

Consolidated quarterly results FY2008 (Six-month period ended September 30, 2008)

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



Sumitomo Corporation

Stock Exchange code No. 8053

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

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1. Consolidated results for the six-month period ended September 30, 2008

(1) Summary

(Remark) Amounts are rounded to the nearest million.

	Total trading transactions		Operating income		Income before income taxes and minority interests in earnings of subsidiaries		Net income	
	(millions of yen)	(increase/ (decrease) %)	(millions of yen)	(increase/ (decrease) %)	(millions of yen)	(increase/ (decrease) %)	(millions of yen)	(increase/ (decrease) %)
Apr.1-Sep.30, 2008	6,084,287	6.8	192,903	44.8	242,957	43.9	160,292	43.2
Apr.1-Sep.30, 2007	5,695,355	8.6	133,253	11.1	168,896	5.5	111,964	9.7

	Net income per share (basic)	Net income per share (diluted)
	(yen)	(yen)
Apr.1-Sep.30, 2008	128.23	128.22
Apr.1-Sep.30, 2007	90.86	90.84

[Note] Total trading transactions and operating income 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 shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	(millions of yen)	(millions of yen)	(%)	(yen)
As of September 30, 2008	7,771,633	1,566,753	20.2	1,253.40
As of March 31, 2008	7,571,399	1,492,742	19.7	1,194.20

2. Dividends

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Annual
	(yen)	(yen)	(yen)	(yen)	(yen)
Year ended March 31, 2008	—	18.00	—	20.00	38.00
Year ending March 31, 2009	—	19.00	—	—	—
Year ending March 31, 2009 (Plan)	—	—	—	19.00	38.00

[Note] Review of dividends prospect as of September 30, 2008: None

3. Targets (fiscal year ending March 31, 2009)

	Total trading transactions	Net income	Net income per share (basic)
	(millions of yen) (increase/ (decrease) %)	(millions of yen) (increase/ (decrease) %)	(yen)
Year ending March 31, 2009	12,000,000 4.5	243,000 1.7	194.40

[Note] Review of targets as of September 30, 2008: None

4. Others

(1) Increase/decrease of important subsidiaries during this period: None

(2) Adoption of simplified method or specific method to quarterly financial statement in accounting procedure: None

(3) Changes in accounting policies and others

- (i) Associated with the changes in U.S.GAAP : Yes
(ii) Other changes : None

Note) For further details please refer the note on page 5.

(4) Outstanding stocks (Common stocks)

(i) Outstanding stocks including treasury stock	(September 30, 2008)	1,250,602,867	(March 31, 2008)	1,250,602,867
(ii) Treasury stocks	(September 30, 2008)	595,601	(March 31, 2008)	607,954
(iii) Average stocks	(Apr.1-Sep.30, 2008)	1,249,994,710	(Apr.1-Sep.30, 2007)	1,232,313,455

Cautionary Statement Concerning Forward-looking Statements

This report includes forward-looking statements relating to our future plans, targets, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management targets included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent targets that management strive to achieve through the successful implementation of the Company's business strategies. The company may be unsuccessful in implementing its business strategies, and management may fail to achieve its targets. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

Management results

1. Operating results

Total trading transactions for the six-month period ended September 30, 2008 amounted to 6,084.3 billion yen representing 6.8% growth from the same period of the previous year.

Gross profit increased by 72.5 billion yen to 539.7 billion yen.

Selling, general and administrative expenses increased by 8.0 billion yen to 337.2 billion yen.

As a result, operating income increased by 59.7 billion yen to 192.9 billion yen.

Equity in earnings of associated companies increased by 27.1 billion yen to 52.2 billion yen. We recognized 5.3 billion yen of hedge evaluation gains regarding the San Cristobal silver-zinc-lead mining project in Bolivia in this period. (Hedge evaluation losses in the same period of the previous year: 9.6 billion yen)

As a result, net income totaled 160.3 billion yen, an increase of 48.3 billion yen representing 43% growth from the same period of the previous year.

<Net income by segments>

Metal Products Business Unit posted 21.8 billion yen, an increase of 9.3 billion yen from the same period of the previous year. Sales price increase in steel service center and tubular products in North America led the increase.

Transportation & Construction Systems Business Unit posted 21.2 billion yen, up 3.3 billion yen. Strong performance in automobile trading business to Middle East and Africa, and ship-related business contributed to the increase.

Infrastructure Business Unit posted 9.0 billion yen, a decrease of 0.6 billion yen. IPP* business mainly in Asia showed stable performance.

*IPP: Independent Power Producer

Media, Network & Lifestyle Retail Business Unit posted 5.4 billion yen, a decrease of 2.3 billion yen, since there was capital gain through restructuring of Jupiter TV Co., Ltd. in the same period of the previous year. Although newly consolidated Jupiter Shop Channel Co., Ltd. (the subsidiary owned by SC Media & Commerce Inc.) and the Jupiter Telecommunications Co., Ltd.(J:COM) showed strong

performance.

Chemical & Electronics Business Unit posted 5.9 billion yen, an increase of 2.2 billion yen, due to the strong performance in agricultural chemical business in East Europe, and sulfur and sulfuric acid business.

Mineral Resources & Energy Business Unit posted 33.2 billion yen, an increase of 18.9 billion yen. Coal mining operation in Australia and copper business in Indonesia (Batu Hijau copper & gold mine project) contributed to the increase, due to the rise of commodity prices for coal and copper in addition to reversal of hedge evaluation losses mentioned above.

General Products & Real Estate Business Unit posted 8.9 billion yen, a decrease of 0.7 billion yen. Building-products business in Japan decreased while fertilizer business showed strong performance.

Financial & Logistics Business Unit posted 0.2 billion yen, a decrease of 2.2 billion yen due to the valuation loss of unlisted companies and provisions for doubtful receivables in domestic finance business.

Domestic Regional Business Units and Offices posted 5.4 billion yen, up 1.3 billion yen. This was mainly due to the strong performance in the metal products business.

Overseas Subsidiaries and Branches posted 35.1 billion yen, an increase of 12.3 billion yen due to the sales price increase in tubular products in North America and strong performance in business in Europe and China.

2. Financial position

<Total assets, liabilities, and total shareholders' equity as of September 30, 2008>

Total assets increased by 200.2 billion yen to 7,771.6 billion yen from March 31, 2008, due to the increase of operating assets mainly led by the rise of commodity prices.

Interest-bearing liabilities (gross) were 3,728.9 billion yen, an increase of 19.2 billion yen. Interest-bearing liabilities (net) were 3,292.2 billion yen, up 44.7 billion yen.

Total shareholders' equity amounted to 1,566.8 billion yen, improved by 74.0 billion yen, from March 31, 2008, due to the increase in retained earnings. Shareholders' equity ratio was 20.2%, up 0.5 points.

<Cash flows>

Net cash provided by operating activities was 87.1 billion yen as a result of strong business performances in each segment although working capital increased due to the increase of operating assets mainly led by the rise of commodity prices.

Net cash used in investing activities was 143.0 billion yen, mainly due to strategic investment such as acquiring additional iron ore interest in South Africa (Oresteel Investments (Proprietary) Limited) and office buildings in the United States while replacing assets such as partially selling share of Sumitomo Mitsui Finance & Leasing Co., Ltd.

Accordingly, free cash flow was 55.9 billion yen outflow. Net cash provided by financing activities was 32.1 billion yen.

As a result, cash and cash equivalents as of September 30, 2008 decreased by 26.7 billion yen to 430.1 billion yen from March 31, 2008.

3. Target

Target of net income in fiscal year ending March 31, 2009 is 243.0 billion yen as announced on April 30, 2008 and was not revised as of September 30, 2008.

Cautionary Statement Concerning Forward-Looking Statements

This report includes forward-looking statements relating to our future plans, targets, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management targets included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent targets that management strives to achieve through the successful implementation of the Company's business strategies. The company may be unsuccessful in implementing its business strategies, and management may fail to achieve its targets. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.

4. Dividend policy

Our basic policy is to meet shareholders' expectations by ensuring long-term stable dividends. In addition to this basic policy, we have set the dividend payout ratio at around 20%, reflecting consolidated financial results.

Based on our consolidated net income target of 243.0 billion yen for fiscal year 2008, the annual dividend is planned to be 38 yen per share. Therefore, the interim dividend is 19 yen per share, half amount of the planned annual dividend.

5. Others

(1) Increase/decrease of important subsidiaries during this period: None

(2) Adoption of simplified mentioned or specific method to quarterly financial statement in accounting procedure : None

(3) Changes in accounting policies and others

Statement of Financial Accounting Standards (SFAS) No.157, “Fair Value Measurements” issued by the Financial Accounting Standard Board (FASB) was newly adopted on April 1, 2008. The adoption of SFAS 157 did not have a significant impact on the consolidated results of financial statements.

Consolidated Balance Sheets

Sumitomo Corporation and Subsidiaries

As of September 30, 2008 (Unaudited) and March 31, 2008

	Millions of Yen		Millions of U.S. Dollars
	September 30, 2008	March 31, 2008	September 30, 2008
ASSETS			
Current assets:			
Cash and cash equivalents	¥ 430,090	¥ 456,809	\$ 4,096
Time deposits	6,587	5,369	63
Marketable securities	21,083	19,856	201
Receivables—trade			
Notes and loans	267,855	242,312	2,551
Accounts	1,785,839	1,782,114	17,008
Associated companies	119,897	109,354	1,142
Allowance for doubtful receivables	(16,611)	(14,789)	(158)
Inventories	897,108	756,190	8,544
Deferred income taxes	42,149	39,300	401
Advance payments to suppliers	105,794	73,881	1,007
Other current assets	317,522	253,354	3,024
Total current assets	3,977,313	3,723,750	37,879
Investments and long-term receivables:			
Investments in and advances to associated companies	949,205	883,635	9,040
Other investments	587,305	655,190	5,593
Long-term receivables	789,647	832,761	7,521
Allowance for doubtful receivables	(23,524)	(22,099)	(224)
Total investments and long-term receivables	2,302,633	2,349,487	21,930
Property and equipment, at cost less accumulated depreciation	1,032,840	997,128	9,837
Goodwill and other intangible assets	377,209	379,405	3,592
Prepaid expenses, non-current	39,272	47,836	374
Deferred income taxes, non-current	15,065	14,228	144
Other assets	27,301	59,565	260
Total	¥ 7,771,633	¥ 7,571,399	\$ 74,016

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥105=US\$1.

Consolidated Balance Sheets

Sumitomo Corporation and Subsidiaries

As of September 30, 2008 (Unaudited) and March 31, 2008

	Millions of Yen		Millions of U.S. Dollars
	September 30, 2008	March 31, 2008	September 30, 2008
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Short-term debt	¥ 692,907	¥ 625,106	\$ 6,599
Current maturities of long-term debt	481,432	428,869	4,585
Payables-trade			
Notes and acceptances	87,889	84,610	837
Accounts	1,190,568	1,159,158	11,339
Associated companies	31,810	26,716	303
Income taxes	45,790	37,419	436
Accrued expenses	104,474	101,557	995
Advances from customers	132,985	107,269	1,267
Other current liabilities	244,786	162,667	2,331
Total current liabilities	3,012,641	2,733,371	28,692
Long-term debt, less current maturities	2,877,945	3,011,992	27,409
Accrued pension and retirement benefits	15,244	14,074	145
Deferred income taxes, non-current	168,145	189,273	1,602
Minority interests	130,905	129,947	1,247
Shareholders' equity:			
Common stock	219,279	219,279	2,088
Additional paid-in capital	291,138	291,032	2,772
Retained earnings			
Appropriated for legal reserve	17,696	17,696	168
Unappropriated	1,078,407	943,114	10,271
	1,096,103	960,810	10,439
Accumulated other comprehensive income	(38,577)	22,845	(367)
Treasury stock, at cost	(1,190)	(1,224)	(11)
Total shareholders' equity	1,566,753	1,492,742	14,921
Total	¥ 7,771,633	¥ 7,571,399	\$ 74,016

Note: The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥105=US\$1.

Consolidated Statements of Income

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2008 and 2007

(Unaudited)

	Millions of Yen		Millions of U.S. Dollars	
	2008	2007	2008	
Revenues:				
Sales of tangible products	¥ 1,548,745	¥ 1,330,111	\$	14,750
Sales of services and others	372,701	313,813		3,549
Total revenues	1,921,446	1,643,924		18,299
Cost:				
Cost of tangible products sold	1,266,486	1,093,439		12,061
Cost of services and others	115,300	83,280		1,098
Total cost	1,381,786	1,176,719		13,159
Gross profit	539,660	467,205		5,140
Other income (expenses):				
Selling, general and administrative expenses	(337,233)	(329,185)		(3,212)
Provision for doubtful receivables	(9,524)	(4,767)		(91)
Impairment losses on long-lived assets	(343)	(493)		(3)
Gain on sale of property and equipment, net	1,102	427		10
Interest income	11,749	14,218		112
Interest expense	(28,570)	(35,818)		(272)
Dividends	8,395	8,304		80
Other than temporary impairment losses on securities	(5,571)	(10,179)		(53)
Gain on sale of marketable securities and other investments, net	11,426	33,685		109
Equity in earnings of associated companies, net	52,176	25,068		497
Other, net	(310)	431		(3)
Total other income (expenses)	(296,703)	(298,309)		(2,826)
Income before income taxes and minority interests in earnings of subsidiaries	242,957	168,896		2,314
Income taxes	75,962	53,312		724
Income before minority interests in earnings of subsidiaries	166,995	115,584		1,590
Minority interests in earnings of subsidiaries, net	(6,703)	(3,620)		(63)
Net income	¥ 160,292	¥ 111,964	\$	1,527
Disclosure of comprehensive income:				
Net income for the period	¥ 160,292	¥ 111,964	\$	1,527
Other comprehensive income (loss), net of tax:				
Net unrealized holding gains (losses) on securities available-for-sale	(35,764)	19,971		(341)
Foreign currency translation adjustments	(19,990)	18,661		(190)
Net unrealized gains (losses) on derivatives	(859)	1,305		(8)
Pension liability adjustments	(4,809)	(2,849)		(46)
Comprehensive income for the period	¥ 98,870	¥ 149,052	\$	942
Total trading transactions	¥ 6,084,287	¥ 5,695,355	\$	57,946

Note:

1) The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥105=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 U.S. GAAP.

Condensed Consolidated Statements of Cash Flows

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2008 and 2007

(Unaudited)

	Millions of Yen		Millions of U.S. Dollars
	2008	2007	2008
Operating activities:			
Net income	¥ 160,292	¥ 111,964	\$ 1,527
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	78,744	62,272	750
Provision for doubtful receivables	9,524	4,767	91
Impairment losses on long-lived assets	343	493	3
Gain on sale of property and equipment, net	(1,102)	(427)	(10)
Other than temporary impairment losses on securities	5,571	10,179	53
Gain on sale of marketable securities and other investments, net	(11,426)	(33,685)	(109)
Equity in earnings of associated companies, less dividends received	(16,658)	(6,402)	(159)
Changes in operating assets and liabilities, excluding effect of acquisitions and divestitures:			
(Increase) decrease in receivables	(124,289)	15,146	(1,184)
Increase in inventories	(138,574)	(7,735)	(1,320)
Increase (decrease) in payables	100,531	(11,205)	958
Other, net	24,155	30,560	230
Net cash provided by operating activities	87,111	175,927	830
Investing activities:			
Changes in:			
Property, equipment and other assets	(169,896)	(304,022)	(1,618)
Marketable securities and investments	(11,262)	14,955	(107)
Loans and other receivables	39,406	132,780	375
Time deposits	(1,266)	70	(12)
Net cash used in investing activities	(143,018)	(156,217)	(1,362)
Free Cash Flows:	(55,907)	19,710	(532)
Financing activities:			
Changes in:			
Short-term debt	76,793	53,612	731
Long-term debt	(19,736)	43,324	(188)
Cash dividends paid	(24,999)	(22,376)	(238)
Acquisition of treasury stock, net	34	(70,843)	0
Other, net	-	627	-
Net cash provided by financing activities	32,092	4,344	305
Effect of exchange rate changes on cash and cash equivalents	(2,904)	2,817	(28)
Net increase in cash and cash equivalents included in assets held for sale	-	2,331	-
Net (decrease) increase in cash and cash equivalents	(26,719)	29,202	(255)
Cash and cash equivalents, beginning of period	456,809	436,814	4,351
Cash and cash equivalents, end of period	¥ 430,090	¥ 466,016	\$ 4,096

The U.S. Dollar amounts represent translations of Japanese Yen amounts at the rate of ¥105=US\$1.

Segment Information (Condensed)

Sumitomo Corporation and Subsidiaries

For the six-month periods ended September 30, 2008 and 2007

(Unaudited)

Operating segments: 2008:	Millions of Yen				
	Segment	Gross profit	Net income	As of September 30	
				Segment assets	Total trading transactions
Metal Products	¥ 52,337	¥ 21,791	¥ 783,545	¥ 1,036,457	
Transportation & Construction Systems	91,973	21,219	1,597,815	923,923	
Infrastructure	20,529	8,982	516,498	183,814	
Media, Network & Lifestyle Retail	85,699	5,435	673,947	291,172	
Chemical & Electronics	26,778	5,917	377,293	530,245	
Mineral Resources & Energy	42,205	33,214	837,446	1,458,193	
General Products & Real Estate	61,800	8,895	771,787	449,958	
Financial & Logistics	16,912	156	677,345	86,124	
Domestic Regional Business Units and Offices	24,417	5,419	486,465	588,741	
Overseas Subsidiaries and Branches	120,219	35,067	1,401,004	1,129,668	
Segment Total	542,869	146,095	8,123,145	6,678,295	
Corporate and Eliminations	(3,209)	14,197	(351,512)	(594,008)	
Consolidated	¥ 539,660	¥ 160,292	¥ 7,771,633	¥ 6,084,287	

2007:	Millions of Yen				
	Segment	Gross profit	Net income	As of March 31	
				Segment assets	Total trading transactions
Metal Products	¥ 39,675	¥ 12,494	¥ 755,525	¥ 961,296	
Transportation & Construction Systems	76,248	17,907	1,604,917	857,577	
Infrastructure	21,480	9,610	478,782	180,510	
Media, Network & Lifestyle Retail	75,783	7,760	675,640	272,206	
Chemical & Electronics	24,400	3,714	352,770	560,770	
Mineral Resources & Energy	21,870	14,352	760,426	1,311,972	
General Products & Real Estate	63,930	9,628	742,039	442,968	
Financial & Logistics	14,914	2,355	449,488	52,615	
Domestic Regional Business Units and Offices	21,373	4,113	480,052	544,154	
Overseas Subsidiaries and Branches	105,015	22,735	1,000,685	1,099,747	
Segment Total	464,688	104,668	7,300,324	6,283,815	
Corporate and Eliminations	2,517	7,296	271,075	(588,460)	
Consolidated	¥ 467,205	¥ 111,964	¥ 7,571,399	¥ 5,695,355	

2008:	Millions of U.S.Dollars				
	Segment	Gross profit	Net income	As of September 30	
				Segment assets	Total trading transactions
Metal Products	\$ 498	\$ 207	\$ 7,462	\$ 9,871	
Transportation & Construction Systems	876	202	15,217	8,799	
Infrastructure	195	86	4,919	1,751	
Media, Network & Lifestyle Retail	816	52	6,419	2,773	
Chemical & Electronics	255	56	3,593	5,050	
Mineral Resources & Energy	402	316	7,976	13,888	
General Products & Real Estate	589	85	7,350	4,285	
Financial & Logistics	161	1	6,451	820	
Domestic Regional Business Units and Offices	233	52	4,633	5,607	
Overseas Subsidiaries and Branches	1,145	334	13,343	10,759	
Segment Total	5,170	1,391	77,363	63,603	
Corporate and Eliminations	(30)	136	(3,347)	(5,657)	
Consolidated	\$ 5,140	\$ 1,527	\$ 74,016	\$ 57,946	

Note:

1) The U.S. Dollar amounts represent translations of Japanese yen amounts at the rate of ¥105=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 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 U.S. GAAP.

Assumptions for Going Concern : None

Significant changes in shareholders' equity : None