

# Supplementary Explanation for Financial Summary

## FY2009



Niihama Nickel Refinery

**May 11th, 2010**

**Sumitomo Metal Mining Co., Ltd.**

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2010.5.11.

# Comparison

## FY2009 Result vs FY2008 Result · FY2010 Forecast

JPY100M

		FY2009	FY2008	Diff.	FY2009	Diff.
		(1)Result	(2)Result	(1)-(2)	(3)Forecast in Jan.	(1) - (3)
A	Net Sales	7,258	7,938	680	7,070	188
	Operating income	663	105	558	550	113
	Recurring profit	878	326	552	750	128
	Net income	540	220	320	460	80
	Cu ( \$ /t)	6,101	5,864	237	6,043	58
	Ni ( \$ /lb)	7.72	7.48	0.24	7.34	0.38
	Au ( \$ /oz)	1,023.3	867.4	155.9	1,020.9	2.4
	Forex ( ¥ / \$ )	92.86	100.54	7.68	91.93	0.93

< FY2009 Result vs FY2008 Result Recurring profit Comparison +552(JPY100M) >

Market factor improved by +41

improvement of Price 206, Inventory impairment+396, Ex. Rate 107, Others 42

Sales quantity increased +18 (Ni·CBNC·Pogo etc.)

Semiconductor and Advanced materials improved profit by +131

Unit cost down of domestic smeltings, oversea smeltings and minings +241

Others +121

< FY2009 Result vs FY2009 Forecast on 29 Jan. Recurring profit Comparison +128(JPY100M) >

FY2009 result improved against Forecast on 29 Jan, due to rise in metal price and cheaper yen,

improvement of Inventory impairment by +51, Semiconductor and Advanced materials improved profit by+19.

JPY100M

		FY2010	FY2009	Diff.
		(4)Forecast	(1)Result	(4)-(1)
B	Net Sales	7,400	7,258	142
	Operating income	790	663	127
	Recurring profit	960	878	82
	Net income	670	540	130
	Cu ( \$ /t)	6,500	6,101	399
	Ni ( \$ /lb)	9.00	7.72	1.28
	Au ( \$ /oz)	1,050.0	1,023.3	26.7
	Forex ( ¥ / \$ )	90.00	92.86	2.86

< FY2010 Forecast vs FY2009 Result Recurring profit Comparison +82(JPY100M) >

Market factor improved by +157

improvement of Price+305, Inventory impairment 131, Ex. Rate 43, Others+26

Sales quantity increase +52 (Ni·CBNC·Pogo etc.)

Semiconductor and Advanced materials improved profit by +55

Unit cost down of domestic smeltings, oversea smeltings and minings 31

Others 151

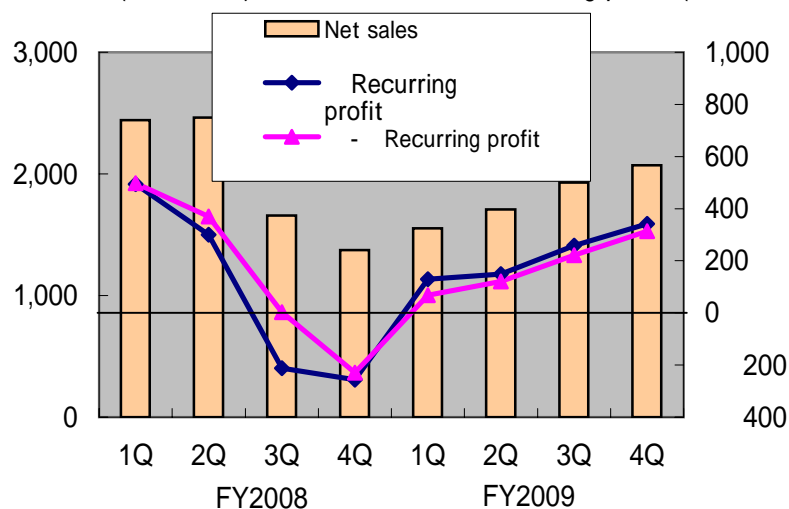
# Quarterly consolidated financial results of FY2008 and FY2009

(JPY 100M)

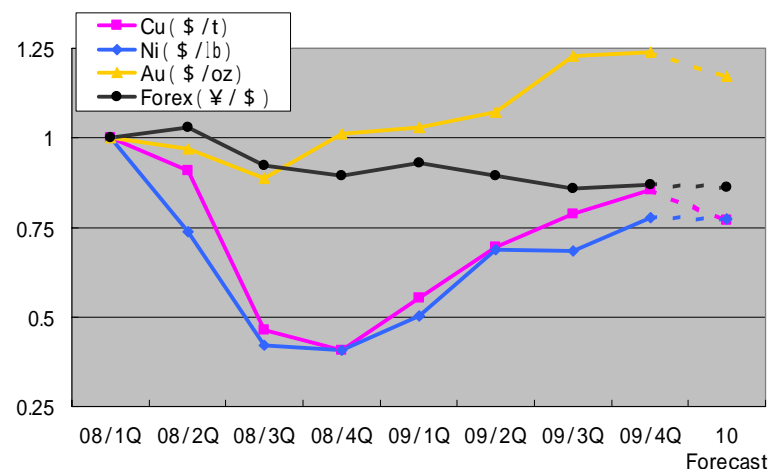
	FY2008 Result					FY2009 Result					FY2010 Forecast
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	Forecast
Net sales	2,441	2,464	1,659	1,374	7,938	1,552	1,707	1,929	2,070	7,258	7,400
Operating income	315	157	179	188	105	107	126	180	250	663	790
Recurring profit	494	300	212	256	326	129	149	258	342	878	960
Net income	305	216	131	170	220	66	103	169	202	540	670
Cu ( \$ /t)	8,443	7,680	3,905	3,429	5,864	4,663	5,859	6,648	7,232	6,101	6,500
Ni ( \$ /lb)	11.65	8.60	4.92	4.75	7.48	5.86	8.02	7.95	9.05	7.72	9.00
Au ( \$ /oz)	896.4	869.2	795.7	908.3	867.4	922.0	960.1	1,101.6	1,109.6	1,023.3	1,050.0
Forex ( ¥ / \$ )	104.56	107.67	96.30	93.62	100.54	97.33	93.66	89.72	90.71	92.86	90.00
Inventory impairment											
(Metals) Impairment	9	32	4	13	32	25	5	8	4	32	8
(Metals) QP Diff etc.	7	34	173	41	241	22	21	27	21	91	
(Metals) Total	2	66	177	28	273	47	16	35	25	123	8
(Electronics&others)	2	4	38	1	43	14	12	2	4	32	
Grand Total	4	70	215	27	316	61	28	37	29	156	8
- Recurring profit	498	370	3	229	642	68	121	221	313	722	968

Net sales (JPY100M)

Recurring profit (JPY 100M)



Metal Price / Exchange Rate (INDEX:08/1Q=1.0)



## Operating income & Equity in earnings of affiliated companies (Quarterly)

### Income

JPY 100M

Segment	Operating Income										Operating income before allocations		Contribution margin
	FY2008 Result				FY2009 Result				Result		2009	2010 Forecast	2010 Forecast
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	2008	2009			
Mineral Resources	95	66	34	△ 18	73	67	71	95	177	306	309	320	500
Metals	190	98	△ 168	△ 96	57	61	101	126	24	345	417	470	360
subtotal:	285	164	△ 134	△ 114	130	128	172	221	201	651	726	790	860
Semiconductor and Advanced Materials	29	△ 1	△ 56	△ 74	△ 13	9	11	22	△ 102	29	45	100	70
Others	1	9	△ 12	8	△ 7	2	△ 1	5	6	△ 1	△ 1	10	0
Total	315	172	△ 202	△ 180	110	139	182	248	△ 96	679	770	900	930
Offset	0	△ 15	23	△ 8	△ 3	△ 13	△ 2	2	0	△ 16	△ 107	△ 110	30
<b>Grand Total</b>	<b>315</b>	<b>157</b>	<b>△ 179</b>	<b>△ 188</b>	<b>107</b>	<b>126</b>	<b>180</b>	<b>250</b>	<b>105</b>	<b>663</b>	<b>663</b>	<b>790</b>	<b>960</b>

### Equity in earnings of affiliated companies

JPY 100M

	Companies	FY2008 Result				FY2009 Result				Annual trend		
		1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	2008	2009	2010 Forecast
Cu	Cerro Verde	80	65	43	△ 30	17	30	33	49	158	129	125
	Other overseas mines (Cu)	54	42	30	△ 40	11	21	20	25	86	77	70
	Others	5	3	1	△ 9	3	6	4	0	0	13	3
	Subtotal : Cu	139	110	74	△ 79	31	57	57	74	244	219	198
Ni	PT Inco	34	35	22	△ 4	4	3	13	11	87	31	66
	Others	△ 3	△ 1	0	△ 14	△ 3	△ 9	△ 12	△ 1	△ 18	△ 25	△ 67
	Subtotal : Ni	31	34	22	△ 18	1	△ 6	1	10	69	6	△ 1
Others	N.E.Chemcat Corp.	7	7	2	△ 1	1	3	4	6	15	14	14
	Others	9	6	△ 22	△ 6	1	6	10	5	△ 13	22	△ 1
	Subtotal : Others	16	13	△ 20	△ 7	2	9	14	11	2	36	13
<b>Total</b>		<b>186</b>	<b>157</b>	<b>76</b>	<b>△ 104</b>	<b>34</b>	<b>60</b>	<b>72</b>	<b>95</b>	<b>315</b>	<b>261</b>	<b>210</b>

## Metal price and Exchange rate

	Copper (\$/t)		Copper (¢/lb)		Nickel (\$/lb)		Gold (\$/oz)		Zinc (\$/t)		Forex (¥/US\$)	
	FY2009	FY2008	FY2009	FY2008	FY2009	FY2008	FY2009	FY2008	FY2009	FY2008	FY2009	FY2008
Apr	4,407	8,685	200	394	5.06	13.05	891.4	910.7	1,379	2,264	99.12	102.52
May	4,569	8,383	207	380	5.73	11.67	927.8	888.9	1,484	2,182	96.29	104.22
Jun	5,014	8,261	227	375	6.79	10.23	946.7	889.5	1,557	1,894	96.58	106.93
<b>Average</b>	<b>4,663</b>	<b>8,443</b>	<b>212</b>	<b>383</b>	<b>5.86</b>	<b>11.65</b>	<b>922.0</b>	<b>896.4</b>	<b>1,473</b>	<b>2,113</b>	<b>97.33</b>	<b>104.56</b>
Jul	5,216	8,414	237	382	7.25	9.14	934.3	940.5	1,579	1,852	94.52	106.84
Aug	6,165	7,635	280	346	8.91	8.59	949.4	839.7	1,822	1,723	94.92	109.34
Sep	6,196	6,991	281	317	7.93	8.07	996.5	827.4	1,884	1,735	91.55	106.83
<b>Average</b>	<b>5,859</b>	<b>7,680</b>	<b>266</b>	<b>348</b>	<b>8.02</b>	<b>8.60</b>	<b>960.1</b>	<b>869.2</b>	<b>1,761</b>	<b>1,770</b>	<b>93.66</b>	<b>107.67</b>
Oct	6,288	4,926	285	223	8.40	5.51	1,043.3	809.7	2,072	1,302	90.37	100.59
Nov	6,676	3,717	303	169	7.71	4.85	1,126.6	759.4	2,193	1,153	89.22	96.86
Dec	6,982	3,072	317	139	7.74	4.39	1,134.9	818.0	2,376	1,101	89.58	91.44
<b>Average</b>	<b>6,648</b>	<b>3,905</b>	<b>302</b>	<b>177</b>	<b>7.95</b>	<b>4.92</b>	<b>1,101.6</b>	<b>795.7</b>	<b>2,214</b>	<b>1,185</b>	<b>89.72</b>	<b>96.30</b>
Jan	7,386	3,221	335	146	8.36	5.13	1,118.8	858.2	2,434	1,187	91.22	90.44
Feb	6,848	3,315	311	150	8.61	4.72	1,095.6	941.5	2,157	1,112	90.38	92.44
Mar	7,463	3,750	339	170	10.19	4.40	1,114.5	925.1	2,275	1,217	90.54	97.99
<b>Average</b>	<b>7,232</b>	<b>3,429</b>	<b>328</b>	<b>156</b>	<b>9.05</b>	<b>4.75</b>	<b>1,109.6</b>	<b>908.3</b>	<b>2,289</b>	<b>1,172</b>	<b>90.71</b>	<b>93.62</b>
<b>FY average</b>	<b>6,101</b>	<b>5,864</b>	<b>277</b>	<b>266</b>	<b>7.72</b>	<b>7.48</b>	<b>1,023.3</b>	<b>877.2</b>	<b>1,934</b>	<b>1,560</b>	<b>92.86</b>	<b>100.54</b>
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
<b>Jan-Dec average</b>	<b>5,150</b>	<b>6,956</b>	<b>234</b>	<b>316</b>	<b>6.65</b>	<b>9.58</b>	<b>973.0</b>	<b>872.1</b>	<b>1,655</b>	<b>1,875</b>	<b>93.59</b>	<b>103.46</b>

### SMM's Forecast

<b>FY2010</b>	<b>6,500</b>		<b>295</b>		<b>9.00</b>		<b>1050.0</b>		<b>2,000</b>		<b>90.00</b>	
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LME Price		FY2010Forecast	FY2009	FY2008
E-Ni	Mar-Feb.	9.10	7.24	8.29
Fe-Ni	Jan-Dec.	9.01	6.65	9.58

Forex		FY2010Forecast	FY2009	FY2008
E-Ni	Mar-Feb.	90.05	93.48	100.79
Fe-Ni	Jan-Dec.	90.18	93.59	103.46

## Comparison

(FY2009 vs FY2008)

### Operating income

JPY 100M

Segment	2009 ①	2008 ①	Diff. ①-②
Mineral Resources	306	177	129
Metals	345	24	321
subtotal:	651	201	450
Semiconductor and Advanced Materials	29	△ 102	131
Others	△ 1	6	△ 7
Total	679	105	574
Offset	△ 16	0	△ 16
<b>Grand Total</b>	<b>663</b>	<b>105</b>	<b>558</b>

### Explanation of Differences

#### 1. Mineral Resources

JPY 100M

Division	Diff.	Quantity	Price	Ex. Rate	Cost	Others
Hishikari (Au)	30	0	34	△ 16	1	11
Pogo (Au)	42	Au Products (t)(100%)		FY2009:	12.1	FY2008: 10.8
Overseas copper mines (Cu)	50	Exploration costs, etc.				
Others	7					
<b>Total operating income</b>	<b>129</b>					

#### Remarks

- Income of Hishikari increased due to rising gold price. Annual gold sales remained unchanged 7.5t.
- Income of Pogo increased due to rising gold price and more gold sales by acquisition of 85% interest from 51%.
- Income of overseas copper mines increased due to decreasing cost though copper price decreased.

#### 2. Metals

(JPY 100M)

Division	Diff.	Quantity	Price	Ex. Rate	Cost	Inventory	Others
Copper	137	4	26	△ 1	30	125	△ 47
Nickel	91	81	△ 284	△ 7	42	259	0
Zinc/Lead/Others	38				17	12	9
Others	55	-	-	-	-	-	55
<b>Total operating income</b>	<b>321</b>	<b>85</b>	<b>△ 258</b>	<b>△ 8</b>	<b>89</b>	<b>396</b>	<b>17</b>

#### Remarks

- Inventory impairment  
FY2009 Result 123 (JPY100M)  
FY2008 Result △ 273 (JPY100M)
- Decrease of "Others" in copper division include decrease of acids income.
- "Others" in Zine/ Lead/Others include increase of Pb income.
- Income of Others' others increased owing to Sumitomo Metal Mining Brass & Copper Co.,Ltd and decrease cost of SG&A sections.

## Comparison

(FY2009 result VS FY2008 result)

### 3. Semiconductor and Advanced Materials

•Sales in FY2009 recovered as almost same level as FY2008.

Net sales by product

JPY100M

	FY2009 ①	FY2008 ②	Diff. ①-②
Semiconductor materials (1): Copper-clad polyimide film, COFs, Leadframes, Bonding wire	1,099	1,079	20
Semiconductor materials (2): Printed circuit boards, Connectors, Terminals, Material recycling, etc.	352	394	△ 42
Advanced materials (1): Alloy preforms, Electronics paste, Thin-film materials, Crystal materials	291	292	△ 1
Advanced materials (2): Battery materials, etc.	101	114	△ 13
Total	1,843	1,879	△ 36

### Equity in earnings of affiliated companies

JPY100M

	Companies	FY2009 ①	FY2008 ②	Diff. ①-②
Cu	Cerro Verde	129	158	△ 29
	Other oversea mines(Cu)	77	86	△ 9
	Others	13	0	13
	Subtotal : Cu	219	244	△ 25
Ni	PT Inco	31	87	△ 56
	Others	△ 25	△ 18	△ 7
	Subtotal : Ni	6	69	△ 63
Others	N.E.Chemcat Corp.	14	15	△ 1
	Others※	22	△ 13	35
	Subtotal : Others	36	2	34
<b>Total</b>		<b>261</b>	<b>315</b>	<b>△ 54</b>

Remarks

- Earnings of overseas copper mines was decreased by △38 (JPY100M) due to the price down of copper.
- Earnings of PT Inco was decreased by △56 (JPY100M) due to the price down of nickel.
- “Others” in nickel division include loss of Vale Inco New Caledonia.
- Income of Others’ others was increased by MS Zinc due to Zinc price increment (Zinc price : FY2008 1,560\$/t → FY2009 1,934\$/t).

## Comparison with forecast of FY2010

### (Forecast of FY2010 VS Result FY2009)

#### Application of New Segment Accounting Standards

#### 1. Reported Segments

( Table 1 )

Segment name	From FY2010 Products and services	(Reference) Through FY2009 Segment name
Mineral Resources	Gold/silver mining, gold/copper refining, electrolytic copper, geological surveys, etc.	Mineral Resources
Smelting & Refining	Electrolytic copper, gold, nickel, copper & brass products, etc.	Metals
Materials	Semiconductor materials, advanced materials, electronic components	Electronics and Advanced Materials

(Note)

**As Table 1 indicates, the reported segments are identical in content to earlier business divisions.**

(1) Method for determining reported segments

① Business segments ( Table 2 )

Segment name	
Mineral Resources Div.	Reported as "Mineral Resources"
Non-Ferrous Metals Div.	Reported as "Smelting & Refining"
Semiconductor Materials Div.	Incorporated into and reported as "Materials"
Advanced Materials Div.	
Energy, Catalysts & Construction Materials Div.	"Other" operations not included in reported segments
Taganito Project Div.	Incorporated into and reported as "Smelting & Refining"

#### 2. Profit from Reported Segments

Based on the purport of SMM's management approach, from FY2010 "contribution margin" in Table 3, which is determined in line with the company's computational management system used in-house for performance management, is disclosed as segment profit.

- Through FY2009: (Table 4) Segment operating income = sales – cost of sales – segment SG&A costs – head office expenses and other allocations (equivalent to overall operating income inclusive of segment operating profit plus differential-adjusted elimination, etc.)
- From FY2010: (Table 5) Segment contribution margin = sales – cost of sales – segment SG&A costs – capital costs + equity-method investment profit/loss + segment and other non-operating profit/loss (equivalent to overall recurring profit inclusive of segment contribution margin plus differential-adjusted head office expenses, elimination, etc.)
- FY2010 and FY2009 are compared by calculating their respective pre-allocation operating income, as shown below.

( Table 3 )

【From FY2010】
( Segment profit )
Operating income before allocations
+ ) Capital costs
- ) Equity-method investment profit/loss
- ) Other non-operating profit/loss
= ) Contribution margin

( Table 4 )

( Reference ) 【Through FY2009】
Operating income (disclosed)
- ) Head office expenses and other allocations
= ) Operating income before allocations

Total segment-based assets of parent company multiplied by capital cost ratio

Non-operating profit/loss exclusive of equity-method investment profit/loss from business segments

#### 3. Pertinent Information (relating to products and services, geographic regions, core customers, etc.)

Content in line with the New Accounting Standards will be taken under consideration, and disclosures will commence in FY2010 Q1.



Comparison with forecast of FY2010

(Forecast of FY2010 VS Result FY2009)

Calculation details for Segment Operating income before allocations

	Mineral Resources	Smelting & Refining	Materials	Others	Differential -adjust	Total
Segment Profit						
(FY2010 Forecast)						
(Segment Profit) Contribution Margin	500	360	70	0	30	960
+ ) Capital Costs	10	100	20	10	△ 140	0
- ) Equity-method Profit	200			20	△ 10	210
- ) Other Income/Expense	△ 10	△ 10	△ 10	△ 20	10	△ 40
* Operating Income before allocations	320	470	100	10	△ 110	790
(FY2009 Result)						
(Segment Profit) Operating Income	306	345	29	△ 1	△ 16	663
- ) Head office Expenses and other allocations	△ 3	△ 72	△ 16	0	91	0
* Operating income before allocations	309	417	45	△ 1	△ 107	663

## Comparison with forecast of FY2010

(Forecast of FY2010 VS Result FY2009)

### Operating income before allocations, by segment

JPY100M

Segment	FY2010 Forecast ①	FY2009 Result ②	Diff. ①-②
Mineral resources	320	309	11
Metals	470	417	53
subtotal:	790	726	64
Semiconductor and Advanced Materials	100	45	55
Others	10	△ 1	11
Total	900	770	130
Offset	△ 110	△ 107	△ 3
<b>Consolidated operating income</b>	<b>790</b>	<b>663</b>	<b>127</b>

#### (Increase and decrease)

##### 1. Mineral resources

JPY100M

Division	Diff.	Quantity	Price	Ex. Rate	Cost	Others
Hishikari (Au)	△ 2		5	△ 7		
Pogo (Au)	19	Au Products (t)(100%)	10 Forecast	11.9t	09 result	12.1t
Oversea Copper Mines (Cu)	7					
Others	△ 13					
Total operating income	11					

#### Remarks

- Annual gold sales of Hishikari mine is 7.5t (constant).
- Income of Pogo and Oversea Copper mines increased due to increased Au/Cu price.
- Income decrease in "Others" division was due to increase of exploration expenses etc..

##### 2. Refining & Smelting

JPY100M

Division	Diff.	Quantity	Price	Ex. Rate	Cost	Inventory	Others
Copper	△ 34	△ 1	△ 17	△ 5	22	△ 26	△ 7
Nickel	114	45	168	△ 18	9	△ 100	10
Zinc/Lead/Others	△ 16		5		△ 9	△ 5	△ 7
Others	△ 11						△ 11
Total operating income	53	44	156	△ 23	22	△ 131	△ 15

#### Remarks

- Inventory impairment
 

FY2010 Forecast	△ 8 (JPY100M)
FY2009 Result	123 (JPY100M)
- Income of Others' others decreases owing to Sumitomo Metal Mining Brass & Copper Co.,Ltd category change to Equity-method investment profit/loss.

**Comparison with forecast of FY2010**  
**(Forecast of FY2010 VS Result FY2009)**

**3. Materials**

Remark

- Advanced materials (Thick paste, Battery materials etc.) increase sales and profit.
- Some of Semiconductor materials decrease in last half of FY2010.

【Net Sales, by products】

JPY100M

	FY2010 Forecast ①	FY2009 Result ②	Diff. ①-②
Semiconductor ① : Copper-clad polyimide film, COF, Leadframe, Bonding Wire	1,081	1,099	△ 18
Semiconductor ② : Printed Circuit Board, Connector, Terminal, Material Recycle, etc..	380	352	28
Advanced materials ① : Alloy Preform, Electronics Paste, Thin film materials, Crystal materials	337	291	46
Advanced materials ② : Battery materials, etc..	139	101	38
Total of segment	1,937	1,843	94

**Equity in earnings of affiliated companies**

JPY100M

	Companies	FY2010 Forecast ①	FY2009 Result ②	Diff. ①-②
Cu	Cerro Verde	125	129	△ 4
	Other Oversea mines(Cu)	70	77	△ 7
	Others	3	13	△ 10
	Subtotal : Cu	198	219	△ 21
Ni	PT Inco	66	31	35
	Others	△ 67	△ 25	△ 42
	Subtotal : Ni	△ 1	6	△ 7
Others	N.E.Chemcat Corp.	14	14	0
	Others	△ 1	22	△ 23
	Subtotal : Others	13	36	△ 23
<b>Total of equity in earning of affiliates</b>		<b>210</b>	<b>261</b>	<b>△ 51</b>

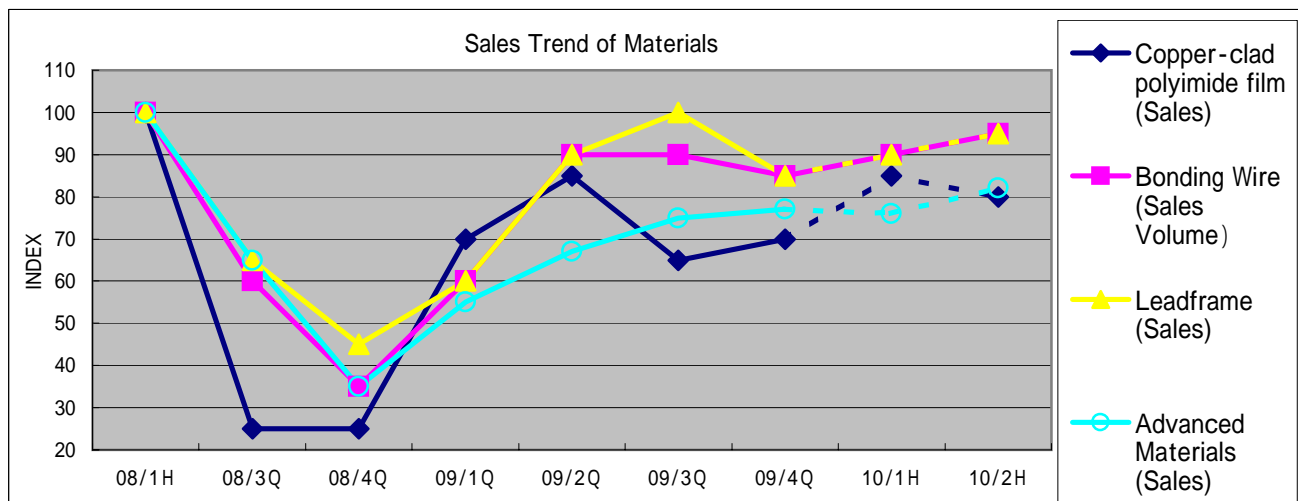
Remark

- Earnings of PT Inco increased due to rise in Ni price.
- "Others" in nickel division include loss of Vale Inco New Caledonia.
- Income of Others' others decreased owing to MS Zinc.

# Sales Trend of Semiconductor Materials and Advanced Materials

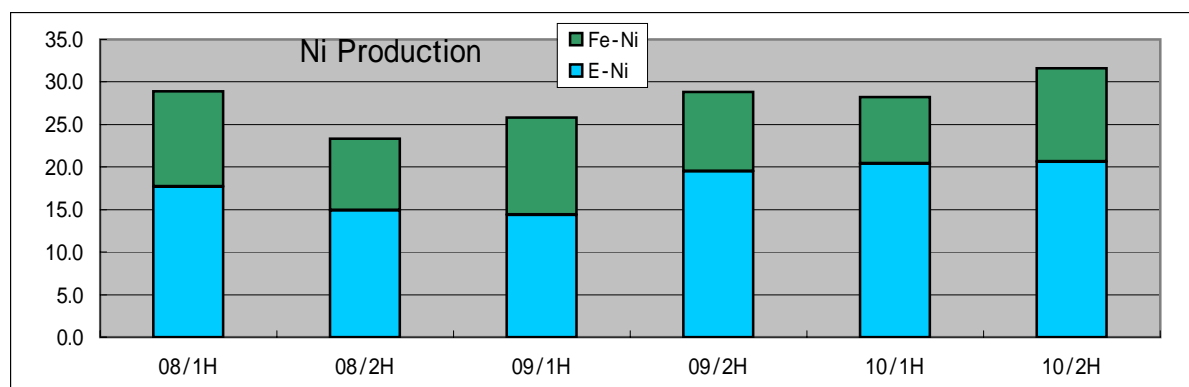
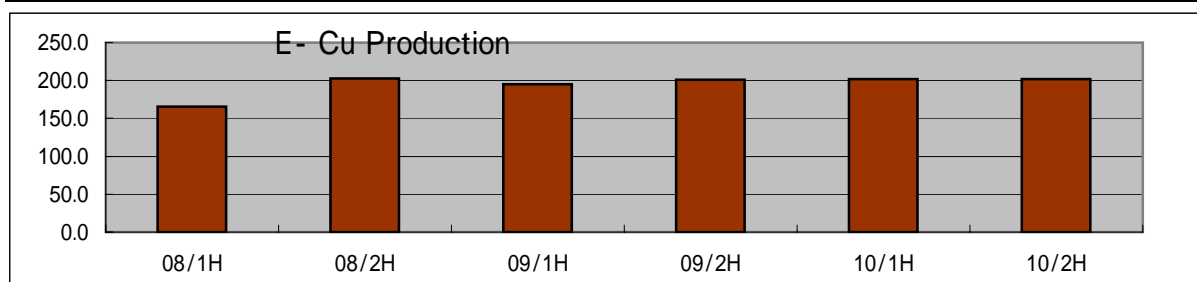
(Index FY2008/1H = 100)

	FY2008 (Result)			FY2009(Result)				FY2010(Forecast)	
	08/1H	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q	09/4Q	10/1H	10/2H
Copper-clad polyimide film (Sales)	100	25	25	70	85	65	70	85	80
Bonding Wire (Sales Volume)	100	60	35	60	90	90	85	90	95
Leadframe (Sales)	100	65	45	60	90	100	85	90	95
Advanced Materials (Sales)	100	65	35	55	67	75	77	76	82



# Production trend of Metals

(1,000t)	08/1H	08/2H	09/1H	09/2H	10/1H	10/2H	2008	2009	2010
E-Cu	165.9	202.8	195.2	200.6	202.0	202.0	368.7	395.8	404.0
E-Ni	17.7	14.9	14.4	19.5	20.4	20.6	32.6	33.9	41.0
Fe-Ni	11.2	8.4	11.4	9.3	7.8	11.0	19.6	20.7	18.8



## Sensitivity

JPY 100M Per Year

	Fluctuation	FY2010 Profit up/down
Cu	±100 \$ /t	5 / 11
Ni	±10 ¢ /lb	8 / 10
Au	±10 \$ /Toz	5 / 5
¥ / \$	±1 ¥/\$	9 / 9

Remarks

**Operating income/Recurring profit**

USD/JPY translation applied to RC-related only. (Oversea profit effects excluded).

## Financial Position

### 【Shareholder's Equity Ratio】

JPY100M

End of FY	2007	2008	2009	06 3-Yr Plan 2009
Net assets	10,918	8,800	9,815	9,700
Shareholder's equity	5,896	5,046	5,869	5,820
Shareholder's Equity Ratio	54.0%	57.3%	59.8%	60.0%

### 【D/E Ratio】

JPY100M

End of FY	2007	2008	2009	06 3-Yr Plan 2009
Interest-bearing debt	2,581	2,185	2,009	1,600
Shareholder's equity	5,896	5,046	5,869	5,820
D/E ratio	0.44	0.43	0.34	0.28

### 【Dividend payout ratio】

End of FY	2007	2008	2009	06 3-Yr Plan 2009
Dividend / share (JPY)	30.0	13.0	20.0	24.0
Net Income / share (JPY)	238.13	38.87	96.26	119.19
Dividend payout ratio	12.6%	33.4%	20.8%	20.1%

**Consolidated companies (54) / Equity-method affiliated companies (13)**

**at March 31 2010**

**Mineral Resources**

	Voting Shares	Location	Operations
<b>Consolidated companies</b>			
Sumiko Consultants Co., Ltd	100	Japan	Geological survey of resources and civil engineering; Test boring
Sumitomo Metal Mining America	100	USA	Exploration; Management of mining subsidiaries in USA.
Sumitomo Metal Mining Arizona	80	USA	Mining and related operations
SMMA Candelaria Inc.	100	USA	Investment in local company in Chile operating Candelaria Mine
Sumitomo Metal Mining Canada	100	Canada	Exploration, Consulting
Sumitomo Metal Mining Oceania	100	Australia	Resource surveys, mine development and related operations in Oceania
Sumitomo Metal Mining Pogo LLC	100	USA	Investment in Pogo Mine Project
SMM Cerro Verde Netherlands B.V.	80	Netherlands	Investments in local Peruvian companies engaged in the Cerro Verde Mine operation
SMM Solomon Limited	100	Solomon Islands	Exploration in Solomons Islands
Sumiko Solomon Exploration Co., Ltd.	70	Japan	Exploration in Solomons Islands
Sumitomo Metal Mining Peru S.A	100	Peru	Exploration in South America
Sumitomo Metal Mining Chile LTDA.	100	Chile	Exploration in South America
SMM Exploration Corporation	100	USA	Mineral Resources Business
SMM Resources	100	Canada	Mineral Resources Business
<b>Equity-method affiliated companies</b>			
Sociedad Minera Cerro Verde S.A.A	21	Peru	Cerro Verde Mine
Compania Contractual Minera Candelaria	20	Chile	Candelaria Mine
Compania Contractual Minera Ojos del Salado	20	Chile	Ojos del Salade Mine

**Metals**

	Voting Shares	Location	Operations
<b>Consolidated companies</b>			
Hyuga Smelting Co., Ltd	60	Japan	Ferro-nickel smelting
Sumiko Logistics Co., Ltd.	100	Japan	Maritime trading; Harbor transportation and services; Land Transportation
SUMIC Nickel Netherlands b.v.	52	Netherlands	Investment in nickel and cobalt development businesses; Sale of nickel and cobalt
Coral Bay Nickel Corporation	54	Philippines	Manufacture of nickel and cobalt
Taganito HPAL Nickel Corporation	100	Philippines	Taganito Project
Sumiko Business Consulting(Shanghai) Co., Ltd.	100	China	Business consulting
Sumitomo Metal Mining Brass & Copper Co.,Ltd	100	Japan	Manufacture and sale of copper and brass products and processed copper and brass products
Taihei Metal Industry Co., Ltd.	97	Japan	Manufacture of heat-, corrosion- and friction-resistant steel castings and precision castings
<b>Equity-method affiliated companies</b>			
Jinlong Copper Co., Ltd.	27	China	Manufacture and sale of electrolytic copper and sulfuric acid
Acids Co., Ltd.	50	Japan	Manufacture and sale of sulfuric acid and related products
P.T.International Nickel Indonesia	20	Indonesia	Nickel ore mining; Nickel smelting
Nickel Asia Corporation	25	Philippines	Nickel ore mining
FIGESBAL	26	New Caledonia	Nickel ore mining; Harbor transportation
Vale Inco New-Caledonia S.A.S.	21	France	Goro Mine
MS Zinc Co., Ltd.	50	Japan	Manufacture and sale of zinc and related operations

## Semiconductor and Advanced Materials

<b>Consolidated companies</b>			
Okuchi Electronics Co., Ltd.	100	Japan	Lead frame etching and plating/ Manufacture of Bonding wire and functional inks/Recovery and recycling of non-ferrous metals
Niihama Electronics Co., Ltd.	100	Japan	Manufacture of semiconductor leadframes and flexible circuit materials
Shinko Co., Ltd.	94	Japan	Design, manufacture, and sale of printed circuit boards
Sumitomo Metal Mining Asia Pacific Pte.Ltd.	100	Singapore	Regional headquarters for international lead frame operations
Malaysian Electronics Materials SDN. BHD.	100	Malaysia	Manufacture and sale of bonding wire and thick-film paste
M-SMM Electronics SDN.BHD	100	Malaysia	Manufacture and sale of leadframes
Sumiko Electronics Taiwan Co.,Ltd.	70	Taiwan	Manufacture and sale of leadframes and tape materials
Sumiko Leadframe (Thailand) Co.,Ltd.	100	Thailand	Manufacture and sale of leadframes
Sumiko Leadframe Chengdu Co., Ltd.	85	China	Manufacture and sale of leadframes
Sumiko Precision Chengdu Co., Ltd	70	China	Manufacture of leadframes
Sumiko Electronics Suzhou Co., Ltd.	100	China	Manufacture and sale of semiconductor package materials
Sumitomo Metal Mining Electronics Materials(Shanghai) Co., Ltd.	100	China	Manufacture and sale of bonding wire
SumikoTec Co., Ltd.	100	Japan	Terminals and connectors for electronic and electric equipment/Components, electric wire, power cords and pressure bonding machines relating to the above and their maintenance/Manufacture and sale of formed products for optical equipment, etc.
Nittosha Co., Ltd.	100	Japan	Plating of metal products, surface treatment processing and distribution / Electromagnetic shielding processing to electronics resin products through a dry plating method
Sumiko Kunitomi Denshi Co., Ltd.	100	Japan	Manufacture of crystal products and magnetic materials
Shanghai Sumiko Electronic Paste Co., Ltd.	51	China	Manufacture and sale of thick-film paste
Dongguan Sumiko Electronic Paste Co., Ltd.	76	China	Manufacture and sale of thick-film paste
<b>Equity-method affiliated company</b>			
Granopt Ltd.	50	Japan	Manufacture and sale of rare earth iron garnet (RIG)

## Others

<b>Consolidated companies</b>			
Sumico Lubricant Co., Ltd.	100	Japan	Manufacture and sale of various lubricants
Sumico Lubricant Trading (Shanghai) Co.,Ltd	100	China	Sale of various lubricants
Sumitomo Metal Mining Siporex Co., Ltd.	100	Japan	Manufacture and sale of ALC (Autoclaved Lightweight aerated Concrete) and other construction materials
JCO Co., Ltd.	100	Japan	Management of facilities using uranium and related wastes
Igeta Heim Co., Ltd.	100	Japan	Construction of steel frame and reinforced concrete apartments and condominiums
Sumiko Techno-Research Co., Ltd.	100	Japan	Environmental measurement verification operations such as water quality, air, soil, noise and vibration, etc. Data collection, adjustment and product evolution as well as technological development
Sumiko Technical Service Co., Ltd	100	Japan	Commission-based work in area of nonferrous smelting/ Personnel agency business
Sumitomo Metal Mining Engineering Co., Ltd.	100	Japan	Nonferrous metal smelting, Chemicals business, Environment sector machinery & equipment, Plant surveys, etc. design, manufacturing and repair & maintenance
Sumiko Plantech Co., Ltd.	100	Japan	Manufacture of machinery & equipment and repair work for nonferrous metal smelting and chemical plants, etc. / Installation of machinery & equipment and piping work / Steel structure work
SMM Holland B.V.	100	Netherlands	Investment in nickel and cobalt development businesses
<b>Equity-method affiliated companies</b>			
N. E. Chemcat Corporation	50	Japan	Manufacture of precious metal catalysts and surface treatment chemicals; Recovery and refining of precious metals
Nippon Ketjen Co., Ltd.	50	Japan	Manufacture and sale of desulphurization catalysts for petroleum processing