

Highlights of consolidated annual results FY2008 (Year ended March 31, 2009)

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April 30, 2009

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

1. Consolidated Income

Unit: 100 millions of yen (rounded to the nearest 100 million)

Sumitomo Corporation

	Year ended March 31, 2009 (A)	Year ended March 31, 2008 (B)	increase/(decrease)		Summary
			amount (A)-(B)	percentage	
Gross profit	9,352	9,345	7	0%	<u>Gross profit</u> <Businesses which contributed to the increase> - Tubular products business in North America (Metal products/Overseas Subsidiaries) - Coal mining operation in Australia (Mineral Resources & Energy) - Jupiter Shop Channel/made it a subsidiary (Media, Network & Lifestyle Retail)
Other income (expenses) :					<Factors of decrease> - Stronger yen - Inventory valuation losses (Metal Products/Chemical & Electronics, etc.)
Selling, general and administrative expenses	(6,544)	(6,694)	150	2%	
Provision for doubtful receivables	(175)	(111)	(64)	(58%)	<u>Provision for doubtful receivables</u> - Domestic finance business and auto leasing operation
Gain (losses) on property and equipment, net	(151)	(101)	(50)	(50%)	<u>Gain (losses) on property and equipment, net</u> - Impairment loss on oil field in the North Sea - Impairment loss on goodwill of Hartz Mountain (pet care business in U.S.)
Interest expense, net of interest income	(361)	(428)	67	16%	<u>Interest expense, net of interest income</u> - Decrease of interest expense due to decline of interest rate in US\$
Dividends	146	153	(6)	(4%)	
Gain on marketable securities and investments, net	45	949	(905)	(95%)	<u>Gain on marketable securities and investments, net</u> - Value realizations through merger of MS Communications - Capital gain of Sumitomo Mitsui Finance & Leasing - Impairment loss on Fuji Media Holdings securities - Value realizations through mergers of leasing operations in the previous year
Equity in earnings of associated companies, net	900	569	330	58%	<u>Equity in earnings of associated companies, net</u> - Strong performance in iron ore business in South Africa and Jupiter Telecommunications (J:COM) - Decreased production in copper business in Indonesia (Batu Hijau copper & gold mine project) - Hedge evaluation impact in San Cristobal silver-zinc-lead mining project in Bolivia FY2008: Hedge profit +221 FY2007: Hedge loss -221
Other, net	(16)	(7)	(9)	(117%)	
Total other income (expenses)	(6,156)	(5,669)	(486)	(9%)	
Income before income taxes and minority interests in earnings of subsidiaries	3,196	3,676	(480)	(13%)	
Income taxes	(963)	(1,198)	235	20%	
Income before minority interests in earnings of subsidiaries	2,233	2,478	(245)	(10%)	
Minority interests in earnings of subsidiaries, net	(83)	(89)	6	7%	
Net income	2,151	2,389	(239)	(10%)	
Total trading transactions *1	107,500	114,846	(7,346)	(6%)	
Operating income *1	2,634	2,541	93	4%	
Basic profit (Calculation for reference) *2	2,430	1,971	459	23%	

*1) Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

*2) Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends)>59% (to take into account income taxes) + Equity in earnings of associated companies, net

Reference		Year ended March 31, 2009	Year ended March 31, 2008
Foreign exchange (Yen/US\$, ave.)	(Apr.-Mar.)	100.71	113.80
Interest (%) (Yen LIBOR6M, ave.)	(Apr.-Mar.)	0.97%	0.94%
Interest (%) (US\$ LIBOR6M, ave.)	(Apr.-Mar.)	2.7%	4.7%
Crude oil (US\$/bbl) <North Sea Brent, ave.>	(Jan.-Dec.)	99	73

2. Segment Information

Unit: 100 millions of yen (rounded to the nearest 100 million)

Sumitomo Corporation

	Gross profit			Net income			Summary (Net income)
	Year ended March 31, 2009	Year ended March 31, 2008	increase/ (decrease)	Year ended March 31, 2009	Year ended March 31, 2008	increase/ (decrease)	
Metal Products	864	803	62	297	292	4	- Strong performance in tubular products business in North America and steel service center (decelerated in 4Q) - Decline in stainless market - Inventory valuation loss
Transportation & Construction Systems	1,556	1,577	(21)	293	416	(123)	- Decline in automotive and construction equipment businesses (decelerated in 4Q) - Value realization in the previous year
Infrastructure	404	410	(6)	165	189	(24)	- Stable performance in IPP business mainly in Asia (Large scale construction projects in the previous year)
Media, Network & Lifestyle Retail	1,764	1,687	77	85	138	(53)	- Strong performance in J:COM - Impairment loss on Fuji Media Holdings securities
Chemical & Electronics	404	460	(57)	(3)	47	(50)	- Impairment loss on goodwill of Hartz - Decreased earnings in Cantex (PVC pipe business in the U.S.) and Sumitomo Shoji Chemicals, etc. - Strong performance in agricultural chemical business
Mineral Resources & Energy	515	480	35	436	320	116	- Strong performance in coal mining operation in Australia (decelerated in 4Q) - Decreased production in copper business in Indonesia - Hedge evaluation impact in San Cristobal project
General Products & Real Estate	1,111	1,220	(109)	131	195	(64)	- Strong performance in banana business - Decreased earnings in domestic building-product business and TBC (tire business in U.S.) - Large sales of condominium in the previous year
Financial & Logistics	269	318	(50)	(16)	51	(67)	- Provision for doubtful receivables in domestic finance business - Impairment loss on unlisted company and loss regarding funds
Domestic Regional Business Units and Offices	426	437	(11)	69	90	(21)	- Inventory valuation loss in metal products business
Overseas Subsidiaries and Branches	2,117	2,008	109	486	456	30	- Strong performance in tubular products business in North America - Strong performance in businesses in Europe - Impairment loss on goodwill of Hartz
Segment Total	9,429	9,398	31	1,942	2,194	(252)	
Corporate and Eliminations	(77)	(53)	(24)	209	195	14	- Capital gain of Sumitomo Mitsui Finance & Leasing - Value realization through mergers of leasing operations in the previous year
Consolidated	9,352	9,345	7	2,151	2,389	(239)	

3. Financial Position

	As of Mar. 31, 2009	As of Mar. 31, 2008	increase/ (decrease)
Total assets	70,182	75,714	(5,532)
Total shareholders' equity	13,531	14,927	(1,396)
Shareholders' equity ratio	19.3%	19.7%	(0.4pt)
Interest-bearing liabilities, net	31,868	32,476	(607)
Debt-equity ratio, net (times)	2.4	2.2	0.2pt

Summary
<u>Total assets</u> - Decreased due to stronger yen - Decrease of operating receivables - Fall of the market value on securities available-for-sale
<u>Total shareholders' equity</u> - Decrease of foreign currency translation adjustments due to stronger yen - Decrease in unrealized holding gains on securities available-for-sale - Increase in retained earnings

4. Cash Flows

	Year ended March 31, 2009	Year ended March 31, 2008
Net cash provided by operating activities	3,456	3,207
Net cash used in investing activities	(3,087)	(2,998)
<i>Free Cash Flow</i>	369	208
Net cash provided by financing activities	445	127
Effect of exchange rate changes on cash and cash equivalents, etc	(269)	(135)
Net increase (decrease) in cash and cash equivalents	545	200

5. Targets (Year ending March 31, 2010)

Unit: 100 millions of yen (rounded to the nearest 100 million)

Sumitomo Corporation

	Year ending March 31, 2010 (C)	Year ended March 31, 2009 (D)	increase/(decrease)		Summary																					
			amount (C)-(D)	percentage																						
Gross profit	8,300	9,352	(1,052)	(11%)	<p><u>Gross profit</u> - Decrease in Metal products/ Transportation & Construction Systems/Mineral Resources, Energy, Chemical & Electronics^{2/}/ Overseas business units which contributed to the results in FY2008 due to rise in market prices and strong demand</p> <p><u>Interest expense, net of interest income</u> - Slight increase due to making San Cristobal silver-zinc-lead mining project in Bolivia a subsidiary</p> <p><u>Equity in earnings of associated companies, net</u> - Decrease of tubular products business in North America - Stable performance in copper business in Indonesia, iron ore business in South Africa and J:COM - Hedge evaluation gain on San Cristobal silver-zinc-lead mining project in Bolivia in FY2008</p> <p><u>Other, net</u> - Expect loss at higher level than usual through accelerating replacement of assets, in order to reinforce sound financial conditions</p> <p><Assumptions for annual average></p> <table border="1"> <thead> <tr> <th></th> <th>FY2009</th> <th>FY2008 (Results)</th> </tr> </thead> <tbody> <tr> <td>Foreign exchange (Yen/US\$) (Apr.-Mar.)</td> <td>95</td> <td>100.71</td> </tr> <tr> <td>Crude oil <North Sea Brent> (US\$/bbl) (Jan.-Dec.)</td> <td>50</td> <td>99</td> </tr> <tr> <td>Hard coking coal (US\$/MT)*</td> <td>128</td> <td>285~300</td> </tr> <tr> <td>Copper (US \$/lb)</td> <td>160</td> <td>316</td> </tr> <tr> <td>Interest LIBOR 6M (Yen) (Apr.-Mar.)</td> <td>0.80%</td> <td>0.97%</td> </tr> <tr> <td>Interest LIBOR 6M (US\$) (Apr.-Mar.)</td> <td>1.7%</td> <td>2.7%</td> </tr> </tbody> </table> <p>*Market price</p> <p><Sensitivity of the net income to the fluctuations of FOREX> Depreciation of 1 yen per US\$ will increase net income about 0.3 billion yen</p>		FY2009	FY2008 (Results)	Foreign exchange (Yen/US\$) (Apr.-Mar.)	95	100.71	Crude oil <North Sea Brent> (US\$/bbl) (Jan.-Dec.)	50	99	Hard coking coal (US\$/MT)*	128	285~300	Copper (US \$/lb)	160	316	Interest LIBOR 6M (Yen) (Apr.-Mar.)	0.80%	0.97%	Interest LIBOR 6M (US\$) (Apr.-Mar.)	1.7%	2.7%
	FY2009	FY2008 (Results)																								
Foreign exchange (Yen/US\$) (Apr.-Mar.)	95	100.71																								
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Other income (expenses) :																										
Selling, general and administrative expenses	(6,600)	(6,544)	(56)	(1%)																						
Interest expense, net of interest income	(350)	(361)	11	3%																						
Dividends	90	146	(56)	(38%)																						
Equity in earnings of associated companies, net	700	900	(200)	(22%)																						
Other, net	(300)	(297)	(3)	(1%)																						
Total other income (expenses)	(6,460)	(6,156)	(304)	(5%)																						
Income before income taxes and minority interests in earnings of subsidiaries	1,840	3,196	(1,356)	(42%)																						
Income taxes	(620)	(963)	343	36%																						
Income before minority interests in earnings of subsidiaries	1,220	2,233	(1,013)	(45%)																						
Minority interests in earnings of subsidiaries	(70)	(83)	13	15%																						
Net income ^{*1}	1,150	2,151	(1,001)	(47%)																						
Total trading transactions	89,000	107,500	(18,500)	(17%)																						
Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.																										
Basic profit (Calculation for reference)	1,550	2,430	(880)	(36%)																						

Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends)×59% (to take into account income taxes) + Equity in earnings of associated companies, net

*1 As for the targets of the year ending March 31, 2010, accounts remain the same as the previous year in order to make it convenient to compare. (not adopting statement of Financial Accounting Standard (SFAS) No.160)

*2 Effective on April 1st, 2009, the Chemical & Electronics Business Unit and the Mineral Resources & Energy Unit were merged into the newly established "Mineral Resources, Energy, Chemical & Electronics Business Unit".

6. Notification of dividend

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. **The annual dividend for fiscal year 2008 will be 34 yen per share** (the interim dividend: 19 yen per share, **the year-end dividend: 15 yen per share**), which was 38 yen per share in the previous year. Based on our new target of consolidated net income^{*3} of 115 billion yen, **the annual dividend is planned to be 18 yen per share** (the interim dividend will be 9 yen per share and the year-end dividend will be 9 yen per share).

*3 "net income" presented above means "Net income attributable to shareholders of Sumitomo Corporation" in the Statement of Financial Accounting Standards No. 160 effective April 1, 2009, which is equivalent to the caption "Net income" appearing in the consolidated financial statements for fiscal year ended March 31, 2009.

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.

<Reference information>

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April 30, 2009

Sumitomo Corporation

Number of subsidiaries and associated companies

Unit: Number of companies

	As of Mar. 31, 2009			increase/(decrease) from Mar. 31, 2008		
	Profit	Loss	Total	Profit	Loss	Total
Japan	161	52	213	(36)	12	(24)
Overseas	475	98	573	(50)	27	(23)
Total	636	150	786	(86)	39	(47)

(Profit-making company ratio)

81%

(6pt)

Equity in earnings of subsidiaries and associated companies

Unit: 100 millions of yen
(rounded to the nearest 100 million)

	Apr. 1, 2008-Mar.31, 2009			increase/(decrease) from the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Japan	690	(113)	576	(96)	(43)	(139)
Overseas	1,757	(221)	1,536	356	169	525
Total	2,447	(334)	2,112	260	126	386

Equity in earnings of subsidiaries and associated companies by Segment

Unit: 100 millions of yen
(rounded to the nearest 100 million)

	Apr. 1, 2008-Mar.31, 2009			increase/(decrease) from the previous year		
	Profit	Loss	Total	Profit	Loss	Total
Metal Products	199	(38)	161	31	(26)	6
Transportation & Construction Systems	339	(32)	307	(24)	(6)	(29)
Infrastructure	202	(8)	194	11	11	22
Media, Network & Lifestyle Retail	235	(25)	210	2	5	6
Chemical & Electronics	65	(41)	24	(1)	(32)	(32)
Mineral Resources & Energy	647	(87)	560	301	244	545
General Products & Real Estate	74	(37)	36	(39)	(17)	(56)
Financial & Logistics	115	(44)	71	48	(40)	8
Domestic Regional Business Units and Offices	48	(15)	33	(9)	(9)	(18)
Overseas Subsidiaries and Branches	501	(3)	498	27	(2)	25
Other	22	(4)	18	(87)	(2)	(89)
Total	2,447	(334)	2,112	260	126	386

(English Translation)

FY 2009–2010 Medium-Term Management Plan: “FOCUS’10” (A Growth Scenario on a New Stage)

From the Reform Package launched in 1999 through the GG Plan completed in March this year, the Sumitomo Corporation Group has steadily implemented five medium-term management plans over a period of 10 years, achieving both reform and growth. Under FOCUS’10 we are focusing on the next 10 years and formulating a “growth scenario on a new stage,” aiming to become a value-creating company leveraging change into growth. For this purpose, our fundamental principles will be to *promote medium/long-term growth by enhancing our value-creation capability while reinforcing our soundness and efficiency* and *promote company-wide growth by leveraging the diversity and strengths of our businesses*. On this basis we will strive for the “creation of new value” as set forth in our Mission Statement.

Quantitative targets, investment plan, and indicators

Under FOCUS’10 our quantitative targets, investment plan, and indicators are as listed below. The quantitative targets have been set based on the intention that we will maintain a risk-adjusted return ratio of 7.5%, which is assumed to cover our cost of shareholder’s equity, even under the severe business environment, and that we will restore a risk-adjusted return ratio of 15% over the medium term. And with a view to the reinforcement of our soundness and efficiency, which will be essential as we aim for medium- to long-term growth, we have adopted general indicators for consolidated total assets and free cash flow. In addition, the cost for the acceleration of asset replacement on a group-wide basis, which is an after-tax cost of ¥5 billion, has been taken into consideration in setting the consolidated net income targets.

Quantitative targets

- Net income: ¥115 billion in FY 2009
- Risk-adjusted return ratio: Two-year average of around 10%

Note: “Net income” presented above means “Net income attributable to shareholders of Sumitomo Corporation” in the Statement of Financial Accounting Standards No. 160 effective April 1, 2009, which is equivalent to the caption “Net income” appearing in the consolidated financial statements for fiscal year ended March 31, 2009.

Investment plan

- Net increase in risk-adjusted assets: Two-year total of ¥100 billion

Indicators of soundness and efficiency

- Consolidated total assets: Remains on the same level as the end of March 2009
- Consolidated free cash flow: Positive two-year total

Qualitative targets

Under FOCUS’10, in line with the two fundamental principles identified above, we will devote efforts to *steady execution of selective and focused growth strategy, thorough reinforcement of soundness and efficiency, and development of human and organizational dynamism to enhance value-creation capability*.

(1) Steady execution of selective and focused growth strategy

We will promote the growth of our company’s various businesses on the basis of a clear identification of their respective paths. By giving play to the distinctive features and

strengths of each business line, we will get them to contribute through their various paths to company-wide growth. Meanwhile, in order to step up our efforts in prioritized/strategic areas, we will undertake strategic allocation of management resources, strengthen the support schemes in strategic areas, and reinforce the organizations and structures serving as a foundation for growth.

- (2) **Thorough reinforcement of soundness and efficiency**
 While we must continue to strive for the “further improvement of quality” that we pursued under the GG Plan, we will focus our energies in particular on company-wide initiatives for upgraded balance-sheet management and on the further strengthening of our internal control systems, including those applied to our group companies. Through the active, strategic replacement of assets and the implementation of balance-sheet management, we will secure capacity for new investment, improve our portfolio of businesses, and promote moves toward the shifting and upgrading of existing business models. In the area of internal controls, which serve as the foundation for globally consolidated management, we will aim for further strengthening, including the review and reinforcement of our crisis-management framework.
- (3) **Development of human and organizational dynamism to enhance value-creation capability**
 We will promote the activation of diverse human resources, working to enhance the capabilities and motivations of each individual employee. We will undertake on a globally consolidated basis to recruit and develop human resources capable of dealing with various businesses, and we will strive to strengthen our organizational human resources management so as to draw on the diverse strengths and skills of each employee and promote their further activation.

Note: The word “FOCUS” stands for the key words of the new management plan: F for Future (a medium- to long-term perspective), O for Originality (respect for individuality and diversity), C for Core (solid earning pillars), U for Unity (leveraging of our integrated corporate strength), and S for Soundness (reinforcement of operational health and efficiency). The name as a whole expresses our intention of focusing on these key elements from now through '10 (2010), the year for completion of the plan.

Corporate Mission Statement of the Sumitomo Corporation Group

We aim to be a global organization that constantly stays a step ahead in dealing with changes, creates new value, and contributes broadly to society.

Management Principles

- To achieve Prosperity and realize dreams through sound business activities
- To place prime importance on integrity and sound management with utmost respect for the individual
- To foster a corporate culture full of vitality and conducive to innovation

Activity Guidelines

- To act with honesty and sincerity on the basis of the Sumitomo Business Spirit and in keeping with the Management Principles
- To comply with laws and regulations while maintaining the highest ethical standards
- To set high value on transparency and openness
- To attach great importance to protecting the global environment
- To contribute to society as a good corporate citizen
- To achieve teamwork and integrated corporate strength through active communication
- To set clear objectives and achieve them with enthusiasm

“A Growth Scenario on a New Stage”

【 Fundamental Principles 】

- Promote medium/long-term growth by enhancing our value-creation capability while reinforcing soundness and efficiency
- Promote company-wide growth by leveraging the diversity and strengths of our businesses

【 Quantitative Targets 】

■ Net Income* (FY2009) : **115 billion yen**

*Please refer to page 5 for “Net income”.

■ Risk-adjusted return ratio (2-year average) : **around 10%**

【 Risk-adjusted assets 】

■ Increase amount in two years (net): +100 billion yen

【 Soundness & Efficiency 】

■ Total Assets : remains on the same level as the end of March 2009

■ Free Cash Flow : positive 2-year total

Reference(2) FOCUS' 10~Qualitative Targets

- Steady execution of selective and focused growth strategy
- Thorough reinforcement of soundness and efficiency
- Development of human and organizational dynamism to enhance value-creation capability

Further strengthening of business portfolio

Aim to stably realize RR15% or more
in the medium- to long-term