

## 1. Key Financial Indicators

	(100 millions of yen)									
	Reform Package		Step Up Plan		AA Plan		AG Plan		GG Plan	
	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008 1st half
Net income	323	505	477	139	666	851	1,602	2,110	2,389	1,603
Total assets	49,046	49,541	48,602	48,562	50,125	55,331	67,119	84,305	75,714	77,716
Shareholders' equity	6,298	6,270	6,580	6,187	7,308	9,349	13,040	14,731	14,927	15,668
Shareholders' equity ratio (%)	12.8	12.7	13.5	12.7	14.6	16.9	19.4	17.5	19.7	20.2
Return on equity (%)	5.4	8.0	7.4	2.2	9.9	10.2	14.3	15.2	16.1	-
Return on assets (%)	0.6	1.0	1.0	0.3	1.4	1.6	2.6	2.8	3.0	-
Interest-bearing liabilities (gross)	27,214	27,044	28,134	28,306	27,959	28,401	31,525	33,556	37,097	37,289
Interest-bearing liabilities (net)	25,038	24,477	25,288	25,028	23,776	23,760	26,222	29,133	32,476	32,922
Debt-equity ratio (gross) (times)	4.3	4.3	4.3	4.6	3.8	3.0	2.4	2.3	2.5	2.4
Debt-equity ratio (net) (times)	4.0	3.9	3.8	4.0	3.3	2.5	2.0	2.0	2.2	2.1
Working capital	1,875	1,738	1,945	3,469	6,940	8,970	10,218	13,103	9,904	9,647

## 2. Stock Price Related Indicators

	(yen)									
	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008 1st half
Stock price of Sumitomo Corporation										
(closing price)	1,244	791	707	537	937	919	1,676	2,120	1,313	961
(highest)	1,401	1,350	935	895	958	977	1,705	2,330	2,445	1,658
(lowest)	675	680	532	417	445	732	804	1,280	1,221	952
Nikkei stock average (closing price)	20,337.32	12,999.70	11,024.94	7,972.71	11,715.39	11,668.95	17,059.66	17,287.65	12,525.54	11,259.86
Shares of common stock issued (unit: thousand)	1,064,463	1,064,463	1,064,609	1,064,609	1,064,609	1,204,609	1,250,603	1,250,603	1,250,603	1,250,603
Net income per share (basic) (EPS)	30.35	47.43	44.85	13.04	62.66	72.83	130.18	169.93	192.51	-
Shareholders' equity per share (BPS)	591.69	589.09	618.28	581.75	686.99	776.61	1,047.88	1,192.35	1,194.20	1,253.40
Price-earning ratio (times)	40.99	16.68	15.76	41.18	14.95	12.62	12.87	12.48	6.82	-
Price book-value ratio (times)	2.10	1.34	1.14	0.92	1.36	1.18	1.60	1.78	1.10	0.77

### 3. Consolidated Statements of Income

(100 millions of yen)

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007		FY2008
									1st half	full year	1st half
<b>Revenues:</b>											
Sales of tangible products	9,300	9,485	9,665	11,294	12,841	15,861	20,796	24,950	13,301	30,407	15,487
Sales of services and others	4,175	4,308	4,194	4,089	4,245	4,632	5,018	5,822	3,138	6,302	3,727
<b>Total revenues</b>	<b>13,475</b>	<b>13,793</b>	<b>13,859</b>	<b>15,383</b>	<b>17,086</b>	<b>20,493</b>	<b>25,814</b>	<b>30,772</b>	<b>16,439</b>	<b>36,709</b>	<b>19,214</b>
<b>Cost:</b>											
Cost of tangible products sold	(8,023)	(8,070)	(8,170)	(9,482)	(10,975)	(13,618)	(17,377)	(20,766)	(10,934)	(25,517)	(12,665)
Cost of services and others	(705)	(839)	(816)	(937)	(1,098)	(1,244)	(1,371)	(1,429)	(833)	(1,847)	(1,153)
<b>Total cost</b>	<b>(8,728)</b>	<b>(8,909)</b>	<b>(8,986)</b>	<b>(10,419)</b>	<b>(12,073)</b>	<b>(14,862)</b>	<b>(18,748)</b>	<b>(22,195)</b>	<b>(11,767)</b>	<b>(27,364)</b>	<b>(13,818)</b>
<b>Gross profit</b>	<b>4,747</b>	<b>4,884</b>	<b>4,873</b>	<b>4,964</b>	<b>5,013</b>	<b>5,631</b>	<b>7,066</b>	<b>8,577</b>	<b>4,672</b>	<b>9,345</b>	<b>5,397</b>
<b>Other income (expenses):</b>											
Selling, general and administrative expenses	(4,087)	(3,906)	(4,008)	(4,063)	(4,224)	(4,379)	(5,158)	(6,099)	(3,292)	(6,694)	(3,372)
Settlements on copper trading litigation	(18)	124	43	2	(71)	28	(1)	96	-	-	-
(Provision for) reversal of allowance for doubtful receivables	(75)	(319)	126	(56)	(80)	(129)	(147)	(80)	(48)	(111)	(95)
Loss on termination and restructuring of projects	(55)	(443)	-	-	-	-	-	-	-	-	-
Impairment losses on long-lived assets	(308)	(77)	(48)	(204)	(52)	(295)	(124)	(98)	(5)	(135)	(3)
Gain (loss) on sale of property and equipment, net	13	10	28	33	133	115	(4)	24	4	35	11
Interest income	431	423	323	249	157	146	190	329	142	283	117
Interest expense	(651)	(603)	(460)	(309)	(220)	(232)	(390)	(700)	(358)	(711)	(286)
Dividends	56	60	66	64	69	64	104	141	83	153	84
Gain (loss) on marketable securities and other investments, net	606	723	(89)	(471)	163	74	402	441	234	545	59
Gain on issuances of stock by subsidiaries and associated companies	-	-	-	-	-	126	15	4	1	404	0
Equity in earnings of associated companies, net	57	(64)	2	98	207	374	514	703	251	569	522
Other, net	(128)	(12)	(24)	(21)	(5)	(10)	10	(18)	4	(7)	(3)
<b>Total other income (expenses)</b>	<b>(4,159)</b>	<b>(4,084)</b>	<b>(4,041)</b>	<b>(4,678)</b>	<b>(3,923)</b>	<b>(4,118)</b>	<b>(4,588)</b>	<b>(5,258)</b>	<b>(2,983)</b>	<b>(5,669)</b>	<b>(2,967)</b>
Income before income taxes and minority interests in earnings of subsidiaries	588	800	832	286	1,090	1,513	2,478	3,319	1,689	3,676	2,430
Income taxes	(302)	(243)	(302)	(84)	(357)	(578)	(807)	(1,148)	(533)	(1,198)	(760)
Income before minority interests in earnings of subsidiaries	286	557	530	202	733	935	1,671	2,171	1,156	2,478	1,670
Minority interests in earnings of subsidiaries, net	37	(52)	(53)	(63)	(67)	(84)	(69)	(61)	(36)	(89)	(67)
<b>Net income</b>	<b>323</b>	<b>505</b>	<b>477</b>	<b>139</b>	<b>666</b>	<b>851</b>	<b>1,602</b>	<b>2,110</b>	<b>1,120</b>	<b>2,389</b>	<b>1,603</b>
<b>Basic Profit *1</b>	<b>344</b>	<b>433</b>	<b>462</b>	<b>622</b>	<b>668</b>	<b>1,100</b>	<b>1,583</b>	<b>2,029</b>	<b>987</b>	<b>1,971</b>	<b>1,666</b>
Total trading transactions *2	106,560	100,801	96,454	92,296	91,979	98,986	103,363	105,283	56,954	114,846	60,843
Operating income *2	585	889	884	893	710	1,124	1,761	2,397	1,333	2,541	1,929

\*1 Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends)  
x 59% (to take into account income taxes) + Equity in earnings of associated companies, net  
[Until the year ended March 31, 2004, basic profit was calculated by using 58% as the multiplier.]

\*2 Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

### 4. Consolidated Statements of Comprehensive Income (Loss)

(100 millions of yen)

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007		FY2008
									1st half	full year	1st half
Net income	323	505	477	139	666	851	1,602	2,110	1,120	2,389	1,603
Net unrealized holding gains (losses) on securities available-for-sale	685	(728)	(348)	(305)	795	285	1,524	119	200	(1,347)	(358)
Foreign currency translation adjustments	(302)	282	277	(139)	(261)	7	460	257	187	(564)	(200)
Net unrealized gains (losses) on derivatives	-	-	(9)	1	4	(10)	(82)	47	13	27	(9)
Pension liability adjustments	-	-	-	-	-	-	-	-	(28)	(110)	(48)
<b>Total comprehensive income (loss)</b>	<b>706</b>	<b>59</b>	<b>397</b>	<b>(304)</b>	<b>1,204</b>	<b>1,133</b>	<b>3,504</b>	<b>2,533</b>	<b>1,491</b>	<b>395</b>	<b>989</b>

**5. Consolidated Balance Sheets**

(100 millions of yen)

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008 1st half
<b>Current assets:</b>										
Cash and cash equivalents	2,114	2,515	2,767	3,244	4,156	4,539	5,220	4,368	4,568	4,301
Time deposits	62	52	79	34	27	102	83	55	54	66
Marketable securities	305	149	56	77	28	231	221	173	199	211
Receivables-trade										
Notes and loans	3,515	3,967	2,894	2,707	2,382	3,071	2,650	2,926	2,423	2,679
Accounts	10,662	11,742	10,725	10,958	11,780	13,557	16,461	17,221	17,821	17,858
Associated companies	1,288	1,951	1,624	1,383	1,512	849	983	1,000	1,093	1,199
Allowance for doubtful receivables	(116)	(116)	(107)	(98)	(89)	(110)	(153)	(136)	(148)	(166)
Inventories	3,733	4,186	4,066	4,131	4,123	5,038	7,052	7,575	7,562	8,971
Deferred income taxes	258	237	242	293	376	392	320	393	393	421
Advance payments to suppliers	717	611	465	478	516	569	502	556	739	1,058
Assets held for sale	-	-	-	-	-	-	-	15,164	-	-
Other current assets	788	972	1,340	1,161	1,401	2,712	3,104	2,281	2,534	3,175
<b>Total current assets</b>	<b>23,326</b>	<b>26,266</b>	<b>24,151</b>	<b>24,368</b>	<b>26,212</b>	<b>30,950</b>	<b>36,443</b>	<b>51,578</b>	<b>37,238</b>	<b>39,773</b>
<b>Investments and long-term receivables:</b>										
Investments in and advances to associated companies	1,803	2,425	2,854	3,757	3,840	3,946	4,695	5,595	8,836	9,492
Other investments	8,879	7,040	5,833	4,136	4,690	5,027	7,830	8,338	6,552	5,873
Long-term receivables	6,611	6,482	6,803	6,661	5,975	6,208	6,621	7,061	8,328	7,896
Allowance for doubtful receivables	(872)	(959)	(831)	(762)	(500)	(457)	(407)	(284)	(221)	(235)
<b>Total investments and long-term receivables</b>	<b>16,421</b>	<b>14,988</b>	<b>14,659</b>	<b>13,792</b>	<b>14,005</b>	<b>14,724</b>	<b>18,739</b>	<b>20,710</b>	<b>23,495</b>	<b>23,026</b>
Property and equipment, at cost less accumulated depreciation	8,175	7,053	7,764	7,610	7,686	7,204	8,195	8,647	9,971	10,328
Prepaid expenses, non-current	383	529	771	1,107	986	948	947	474	478	393
Deferred income taxes, non-current	29	147	190	463	94	102	135	116	142	151
Other assets	712	558	1,067	1,222	1,142	1,403	2,660	2,780	4,390	4,045
<b>Total</b>	<b>49,046</b>	<b>49,541</b>	<b>48,602</b>	<b>48,562</b>	<b>50,125</b>	<b>55,331</b>	<b>67,119</b>	<b>84,305</b>	<b>75,714</b>	<b>77,716</b>
<b>Current liabilities:</b>										
Short-term debt	5,592	8,205	7,738	6,158	4,521	4,122	5,396	4,619	6,251	6,929
Current maturities of long-term debt	3,982	2,858	3,565	3,822	3,306	4,385	4,285	4,165	4,289	4,814
Payables-trade										
Notes and acceptances	2,017	2,335	1,666	1,152	1,075	1,017	933	1,079	846	879
Accounts	7,390	8,240	6,730	7,287	7,711	8,790	10,709	11,038	11,592	11,906
Associated companies	374	511	254	256	228	183	297	387	267	318
Income taxes	86	87	98	171	159	202	330	549	374	458
Accrued expenses	577	455	375	477	612	605	930	1,038	1,015	1,045
Advances from customers	677	714	648	604	662	854	905	791	1,073	1,330
Liabilities associated with assets held for sale	-	-	-	-	-	-	-	13,293	-	-
Other current liabilities	755	1,123	1,132	972	998	1,822	2,440	1,515	1,627	2,448
<b>Total current liabilities</b>	<b>21,450</b>	<b>24,528</b>	<b>22,206</b>	<b>20,899</b>	<b>19,272</b>	<b>21,980</b>	<b>26,225</b>	<b>38,474</b>	<b>27,334</b>	<b>30,126</b>
Long-term debt, less current maturities	19,429	17,729	18,836	20,460	22,185	22,137	24,472	27,644	30,120	28,779
Accrued pension and retirement benefits	416	81	85	91	109	118	132	98	141	152
Deferred income taxes, non-current	785	244	146	39	388	857	2,303	2,395	1,893	1,681
Minority interests	668	689	749	886	863	890	947	963	1,299	1,309
<b>Shareholders' equity:</b>										
Common stock	1,694	1,694	1,694	1,694	1,694	2,193	2,193	2,193	2,193	2,193
Additional paid-in capital	1,895	1,895	1,895	1,895	1,896	2,389	2,795	2,797	2,910	2,911
Retained earnings										
Appropriated for legal reserve	164	172	177	177	177	177	177	177	177	177
Unappropriated	2,226	2,637	3,024	3,078	3,659	4,426	5,792	7,552	9,431	10,784
Accumulated other comprehensive income (loss)	319	(127)	(207)	(650)	(112)	171	2,138	2,222	228	(386)
Treasury stock, at cost	-	(1)	(3)	(7)	(6)	(7)	(55)	(210)	(12)	(12)
<b>Total shareholders' equity</b>	<b>6,298</b>	<b>6,270</b>	<b>6,580</b>	<b>6,187</b>	<b>7,308</b>	<b>9,349</b>	<b>13,040</b>	<b>14,731</b>	<b>14,927</b>	<b>15,668</b>
<b>Total</b>	<b>49,046</b>	<b>49,541</b>	<b>48,602</b>	<b>48,562</b>	<b>50,125</b>	<b>55,331</b>	<b>67,119</b>	<b>84,305</b>	<b>75,714</b>	<b>77,716</b>

## 6. Consolidated Statements of Cash Flows

(100 millions of yen)

	FY1999	FY2000	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007		FY2008
									1st half	full year	1st half
<b>I Operating activities:</b>											
Net income	323	505	477	139	666	851	1,602	2,110	1,120	2,389	1,603
Adjustments to reconcile net income to net cash provided by (used in) operating activities:											
Depreciation and amortization	621	574	656	718	812	780	942	1,133	623	1,466	787
Provision for (reversal of allowance for) doubtful receivables	75	319	(126)	56	80	129	147	80	48	111	95
Loss on termination and restructuring of projects	55	443	-	-	-	-	-	-	-	-	-
Impairment losses on long-lived assets	308	77	48	204	52	295	124	98	5	135	3
(Gain) loss on sale of property and equipment, net	(13)	(10)	(28)	(33)	(133)	(115)	4	(24)	(4)	(35)	(11)
(Gain) loss on marketable securities and other investments, net	(606)	(723)	89	471	(163)	(200)	(418)	(445)	(235)	(949)	(59)
Equity in earnings of associated companies, less dividend received	(42)	52	32	(80)	(174)	(332)	(321)	(444)	(64)	(170)	(167)
Changes in operating assets and liabilities, excluding effect of acquisitions and divestitures:											
(Increase) decrease in receivables	1,305	(1,249)	1,115	(397)	(1,083)	(2,460)	(2,676)	(924)	151	(36)	(1,243)
(Increase) decrease in inventories	204	(331)	226	(312)	(34)	(908)	(966)	(875)	(77)	(414)	(1,386)
Increase (decrease) in payables	(851)	1,255	(1,464)	311	620	1,397	1,464	1,069	(112)	700	1,005
Other, net	(273)	(54)	(298)	(407)	(25)	355	(531)	133	306	10	242
<b>Net cash provided by (used in) operating activities</b>	<b>1,106</b>	<b>857</b>	<b>727</b>	<b>670</b>	<b>618</b>	<b>(208)</b>	<b>(628)</b>	<b>1,912</b>	<b>1,759</b>	<b>3,207</b>	<b>871</b>
<b>II Investing activities:</b>											
Changes in:											
Property, equipment and other assets	(984)	(460)	(1,171)	(523)	(683)	(613)	(250)	(2,739)	(3,040)	(4,330)	(1,699)
Marketable securities and investments	1,727	(22)	(82)	365	768	(716)	(1,623)	(2,502)	150	(286)	(113)
Loans and other receivables	452	(193)	470	(473)	489	844	446	635	1,328	1,624	394
Time deposits	401	46	(6)	32	5	(73)	13	74	1	(7)	(13)
<b>Net cash (used in) provided by investing activities</b>	<b>1,596</b>	<b>(628)</b>	<b>(788)</b>	<b>(599)</b>	<b>579</b>	<b>(558)</b>	<b>(1,414)</b>	<b>(4,531)</b>	<b>(1,562)</b>	<b>(2,998)</b>	<b>(1,430)</b>
<b>Free Cash Flow:</b>	<b>2,702</b>	<b>229</b>	<b>(61)</b>	<b>72</b>	<b>1,197</b>	<b>(767)</b>	<b>(2,042)</b>	<b>(2,619)</b>	<b>197</b>	<b>208</b>	<b>(559)</b>
<b>III Financing activities:</b>											
Changes in:											
Short-term debt	(5,990)	2,696	90	(1,532)	(1,758)	(569)	1,154	(281)	536	382	768
Long-term debt	2,486	(2,517)	260	2,021	1,609	742	1,772	2,400	433	889	(197)
Proceeds from issuance of common stock	-	-	-	-	-	986	-	-	-	-	-
Cash dividends paid	(85)	(85)	(85)	(85)	(85)	(91)	(221)	(362)	(224)	(449)	(250)
Acquisition of treasury stock, net	-	-	(1)	(4)	(8)	(22)	(2)	(1)	(708)	(708)	0
Other, net	92	46	3	30	5	112	(81)	6	6	13	-
<b>Net cash provided by (used in) financing activities</b>	<b>(3,498)</b>	<b>140</b>	<b>267</b>	<b>430</b>	<b>(236)</b>	<b>1,158</b>	<b>2,621</b>	<b>1,761</b>	<b>43</b>	<b>127</b>	<b>321</b>
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	<b>(94)</b>	<b>32</b>	<b>46</b>	<b>(25)</b>	<b>(49)</b>	<b>(8)</b>	<b>83</b>	<b>44</b>	<b>28</b>	<b>(158)</b>	<b>(29)</b>
<b>V Effect of the change in the reporting period of subsidiaries and associated companies</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19</b>	<b>38</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VI Net increase (decrease) in cash and cash equivalents included in assets held for sale</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(76)</b>	<b>23</b>	<b>23</b>	<b>-</b>
<b>VII Net increase (decrease) in cash and cash equivalents</b>	<b>(890)</b>	<b>401</b>	<b>252</b>	<b>476</b>	<b>912</b>	<b>383</b>	<b>681</b>	<b>(852)</b>	<b>292</b>	<b>200</b>	<b>(267)</b>
<b>VIII Cash and cash equivalents, beginning of period</b>	<b>3,004</b>	<b>2,114</b>	<b>2,515</b>	<b>2,767</b>	<b>3,244</b>	<b>4,156</b>	<b>4,539</b>	<b>5,220</b>	<b>4,368</b>	<b>4,368</b>	<b>4,568</b>
<b>IX Cash and cash equivalents, end of period</b>	<b>2,114</b>	<b>2,515</b>	<b>2,767</b>	<b>3,244</b>	<b>4,156</b>	<b>4,539</b>	<b>5,220</b>	<b>4,368</b>	<b>4,660</b>	<b>4,568</b>	<b>4,301</b>

## 7. Quarterly Information

	(100 millions of yen)													
	FY2005				FY2006				FY2007				FY2008	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
<b>Revenues:</b>														
Sales of tangible products	4,454	4,798	5,493	6,051	6,055	6,507	6,661	5,728	6,458	6,843	6,572	10,534	7,511	7,976
Sales of services and others	1,156	1,212	1,296	1,355	1,315	1,476	1,494	1,537	1,525	1,613	1,884	1,280	1,735	1,992
<b>Total revenues</b>	<b>5,610</b>	<b>6,010</b>	<b>6,789</b>	<b>7,406</b>	<b>7,370</b>	<b>7,983</b>	<b>8,154</b>	<b>7,265</b>	<b>7,983</b>	<b>8,456</b>	<b>8,456</b>	<b>11,814</b>	<b>9,246</b>	<b>9,968</b>
<b>Cost:</b>														
Cost of tangible products sold	(3,771)	(4,016)	(4,569)	(5,021)	(5,007)	(5,419)	(5,579)	(4,761)	(5,345)	(5,589)	(5,377)	(9,205)	(6,165)	(6,500)
Cost of services and others	(280)	(297)	(413)	(380)	(338)	(433)	(377)	(282)	(413)	(420)	(710)	(304)	(543)	(610)
<b>Total cost</b>	<b>(4,051)</b>	<b>(4,313)</b>	<b>(4,982)</b>	<b>(5,401)</b>	<b>(5,345)</b>	<b>(5,852)</b>	<b>(5,956)</b>	<b>(5,042)</b>	<b>(5,758)</b>	<b>(6,009)</b>	<b>(6,087)</b>	<b>(9,509)</b>	<b>(6,708)</b>	<b>(7,110)</b>
<b>Gross profit</b>	<b>1,559</b>	<b>1,697</b>	<b>1,807</b>	<b>2,004</b>	<b>2,025</b>	<b>2,132</b>	<b>2,198</b>	<b>2,223</b>	<b>2,225</b>	<b>2,447</b>	<b>2,368</b>	<b>2,305</b>	<b>2,538</b>	<b>2,859</b>
<b>Other income (expenses):</b>														
Selling, general and administrative expenses	(1,119)	(1,228)	(1,256)	(1,556)	(1,437)	(1,510)	(1,563)	(1,589)	(1,575)	(1,717)	(1,658)	(1,744)	(1,677)	(1,695)
Settlements on copper trading litigation	0	0	(1)	0	96	0	0	0	-	-	-	-	-	-
(Provision for) reversal of allowance for doubtful receivables	(6)	(38)	(14)	(89)	17	(28)	(14)	(56)	(21)	(27)	(28)	(35)	(23)	(72)
Gain (loss) on sale of property and equipment, net	13	(8)	(7)	(126)	6	5	(1)	(84)	1	(1)	0	(100)	9	(2)
Interest income	40	49	48	53	64	96	97	72	83	59	72	69	60	58
Interest expense	(76)	(89)	(93)	(131)	(137)	(186)	(203)	(174)	(186)	(172)	(200)	(153)	(144)	(141)
Dividends	54	7	27	15	58	19	37	27	68	15	43	26	81	3
Gain on marketable securities and other investments, net	39	280	33	51	13	29	84	315	161	73	136	176	6	53
Gain on issuances of stock by subsidiaries and associated companies	10	5	-	-	-	-	-	4	-	1	403	-	0	0
Equity in earnings of associated companies, net	102	123	128	160	139	201	178	185	57	193	212	107	316	206
Other, net	4	4	8	(7)	(7)	6	22	(38)	(3)	7	(10)	(1)	2	(5)
<b>Total other income (expenses)</b>	<b>(939)</b>	<b>(894)</b>	<b>(1,125)</b>	<b>(1,631)</b>	<b>(1,188)</b>	<b>(1,368)</b>	<b>(1,363)</b>	<b>(1,339)</b>	<b>(1,414)</b>	<b>(1,569)</b>	<b>(1,031)</b>	<b>(1,655)</b>	<b>(1,371)</b>	<b>(1,596)</b>
Income before income taxes and minority interests in earnings of subsidiaries	620	803	682	374	837	764	835	884	811	878	1,337	650	1,167	1,263
Income taxes	(220)	(282)	(243)	(63)	(297)	(257)	(300)	(294)	(281)	(252)	(443)	(222)	(350)	(410)
Income before minority interests in earnings of subsidiaries	400	521	439	311	540	507	535	589	530	626	894	428	817	853
Minority interests in earnings of subsidiaries, net	(22)	(17)	(10)	(19)	(9)	(17)	(16)	(19)	(16)	(20)	(33)	(19)	(36)	(31)
<b>Net income</b>	<b>378</b>	<b>503</b>	<b>430</b>	<b>292</b>	<b>531</b>	<b>490</b>	<b>519</b>	<b>570</b>	<b>514</b>	<b>606</b>	<b>861</b>	<b>409</b>	<b>781</b>	<b>822</b>
<b>Basic Profit *1</b>	<b>373</b>	<b>380</b>	<b>443</b>	<b>388</b>	<b>477</b>	<b>526</b>	<b>512</b>	<b>515</b>	<b>420</b>	<b>566</b>	<b>581</b>	<b>404</b>	<b>822</b>	<b>845</b>
Total trading transactions *2	22,456	26,762	25,666	28,479	24,896	27,571	26,128	26,688	27,533	29,420	29,276	28,616	28,490	32,352
Operating income *2	434	432	537	359	605	594	621	577	629	703	682	526	838	1,092

\*1 Calculation: (Gross profit-Selling, general and administrative expenses-Interest expenses, net of interest income+Dividends)x59% (to take into account income taxes)  
+ Equity in earnings of associated companies, net

\*2 Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

**8. Segment Information (100 millions of yen)**

	Gross Profit						Equity in earnings of associated companies, net						Net Income						Total Assets (As of March 31)				
	FY2004	FY2005	FY2006	FY2007		FY2008	FY2004	FY2005	FY2006	FY2007		FY2008	FY2004	FY2005	FY2006	FY2007		FY2008	FY2004	FY2005	FY2006	FY2007	FY2008
				1st half	full year	1st half				1st half	full year	1st half				1st half	full year	1st half					
Metal Products	499	654	776	397	803	523	33	41	74	46	90	44	133	189	263	125	292	218	4,726	6,628	7,992	7,555	7,835
Transportation & Construction Systems	1,133	1,275	1,346	762	1,577	920	38	40	50	32	71	44	135	198	267	179	416	212	8,715	10,370	11,407	16,049	15,978
Infrastructure	322	291	383	215	410	205	13	41	52	32	68	43	38	77	165	96	189	90	4,574	4,662	4,726	4,788	5,165
Media, Network & Lifestyle Retail	1,020	1,041	1,261	758	1,687	857	54	105	127	50	93	48	241	266	125	78	138	54	4,456	5,051	5,139	6,756	6,739
Chemical & Electronics	415	483	479	244	460	268	7	9	1	2	5	9	75	89	78	37	47	59	3,115	3,562	3,905	3,528	3,773
Mineral Resources & Energy	352	489	481	219	480	422	101	118	162	3	23	183	149	233	331	144	320	332	4,971	6,274	7,264	7,604	8,374
General Products & Real Estate	667	836	1,181	639	1,220	618	8	5	24	11	20	9	(60)	127	172	96	195	89	7,664	7,720	7,417	7,420	7,718
Financial & Logistics	170	250	292	149	318	169	15	23	14	2	9	33	28	62	59	24	51	2	2,328	4,708	4,301	4,495	6,773
Domestic Regional Business Units and Offices	412	426	417	214	437	244	8	8	9	1	5	6	47	48	70	41	90	54	3,962	4,321	5,088	4,801	4,865
Overseas Subsidiaries and Branches	781	1,416	2,264	1,050	2,008	1,202	57	140	172	60	121	86	224	282	432	227	456	351	6,254	10,546	10,357	10,007	14,010
Corporate and Eliminations	(139)	(95)	(303)	25	(53)	(32)	40	(15)	19	12	64	15	(160)	33	148	73	195	142	4,568	3,277	16,709	2,711	(3,515)
Consolidated	5,631	7,066	8,577	4,672	9,345	5,397	374	514	703	251	569	522	851	1,602	2,110	1,120	2,389	1,603	55,331	67,119	84,305	75,714	77,716

	Basic Profit*1						Total trading transactions*2						Operating Income*2					
	FY2004	FY2005	FY2006	FY2007		FY2008	FY2004	FY2005	FY2006	FY2007		FY2008	FY2004	FY2005	FY2006	FY2007		FY2008
				1st half	full year	1st half				1st half	full year	1st half				1st half	full year	1st half
Metal Products	140	212	285	147	295	212	10,966	14,660	17,564	9,613	18,858	10,365	185	293	368	179	376	292
Transportation & Construction Systems	206	241	290	182	353	241	15,712	16,824	17,514	8,576	18,151	9,239	286	337	384	241	461	314
Infrastructure	76	74	133	88	160	93	14,628	11,652	3,263	1,805	3,513	1,838	67	40	163	93	180	81
Media, Network & Lifestyle Retail	89	112	154	78	191	80	4,130	4,201	4,656	2,722	5,891	2,912	69	24	66	61	175	74
Chemical & Electronics	76	100	64	31	49	55	8,311	9,122	10,509	5,608	10,999	5,302	120	154	119	56	85	84
Mineral Resources & Energy	150	224	233	14	85	369	17,326	16,579	20,075	13,120	27,077	14,582	86	176	127	29	119	321
General Products & Real Estate	98	116	174	104	183	103	8,927	9,560	8,686	4,430	8,761	4,500	204	233	326	192	340	186
Financial & Logistics	28	75	70	24	61	50	1,342	1,620	1,706	526	905	861	22	82	94	36	90	14
Domestic Regional Business Units and Offices	61	65	73	34	77	56	10,707	11,684	11,158	5,442	11,383	5,887	99	98	118	61	130	89
Overseas Subsidiaries and Branches	181	334	478	216	405	354	13,186	18,016	20,557	10,997	21,592	11,297	199	388	672	348	629	482
Corporate and Eliminations	(4)	31	75	68	113	52	(6,248)	(10,557)	(10,404)	(5,885)	(12,284)	(5,940)	(214)	(65)	(39)	37	(44)	(9)
Consolidated	1,100	1,583	2,029	987	1,971	1,666	98,986	103,363	105,283	56,954	114,846	60,843	1,124	1,761	2,397	1,333	2,541	1,929

Note) We reclassified the historical data into the new segments, according to the reorganization of Business Units in April 2007.

\*1 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

\*2 Total trading transactions and operating income are presented in a manner customarily used in Japan solely for Japanese investors' purposes.

**9. Number of subsidiaries and associated companies**

(Number of companies)

	FY2001			FY2002			FY2003			FY2004			FY2005			FY2006			FY2007			FY2008 1st half		
	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total	Consolidated subsidiaries	Associated companies	Total
Japan	185	87	272	180	83	263	192	87	279	196	80	276	185	76	261	196	72	268	177	60	237	156	59	215
Overseas	338	110	448	354	104	458	383	130	513	410	150	560	441	173	614	453	177	630	424	172	596	415	178	593
Total	523	197	720	534	187	721	575	217	792	606	230	836	626	249	875	649	249	898	601	232	833	571	237	808

**10. Number of subsidiaries and associated companies in black/red**

(Number of companies)

	FY2001			FY2002			FY2003			FY2004			FY2005			FY2006			FY2007			FY2008 1st half		
	Black	Red	Total	Black	Red	Total	Black	Red	Total	Black	Red	Total	Black	Red	Total	Black	Red	Total	Black	Red	Total	Black	Red	Total
Japan	201	71	272	201	62	263	226	53	279	231	45	276	218	43	261	231	37	268	197	40	237	180	35	215
Overseas	390	58	448	381	77	458	412	101	513	459	101	560	494	120	614	552	78	630	525	71	596	525	68	593
Total	591	129	720	582	139	721	638	154	792	690	146	836	712	163	875	783	115	898	722	111	833	705	103	808

Profit-making company ratio

(82%)

(81%)

(81%)

(83%)

(81%)

(87%)

(87%)

(87%)

**11. Equity in earnings of subsidiaries and associated companies by Segment**

(100 millions of yen)

	FY2007						FY2008		
	1st half			full year			1st half		
	Profit	Loss	Total	Profit	Loss	Total	Profit	Loss	Total
Metal Products	85	(7)	78	168	(12)	156	146	(3)	143
Transportation & Construction Systems	185	(10)	175	362	(26)	336	233	(10)	223
Infrastructure	92	(6)	86	191	(18)	172	107	(5)	102
Media, Network & Lifestyle Retail	101	(6)	95	233	(29)	204	118	(7)	111
Chemical & Electronics	45	(6)	40	66	(9)	57	67	(4)	63
Mineral Resources & Energy	134	(100)	34	345	(331)	14	379	(13)	367
General Products & Real Estate	49	(5)	44	113	(21)	92	52	(4)	48
Financial & Logistics	25	(2)	22	67	(4)	63	75	(26)	49
Domestic Regional Business Units and Offices	25	(7)	18	57	(6)	51	38	(1)	37
Overseas Subsidiaries and Branches	232	(1)	230	475	(1)	474	362	(2)	360
Other	57	0	57	110	(2)	107	7	(1)	6
Total	1,029	(151)	878	2,186	(461)	1,726	1,584	(76)	1,508

**12. Profits and losses by subsidiaries and associated companies**

(100 millions of yen)

		FY2004			FY2005			FY2006			FY2007						FY2008		
		Profit	Loss	Total	Profit	Loss	Total	Profit	Loss	Total	1st half			full year			1st half		
											Profit	Loss	Total	Profit	Loss	Total	Profit	Loss	Total
Japan	Consolidated subsidiaries	291	(72)	219	328	(45)	283	448	(4)	444	276	(21)	255	537	(58)	478	286	(43)	243
	Associated companies	159	(10)	149	229	(6)	222	300	(9)	291	119	(4)	115	249	(12)	237	146	(3)	144
	Total	450	(82)	367	556	(51)	505	748	(13)	734	395	(25)	370	785	(70)	715	432	(45)	387
Overseas	Consolidated subsidiaries	600	(71)	529	822	(72)	750	1,009	(156)	853	540	(17)	523	1,198	(152)	1,046	951	(25)	926
	Associated companies	59	(7)	52	106	(13)	93	141	(12)	129	94	(110)	(15)	203	(238)	(35)	201	(6)	195
	Total	660	(78)	581	929	(85)	843	1,151	(168)	983	634	(126)	508	1,401	(390)	1,011	1,152	(31)	1,121
Total	Consolidated subsidiaries	891	(143)	748	1,150	(117)	1,033	1,457	(161)	1,297	816	(38)	778	1,734	(210)	1,524	1,237	(68)	1,170
	Associated companies	218	(18)	201	335	(20)	315	441	(21)	420	214	(113)	100	452	(250)	202	347	(9)	339
	Total	1,109	(161)	949	1,485	(137)	1,348	1,898	(181)	1,717	1,029	(151)	878	2,186	(461)	1,726	1,584	(76)	1,508