

# Income Analysis (Consolidated)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

## Operating Income, Classified by Domestic and Overseas Operations

Six months ended September 30, 2005 and 2004

Millions of yen

	September 30, 2005				September 30, 2004			
	Domestic operations	Overseas operations	Elimination	Total	Domestic operations	Overseas operations	Elimination	Total
Interest income .....	¥631,258	¥154,401	¥(16,344)	¥769,316	¥668,794	¥104,023	¥(20,323)	¥752,495
Interest expenses .....	137,623	90,309	(12,333)	215,600	124,791	47,536	(15,625)	156,702
Net interest income.....	493,635	64,092	(4,011)	553,716	544,003	56,487	(4,697)	595,792
Trust fees.....	¥ 4,285	¥ —	¥ —	¥ 4,285	¥ 729	¥ —	¥ —	¥ 729
Fees and commissions (income) .....	¥304,609	¥ 24,148	¥ (882)	¥327,875	¥262,498	¥ 19,534	¥ (77)	¥281,955
Fees and commissions (expenses) .....	46,736	2,603	(173)	49,167	44,441	2,228	(93)	46,575
Net fees and commissions .....	257,872	21,544	(709)	278,707	218,057	17,306	16	235,379
Trading profits.....	¥ 11,742	¥ 4,053	¥ (3,346)	¥ 12,448	¥ 27,282	¥ 7,739	¥ (4,094)	¥ 30,927
Trading losses .....	—	3,536	(3,346)	189	2,112	2,587	(4,094)	605
Net trading income .....	11,742	516	—	12,259	25,170	5,151	—	30,322
Other operating income .....	¥571,179	¥ 7,423	¥ (2,061)	¥576,540	¥544,292	¥ 8,048	¥ (546)	¥551,794
Other operating expenses .....	396,799	7,008	(215)	403,592	392,639	1,867	(444)	394,061
Net other operating income .....	174,379	415	(1,846)	172,948	151,652	6,181	(101)	157,732

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.
2. Income and expenses resulting from money held in trust are included in "Other income" and "Other expenses." Therefore, "Interest expenses" are shown after deduction of expenses (first half of fiscal 2005, ¥0 million; first half of fiscal 2004, ¥1 million) related to the management of money held in trust.
3. Intersegment transactions are reported in "Elimination" column.

## Average Balance, Interest and Earnings Yield of Interest-Earning Assets and Interest-Bearing Liabilities

Six months ended September 30, 2005 and 2004

### Domestic Operations

Millions of yen

	September 30, 2005			September 30, 2004		
	Average balance	Interest	Earnings yield	Average balance	Interest	Earnings yield
Interest-earning assets.....	¥76,076,980	¥631,258	1.66%	¥78,638,471	¥668,794	1.70%
Loans and bills discounted.....	49,890,257	480,432	1.93	51,278,263	506,829	1.98
Securities .....	22,112,147	109,928	0.99	23,794,963	113,132	0.95
Call loans and bills bought .....	605,070	3,256	1.08	656,016	1,470	0.45
Receivables under resale agreements .....	65,285	2	0.01	96,652	3	0.01
Receivables under securities borrowing transactions .....	1,148,611	207	0.04	779,344	77	0.02
Deposits with banks .....	1,224,919	11,973	1.95	1,090,730	8,261	1.51
Interest-bearing liabilities .....	¥82,787,012	¥137,623	0.33%	¥83,832,839	¥124,791	0.30%
Deposits .....	63,733,558	46,305	0.15	62,347,109	28,001	0.09
Negotiable certificates of deposit .....	3,428,020	427	0.02	3,526,673	383	0.02
Call money and bills sold .....	4,813,255	748	0.03	5,368,095	540	0.02
Payables under repurchase agreements .....	200,598	3	0.00	744,310	12	0.00
Payables under securities lending transactions .....	3,219,715	23,207	1.44	4,557,841	22,096	0.97
Commercial paper.....	199,001	67	0.07	286,656	99	0.07
Borrowed money.....	2,657,775	25,624	1.93	2,991,227	33,338	2.23
Short-term bonds .....	187,464	127	0.14	—	—	—
Bonds.....	3,834,664	30,065	1.57	3,438,848	26,610	1.55

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries.
2. In principle, average balances are calculated by using daily balances. However, some domestic consolidated subsidiaries use weekly, monthly or semiannual balances instead.
3. "Interest-earning assets" are shown after deduction of the average balance of noninterest earning deposits (first half of fiscal 2005, ¥2,023,585 million; first half of fiscal 2004, ¥1,934,432 million).
4. Income and expenses resulting from money held in trust are included in "Other income" and "Other expenses." Therefore, "Interest-earning assets" are shown after deduction of the average balance of money held in trust (first half of fiscal 2005, ¥2,364 million; first half of fiscal 2004, ¥3,628 million). "Interest-bearing liabilities" are shown after deduction of amounts equivalent to the average balance of money held in trust (first half of fiscal 2005, ¥2,364 million; first half of fiscal 2004, ¥3,628 million) and corresponding interest (first half of fiscal 2005, ¥0 million; first half of fiscal 2004, ¥1 million).

## Overseas Operations

	Millions of yen					
	September 30, 2005			September 30, 2004		
	Average balance	Interest	Earnings yield	Average balance	Interest	Earnings yield
Interest-earning assets.....	<b>¥8,833,196</b>	<b>¥154,401</b>	<b>3.50%</b>	¥7,553,574	¥104,023	2.75%
Loans and bills discounted.....	<b>6,100,115</b>	<b>119,521</b>	<b>3.92</b>	4,999,903	74,743	2.99
Securities .....	<b>852,271</b>	<b>14,729</b>	<b>3.46</b>	931,760	13,271	2.85
Call loans and bills bought .....	<b>137,836</b>	<b>2,281</b>	<b>3.31</b>	133,816	1,151	1.72
Receivables under resale agreements .....	<b>167,835</b>	<b>2,763</b>	<b>3.29</b>	148,035	1,277	1.73
Receivables under securities borrowing transactions.....	—	—	—	—	—	—
Deposits with banks .....	<b>1,156,040</b>	<b>16,220</b>	<b>2.81</b>	913,247	6,454	1.41
Interest-bearing liabilities .....	<b>¥6,476,571</b>	<b>¥ 90,309</b>	<b>2.79%</b>	¥5,276,218	¥ 47,536	1.80%
Deposits .....	<b>5,255,170</b>	<b>68,455</b>	<b>2.61</b>	3,832,756	26,040	1.36
Negotiable certificates of deposit .....	<b>208,146</b>	<b>3,240</b>	<b>3.11</b>	109,785	1,298	2.37
Call money and bills sold .....	<b>128,007</b>	<b>1,650</b>	<b>2.58</b>	137,739	748	1.09
Payables under repurchase agreements ...	<b>162,156</b>	<b>2,431</b>	<b>3.00</b>	247,421	1,545	1.25
Payables under securities lending transactions .....	—	—	—	—	—	—
Commercial paper.....	—	—	—	—	—	—
Borrowed money .....	<b>99,384</b>	<b>998</b>	<b>2.01</b>	104,414	1,399	2.68
Short-term bonds .....	—	—	—	—	—	—
Bonds .....	<b>613,716</b>	<b>11,639</b>	<b>3.79</b>	828,954	15,355	3.70

- Notes: 1. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.  
2. In principle, average balances are calculated by using daily balances. However, some overseas consolidated subsidiaries use weekly, monthly or semiannual balances instead.  
3. "Interest-earning assets" are shown after deduction of the average balance of noninterest earning deposits (first half of fiscal 2005, ¥31,734 million; first half of fiscal 2004, ¥37,164 million).

## Total of Domestic and Overseas Operations

	Millions of yen					
	September 30, 2005			September 30, 2004		
	Average balance	Interest	Earnings yield	Average balance	Interest	Earnings yield
Interest-earning assets.....	<b>¥84,429,825</b>	<b>¥769,316</b>	<b>1.82%</b>	¥85,419,596	¥752,495	1.76%
Loans and bills discounted.....	<b>55,345,610</b>	<b>588,151</b>	<b>2.13</b>	55,497,980	567,082	2.04
Securities .....	<b>23,158,688</b>	<b>120,932</b>	<b>1.04</b>	24,897,108	121,740	0.98
Call loans and bills bought .....	<b>742,907</b>	<b>5,538</b>	<b>1.49</b>	789,832	2,621	0.66
Receivables under resale agreements .....	<b>233,121</b>	<b>2,765</b>	<b>2.37</b>	244,687	1,280	1.05
Receivables under securities borrowing transactions.....	<b>1,148,611</b>	<b>207</b>	<b>0.04</b>	779,344	77	0.02
Deposits with banks .....	<b>2,353,178</b>	<b>27,378</b>	<b>2.33</b>	1,841,541	13,547	1.47
Interest-bearing liabilities .....	<b>¥88,588,722</b>	<b>¥215,600</b>	<b>0.49%</b>	¥88,166,118	¥156,702	0.36%
Deposits .....	<b>68,960,713</b>	<b>114,236</b>	<b>0.33</b>	66,017,335	52,872	0.16
Negotiable certificates of deposit .....	<b>3,636,166</b>	<b>3,667</b>	<b>0.20</b>	3,636,459	1,682	0.09
Call money and bills sold .....	<b>4,941,263</b>	<b>2,399</b>	<b>0.10</b>	5,505,835	1,289	0.05
Payables under repurchase agreements ...	<b>362,755</b>	<b>2,434</b>	<b>1.34</b>	991,732	1,558	0.31
Payables under securities lending transactions .....	<b>3,219,715</b>	<b>23,207</b>	<b>1.44</b>	4,557,841	22,096	0.97
Commercial paper.....	<b>199,001</b>	<b>67</b>	<b>0.07</b>	286,656	99	0.07
Borrowed money .....	<b>2,112,393</b>	<b>14,813</b>	<b>1.40</b>	2,315,441	20,278	1.75
Short-term bonds .....	<b>187,464</b>	<b>127</b>	<b>0.14</b>	—	—	—
Bonds .....	<b>4,448,381</b>	<b>41,705</b>	<b>1.88</b>	4,267,803	41,965	1.97

- Notes: 1. The figures above comprise totals for domestic and overseas operations after intersegment eliminations.  
2. In principle, average balances are calculated by using daily balances. However, some consolidated subsidiaries use weekly, monthly or semiannual balances instead.  
3. "Interest-earning assets" are shown after deduction of the average balance of noninterest earning deposits (first half of fiscal 2005, ¥2,055,831 million; first half of fiscal 2004, ¥1,971,503 million).  
4. Income and expenses resulting from money held in trust are included in "Other income" and "Other expenses." Therefore, "Interest-earning assets" are shown after deduction of the average balance of money held in trust (first half of fiscal 2005, ¥2,364 million; first half of fiscal 2004, ¥3,628 million). "Interest-bearing liabilities" are shown after deduction of amounts equivalent to the average balance of money held in trust (first half of fiscal 2005, ¥2,364 million; first half of fiscal 2004, ¥3,628 million) and corresponding interest (first half of fiscal 2005, ¥0 million; first half of fiscal 2004, ¥1 million).

## Fees and Commissions

Six months ended September 30, 2005 and 2004

	Millions of yen							
	September 30, 2005				September 30, 2004			
	Domestic operations	Overseas operations	Elimination	Total	Domestic operations	Overseas operations	Elimination	Total
Fees and commissions (income) .....	<b>¥304,609</b>	<b>¥24,148</b>	<b>¥(882)</b>	<b>¥327,875</b>	¥262,498	¥19,534	¥(77)	¥281,955
Deposits and loans .....	<b>11,692</b>	<b>14,818</b>	<b>(640)</b>	<b>25,870</b>	11,383	11,450	(11)	22,822
Remittances and transfers .....	<b>60,910</b>	<b>4,055</b>	<b>(0)</b>	<b>64,965</b>	57,154	3,465	(0)	60,620
Securities-related business .....	<b>26,052</b>	<b>0</b>	<b>—</b>	<b>26,052</b>	24,736	0	—	24,736
Agency .....	<b>9,623</b>	<b>—</b>	<b>—</b>	<b>9,623</b>	9,655	—	—	9,655
Safe deposits .....	<b>3,903</b>	<b>1</b>	<b>—</b>	<b>3,905</b>	3,181	1	—	3,183
Guarantees .....	<b>20,057</b>	<b>2,048</b>	<b>(224)</b>	<b>21,882</b>	19,439	1,728	(8)	21,159
Credit card .....	<b>52,183</b>	<b>—</b>	<b>—</b>	<b>52,183</b>	45,835	—	—	45,835
<b>Fees and commissions (expenses).....</b>	<b>¥ 46,736</b>	<b>¥ 2,603</b>	<b>¥(173)</b>	<b>¥ 49,167</b>	¥ 44,441	¥ 2,228	¥(93)	¥ 46,575
Remittances and transfers .....	<b>11,956</b>	<b>884</b>	<b>(5)</b>	<b>12,835</b>	11,208	765	(21)	11,952

Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

2. Intersegment transactions are reported in "Elimination" column.

## Trading Income

Six months ended September 30, 2005 and 2004

	Millions of yen							
	September 30, 2005				September 30, 2004			
	Domestic operations	Overseas operations	Elimination	Total	Domestic operations	Overseas operations	Elimination	Total
Trading profits .....	<b>¥11,742</b>	<b>¥4,053</b>	<b>¥(3,346)</b>	<b>¥12,448</b>	¥27,282	¥7,739	¥(4,094)	¥30,927
Gains on trading securities .....	<b>4,335</b>	<b>0</b>	<b>—</b>	<b>4,335</b>	5,047	—	—	5,047
Gains on securities related to trading transactions.....	<b>361</b>	<b>—</b>	<b>—</b>	<b>361</b>	—	—	—	—
Gains on trading-related financial derivatives.....	<b>7,045</b>	<b>4,053</b>	<b>(3,346)</b>	<b>7,751</b>	22,042	7,460	(4,094)	25,408
Others .....	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	192	279	—	471
<b>Trading losses.....</b>	<b>¥ —</b>	<b>¥3,536</b>	<b>¥(3,346)</b>	<b>¥ 189</b>	¥ 2,112	¥2,587	¥(4,094)	¥ 605
Losses on trading securities .....	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	—	—	—	—
Losses on securities related to trading transactions.....	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	605	—	—	605
Losses on trading-related financial derivatives.....	<b>—</b>	<b>3,346</b>	<b>(3,346)</b>	<b>—</b>	1,507	2,587	(4,094)	—
Others .....	<b>—</b>	<b>189</b>	<b>—</b>	<b>189</b>	—	—	—	—

Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

2. Intersegment transactions are reported in "Elimination" column.