

Supplementary Explanation for Financial Summary

3rd Quarter FY2021

【IFRS】

February 8th, 2022



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Comparison

FY2021/1-3Q Result vs FY2020/1-3Q Result

JPY 100M

	21/1-3Q ①Result	20/1-3Q ②Result	Diff. ①-②
Net sales	9,225	6,552	+2,673
Gross profit	1,809	1,002	+807
Profit before tax	1,954	646	+1,308
Net income *1	1,701	454	+1,247
(Inventory evaluation P&L)	80	1	+79
(Other exchange gain / loss *2)	23	-49	+72
Cu (\$/t)	9,593	6,345	+3,248
Ni (\$/lb)	8.51	6.41	+2.10
Au (\$/toz)	1,800	1,832	-32
Co (\$/lb)	24.78	15.06	+9.72
Exchange (¥/\$)	111.11	106.12	+4.99

Exchange	21/12E	21/9E	21/6E	21/3E	20/12E
(¥/\$)	115.01	111.95	110.61	110.71	103.50

(Note) Changes in accounting policies regarding non-free supplied materials were retroactively applied to sales of 2020 /3Q

【Comparison 2021/1-3Q vs 2020/1-3Q ①-②】

Profit before tax +1,308

Metal Price/Exchange +1,170 (Metal Price +1,048 (Cu +803, Ni +179, Co +59, Au +5, etc.), Exchange +31, Inventory evaluation +91), Quantity -55, Other exchange gain / loss +72, Cost@ -115, Material Business +153, Cost associated with QB2 project suspension +63, Others +20

New and Old Forecast of FY2021 (in Feb. vs in Nov.)

JPY 100M

	21/1Q+2Q ①Result	21/3Q ②Result	21/4Q ③Forecast	FY2021 ④Forecast in Feb.	FY2021 ⑤Forecast in Nov.	Diff. ④-⑤
Net sales	5,979	3,246	2,885	12,110	11,750	+360
Gross profit	1,147	662	491	2,300	1,980	+320
Profit before tax	1,217	737	1,186	3,140	2,660	+480
Net income *1	1,138	563	779	2,480	2,140	+340
(Inventory evaluation P&L)	39	41	30	110	-7	+117
(Other exchange gain / loss *2)	9	14	2	25	5	+20
Cu (\$/t)	9,541	9,698	9,000	9,445	9,071	+375
Ni (\$/lb)	8.27	8.99	8.50	8.51	8.14	+0.37
Au (\$/toz)	1,803	1,795	1,750	1,787	1,751	+36
Co (\$/lb)	22.43	29.47	28.00	25.58	21.21	+4.38
Exchange (¥/\$)	109.81	113.72	115.00	112.08	109.90	+2.18

【Diff. of FY2021 Forecast in feb. vs Forecast in Nov. ④-⑤】

Profit before tax +480

Metal price / Exchange +324(Metal price +181 (Cu +88, Ni +47, Co +41, Au +5, etc.), Exchange +27, Inventory evaluation +116), Quantity -38, Other exchange gain/loss +20, Cost@ -25, Material business +50, Transferring Interest of Sierra Gorda +40, Others +109

*1: Net income (loss)=Profit (loss) attributable to owners of parent

*2: Other exchange gain / loss: Exchange gain or loss included in Finance income (or cost) and Other income (or expenses).

Metal price and Exchange rate

	Copper (\$/t)			Copper (¢/lb)			Nickel (\$/lb)		
	FY2019	FY2020	FY2021	FY2019	FY2020	FY2021	FY2019	FY2020	FY2021
Apr	6,445	5,048	9,336	292	229	423	5.81	5.33	7.48
May	6,028	5,234	10,184	273	237	462	5.44	5.50	7.99
Jun	5,868	5,742	9,612	266	260	436	5.43	5.76	8.14
1QAve.	6,114	5,341	9,711	277	242	440	5.56	5.53	7.87
Jul	5,940	6,354	9,434	269	288	428	6.11	6.05	8.54
Aug	5,708	6,497	9,357	259	295	424	7.11	6.57	8.69
Sep	5,745	6,712	9,324	261	304	423	8.02	6.74	8.80
2QAve.	5,798	6,521	9,372	263	296	425	7.08	6.45	8.68
Oct	5,743	6,703	9,779	260	304	444	7.76	6.90	8.81
Nov	5,860	7,063	9,765	266	320	443	6.89	7.16	9.06
Dec	6,062	7,755	9,550	275	352	433	6.26	7.62	9.10
3QAve.	5,888	7,174	9,698	267	325	440	6.97	7.23	8.99
Jan	6,049	7,971		274	362		6.15	8.10	
Feb	5,686	8,460		258	384		5.78	8.42	
Mar	5,179	9,005		235	408		5.39	7.47	
4QAve.	5,638	8,479		256	385		5.77	8.00	
FY Ave.	5,860	6,879		266	312		6.35	6.80	
Jan-Dec Ave.	6,005	6,169		272	280		6.31	6.25	
Jan.-Mar.(FCST in Feb.)			9,000			408			8.50
FY2021(FCST in Feb.)			9,445			428			8.51
FY2021(FCST in Nov.)			9,071			411			8.14

	Cobalt (\$/lb)(Standard-Low)			Gold (\$/toz)			Exchange (√US\$)		
	FY2019	FY2020	FY2021	FY2019	FY2020	FY2021	FY2019	FY2020	FY2021
Apr	15.36	15.55	21.48	1,287	1,681	1,760	111.73	107.96	109.15
May	16.07	14.91	20.03	1,284	1,716	1,850	109.87	107.35	109.20
Jun	14.23	14.45	20.50	1,359	1,733	1,835	108.12	107.56	110.14
1QAve.	15.22	14.97	20.67	1,310	1,710	1,815	109.91	107.62	109.50
Jul	12.61	13.82	24.20	1,414	1,842	1,807	108.28	106.84	110.31
Aug	14.69	14.97	23.97	1,498	1,970	1,784	106.33	106.05	109.85
Sep	17.16	15.36	24.40	1,511	1,923	1,779	107.45	105.77	110.18
2QAve.	14.82	14.72	24.19	1,474	1,912	1,790	107.35	106.22	110.11
Oct	17.67	15.56	26.50	1,495	1,901	1,776	108.15	105.27	113.12
Nov	16.67	15.51	29.13	1,471	1,866	1,820	108.90	104.42	114.15
Dec	15.34	15.45	32.79	1,478	1,855	1,788	109.25	103.85	113.89
3QAve.	16.56	15.50	29.47	1,481	1,874	1,795	108.77	104.51	113.72
Jan	15.86	17.31		1,561	1,868		109.39	103.70	
Feb	16.80	22.38		1,598	1,811		109.99	105.38	
Mar	16.61	24.17		1,593	1,720		107.44	108.64	
4QAve.	16.42	21.29		1,584	1,800		108.94	105.91	
FY Ave.	15.76	16.62		1,462	1,824		108.74	106.07	
Jan-Dec Ave.	16.09	15.40		1,392	1,770		109.06	106.82	
Jan.-Mar.(FCST in Feb.)			28.00			1,750			115.00
FY2021(FCST in Feb.)			25.58			1,787			112.08
FY2021(FCST in Nov.)			21.21			1,751			109.90

LME Price		21/1Q		21/2Q		21/3Q		21/4Q(F)
E-Ni applied	Mar-May	7.65	Jun-Aug	8.46	Sep-Nov	8.89	Dec-Feb	8.70
Fe-Ni applied	Jan-Mar	8.00	Apr-Jun	7.87	Jul-Sep	8.68	Oct-Dec	8.99

Exchange		21/1Q		21/2Q		21/3Q		21/4Q(F)
E-Ni applied	Mar-May	109.00	Jun-Aug	110.10	Sep-Nov	112.48	Dec-Feb	114.63
Fe-Ni applied	Jan-Mar	105.91	Apr-Jun	109.50	Jul-Sep	110.11	Oct-Dec	113.72

Comparison

(FY2021/1-3Q Result vs FY2020/1-3Q Result)

JPY100M				JPY100M			
Gross Profit				Segment Profit (loss)			
	21/1-3Q ①	20/1-3Q ②	Diff. ①-②		21/1-3Q ③	20/1-3Q ④	Diff. ③-④
Mineral Resources	677	433	+244	Mineral Resources	965	336	+629
Smelting & Refining	817	420	+397	Smelting & Refining	751	318	+433
Materials	318	165	+153	Materials	203	50	+153
Others	18	14	+4	Others	6	-4	+10
Diff. Adjustment	-21	-30	+9	Diff. Adjustment	29	-54	+83
Gross Profit	1,809	1,002	+807	Profit before tax	1,954	646	+1,308

Changes in allocation of "Diff. Adjustment" applied in FY2021 were also retroactively applied to segment profit of FY2020.

<<Explanation of Diff.>>

1. Mineral Resources

JPY100M

	Diff.	Quantity	Price	Exchange	Cost@	Others
Hishikari (Au)	-11	-15	-2	+11	-3	-2
Morenci / NP (Cu)	+255	-23	+293	+4	-30	+11
Others	0					
Total	+244					

	21/1-3Q	20/1-3Q	Diff.
Au Sales (t)	4.7	5.0	-0.3

2. Smelting & Refining

JPY100M

	Diff	Quantity	Price	Cost@	Inventory	Others
Copper	+184	+13	+11	+4	+56	+100
Nickel	+178	-24	+238	-82	+35	+11
Others*	+35				0	+35
Total	+397	-11	+249	-78	+91	+146

*Others consists mainly the eliminations of transactions within the segment.

•Inventory evaluation P&L

	Total	Cu	Ni	Others
21/1-3Q	76	40	36	0
20/1-3Q	-15	-16	1	0

Comparison

(FY2021/1-3Q Result vs FY2020/1-3Q Result)

3. Materials (Net sales)

JPY100M

	21/1-3Q ①	20/1-3Q ②	Diff. ①-②
Battery Materials (NCA, NMC, Nickel Hydroxide, etc.)	964	670	+294
Applied Powder Materials (Thick Film, Thin Film, Magnet, Alloy, Ink, etc.)	398	264	+134
Package Materials (Leadframes, CuPI, PWB, etc.)	164	123	+41
Crystal Material, Construction Materials, Connector, Others	511	450	+61
Total	2,037	1,507	+530

(Note) Changes in accounting policies regarding non-free supplied materials were retroactively applied to the sales of Battery Materials of 2020/3Q.

Equity in earnings of affiliated companies

JPY100M

		21/1-3Q ①	20/1-3Q ②	Diff. ①-②
Cu	Cerro Verde	186	28	+158
	Candelaria/Ojos	57	22	+35
	Sierra Gorda	82	-68	+150
	Acids/Jinlong/MSMMBC	45	15	+30
	Total	370	-3	+373
Ni	Figesbal/NAC/Others	37	22	+15
	NECC/NK/MSZ/others	3	-22	+25
	Total	410	-3	+413
Segment	Mineral Resources	312	-58	+370
	Smelting & Refining	82	38	+44
	Materials/Others	16	17	-1
	Total	410	-3	+413

Sierra Gorda is excluded from 21/3Q

Main changes in financial income/cost and other income/cost

(amount displayed in profit and loss)

JPY100M

	21/1-3Q ①	20/1-3Q ②	Diff. ①-②
Finance income/cost (exchange gain/loss from valuation of financial assets and liabilities)	41	-51	+92
Other income/cost (exchange gain/loss from settlement of other assets and liabilities)	-18	2	-20

Comparison

(FY2021 Forecast in Feb. vs Forecast in Nov.)

JPY 100M				JPY 100M			
Gross Profit				Segment Profit (loss)			
	FCST in Feb.	FCST in Nov.	Diff.		FCST in Feb.	FCST in Nov.	Diff.
	①	②	①-②		③	④	③-④
Mineral Resources	910	830	80	Mineral Resources	2,020	1,840	180
Smelting & Refining	1,000	870	130	Smelting & Refining	880	730	150
Materials	400	360	40	Materials	230	180	50
Others	20	20	0	Others	-10	-20	10
Diff. Adjustment	-30	-100	70	Diff. Adjustment	20	-70	90
Gross Profit	2,300	1,980	320	Profit before tax	3,140	2,660	480

<<Explanation of Diff.>>

1. Mineral Resources

JPY100M

	Diff.	Quantity	Price	Exchange	Cost@	Others
Hishikari (Au)	+13	0	+6	+6	0	+1
Morenci / NP (Cu)	+84	-6	+36	+5	+49	0
Others	-17					
Total	+80					

Au Sales (t)	FCST in Feb.	FCST in Nov.	Diff.
Hishikari (Au)	6.0	6.0	0.0

2. Smelting & Refining

JPY100M

	Diff	Quantity	Price	Cost@	Inventory	Others
Copper	+86	+1	+2	-5	+86	+2
Nickel	+26	-33	+88	-56	+30	-3
Others*	+18				0	+18
Total	+130	-32	+90	-61	+116	+17

*Others consists mainly the eliminations of transactions within the segment.

• Inventory evaluation P&L

JPY100M

	Total	Cu	Ni	Others
FCST in Feb	104	59	45	0
FCST in Nov	-12	-27	15	0

Comparison

(FY2021 Forecast in Feb. vs Forecast in Nov.)

3. Materials (Net sales)

JPY100M

	FCST in Feb. ①	FCST in Nov. ②	Diff. ①-②
Battery Materials (NCA, NMC, Nickel Hydroxide, etc.)	1,340	1,300	+40
Applied Powder Materials (Thick Film, Thin Film, Magnet, Alloy, Ink, etc.)	510	520	-10
Package Materials (Leadframes, CuPI, PWB, etc.)	220	220	0
Crystal Material, Construction Materials, Connector, Others	690	710	-20
Total	2,760	2,750	+10

Equity in earnings of affiliated companies

JPY100M

		FCST in Feb. ①	FCST in Nov. ②	Diff. ①-②
Cu	Cerro Verde	250	230	+20
	Candelaria/Ojos	100	75	+25
	Sierra Gorda	80	80	0
	Acids/Jinlong/MSMMBC	50	35	+15
	Total	480	420	+60
Ni	Figesbal/NAC/Others	40	30	+10
	NECC/NK/MSZ/others	10	10	0
Total		530	460	+70
Segment	Mineral Resources	420	375	+45
	Smelting & Refining	90	65	+25
	Materials/Others	20	20	0
Total		530	460	+70

↑ Sierra Gorda is excluded from 21/3Q

Main changes in financial income/cost and other income/cost

(amount displayed in profit and loss)

JPY100M

	FCST in Feb. ①	FCST in Nov. ②	Diff. ①-②
Finance income/cost (exchange gain/loss from valuation of financial assets and liabilities)	41	-7	+48
Other income/cost (exchange gain/loss from settlement of other assets and liabilities)	-16	12	-28

Production/Sales trend of Mineral Resources / Smelting & Refining Segment

		FY2019					FY2020					FY2021						Diff.	
		Result					Result					Result				FCST in Feb.			FCST in Nov.
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	① Total	② Total		
【Gold Mine】 (t)																			
Hishikari	Production	1.6	1.0	1.4	2.1	6.1	1.8	1.3	1.9	1.1	6.1	1.8	1.7	1.2	1.3	6.0	6.0	0.0	
	Sales	1.3	1.4	1.2	2.1	6.0	1.9	1.2	1.9	1.0	6.0	1.9	1.8	1.0	1.3	6.0	6.0	0.0	
【Copper Mine】 (kt)																			
Morenci	Production	105	114	126	116	461	109	117	118	102	446	97	98	101	102	398	401	-3	
	Sales	96	114	120	107	437	116	111	118	113	458	104	90	109	93	396	401	-5	
Cerro Verde	Production	118	108	107	122	455	94	81	99	100	372	90	94	102	105	399	393	6	
	Sales	116	109	98	131	454	95	80	98	102	375	96	86	113	93	388	393	-5	
La Candelaria	Production	24	25	32	30	111	28	27	27	13	95	26	27	28	35	116	107	9	
	Sales	24	24	35	26	109	31	28	27	9	95	29	28	27	35	119	111	8	
Ojos Del Salado	Production	8	7	7	8	30	7	7	8	6	28	7	8	7	7	29	28	1	
	Sales	7	7	8	8	30	7	7	8	6	28	7	8	7	7	29	28	1	
North Parkes	Production	9	9	9	9	36	9	9	8	8	34	7	8	7	7	29	32	-3	
	Sales	9	9	6	13	37	6	11	7	10	34	6	5	8	10	29	32	-3	
Sierra Gorda	Production	27	26	28	27	108	34	37	38	40	149	42	51	/	/	93	93	/	
	Sales	26	29	29	27	111	27	42	34	45	148	39	49	/	/	89	89	/	
【Smelting & Refining in Japan】 (kt)																			
† Sierra Gorda is excluded from 21/3Q																			
E-Cu	Production	100.9	95.5	89.1	113.9	399.4	106.1	112.9	112.6	111.0	442.6	105.0	102.2	105.3	104.4	416.9	424.1	-7.2	
	Sales	108.7	104.5	101.4	115.2	429.8	108.7	110.1	118.9	105.3	443.0	103.3	108.7	103.6	105.8	421.4	429.5	-8.1	
E-Ni	Production	12.0	17.0	15.5	14.3	58.8	13.3	15.2	12.5	14.9	55.9	13.4	13.2	13.6	10.2	50.4	54.0	-3.6	
	Sales	12.8	13.2	15.2	16.6	57.8	12.4	13.2	16.3	14.3	56.2	13.7	13.4	13.1	9.8	50.0	54.1	-4.1	
Nickel Sulfate (Product Qty)	Production	16.9	20.2	18.0	20.0	75.1	17.1	20.8	20.7	20.5	79.1	18.6	21.7	19.4	20.1	79.8	79.7	0.1	
	Sales	16.9	20.0	18.3	19.9	75.1	17.6	20.4	20.9	20.2	79.1	18.0	21.3	19.5	19.8	79.5	79.7	-0.2	
FeNi (Ni content)	Production	3.6	2.9	4.0	3.0	13.5	3.2	2.7	4.2	2.9	13.0	2.6	3.4	3.7	3.3	13.0	13.0	0.0	
	Sales	2.9	3.5	3.6	3.3	13.3	3.2	3.5	4.0	2.7	13.4	2.7	3.2	3.2	3.7	12.8	12.9	-0.1	
【Smelting & Refining overseas】 (kt)																			
CBNC MS (Ni content)	Production	4.6	5.3	4.0	5.2	19.1	5.3	4.7	3.9	5.2	19.1	4.0	4.6	3.8	5.3	18.5	19.4	-0.9	
	Sales	4.9	5.0	4.0	5.2	19.1	4.5	4.5	3.3	6.2	18.5	4.8	4.2	3.6	5.3	17.9	19.4	-1.5	
THPAL MS (Ni content)	Production	9.1	6.8	8.5	7.9	32.3	7.0	9.7	6.0	6.7	29.4	6.1	7.4	5.0	7.6	26.1	29.6	-3.5	
	Sales	7.6	7.0	8.9	5.4	28.9	5.9	9.2	7.1	8.0	30.2	7.8	2.9	7.8	6.3	24.8	31.0	-6.2	
PT Vale Matte (Ni content)	Production	13.1	17.6	19.9	20.4	71.0	17.6	18.7	/	/	36.3	/	/	/	/	/	/	/	
	Sales	13.9	16.9	20.1	21.1	72.0	16.7	19.9	/	/	36.6	/	/	/	/	/	/	/	

† PTVI is consolidated only until 2Q since it is excluded from equity earnings due to partial divestment.

Sensitivity for FY2021 Forecast

JPY100M / Year

	Change	Up / Down of Profit before tax for FY2021
Cu	±100 \$/t	24
Ni	±10 ¢ /lb	14
Au	±10 \$/TOZ	2
¥ / \$	±1 ¥/\$	22

(Note. 1) USD/JPY translation include RC-related and Conversion rate of overseas consolidated / equity-method affiliate companies' profit.

(Note. 2) Inventory evaluation is not included.

Financial Position

【Shareholder's Equity Ratio】

JPY100M

End of FY	IFRS				
	FY2018	FY2019	FY2020	2021/3Q	18 3-Yr 2021
Net assets	17,977	17,197	18,860	20,603	20,900
Shareholder's equity	10,476	10,019	11,139	12,785	12,660
Shareholder's Equity Ratio	58.3%	58.3%	59.1%	62.1%	60.6%

【D/E Ratio】

JPY100M

End of FY	IFRS				
	FY2018	FY2019	FY2020	2021/3Q	18 3-Yr 2021
Interest-bearing debt	3,498	3,679	3,307	3,425	4,700
Shareholder's equity	10,476	10,019	11,139	12,785	12,660
D/E ratio	0.33	0.37	0.30	0.27	0.37

JPY100M

【Dividend payout ratio】

	IFRS				
	FY2018	FY2019	FY2020	FY2021 FCST(※)	18 3-Yr 2021
Dividend / share (JPY)	73.0	78.0	121.0	222.0	-
Net Income(loss) / share (JPY)	243.06	220.54	344.29	902.56	-
Dividend payout ratio	30.0%	35.4%	35.1%	35.1%(※)	35% +

※The impact from the series of procedures related to the Sierra Gorda Interest Transfer has been eliminated from the year-end dividend forecast. Net Income / share excluding Sierra Gorda Interes transfer is JPY633.25.

For details, please refer "Revisions Made to Dividend Forecast" disclosed today.

JPY100M

【Cash Flows】

	IFRS				
	FY2018	FY2019	FY2020	2021/3Q	18 3-Yr 2021
Cash and cash equivalents at beginning of period	1,373	813	1,555	1,584	600
Net cash provided by (used in) operating activities	1,147	1,365	915	855	3,800
Net cash provided by (used in) investing activities	-1,424	-703	-324	-391	-4,900
Free cash flows	-277	662	591	464	-1,100
Net cash provided by (used in) financing activities	-290	91	-558	-567	1,200
Net increase (decrease) in cash and cash equivalents	-567	753	33	-103	100
Effect of exchange rate change on cash and cash equivalents	7	-11	-4	60	0
Cash and cash equivalents at end of period	813	1,555	1,584	1,541	700

Consolidated companies (55*) / Equity-method affiliated companies (14)

as of December 30, 2021

Mineral Resources

*Including the money held in trust which is deemed one of consolidated companies.

	Voting Shares	Location	FY (consolidated)	Operations
Consolidated companies				
Sumiko Resources Exploration & Development Co., Ltd.	100	Japan	Mar.	Geological survey of resources; Test boring
Sumitomo Metal Mining America Inc.	100	USA	Dec.	Exploration; Management of mining subsidiaries in USA.
Sumitomo Metal Mining Arizona Inc.	80	USA	Dec.	Mining and related operations
SMM Morenci Inc.	100	USA	Dec.	Mining and related operations
SMMA Candelaria Inc.	100	USA	Dec.	Investment in local company in Chile operating Candelaria Mine
Sumitomo Metal Mining Canada Ltd.	100	Canada	Dec.	Exploration, Consulting
Sumitomo Metal Mining Oceania Pty. Ltd.	100	Australia	Dec.	Resource surveys, mine development and related operations in Oceania
SMM Resources Inc.	100	Canada	Mar.	Mineral Resources Business
SMM Cerro Verde Netherlands B.V.	80	Netherlands	Dec.	Investments in local Peruvian companies engaged in the Cerro Verde Mine operation.
SMM CV Holding B.V.	100	Netherlands	Dec.	Investment in a subsidiary in the Netherlands
SMM Exploration Corporation	100	USA	Dec.	Mineral Resources Business
Sumitomo Metal Mining Peru S.A.	100	Peru	Dec.	Exploration in South America
Sumitomo Metal Mining Chile LTDA.	100	Chile	Dec.	Exploration in South America
SMM Sierra Gorda Inversiones Ltda.	70	Chile	Dec.	Investment in Sierra Gorda Project
SMM-SG Holding Inversiones SpA.	100	Chile	Dec.	Investment in Sierra Gorda Project
Sumitomo Metal Mining do Brasil LTDA.	100	Brazil	Dec.	Exploration in Brazil
SMM Gold Cote Inc.	100	Canada	Dec.	Investment in Cote Gold Project
SMMQB Holding SpA	100	Chile	Dec.	Investment in Quebrada Blanca
SMM Quebrada Blanca SpA	83	Chile	Dec.	Investment in Quebrada Blanca
SMM Holland B.V.	100	Netherlands	Dec.	Overseas resources development
Equity-method affiliated companies				
Sociedad Minera Cerro Verde S.A.A.	21	Peru	Dec.	Cerro Verde Mine
Compania Contractual Minera Candelaria	20	Chile	Dec.	Candelaria Mine
Compania Contractual Minera Ojos del Salado	20	Chile	Dec.	Ojos del Salade Mine
Sierra Gorda S.C.M.	45	Chile	Dec.	Sierra Gorda Mine
Cordillera Exploration Co., Inc.	40	Philippines	Dec.	Exploration in Philippines
Quebrada Blanca Holdings SpA	33	Chile	Dec.	Quebrada Blanca Mine

Smelting & Refining

	Voting Shares	Location	FY (consolidated)	Operations
Consolidated companies				
Hyuga Smelting Co., Ltd.	60	Japan	Mar.	Ferro-nickel smelting
Shisaka Smelting Co., Ltd.	100	Japan	Mar.	Manufacture of crude zinc oxide
Sumiko Logistics Co., Ltd.	100	Japan	Mar.	Maritime trading; Harbor transportation and services; Land Transportation
Coral Bay Nickel Corporation	54	Philippines	Mar.	Manufacture of nickel and cobalt
Taganito HPAL Nickel Corporation	75	Philippines	Mar.	Manufacture of nickel and cobalt
Sumitomo Metal Mining Philippine Holdings Corporation	100	Philippines	Dec.	Regional headquarters for the nickel business
Sumitomo Metal Mining Management (Shanghai) Co., Ltd.	100	China	Dec.	Sales of SMM and SMM group company products in China, Provision of management business service for Chinese group companies, Business consulting
Sumitomo Metal Mining Management (Hong Kong) Co., Ltd.	100	China	Mar.	Sales of SMM and SMM group company products in China
Equity-method affiliated companies				
Jinlong Copper Co., Ltd.	27	China	Dec.	Manufacture and sale of electrolytic copper and sulfuric acid
Acids Co., Ltd.	50	Japan	Mar.	Manufacture and sale of sulfuric acid and related products
Nickel Asia Corporation	26	Philippines	Dec.	Nickel ore mining
FIGESBAL	26	New Caledonia	Dec.	Nickel ore mining; Harbor transportation
MS Zinc Co., Ltd.	50	Japan	Mar.	Manufacture and sale of zinc and related operations
Mitsui Sumitomo Metal Mining Brass & Copper Co., Ltd.	50	Japan	Mar.	Manufacture and sale of copper and brass products and processed copper and brass products

Materials

	Voting Shares	Location	FY (consolidated)	Operations
Consolidated companies				
Ohkuchi Electronics Co., Ltd.	100	Japan	Mar.	Recovery and recycling of non-ferrous metals /Manufacture of functional inks
Niihama Electronics Co., Ltd.	100	Japan	Mar.	Manufacture of flexible circuit materials
Shinko Co., Ltd.	100	Japan	Mar.	Design, manufacture, and sale of printed circuit boards
Ohkuchi Materials Co., Ltd.	95	Japan	Mar.	Manufacture of leadframes
Taiwan Sumiko Materials Co., Ltd.	100	Taiwan	Mar.	Manufacture of thin film materials
Sumiko Tec Co., Ltd.	100	Japan	Mar.	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.
Sumiko Tec (Dongguan) Co., Ltd.	100	China	Dec.	Sales, quality service and export management service of terminals, connectors and electronic circuit board, also related jig for these products
Sumiko Tec (Thailand) Co., Ltd.	100	Thailand	Dec.	Procurement and Sales of terminals, connectors and components
Sumiko Kunitomi Electronics Co., Ltd.	100	Japan	Mar.	Manufacture of crystal products and magnetic materials
Sumiko Energy Materials Co., Ltd.	100	Japan	Mar.	Manufacture of Battery Materials
Shanghai Sumiko Electronic Paste Co., Ltd.	69	China	Dec.	Manufacture and sale of thick-film paste
Dongguan Sumiko Electronic Paste Co., Ltd.	85	China	Dec.	Manufacture and sale of thick-film paste
SMM KOREA Co., Ltd.	100	Korea	Dec.	Sales support for advanced materials and business operations
SMM Precision Co., Ltd.	100	Japan	Mar.	Manufacture and sale of optical communications components
GRANOPT Co., Ltd.	51	Japan	Mar.	Manufacture and sales of rare earth iron garnet (RIG)
Granopt Optics Trading (Shenzhen) Co., Ltd.	51	China	Dec.	Sales of rare earth iron garnet (RIG)
SICOXS CORPORATION	51	Japan	Mar.	Development, Manufacture, Sales, of SiC substrate for power semiconductor
Sumico Lubricant Co., Ltd.	100	Japan	Mar.	Manufacture and sale of various lubricants
Sumico Lubricant Trading (Shanghai) Co., Ltd.	100	China	Dec.	Sales of various lubricants
Sumitomo Metal Mining Siporex Co., Ltd.	100	Japan	Mar.	Manufacture and sale of ALC (Autoclaved Lightweight aerated Concrete) and other construction materials
Equity-method affiliated company				
N. E. Chemcat Corporation	50	Japan	Mar.	Manufacture of precious metal catalysts; Recovery and refining of precious metals
Nippon Ketjen Co., Ltd.	50	Japan	Dec.	Manufacture and sale of desulphurization catalysts for petroleum processing

Others

	Voting Shares	Location	FY (consolidated)	Operations
Consolidated companies				
Sumiko Techno-Research Co., Ltd.	100	Japan	Mar.	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	Mar.	Commission-based work in area of nonferrous smelting
Sumitomo Metal Mining Engineering Co., Ltd.	100	Japan	Mar.	Environment sector machinery & equipment, Plant surveys, etc. design, manufacturing and repair & maintenance
JCO Co., Ltd.	100	Japan	Mar.	Management of facilities using uranium and related wastes
Igeta Heim Co., Ltd.	100	Japan	Mar.	Construction of steel frame and reinforced concrete apartments and condominiums
Japan Irradiation Service Co., Ltd.	100	Japan	Mar.	Irradiation sterilization service for pharmaceutical products, medical instruments, and pharmaceutical containers, etc. /Modification of various industrial materials

【Reference】

Quarterly Financial Results

JPY100M

	FY2019(IFRS)					FY2020(IFRS)				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
Net sales	2,031	2,110	2,168	2,210	8,519	1,908	2,159	2,485	2,709	9,261
Gross profit	230	318	323	224	1,095	187	375	440	507	1,509
Profit before tax①	179	185	311	115	790	35	224	387	588	1,234
Net income	143	151	221	91	606	2	173	279	492	946
Cu (\$/t)	6,114	5,798	5,888	5,638	5,860	5,341	6,521	7,174	8,479	6,879
Ni (\$/lb)	5.56	7.08	6.97	5.77	6.35	5.53	6.46	7.23	7.99	6.80
Au (\$/TOZ)	1,310	1,474	1,481	1,584	1,462	1,710	1,912	1,874	1,800	1,824
Co (\$/lb)	15.22	14.82	16.56	16.42	15.76	14.97	14.72	15.50	21.29	16.62
Exchange (¥/\$)	109.91	107.35	108.77	108.94	108.74	107.62	106.22	104.51	105.91	106.07
Inventory evaluation P&L										
(Smelting) lower of cost or net realizable value	-14	+11	-7	-20	-30	+28	-1	-5	0	+22
(Smelting) QP Diff etc.	-12	-14	+37	-4	+7	-49	+16	-3	-9	-45
(Smelting) Total	-26	-3	+30	-24	-23	-21	+15	-8	-9	-23
(Materials & others)	+4	+8	+1	-14	-1	-10	+22	+3	+3	+18
②Total	-22	+5	+31	-38	-24	-31	+37	-5	-6	-5
①-②	201	180	280	153	814	66	187	392	594	1,239

	FY2021(IFRS)				
	1Q	2Q	3Q	4Q(F)	Total(F)
Net sales	2,943	3,036	3,246	2,885	12,110
Gross profit	556	591	662	491	2,300
Profit before tax①	599	618	737	1,186	3,140
Net income	431	707	563	779	2,480
Cu (\$/t)	9,711	9,372	9,698	9,000	9,445
Ni (\$/lb)	7.87	8.68	8.99	8.50	8.51
Au (\$/TOZ)	1,815	1,790	1,795	1,750	1,787
Co (\$/lb)	20.67	24.19	29.47	28.00	25.58
Exchange (¥/\$)	109.50	110.12	113.72	115.00	112.08
Inventory evaluation P&L					
(Smelting) lower of cost or net realizable value	-2	-16	+19	+2	+3
(Smelting) QP Diff etc.	+36	+19	+20	+27	+102
(Smelting) Total	+34	+3	+39	+29	+105
(Materials & others)	0	+2	+2	+1	+5
②Total	+34	+5	+41	+30	+110
①-②	565	613	696	1,156	3,030

(Note) Due to retrospective application in accordance with changes in accounting policies for non-free supplied materials, sales of FY2019/1Q to FY2020/3Q were modified from numbers disclosed in the past.

【Reference】

Profit by business segments (Profit before tax / Gross profit)

JPY100M

		FY2020 (IFRS)					FY2021 (IFRS)				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q (F)	Total (F)
Gross Profit	Mineral Resources	97	119	217	154	587	228	230	219	233	910
	Smelting & Refining	84	173	163	226	646	250	303	264	183	1,000
	Materials	36	59	70	85	250	103	105	110	82	400
	Others	4	5	5	5	19	6	5	7	2	20
Diff. Adjustment		-34	19	-15	37	7	-31	-52	62	-9	-30
Gross Profit in Total		187	375	440	507	1,509	556	591	662	491	2,300

		FY2020 (IFRS)					FY2021 (IFRS)				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q (F)	Total (F)
Segment Profit (loss)	Mineral Resources	32	89	215	295	631	336	338	291	1,055	2,020
	Smelting & Refining	32	120	166	212	530	227	275	249	129	880
	Materials	-6	23	33	55	105	67	63	73	27	230
	Others	0	-3	-1	-24	-28	0	0	6	-16	-10
Diff. Adjustment		-23	-5	-26	50	-4	-31	-58	118	-9	20
Segment Profit in Total		35	224	387	588	1,234	599	618	737	1,186	3,140

Changes in allocation of "Diff. Adjustment" applied in FY2021 were also retroactively applied to segment profit of FY2020.

Equity in earnings of affiliated companies

JPY100M

		FY2020 (IFRS)					FY2021 (IFRS)				
		1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q (F)	Total (F)
Cu	Cerro Verde	-9	12	25	24	52	51	66	69	64	250
	Candelaria/Ojos	2	7	13	-3	19	8	26	23	43	100
	Sierra Gorda	-34	-27	-7	33	-35	29	32	21	-2	80
	Acids/Jinlong/MSMMBC	-3	9	9	11	26	13	12	20	5	50
	Total	-44	1	40	65	62	101	136	133	110	480
Ni	PT Vale Indonesia/ Figesbal/NAC	6	4	12	12	34	3	10	24	3	40
NECC/NK/MSZ/others		2	-13	-11	13	-9	0	-6	9	7	10
Total		-36	-8	41	90	87	104	140	166	120	530

† Sierra Gorda will be excluded since 21/3Q