

# Capital Ratio (Consolidated)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

		Millions of yen		
		September 30, 2006	September 30, 2005	March 31, 2006
Tier I capital:	Capital stock.....	¥ 1,420,877	¥ 1,352,651	¥ 1,420,877
	Capital surplus .....	276,570	974,349	1,229,225
	Retained earnings .....	1,188,399	697,905	944,112
	Treasury stock.....	(50,178)	(270,834)	(4,393)
	Foreign currency translation adjustments .....	(47,909)	(62,640)	(41,475)
	Stock acquisition rights .....	4	—	—
	Minority interests .....	1,055,000	1,064,181	1,104,244
	Goodwill and others .....	(105,016)	(9,528)	(6,686)
	Subtotal (A) .....	<b>3,737,747</b>	3,746,083	4,645,905
	Tier II capital:	45% of unrealized gains on other securities .....	629,087	410,926
45% of unrealized gains on land .....		39,709	39,875	39,934
General reserve for possible loan losses .....		712,817	597,385	742,614
Qualifying subordinated debt .....		2,595,141	2,710,942	2,657,378
Subtotal .....		<b>3,976,755</b>	3,759,129	4,067,736
Tier II capital included as qualifying capital (B) ....	<b>3,737,747</b>	3,746,083	4,067,736	
Deductions:	(C) .....	630,601	548,006	619,279
Total capital:	(D) = (A) + (B) - (C) .....	<b>¥ 6,844,893</b>	¥ 6,944,161	¥ 8,094,361
Risk-adjusted assets:	On-balance-sheet.....	¥61,250,419	¥56,978,478	¥58,984,821
	Off-balance-sheet.....	6,304,295	5,736,346	5,952,321
	Asset equivalent of market risk .....	391,161	413,074	385,206
	Subtotal (E) .....	<b>¥67,945,876</b>	¥63,127,899	¥65,322,349
Capital ratio:	(D) / (E) × 100.....	<b>10.07%</b>	11.00%	12.39%