

# Capital Ratio

Sumitomo Mitsui Banking Corporation and Subsidiaries

## Consolidated Capital Ratio

March 31		Millions of yen			
		2006	2005	2004	
Tier I capital:	Capital stock.....	¥ 664,986	¥ 664,986	¥ 559,985	
	Capital reserve .....	1,603,512	1,603,512	1,298,511	
	Retained earnings .....	242,524	(6,315)	319,345	
	Minority interests .....	1,074,933	1,026,138	1,005,824	
	Foreign currency translation adjustments .....	(44,568)	(81,050)	(71,861)	
	Goodwill and others.....	(6)	(8)	—	
	Subtotal (A) .....	3,541,382	3,207,262	3,111,804	
Tier II capital:	45% of unrealized gains on other securities.....	605,793	305,401	245,500	
	45% of unrealized gains on land .....	39,934	67,103	68,524	
	General reserve for possible loan losses .....	722,147	612,032	815,520	
	Qualifying subordinated debt.....	2,657,378	2,537,304	2,358,572	
	Subtotal .....	4,025,254	3,521,842	3,488,117	
Tier II capital included as qualifying capital (B) .....		3,541,382	3,207,262	3,111,804	
Deductions:		(C) .....	308,195	238,920	24,634
Total capital:		(D) = (A) + (B) - (C) .....	¥ 6,774,569	¥ 6,175,605	¥ 6,198,974
Risk-adjusted assets:	On-balance-sheet.....	¥56,513,824	¥52,589,471	¥52,359,312	
	Off-balance-sheet.....	5,990,301	5,303,085	4,264,272	
	Asset equivalent of market risk .....	383,276	351,964	268,179	
	Subtotal (E) .....	¥62,887,402	¥58,244,521	¥56,891,764	
Capital ratio:	(D) / (E) × 100.....	10.77%	10.60%	10.89%	

## Nonconsolidated Capital Ratio

March 31		Millions of yen			
		2006	2005	2004	
Tier I capital:	Capital stock.....	¥ 664,986	¥ 664,986	¥ 559,985	
	Capital reserve .....	665,033	1,009,933	879,693	
	Other capital surplus .....	702,514	357,614	357,614	
	Voluntary reserves .....	221,502	221,532	221,540	
	Retained earnings carried forward to next year .....	271,368	68,483	253,068	
	Others.....	840,794	784,252	764,546	
	Subtotal (A) .....	3,366,200	3,106,803	3,036,448	
Tier II capital:	45% of unrealized gains on other securities.....	593,853	292,983	239,783	
	45% of unrealized gains on land .....	33,345	59,575	61,515	
	General reserve for possible loan losses .....	572,536	417,555	769,033	
	Qualifying subordinated debt.....	2,605,378	2,498,304	2,321,172	
	Subtotal .....	3,805,114	3,268,419	3,391,504	
Tier II capital included as qualifying capital (B) .....		3,366,200	3,106,803	3,036,448	
Deductions:		(C) .....	95,734	95,559	55,666
Total capital:		(D) = (A) + (B) - (C) .....	¥ 6,636,666	¥ 6,118,047	¥ 6,017,230
Risk-adjusted assets:	On-balance-sheet.....	¥52,482,811	¥48,910,692	¥48,816,691	
	Off-balance-sheet.....	5,676,962	4,818,865	3,925,351	
	Asset equivalent of market risk .....	303,674	304,929	197,621	
	Subtotal (E) .....	¥58,463,447	¥54,034,487	¥52,939,664	
Capital ratio:	(D) / (E) × 100.....	11.35%	11.32%	11.36%	