

Capital Ratio

Sumitomo Mitsui Banking Corporation and Subsidiaries

Consolidated Capital Ratio

March 31		Millions of yen		
		2004	2003	2002
Tier I capital:	Capital stock.....	¥ 559,985	¥ 559,985	¥ 1,326,746
	Capital reserve	1,298,511	1,298,511	1,326,758
	Retained earnings	319,345	258,690	438,008
	Minority interests	1,005,824	1,025,217	984,088
	Valuation losses on other securities.....	—	(21,559)	(304,837)
	Treasury stock.....	—	—	(17,475)
	Foreign currency translation adjustments	(71,861)	(54,419)	(15,174)
	Goodwill and others.....	—	(74)	(18,747)
	Subtotal (A)	¥ 3,111,804	¥ 3,066,351	¥ 3,719,366
	Tier II capital:	45% of unrealized gains on other securities.....	¥ 245,500	¥ —
45% of unrealized gains on land		68,524	71,699	82,931
General reserve for possible loan losses		815,520	1,149,150	929,461
Qualifying subordinated debt.....		2,358,572	2,150,334	2,577,490
Subtotal		¥ 3,488,117	¥ 3,371,184	¥ 3,589,883
Tier II capital included as qualifying capital (B)	¥ 3,111,804	¥ 2,887,170	¥ 3,504,772	
Deductions:	(C)	¥ 24,634	¥ 25,684	¥ 163,331
Total capital:	(D) = (A) + (B) - (C)	¥ 6,198,974	¥ 5,927,837	¥ 7,060,807
Risk-adjusted assets:	On-balance-sheet.....	¥52,359,312	¥53,313,337	¥62,532,180
	Off-balance-sheet.....	4,264,272	3,523,317	4,803,181
	Asset equivalent of market risk	268,179	221,156	212,650
	Subtotal (E)	¥56,891,764	¥57,057,811	¥67,548,012
Capital ratio (BIS guidelines):	(D) / (E) × 100.....	10.89%	10.38%	10.45%

Nonconsolidated Capital Ratio

March 31		Millions of yen		
		2004	2003	2002
Tier I capital:	Capital stock.....	¥ 559,985	¥ 559,985	¥ 1,326,746
	Capital reserve	879,693	879,693	1,326,758
	Other capital surplus	357,614	357,614	/
	Earned surplus reserve	—	—	—
	Voluntary reserves	221,540	221,540	221,548
	Retained earnings carried forward to next year	253,068	191,507	122,955
	Other retained earnings.....	/	/	357,614
	Others.....	764,546	738,878	869,793
	Valuation losses on other securities.....	—	(17,864)	(297,950)
	Treasury stock.....	—	—	(283)
Subtotal (A)	¥ 3,036,448	¥ 2,931,354	¥ 3,927,183	
Tier II capital:	45% of unrealized gains on other securities.....	¥ 239,783	¥ —	¥ —
	45% of unrealized gains on land	61,515	64,438	73,568
	General reserve for possible loan losses	769,033	1,113,235	872,338
	Qualifying subordinated debt.....	2,321,172	2,126,658	2,544,424
	Subtotal	¥ 3,391,504	¥ 3,304,332	¥ 3,490,330
Tier II capital included as qualifying capital (B)	¥ 3,036,448	¥ 2,771,778	¥ 3,409,200	
Deductions:	(C)	¥ 55,666	¥ 55,378	¥ 55,349
Total capital:	(D) = (A) + (B) - (C)	¥ 6,017,230	¥ 5,647,753	¥ 7,281,033
Risk-adjusted assets:	On-balance-sheet.....	¥48,816,691	¥50,297,673	¥57,965,018
	Off-balance-sheet.....	3,925,351	3,322,458	5,192,299
	Asset equivalent of market risk	197,621	187,014	139,300
	Subtotal (E)	¥52,939,664	¥53,807,146	¥63,296,617
Capital ratio (BIS guidelines):	(D) / (E) × 100.....	11.36%	10.49%	11.50%