

May 10, 2016

Sumitomo Corporation

Summary of Consolidated Results

Detail Description of Consolidated Results

- Consolidated Statements P.1
- Forecasts for FY2016 P.8
- Segment Information P.10
- Subsidiaries and Associated Companies P.12

Consolidated Statements of Comprehensive Income

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2016 and 2015

	Millions of Yen		Millions of U.S. Dollars	
	2016	2015	2016	
Revenues				
Sales of tangible products	¥ 3,439,634	¥ 3,129,946	\$ 30,711	
Sales of services and others	571,174	632,290	5,100	
Total revenues	4,010,808	3,762,236	35,811	
Cost				
Cost of tangible products sold	(2,905,949)	(2,629,241)	(25,946)	
Cost of services and others	(210,802)	(180,054)	(1,882)	
Total cost	(3,116,751)	(2,809,295)	(27,828)	
Gross profit	894,057	952,941	7,983	
Other income (expenses)				
Selling, general and administrative expenses	(762,724)	(755,190)	(6,810)	
Impairment losses on long-lived assets	(57,228)	(278,620)	(511)	
Gain (loss) on sale of long-lived assets, net	23,783	9,450	212	
Other, net	15,834	(12,955)	141	
Total other income (expenses)	(780,335)	(1,037,315)	(6,968)	
Operating profit (loss)	113,722	(84,374)	1,015	
Finance income (costs)				
Interest income	29,724	20,718	265	
Interest expense	(32,351)	(33,680)	(289)	
Dividends	10,623	17,242	95	
Gain (loss) on securities and other investments, net	72,213	12,441	645	
Finance income (costs), net	80,209	16,721	716	
Share of profit (loss) of investments accounted for using the equity method	(53,815)	49,092	(480)	
Profit (loss) before tax	140,116	(18,561)	1,251	
Income tax expense	(51,549)	(52,256)	(460)	
Profit (loss) for the year	88,567	(70,817)	791	
Profit (loss) for the year attributable to:				
Owners of the parent	¥ 74,546	¥ (73,170)	\$ 666	
Non-controlling interests	14,021	2,353	125	
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Financial assets measured at fair value through other comprehensive income	(37,004)	64,845	(331)	
Remeasurements of defined benefit pension plans	(24,894)	(587)	(222)	
Share of other comprehensive income of investments accounted for using the equity method	96	2,162	1	
Total items that will not be reclassified to profit or loss	(61,802)	66,420	(552)	
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translating foreign operations	(170,348)	163,746	(1,521)	
Cash-flow hedges	(7,647)	3,171	(68)	
Share of other comprehensive income of investments accounted for using the equity method	(5,874)	(7,815)	(53)	
Total items that may be reclassified subsequently to profit or loss	(183,869)	159,102	(1,642)	
Other comprehensive income, net of tax	(245,671)	225,522	(2,194)	
Comprehensive income for the year	(157,104)	154,705	(1,403)	
Comprehensive income for the year attributable to:				
Owners of the parent	¥ (164,394)	¥ 145,989	\$ (1,468)	
Non-controlling interests	7,290	8,716	65	
Total trading transactions	¥ 7,584,146	¥ 8,596,699	\$ 67,716	

Notes:

1) The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥112=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.

	FY2015	FY2014	change	
	(billion yen)	(billion yen)	(billion yen)	
Revenues	4,010.8	3,762.2	+248.6	
Gross profit	894.1	952.9	- 58.9	<ul style="list-style-type: none"> • New consolidation, approx.+4.0, • Deconsolidation, approx.-18.0 • Existing businesses, approx.-64.0 (Factors causing decrease) Tubular products in North America, Silver, zinc and lead business in Bolivia etc. (Factors causing increase) Construction machinery in the U.S, SCSK, etc. • Impact of Yen's depreciation, approx.+19.0
Selling, general and administrative expenses	- 762.7	- 755.2	- 7.5	• Impact of Yen's depreciation, approx.-20.0 (excl. provision for doubtful receivables)
(Employee benefits expenses)	(- 397.9)	(- 388.9)	(- 9.0)	
(Provision for doubtful receivables)	(- 10.4)	(- 8.8)	(- 1.6)	
(Others)	(- 354.4)	(- 357.6)	(+ 3.1)	
Gain (loss) on property, plant and equipment, net	- 33.4	- 269.2	+ 235.7	<ul style="list-style-type: none"> • Impairment losses in FY14 Tight Oil Development Project in the U.S.+199.2 Shale Gas Project in the U.S +31.1, etc. • Impairment losses in FY15 Edgen Group -19.9, etc.
Other, net	15.8	- 13.0	+ 28.8	• One-off profits stemming from business reorganization of LPG wholesale business, etc.
Total other income (expenses)	- 780.3	- 1,037.3	+ 257.0	
Operating profit (loss)	113.7	- 84.4	+ 198.1	
Interest expense, net of interest income	- 2.6	- 13.0	+ 10.3	
Dividends	10.6	17.2	- 6.6	
Gain (loss) on securities and other investments, net	72.2	12.4	+ 59.8	<ul style="list-style-type: none"> • Sale of a part of oilfield interests in the North Sea in FY14 • Business reorganization of the automotive financing business in Indonesia in FY15, etc.
Financial income (costs), net	80.2	16.7	+ 63.5	
Share of profit (loss) of investments accounted for using the equity method	- 53.8	49.1	- 102.9	<ul style="list-style-type: none"> • Impact of impairment losses -84.4 (-146.7 ← -62.3)
(excluding the impacts of impairment losses)	(92.9)	(111.4)	(- 18.5)	<ul style="list-style-type: none"> (The followings exclude the impacts of impairment losses) • <u>Mineral Resources -18.5 (-10.3 ← -8.1)</u> -Decrease in earnings due to falling mineral resources prices • <u>Non-mineral resources -0.1 (103.2 ← 103.3)</u> -Decrease in earnings of tubular products business in North America -Indonesian commercial bank +3.1 (3.1 ← -) -J:COM +1.5 (26.0 ← 24.5) -Contribution from Telecommunications business in Myanmar, Condo business in the U.S., etc.
Profit (loss) before tax	140.1	- 18.6	+ 158.7	
Income tax expense	- 51.5	- 52.3	+ 0.7	
Profit (loss) for the year attributable to:				
Owners of the parent	74.5	- 73.2	+ 147.7	
Non-controlling interests	14.0	2.4	+ 11.7	
Basic profit *	46.5	184.0	- 137.5	

Basic profit	FY2015	FY2014	change
Basic profit* (excl. the impacts of impairment losses)*	193.2	246.3	- 53.2
Mineral resources**	- 9.5	11.0	- 20.4
Tubular products**	- 6.1	44.7	- 50.7
Non-mineral resources (excl. Tubular products)	208.7	190.7	18.0

* Excluding the impacts of impairment losses included in "Share of profit of investments accounted for using the equity method"

** Global basis, including all overseas operations by simplified calculation method (reference)

* Basic profit = (Gross profit+ Selling, general and administrative expenses(excluding provision for doubtful receivables)+ Interest expense, net of interest income+Dividends) × (1-Tax rate**) + Share of profit of investments accounted for using the equity method

** Tax rate used in calculating basic profit: FY2014 36%, FY2015 33%

Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries
As of March 31, 2016 and 2015

	Millions of Yen		Millions of U.S. Dollars
	March 31, 2016	March 31, 2015	March 31, 2016
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 868,755	¥ 895,875	\$ 7,757
Time deposits	11,930	7,866	107
Marketable securities	4,748	9,622	42
Trade and other receivables	1,204,650	1,569,214	10,756
Other financial assets	132,886	101,706	1,186
Inventories	807,371	994,404	7,209
Advance payments to suppliers	164,669	140,935	1,470
Other current assets	192,063	229,062	1,715
Total current assets	3,387,072	3,948,684	30,242
Non-current assets:			
Investments accounted for using the equity method	1,891,768	1,947,115	16,891
Other investments	410,730	495,451	3,667
Trade and other receivables	538,855	780,781	4,811
Other financial assets	120,737	174,403	1,078
Property, plant and equipment	785,009	884,766	7,009
Intangible assets	310,789	365,438	2,775
Investment property	266,623	269,460	2,381
Biological assets	11,911	12,851	106
Prepaid expenses	22,881	58,497	204
Deferred tax assets	71,443	83,924	638
Total non-current assets	4,430,746	5,072,686	39,560
Total assets	¥ 7,817,818	¥ 9,021,370	\$ 69,802

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥112=US\$1.

Consolidated Statements of Financial Position

Sumitomo Corporation and Subsidiaries
As of March 31, 2016 and 2015

	Millions of Yen		Millions of U.S. Dollars
	March 31, 2016	March 31, 2015	March 31, 2016
LIABILITIES AND EQUITY			
Current liabilities:			
Bonds and borrowings	¥ 737,457	¥ 947,997	\$ 6,584
Trade and other payables	933,147	1,051,081	8,332
Other financial liabilities	66,195	77,005	591
Income tax payables	21,916	19,396	196
Accrued expenses	103,967	127,982	928
Advances from customers	186,383	169,664	1,664
Provisions	10,940	4,306	98
Other current liabilities	60,114	82,189	537
Total current liabilities	2,120,119	2,479,620	18,930
Non-current liabilities:			
Bonds and borrowings	2,913,486	3,473,280	26,013
Trade and other payables	134,240	131,661	1,198
Other financial liabilities	64,384	69,775	575
Accrued pension and retirement benefits	34,332	32,529	306
Provisions	38,059	48,247	340
Deferred tax liabilities	121,253	169,008	1,083
Total non-current liabilities	3,305,754	3,924,500	29,515
Total liabilities	5,425,873	6,404,120	48,445
Equity:			
Common stock	219,279	219,279	1,958
Additional paid-in capital	256,500	260,009	2,290
Treasury stock	(3,344)	(3,721)	(30)
Other components of equity	311,880	531,343	2,785
Retained earnings	1,467,194	1,474,522	13,100
Equity attributable to owners of the parent	2,251,509	2,481,432	20,103
Non-controlling interests	140,436	135,818	1,254
Total equity	2,391,945	2,617,250	21,357
Total liabilities and equity	¥ 7,817,818	¥ 9,021,370	\$ 69,802

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥112=US\$1.

Summary

- Total assets: 7,820 billion yen (decrease by 1,200 billion yen from the end of Mar, 2015)
 - Decrease in Trade receivables and Inventories (excluding translation adjustments) : -390
 - Effect from Yen's appreciation and decrease in stock prices: -340
 - Reorganization of the automotive financing business in Indonesia: -220
 - Impairments: -195 (including Nickel project in Madagascar (Ambatovy) and Iron ore mining project in South Africa etc.)
- Shareholders' equity: 2,250 billion yen (decrease by 230 Billion yen from the end of Mar, 2015)
 - Profit for FY2015: +75
 - Yen's appreciation and decrease in stock prices: -210
 - Dividend payment: -62 etc.

<Numbers below include translation adjustments>

	Mar 31, 2016 (billion yen)	Mar 31, 2015 (billion yen)	change (billion yen)	
【Assets】	7,817.8	9,021.4	-1,203.6	
Current Assets	3,387.1	3,948.7	-561.6	
Cash and cash equivalents	868.8	895.9	-27.1	
Trade and other receivables	1,204.7	1,569.2	-364.5	} Decrease in trade receivables and inventories of tubular products business Reorganization of the automotive financing business in Indonesia
Inventories	807.4	994.4	-187.0	
Non-current assets	4,430.7	5,072.7	-642.0	
Investments accounted for using the equity method	1,891.8	1,947.1	-55.3	... Impairments including Nickel project in Madagascar Increase by reorganization of the automotive financing business in Indonesia
Other investments	410.7	495.5	-84.8	... Decrease in the value of marketable securities, etc.
Trade and other receivables	538.9	780.8	-241.9	... Decrease by reorganization of the automotive financing business in Indonesia, etc.
Property, plant and equipment	785.0	884.8	-99.8	... Decrease by sales of domestic/overseas renewable energy business Impairments including Coal Mining Projects in Australia
Intangible assets	310.8	365.4	-54.6	... Impairments including Edgen Group
【Liabilities】	5,425.9	6,404.1	-978.2	
Trade and other payables	1,067.4	1,182.7	-115.3	... Decrease in trade payables of tubular products business, etc.
《Interest bearing liabilities (Gross)》	3,650.9	4,421.3	-770.4	... Debt repayment Decrease by reorganization of the automotive financing business in Indonesia
《Interest bearing liabilities(Net)》	2,770.3	3,517.5	-747.2	
【Equity】	2,391.9	2,617.3	-225.4	
Shareholders' equity ※	2,251.5	2,481.4	-229.9	... { Exchange differences on translating foreign operations: -166.3 (199.4←365.7) Financial assets measured at fair value through other comprehensive income: -39.6 (142.6←182.2)
《Shareholders' equity ratio》	28.8%	27.5%	+1.3pt	
《D/E Ratio (Net)》	1.2	1.4	-0.2pt	

※Shareholders' equity is the "Equity attributable to owners of the parent" shown in the Consolidated Statements of Financial Position

Condensed Consolidated Statements of Cash Flows

Sumitomo Corporation and Subsidiaries
For the years ended March 31, 2016 and 2015

	Millions of Yen		Millions of
	2016	2015	U.S. Dollars
Operating activities:			
Profit (loss) for the year	¥ 88,567	¥ (70,817)	\$ 791
Adjustments to reconcile profit for the year to net cash provided by operating activities:			
Depreciation and amortization	125,076	117,687	1,117
Impairment losses on long-lived assets	57,228	278,620	511
Finance (income) costs, net	(80,209)	(16,721)	(716)
Share of (profit) loss of investments accounted for using the equity method	53,815	(49,092)	480
(Gain) loss on sale of long-lived assets, net	(23,783)	(9,450)	(212)
Income tax expense	51,549	52,256	460
Decrease (increase) in inventories	148,190	(48,657)	1,323
Decrease in trade and other receivables	174,890	94,399	1,562
Decrease (increase) in prepaid expenses	5,552	(14,503)	50
Decrease in trade and other payables	(43,778)	(67,246)	(391)
Other, net	42,611	(22,781)	380
Net cash provided by operating activities	599,708	243,695	5,355
Investing activities:			
Changes in:			
Property, plant, equipment and other assets	(84,066)	(241,934)	(751)
Marketable securities and investments	28,219	(78,252)	252
Loans receivables	(29,601)	(79,400)	(264)
Net cash used in investing activities	(85,448)	(399,586)	(763)
Free Cash Flows:	514,260	(155,891)	4,592
Financing activities:			
Changes in:			
Short-term debt	(212,719)	(10,360)	(1,899)
Long-term debt	(233,910)	4,366	(2,089)
Cash dividends paid	(62,397)	(61,135)	(557)
(Acquisition) disposal of treasury stock, net	86	115	1
Payment to and from non-controlling interests and others, net	1,783	(7,762)	16
Net cash used in financing activities	(507,157)	(74,776)	(4,528)
Net increase (decrease) in cash and cash equivalents	7,103	(230,667)	64
Cash and cash equivalents at the beginning of year	895,875	1,111,192	7,999
Effect of exchange rate changes on cash and cash equivalents	(34,223)	15,350	(306)
Cash and cash equivalents at the end of year	¥ 868,755	¥ 895,875	\$ 7,757

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥112=US\$1.

Summary of Cash flow in FY2015

Net cash provided by operating activities **+ 599.7 billion yen**

- Our core businesses performed well in generating cash
- Reorganization of the automotive financing business in Indonesia (Dividend from investments accounted for using the equity method)
- The decrease in working capital (decrease in operating assets in tubular products business etc.)

※ Breakdown of Others	(billion yen)	
	FY2015	FY2014
Interest received	29.6	20.0
Dividends received	118.0	85.9
<i>accounted for using the equity method</i>	<i>104.0</i>	<i>68.6</i>
<i>other investments</i>	<i>14.0</i>	<i>17.3</i>
Interest paid	-32.1	-33.2
Income tax paid	-71.3	-41.0
Other, net	-1.5	-54.5
	42.6	-22.8

(billion yen)	FY2015	FY2014	change
Basic profit	46.5	184.0	-137.5
Share of profit (loss) of investments accounted for using the equity method	53.8	-49.1	+102.9
Dividend from investments accounted for using the equity method	104.0	68.6	+35.4
Basic profit cash flow *	204.3	203.6	+0.8
Depreciation and amortization *	125.1	117.7	+7.4
Others (increase/decrease of working capital etc.)	270.3	-77.5	+347.9
Net cash provided by operating activities	599.7	243.7	+356.0

*Segment Information

(billion yen)	Basic profit cash flow *			Depreciation and amortization		
	FY2015	FY2014	change	FY2015	FY2014	change
Metal Products	12.3	29.9	-17.6	7.2	7.3	-0.1
Transportation & Construction Systems	58.6	32.3	+26.3	24.9	22.1	+2.8
Environment & Infrastructure	15.2	16.5	-1.2	4.5	2.9	+1.7
Media, Network, Lifestyle Related Goods & Services	61.7	32.4	+29.3	21.9	20.2	+1.8
Mineral Resources, Energy, Chemical & Electronics	15.4	27.1	-11.8	23.4	25.6	-2.2
Overseas Subsidiaries and Branches	30.6	50.3	-19.7	37.7	33.8	+3.9
Segment Total	193.8	188.6	+5.2	119.6	111.8	+7.9
Corporate and Eliminations	10.5	14.9	-4.5	5.4	5.9	-0.5
Consolidated	204.3	203.6	+0.8	125.1	117.7	+7.4

※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.

Net cash used in investing activities

- 85.4 billion yen

Property, plant, equipment and other assets, net

- 84.1 billion yen

- Increased assets in aircraft engine leasing business
- Constructing biomass power plant and solar farm in Japan
- Capital investment by SCSK
- Commercial facilities in Japan
- Sold office building in Japan and overseas

etc.

Marketable securities and investments, net

+ 28.2 billion yen

- Sold solar farm in the U.S.
- Sold part of the shares of Jupiter Shop Channel Co., Ltd.
- Adding equity of nickel project in Madagascar
- Investment in off-shore wind power generation business in Belgium

etc.

Loans receivables, net **- 29.6 billion yen**

- Adding equity of nickel project in Madagascar

etc.

Free Cash Flow

+ 514.3 billion yen

<Reference> Progress of Cash flow Plan

(billion yen)	FY2015	Revised Plan for BBBO2017
Basic profit cash flow	+204.3	+500.0
Depreciation and amortization	+125.1	+300.0
Asset replacement	Approx. +230.0	+900.0
Others	Approx. +220.0	
Cash-in Total	Approx. +780.0	+1,700.0
Investment & Loan	Approx. -270.0	~ -1,000.0
Additional and replacement investment to existing projects	Approx. -230.0	-600.0
New investments	Approx. -40.0	~ -400.0
Free Cash Flow	+514.3	+700.0 ~
Dividend	-62.4	-200.0
Free Cash Flow (post-dividend)	+451.9	+500.0 ~

Forecasts for FY2016

(billion yen)	FY2016 Forecasts	FY2015 Results	change	
			amount	percent
Gross profit	840.0	894.1	-54.1	-6%
Selling, general and administrative expenses	-740.0	-762.7	+22.7	+3%
(Provision for doubtful receivables)	(0.0)	(-10.4)	(+10.4)	(-)
Interest expense, net of interest income	0.0	-2.6	+2.6	-
Dividends	10.0	10.6	-0.6	- 6%
Share of profit (loss) of investments accounted for using the equity method	80.0	-53.8	+133.8	-
Other, net	-20.0	54.6	-74.6	-
Profit before tax	170.0	140.1	+29.9	+21%
Income tax expense	-30.0	-51.5	+21.5	+42%
Profit for the year	140.0	88.6	+51.4	-
Profit for the year attributable to:				
Owners of the parent	130.0	74.5	+55.5	+74%
Non-controlling interests	10.0	14.0	-4.0	- 29%
Basic profit ※	150.0	46.5	+103.5	+223%

※Calculation of basic profit: (Gross profit + Selling, general and administrative expenses (excluding provision for doubtful receivables) + Interest expense, net of interest income + Dividends) x (1-Tax rate*) + Share of profit of investments accounted for using the equity method

Tax rate used in calculating basic profit: FY2016 31%, FY2015 33%

Forecasts for FY2016 by segment

(billion yen)	Gross profit			Profit for the year attributable to owners of the parent		
	FY2016 Forecasts	FY2015 Results	change	FY2016 Forecasts	FY2015 Results	change
Metal Products	74.0	77.3	-3.3	12.0	12.0	0.0
Transportation & Construction Systems	152.0	175.6	-23.6	43.0	74.0	-31.0
Environment & Infrastructure	66.0	56.7	+9.3	33.0	25.0	+8.0
Media, Network, Lifestyle Related Goods & Services	260.0	254.6	+5.4	66.0	64.8	+1.2
Mineral Resources, Energy, Chemical & Electronics	67.0	80.3	-13.3	- 23.0	- 151.6	+128.6
Overseas Subsidiaries and Branches	253.0	253.2	-0.2	23.0	21.1	+1.9
Corporate and Eliminations	- 32.0	- 3.7	-28.3	- 24.0	29.3	-53.3
Total	840.0	894.1	-54.1	130.0	74.5	+55.5

*On April 1, 2016, a part of Battery Business Development Department was transferred from Environment & Infrastructure Business Unit to Transportation & Construction Systems Business Unit. We reviewed segment information accordingly.

Assumptions for the forecasts

		FY2016 Forecasts	FY2015 Results	change
Exchange rate (YEN/US\$, average)	(Apr.-Mar.)	110.00	120.14	- 10.14
Interest rates, LIBOR 6M (YEN)	(Apr.-Mar.)	0.00%	0.11%	- 0.11pt
LIBOR 6M (US\$)	(Apr.-Mar.)	1.00%	0.61%	+0.39pt
Hard Coking coal (US\$/t) (general market prices)	(Apr.-Mar.)	80	93	- 13
Iron ore (US\$/t) (general market prices)	(Jan.-Dec.)	50	56	- 6
Copper (US\$/t)	(Jan.-Dec.)	4,589	5,502	- 913
Zinc (US\$/t)	(Apr.-Mar.)	1,800	1,831	- 31
Nickel (US\$/lb)	(Apr.-Mar. ※)	3.92	5.32	- 1.40
Crude Oil (Brent, US\$/bbl)	(Jan.-Dec.)	48	52	- 4

※ FY 2015 shows Jan. 2015 - Mar. 2016 average price due to the change in consolidated period of Nickel mining and refining business in Madagascar.

<Sensitivity to exchange rate fluctuations of profit (loss) for the year attributable to owners>

Each appreciation of ¥1/US\$ will cause on decrease of approximately 0.5 billion yen

Forecast Summary for FY2016

○Gross Profit: 840 billion yen (decrease by 54.1 billion yen from the previous year)

【Factors causing decrease】

- Reorganization of the automotive financing business in Indonesia
- Decline in mineral resources prices and lackluster shipping market
- Yen's appreciation

【Factors causing increase】

- Stable performance in overseas power infrastructure business (Progress in construction of power plant EPC(※) projects)
- Robust performance by SCSK

○Share of profit of investments accounted for using the equity method:

80.0 billion yen (increase by 133.8 billion yen from the previous year)

【Factors causing increase】

- Robust performance by domestic media business
- Reorganization of the automotive financing business in Indonesia
- Absence of large impairment losses (approx.+14.5) in FY15

【Factors causing decrease】

- Decline in mineral resources prices

○Profit for the year attributable to owners of the parent:

130.0 billion yen (increase by 55.5 billion yen from the previous year)

- Difficult business climate is expected to continue for tubular products business and mineral resources businesses
- Steady performance by non-mineral resources businesses
- Impact of Yen's appreciation (approx.-10.0), Costs for structural improvement (approx.-20.0) in Corporate and Eliminations
- Absence of impairment losses (approx.+19.5) and one-off profits (approx.-7.5) in FY15

< Summary of Basic profit, Profit for the year >

(billion yen)	FY2015 Results	(change)	FY2016 Forecasts
Basic profit	46.5	approx. + 105.0	150.0
Impairment losses (impact to Basic profit)	-146.7	approx. + 145.0	0
A Basic profit (excl. Impairment losses)	193.2	approx. - 40.0	150.0
Mineral resources *	-9.5	approx. - 30.0	-40.0
Tubular products *	-6.1	approx. + 5.0	0.0
Non-mineral resources (excl. Tubular products)	208.7	approx. - 5.0	200.0
Impact of yen's appreciation etc.	-	approx. - 10.0	-10.0
B Impairment losses (impact to Profit for the year)	-195.1	approx. + 195.0	0.0
C One-off profits/losses	approx. 75.0	approx. - 75.0	0.0
D Costs for structural improvement	-	approx. - 20.0	-20.0
Profit for the year (A+B+C+D)	74.5	- 55.5	130.0

* Global basis, including all overseas operations by simplified calculation method (reference)

Forecast summary by segment (Profit for the year attributable to owners of the parent)

	Summary
Metal Products	<ul style="list-style-type: none"> •Overseas steel service center: stable •Tubular products in North America: affected by difficult business climate •One-off profits/losses in FY15
Transportation & Construction Systems	<ul style="list-style-type: none"> •Profit from business reorganization of the automotive financing business in Indonesia in FY15 (-29.3) •Lackluster shipping market and reduction of share in equity of automotive financing business in Indonesia •Leasing business and construction equipment rental business in the U.S.: robust
Environment & Infrastructure	<ul style="list-style-type: none"> •Overseas power infrastructure business: stable •Progress in construction of power plant EPC(※) projects •Domestic electricity business: increase in retail sales
Media, Network, Lifestyle Related Goods & Services	<ul style="list-style-type: none"> •Major group companies in Japan and real estate business: robust •One-off profits in real estate business etc. in FY15 •Impairment loss in grain business in Australia in FY15 (+9.8)
Mineral Resources, Energy, Chemical & Electronics	<ul style="list-style-type: none"> •Impairment losses in FY15 (+156.8) •Decrease due to decline in mineral resources prices
Overseas Subsidiaries and Branches	<ul style="list-style-type: none"> •Impairment losses in FY15 (+23.6) •One-off profits in FY15 •Tubular products in North America: affected by difficult business climate
Corporate and Eliminations	<ul style="list-style-type: none"> •Reversal of provisions in previous years (approx.+20.0) •Impact of Yen's appreciation (approx.-10.0), Costs for structural improvement (approx.-20.0)

※ Engineering, Procurement & Construction

Segment Information (Condensed)

Sumitomo Corporation and Subsidiaries

For the years ended March 31, 2016 and 2015

2016:	Millions of Yen		
	Segment	Gross profit	Profit for the year (attributable to owners of the parent)
Metal Products	¥ 77,331	¥ 12,030	¥ 674,150
Transportation & Construction Systems	175,527	73,411	1,508,501
Environment & Infrastructure	56,790	25,629	560,195
Media, Network, Lifestyle Related Goods & Services	254,567	64,779	1,734,959
Mineral Resources, Energy, Chemical & Electronics	80,344	(151,612)	1,434,374
Overseas Subsidiaries and Branches	253,249	21,091	1,869,558
Segment Total	897,808	45,328	7,781,737
Corporate and Eliminations	(3,751)	29,218	36,081
Consolidated	¥ 894,057	¥ 74,546	¥ 7,817,818

2015:	Millions of Yen		
	Segment	Gross profit	Profit (loss) for the year (attributable to owners of the parent)
Metal Products	¥ 103,533	¥ 32,508	¥ 877,599
Transportation & Construction Systems	183,630	40,592	1,756,429
Environment & Infrastructure	64,471	22,948	597,197
Media, Network, Lifestyle Related Goods & Services	238,992	57,060	1,762,730
Mineral Resources, Energy, Chemical & Electronics	86,915	(191,023)	1,682,739
Overseas Subsidiaries and Branches	277,499	(22,658)	2,164,414
Segment Total	955,040	(60,573)	8,841,108
Corporate and Eliminations	(2,099)	(12,597)	180,262
Consolidated	¥ 952,941	¥ (73,170)	¥ 9,021,370

2016:	Millions of U.S. Dollars		
	Segment	Gross profit	Profit for the year (attributable to owners of the parent)
Metal Products	\$ 691	\$ 108	\$ 6,019
Transportation & Construction Systems	1,567	656	13,469
Environment & Infrastructure	507	229	5,002
Media, Network, Lifestyle Related Goods & Services	2,273	578	15,491
Mineral Resources, Energy, Chemical & Electronics	717	(1,354)	12,807
Overseas Subsidiaries and Branches	2,261	188	16,692
Segment Total	8,016	405	69,480
Corporate and Eliminations	(33)	261	322
Consolidated	\$ 7,983	\$ 666	\$ 69,802

Notes:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥112=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 previous year has also been reclassified.

【Gross profit】

(billion yen)	FY 2015 (15/4~16/3)	FY 2014 (14/4~15/3)	change	Summary of FY 2015 (Main reasons for the change)
Metal Products	77.3	103.5	-26.2	•Tubular products in North America : decreased
Transportation & Construction Systems	175.5	183.6	-8.1	•In FY2015, sale of automotive distributor business in Turkey •Construction equipment rental business in the U.S. : stable
Environment & Infrastructure	56.8	64.5	-7.7	•IPP/IWPP (overseas) : stable •Electricity business (Japan) : impacted by price fluctuation in wholesale power market •In FY2014, sale of a company engaged in domestic machinery business
Media, Network, Lifestyle Related Goods & Services	254.6	239.0	+15.6	•Major group companies in Japan : stable •Real estate business : stable
Mineral Resources, Energy, Chemical & Electronics	80.3	86.9	-6.6	•Impacted by decline in oil and mineral resources prices
Overseas Subsidiaries and Branches	253.2	277.5	-24.3	•Tubular products in North America : decreased
Total	897.8	955.0	-57.2	
Corporate and eliminations	-3.8	-2.1	-1.7	
Consolidated	894.1	952.9	-58.9	

【Profit for the year (attributable to owners of the parent)】

(billion yen)	FY 2015 (15/4~16/3)	FY 2014 (14/4~15/3)	change	Summary of FY 2015 (Main reasons for the change)
Metal Products	12.0	32.5	-20.5	•Tubular products in North America : decreased •Overseas steel service center : stable •Posted impairment loss (-5.3, FY2015)
Transportation & Construction Systems	73.4	40.6	+32.8	•Indonesia Automotive Financing Business : posted one-off profit from reorganization (+29.3) •Leasing business and construction equipment rental business in the U.S. : stable
Environment & Infrastructure	25.6	22.9	+2.7	•IPP/IWPP (overseas) : stable •Value realization in domestic/overseas projects of renewable energy businesses •Electricity business (Japan) : impacted by price fluctuation in wholesale power market
Media, Network, Lifestyle Related Goods & Services	64.8	57.1	+7.7	•Major group companies in Japan and real estate business : stable •Posted one-off profits in domestic real estate business, etc •Posted impairment loss (-9.8, FY2015)
Mineral Resources, Energy, Chemical & Electronics	-151.6	-191.0	+39.4	•Posted impairment loss +71.0 (-156.8:FY2015, -227.8:FY2014) •Decrease due to decline in oil and mineral resources prices
Overseas Subsidiaries and Branches	21.1	-22.7	+43.7	•Posted impairment loss +51.4 (-23.6:FY2015, -75.0:FY2014) •Value realization through asset replacements •Tubular products in North America : decreased
Total	45.3	-60.6	+105.9	
Corporate and eliminations	29.2	-12.6	+41.8	
Consolidated	74.5	-73.2	+147.7	

【Total Assets】

(billion yen)	FY 2015 end of Mar, 2016	FY 2014 end of Mar, 2015	change	Main reasons for the change
Metal Products	674.2	877.6	-203.4	•Decrease in operating assets
Transportation & Construction Systems	1,508.5	1,756.4	-247.9	•Results of reorganization of the automotive financing business in Indonesia
Environment & Infrastructure	560.2	597.2	-37.0	•Decrease by value realization in domestic/overseas projects of renewable energy businesses
Media, Network, Lifestyle Related Goods & Services	1,735.0	1,762.7	-27.8	•Impairments in grain business in Australia and decrease in operating assets
Mineral Resources, Energy, Chemical & Electronics	1,434.4	1,682.7	-248.4	•Decrease by impairments including nickel project in Madagascar •Impacted by decline in oil and mineral resources prices
Overseas Subsidiaries and Branches	1,869.6	2,164.4	-294.9	•Decrease in operating assets •Decrease by value realization in overseas projects of renewable energy businesses
Total	7,781.7	8,841.1	-1,059.4	
Corporate and eliminations	36.1	180.3	-144.2	
Consolidated	7,817.8	9,021.4	-1,203.6	

Subsidiaries and Associated Companies

Number of Subsidiaries and Associated Companies

(Amounts of companies)

	End of FY2015			End of FY2014			(increase)			(decrease)		
	Japan	Overseas		Japan	Overseas		Japan	Overseas		Japan	Overseas	
Subsidiaries	577	103	474	596	109	487	15	2	13	34	8	26
Associated Companies	269	49	220	266	51	215	23	4	19	20	6	14
Total	846	152	694	862	160	702	38	6	32	54	14	40

[Principal companies that were consolidated from FY2015]

<u>Name of company</u>	<u>Main Business</u>	<u>Shares in equity</u>
VAM(R) BRN Sdn Bhd	: OCTG pipe threading business in Brunei	30.00%
Toyota Central Asia Fze	: Import and sale of Toyota motor vehicles and parts for Central Asia	100.00%
Mahindra Industrial Park Chennai limited	: Development, sales, and operation of industrial estate in India	40.00%
Thang Long Industrial Park (Vinh Phuc) Corporation	: Development, sales, and operation of industrial estate in Vietnam	100.00%
Thilawa Global Logistics Co., Ltd.	: Logistics business in Thilawa Special Economic Zone in Myanmar	51.00%
Willey Battery Utility, LLC	: Supply-demand balancing service of electricity in Northeastern U.S.	100.00%
Agro Amazonia Produtos Agropecuarios S.A.	: Integrated supply of agricultural materials in Brazil	65.00%
Sipcam Europe S.p.A.	: Distribution of agrochemical, seed and fertilizer	20.00%
Gyxis Corporation	: Manufacture, storage, transport, sale and import/export of LP gas	25.00%

[Principal companies that were deconsolidated from FY2015]

<u>Name of company</u>	<u>Cause</u>
SK Corporation	: Sold
Summit Stainless Steel, LLC	: Liquidated
Nissan Otomotiv A.S.	: Sold
Desert Sunlight Investment Holdings, LLC	: Sold
PT. Summit Biomass Indonesia	: Liquidated
Isaac Plains	: Sold