the U.S. and Tire business in the U.S. posted in the same period of the previous year in addition to realized gains resulting from asset replacements, although there was a decrease in earnings of tubular products business in North America.

## **2. Financial position**

### *<Total assets, liabilities, and equity as of December 31, 2015>*

Total assets stood at 8,539.3 billion yen, representing a decrease of 482.1 billion yen from the previous fiscal year-end due to a decrease caused by impairment losses in Nickel mining and refining business in Madagascar, Iron ore mining project in South Africa, and Copper and molybdenum mining business in Chile, in addition to a decrease in Trade receivables and Inventories.

Equity attributable to owners of the parent totaled 2,405.4 billion yen, decreased by 76.1 billion yen from the previous fiscal year-end due primarily to a decrease in Exchange differences on translating foreign operations caused by yen's appreciation.

Interest-bearing liabilities (net) decreased by 241.5 billion yen from the previous fiscal year-end, to 3,276.0 billion yen.

In consequence, the net debt-equity ratio (Interest-bearing liabilities (net)/ Equity attributable to owners of the parent) was 1.4.

### *<Cash flows>*

Net cash provided by operating activities totaled 391.3 billion yen, as our core businesses performed well in generating cash. Net cash used in investing activities totaled 133.2 billion yen due mainly to new investments of approx. 230.0 billion yen. As a result, Free cash flow totaled 258.1 billion yen inflow.

### 3. Forecasts for fiscal year ending March 31, 2016

Taking recent business performances, etc into account, we have revised our consolidated earnings forecasts, which we announced as “Undetermined” on January 13, 2016 in a press release titled ‘Notice Concerning Recognition of Impairment Loss and Revision of Consolidated Earnings Forecasts for the fiscal year ending March 31, 2016’, as detailed below.

#### (1). Contents of the revision

(Fiscal year beginning on April 1, 2015 and ending March 31, 2016)

	Total trading transactions	Operating profit	Profit before tax	Profit for the year attributable to owners of the parent	Earnings per share attributable to owners of the parent (basic)
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(yen)
Previous forecasts	Undetermined	N/A	Undetermined	Undetermined	Undetermined
Revised forecasts	7,800,000	N/A	175,000	100,000	80.13
Results for the fiscal year ended March 31, 2015 (for reference)	8,596,699	(84,374)	(18,561)	(73,170)	(58.64)

#### (2). Reason for the revision

As regards the global economy, though developed countries led by the U.S. are expected to continue their slow but steady growth, there is growing uncertainty about the future, including a slowdown of the Chinese economy, concerns related to the acceleration of capital outflows from some emerging countries, and the prolonged decline of mineral resources prices.

Looking at our business performance in this context, although we expect the difficult business climate for our tubular products business in North America and mineral resources businesses to continue, owing to the impact of falling oil and mineral resources prices, robust performance is expected to continue in relation to our businesses in Transportation & Construction Systems; Environment & Infrastructure; and Media, Network, Lifestyle Related Goods & Services segments. Furthermore, profit from value realization is expected in our renewable energy power generation business, real estate business, and other areas in the fourth quarter of FY 2015.

At the same time, though impairment losses were posted in this period in several mineral resource businesses (the details are mentioned below ‘Changes in accounting estimate’ of ‘4. Other’), additional

impairment losses of approximately 60 billion yen in total are expected to be posted in several businesses in the fourth quarter of FY 2015, mainly due to a decline in oil and mineral resources prices. On the basis of these factors, we forecast impairment losses of approximately 170 billion yen for the fiscal year ending March 31, 2016.

Taking into account these factors, combined with one-off profits of approximately 30 billion yen stemming from the business reorganization of the automobile financing business in Indonesia, we revised our consolidated earnings forecasts, as mentioned above.

### (3). Year-end dividend forecast

We will not revise the year-end dividend forecast for the fiscal year ending March 31, 2016 which is 25 yen per share as announced on October 30, 2015.

#### **Cautionary Statement Concerning Forward-Looking Statements**

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 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 forecasts. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

## **4. Other**

### **Changes in accounting estimate**

The significant changes in accounting estimate in the Condensed Consolidated Statements are as follows.

#### <Impairment loss>

Sumitomo recognized the impairment loss of 77,031 million yen relating to Nickel mining and refining business in Madagascar in the 3<sup>rd</sup> quarter of FY 2015. In 2005, Sumitomo participated in the business tasked with establishing nickel operations that integrate processes from mining through to refining. Sumitomo, through Summit Ambatovy Mineral Resources Investment B.V. (Head Office: Amsterdam Netherlands), its wholly-owned subsidiary, has invested in Ambatovy Minerals S.A., a mining company, and Dynatec Madagascar S.A., a refining company, (Head Office: Antananarivo Madagascar, hereinafter "Project Companies") at 32.5% share ratio respectively. The business is jointly operated with Sherritt International Corporation (Head Office: Ontario Canada, Share ratio 40%) and

Korea Resources Corporation (Head Office: Gangwon-do Korea, Share ratio 27.5%).

As a result of revisions to medium and long-term price forecasts due to the current decline in nickel prices, Project Companies have determined that it will be difficult to recover the entire carrying value of their fixed assets and have accordingly posted an impairment loss up to the recoverable amount.

In addition, the impairment loss of 18,338 million yen was recognized in Iron ore mining project in South Africa and the impairment loss of 14,039 million yen was also recognized in Copper and molybdenum mining business in Chile.

The impairment losses are included in “Share of profit (loss) of investments accounted for using the equity method” in the Condensed Consolidated Statements of Comprehensive Income.

## Condensed Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries

As of December 31, 2015(Unaudited) and March 31, 2015

	Millions of Yen		Millions of U.S. Dollars
	December 31, 2015	March 31, 2015	December 31, 2015
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and cash equivalents	¥ 768,971	¥ 895,875	\$ 6,408
Time deposits	10,591	7,866	88
Marketable securities	5,240	9,622	44
Trade and other receivables	1,429,846	1,569,214	11,915
Other financial assets	133,867	101,706	1,116
Inventories	913,995	994,404	7,617
Advance payments to suppliers	156,485	140,935	1,304
Other current assets	261,652	229,062	2,180
Total current assets	3,680,647	3,948,684	30,672
<b>Non-current assets:</b>			
Investments accounted for using the equity method	1,916,481	1,947,115	15,971
Other investments	472,651	495,451	3,939
Trade and other receivables	709,505	780,781	5,912
Other financial assets	142,652	174,403	1,189
Property, plant and equipment	851,630	884,766	7,097
Intangible assets	364,228	365,438	3,035
Investment property	265,529	269,460	2,213
Biological assets	11,631	12,851	97
Prepaid expenses	53,406	58,497	445
Deferred tax assets	70,939	83,924	591
Total non-current assets	4,858,652	5,072,686	40,489
Total assets	¥ 8,539,299	¥ 9,021,370	\$ 71,161

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥120=US\$1.



## Condensed Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries

As of December 31, 2015(Unaudited) and March 31, 2015

	Millions of Yen		Millions of U.S. Dollars
	December 31, 2015	March 31, 2015	December 31, 2015
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities:</b>			
Bonds and borrowings	¥ 824,221	¥ 947,997	\$ 6,868
Trade and other payables	1,032,926	1,051,081	8,608
Other financial liabilities	78,230	77,005	652
Income tax payables	26,036	19,396	217
Accrued expenses	94,100	127,982	784
Advances from customers	201,075	169,664	1,676
Provisions	8,179	4,306	68
Other current liabilities	73,830	82,189	615
Total current liabilities	2,338,597	2,479,620	19,488
<b>Non-current liabilities:</b>			
Bonds and borrowings	3,231,333	3,473,280	26,928
Trade and other payables	133,071	131,661	1,109
Other financial liabilities	56,177	69,775	468
Accrued pension and retirement benefits	31,434	32,529	262
Provisions	36,812	48,247	307
Deferred tax liabilities	165,267	169,008	1,377
Total non-current liabilities	3,654,094	3,924,500	30,451
Total liabilities	5,992,691	6,404,120	49,939
<b>Equity:</b>			
Common stock	219,279	219,279	1,827
Additional paid-in capital	260,478	260,009	2,171
Treasury stock	(3,393)	(3,721)	(28)
Other components of equity	455,342	531,343	3,795
Retained earnings	1,473,654	1,474,522	12,280
Equity attributable to owners of the parent	2,405,360	2,481,432	20,045
<b>Non-controlling interests</b>	141,248	135,818	1,177
Total equity	2,546,608	2,617,250	21,222
Total liabilities and equity	¥ 8,539,299	¥ 9,021,370	\$ 71,161

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥120=US\$1.

# Condensed Consolidated Statements of Comprehensive Income

Sumitomo Corporation and Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

(Unaudited)

	Millions of Yen		Millions of U.S. Dollars	
	2015	2014	2015	
<b>Revenues</b>				
Sales of tangible products	¥ 2,261,707	¥ 2,243,634	\$ 18,848	
Sales of services and others	450,513	460,230	3,754	
<b>Total revenues</b>	<b>2,712,220</b>	<b>2,703,864</b>	<b>22,602</b>	
<b>Cost</b>				
Cost of tangible products sold	(1,898,211)	(1,883,998)	(15,819)	
Cost of services and others	(138,612)	(134,810)	(1,155)	
<b>Total cost</b>	<b>(2,036,823)</b>	<b>(2,018,808)</b>	<b>(16,974)</b>	
<b>Gross profit</b>	<b>675,397</b>	<b>685,056</b>	<b>5,628</b>	
<b>Other income (expenses)</b>				
Selling, general and administrative expenses	(566,186)	(545,492)	(4,718)	
Impairment losses on long-lived assets	(2,537)	(213,088)	(21)	
Gain (loss) on sale of long-lived assets, net	7,144	804	60	
Other, net	21,628	(10,030)	180	
<b>Total other income (expenses)</b>	<b>(539,951)</b>	<b>(767,806)</b>	<b>(4,499)</b>	
<b>Operating profit (loss)</b>	<b>135,446</b>	<b>(82,750)</b>	<b>1,129</b>	
<b>Finance income (costs)</b>				
Interest income	19,847	14,609	165	
Interest expense	(23,733)	(24,412)	(198)	
Dividends	7,559	13,220	63	
Gain (loss) on securities and other investments, net	17,725	13,665	148	
<b>Finance income (costs), net</b>	<b>21,398</b>	<b>17,082</b>	<b>178</b>	
<b>Share of profit (loss) of investments accounted for using the equity method</b>	<b>(29,307)</b>	<b>75,593</b>	<b>(244)</b>	
<b>Profit before tax</b>	<b>127,537</b>	<b>9,925</b>	<b>1,063</b>	
<b>Income tax expense</b>	<b>(54,510)</b>	<b>(14,762)</b>	<b>(454)</b>	
<b>Profit (loss) for the period</b>	<b>73,027</b>	<b>(4,837)</b>	<b>609</b>	
<b>Profit (loss) for the period attributable to:</b>				
Owners of the parent	¥ 61,333	¥ (10,256)	\$ 511	
Non-controlling interests	11,694	5,419	98	
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to profit or loss</b>				
Financial assets measured at fair value through other comprehensive income	(6,611)	45,006	(55)	
Remeasurements of defined benefit pension plans	(1,288)	8,590	(11)	
Share of other comprehensive income of investments accounted for using the equity method	245	5,087	2	
<b>Total items that will not be reclassified to profit or loss</b>	<b>(7,654)</b>	<b>58,683</b>	<b>(64)</b>	
<b>Items that may be reclassified subsequently to profit or loss</b>				
Exchange differences on translating foreign operations	(62,964)	237,968	(525)	
Cash-flow hedges	(3,400)	2,788	(28)	
Share of other comprehensive income of investments accounted for using the equity method	(3,311)	302	(28)	
<b>Total items that may be reclassified subsequently to profit or loss</b>	<b>(69,675)</b>	<b>241,058</b>	<b>(581)</b>	
<b>Other comprehensive income, net of tax</b>	<b>(77,329)</b>	<b>299,741</b>	<b>(645)</b>	
<b>Comprehensive income for the period</b>	<b>(4,302)</b>	<b>294,904</b>	<b>(36)</b>	
<b>Comprehensive income for the period attributable to:</b>				
Owners of the parent	¥ (14,472)	¥ 286,719	\$ (121)	
Non-controlling interests	10,170	8,185	85	
<b>Total trading transactions</b>	<b>¥ 5,798,132</b>	<b>¥ 6,368,257</b>	<b>\$ 48,318</b>	

Notes:

1) The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥120=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 a principal or as an 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.

## Condensed Consolidated Statements of Changes in Equity

Sumitomo Corporation and Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

(Unaudited)

	Millions of Yen		Millions of U.S. Dollars
	2015	2014	2015
<b>Equity:</b>			
<b>Common stock:</b>			
Balance, beginning of year	¥ 219,279	¥ 219,279	\$ 1,827
Balance, end of period	219,279	219,279	1,827
<b>Additional paid-in capital:</b>			
Balance, beginning of year	260,009	268,332	2,167
Acquisition (disposal) of non-controlling interests, net	257	(424)	2
Others	212	(1,310)	2
Balance, end of period	260,478	266,598	2,171
<b>Treasury stock:</b>			
Balance, beginning of year	(3,721)	(3,952)	(31)
Acquisition (disposal) of treasury stock, net	328	84	3
Balance, end of period	(3,393)	(3,868)	(28)
<b>Other components of equity:</b>			
Balance, beginning of year	531,343	346,222	4,429
Other comprehensive income for the period	(75,805)	296,975	(632)
Transfer to retained earnings	(196)	(28,099)	(2)
Balance, end of period	455,342	615,098	3,795
<b>Retained earnings:</b>			
Balance, beginning of year	1,474,522	1,574,789	12,287
Transfer from other components of equity	196	28,099	2
Profit (loss) for the period attributable to owners of the parent	61,333	(10,256)	511
Cash dividends	(62,397)	(61,135)	(520)
Balance, end of period	1,473,654	1,531,497	12,280
<b>Equity attributable to owners of the parent</b>	¥ 2,405,360	¥ 2,628,604	\$ 20,045
<b>Non-controlling interests:</b>			
Balance, beginning of year	135,818	135,514	1,132
Cash dividends to non-controlling interests	(4,777)	(3,678)	(40)
Acquisition (disposal) of non-controlling interests and others, net	37	(1,630)	0
Profit for the period attributable to non-controlling interests	11,694	5,419	98
Other comprehensive income for the period	(1,524)	2,766	(13)
Balance, end of period	141,248	138,391	1,177
<b>Total equity</b>	¥ 2,546,608	¥ 2,766,995	\$ 21,222
<b>Comprehensive income for the period attributable to:</b>			
Owners of the parent	(14,472)	286,719	(121)
Non-controlling interests	10,170	8,185	85
<b>Total comprehensive income for the period</b>	¥ (4,302)	¥ 294,904	\$ (36)

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥120=US\$1.

## Condensed Consolidated Statements of Cash Flows

Sumitomo Corporation and Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

(Unaudited)

	Millions of Yen		Millions of
	2015	2014	U.S. Dollars
<b>Operating activities:</b>			
Profit (loss) for the period	¥ 73,027	¥ (4,837)	\$ 609
Adjustments to reconcile profit for the period to net cash provided by operating activities:			
Depreciation and amortization	91,151	84,922	760
Impairment losses on long-lived assets	2,537	213,088	21
Finance (income) costs, net	(21,398)	(17,082)	(178)
Share of (profit) loss of investments accounted for using the equity method	29,307	(75,593)	244
(Gain) loss on sale of long-lived assets, net	(7,144)	(804)	(60)
Income tax expense	54,510	14,762	454
Decrease (increase) in inventories	82,391	(125,327)	686
Decrease (increase) in trade and other receivables	149,000	(1,398)	1,242
Decrease (increase) in prepaid expenses	554	(12,004)	5
(Decrease) increase in trade and other payables	(43,814)	11,028	(365)
Other, net	(18,831)	(8,542)	(157)
Net cash provided by operating activities	391,290	78,213	3,261
<b>Investing activities:</b>			
Changes in:			
Property, plant, equipment and other assets	(79,331)	(211,465)	(661)
Marketable securities and investments	(18,584)	(24,593)	(155)
Loans receivables	(35,301)	(70,161)	(294)
Net cash used in investing activities	(133,216)	(306,219)	(1,110)
Free Cash Flows:	258,074	(228,006)	2,151
<b>Financing activities:</b>			
Changes in:			
Short-term debt	(136,305)	10,927	(1,136)
Long-term debt	(179,023)	1,933	(1,492)
Cash dividends paid	(62,397)	(61,135)	(520)
(Acquisition) disposal of treasury stock, net	78	40	1
Payment to and from non-controlling interests and others, net	(3,505)	(3,435)	(29)
Net cash used in financing activities	(381,152)	(51,670)	(3,176)
<b>Net decrease in cash and cash equivalents</b>	<b>(123,078)</b>	<b>(279,676)</b>	<b>(1,025)</b>
<b>Cash and cash equivalents at the beginning of year</b>	<b>895,875</b>	<b>1,111,192</b>	<b>7,466</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(3,826)</b>	<b>32,951</b>	<b>(33)</b>
<b>Cash and cash equivalents at the end of period</b>	<b>¥ 768,971</b>	<b>¥ 864,467</b>	<b>\$ 6,408</b>

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥120=US\$1.

**Assumptions for Going Concern** : None

**Significant changes in equity attributable to owners of the parent** : None

## Segment Information (Condensed)

Sumitomo Corporation and Subsidiaries

For the nine-month periods ended December 31, 2015 and 2014

(Unaudited)

2015:	Millions of Yen		
	Segment	Gross profit	Profit for the period (attributable to owners of the parent)
Metal Products	¥ 59,205	¥ 14,522	¥ 755,272
Transportation & Construction Systems	135,191	40,081	1,755,727
Environment & Infrastructure	40,814	13,572	549,423
Media, Network, Lifestyle Related Goods & Services	185,454	41,848	1,758,648
Mineral Resources, Energy, Chemical & Electronics	62,583	(94,953)	1,514,431
Overseas Subsidiaries and Branches	192,970	36,077	2,102,421
Segment Total	676,217	51,147	8,435,922
Corporate and Eliminations	(820)	10,186	103,377
Consolidated	¥ 675,397	¥ 61,333	¥ 8,539,299

2014:	Millions of Yen		
	Segment	Gross profit	Profit (loss) for the period (attributable to owners of the parent)
Metal Products	¥ 78,478	¥ 24,321	¥ 877,599
Transportation & Construction Systems	131,086	28,959	1,756,429
Environment & Infrastructure	47,241	16,243	597,197
Media, Network, Lifestyle Related Goods & Services	168,067	31,996	1,762,730
Mineral Resources, Energy, Chemical & Electronics	61,569	(101,696)	1,682,739
Overseas Subsidiaries and Branches	205,225	(14,858)	2,164,414
Segment Total	691,666	(15,035)	8,841,108
Corporate and Eliminations	(6,610)	4,779	180,262
Consolidated	¥ 685,056	¥ (10,256)	¥ 9,021,370

2015:	Millions of U.S. Dollars		
	Segment	Gross profit	Profit for the period (attributable to owners of the parent)
Metal Products	\$ 493	\$ 121	\$ 6,294
Transportation & Construction Systems	1,127	334	14,631
Environment & Infrastructure	340	113	4,579
Media, Network, Lifestyle Related Goods & Services	1,545	349	14,655
Mineral Resources, Energy, Chemical & Electronics	522	(791)	12,620
Overseas Subsidiaries and Branches	1,608	300	17,520
Segment Total	5,635	426	70,299
Corporate and Eliminations	(7)	85	862
Consolidated	\$ 5,628	\$ 511	\$ 71,161

Notes:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥120=US\$1.

2) On April 1, 2015 Tire Department was transferred from Media, Network, Lifestyle Related Goods & Services Business Unit to Transportation & Construction Systems Business Unit.

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