

Financial Results
for the Six Months
ended September 30, 2018
- Supplementary Information -

Sumitomo Mitsui Financial Group, Inc.

Table of contents

			Page
1. Income analysis	Consolidated	Non-consolidated ...	1
2. Interest spread (domestic)		Non-consolidated ...	3
3. Gains (losses) on securities		Non-consolidated ...	3
4. Unrealized gains (losses) on securities	Consolidated	Non-consolidated ...	4
5. Balance of securities, classified by maturity		Non-consolidated ...	5
6. Notional amount of interest rate swaps (under deferred hedge accounting), classified by remaining maturity		Non-consolidated ...	5
7. Employee retirement benefits	Consolidated	Non-consolidated ...	6
8. Classification based on self-assessment and the Financial Reconstruction Act, and write-offs / reserves		Non-consolidated ...	7
9. Risk-monitored loans	Consolidated	Non-consolidated ...	8
10. Reserve for possible loan losses and reserve ratio	Consolidated	Non-consolidated ...	8
11. Non-performing loans (NPLs) based on the Financial Reconstruction Act and coverage	Consolidated	Non-consolidated ...	9
12. Results of off-balancing of NPLs		Non-consolidated ...	10
13. Loan portfolio, classified by industry		Non-consolidated ...	11
14. Loan portfolio, classified by country		Non-consolidated ...	13
15. Balance of deposits and loans		Non-consolidated ...	14
16. Deferred tax assets and liabilities		Non-consolidated ...	15
17. Capital ratio (BIS guidelines)	Consolidated	Non-consolidated ...	16
18. ROE	Consolidated	...	16
19. Earnings targets and dividends forecast for FY3/2019	Consolidated	Non-consolidated ...	17
Reference : Financial statements of SMBC		Non-consolidated ...	18

Notes 1. Consolidated: Consolidated figures of Sumitomo Mitsui Financial Group, Inc.

2. Non-consolidated: Non-consolidated figures of Sumitomo Mitsui Banking Corporation (“SMBC”)

This document contains “forward-looking statements” (as defined in the U.S. Private Securities Litigation Reform Act of 1995), regarding the intent, belief or current expectations of us and our managements with respect to our future financial condition and results of operations. In many cases but not all, these statements contain words such as “anticipate,” “believe,” “estimate,” “expect,” “intend,” “may,” “plan,” “probability,” “risk,” “project,” “should,” “seek,” “target,” “will” and similar expressions. Such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and actual results may differ from those expressed in or implied by such forward-looking statements contained or deemed to be contained herein. The risks and uncertainties which may affect future performance include: deterioration of Japanese and global economic conditions and financial markets; our ability to successfully implement our business strategy through our subsidiaries, affiliates and alliance partners; exposure to new risks as we expand the scope of our business; incurrence of significant credit-related costs; and declines in the value of our securities portfolio. Given these and other risks and uncertainties, you should not place undue reliance on forward-looking statements, which speak only as of the date of this document. We undertake no obligation to update or revise any forward-looking statements.

Please refer to our most recent disclosure documents such as our annual report on Form 20-F and other documents submitted to the U.S. Securities and Exchange Commission, as well as our earnings press releases, for a more detailed description of the risks and uncertainties that may affect our financial conditions and our operating results, and investors’ decisions.

1. Income analysis

Consolidated

(Millions of yen)

		Six months ended		Six months ended
		Sep. 30, 2018	Change	Sep. 30, 2017
Consolidated gross profit	1	1,459,977	(5,793)	1,465,770
Net interest income	2	684,400	(23,709)	708,109
Trust fees	3	2,183	304	1,879
Net fees and commissions	4	506,608	22,010	484,598
Net trading income	5	88,881	(41,747)	130,628
Net other operating income	6	177,903	37,350	140,553
General and administrative expenses	7	(852,524)	42,109	(894,633)
Equity in gains (losses) of affiliates	8	32,966	2,754	30,212
Consolidated net business profit	9	640,418	39,069	601,349
Total credit cost	10	(4,996)	29,098	(34,094)
Credit costs	11	(49,515)	(2,112)	(47,403)
Write-off of loans	12	(42,848)	2,489	(45,337)
Provision for reserve for possible loan losses	13	—	—	—
Others	14	(6,666)	(4,601)	(2,065)
Gains on reversal of reserve for possible loan losses	15	38,137	33,959	4,178
Recoveries of written-off claims	16	6,381	(2,749)	9,130
Gains (losses) on stocks	17	51,912	462	51,450
Other income (expenses)	18	(7,135)	(3,978)	(3,157)
Ordinary profit	19	680,199	64,651	615,548
Extraordinary gains (losses)	20	(5,043)	(1,515)	(3,528)
Gains (losses) on disposal of fixed assets	21	(2,730)	(2,531)	(199)
Losses on impairment of fixed assets	22	(1,942)	1,095	(3,037)
Income before income taxes	23	675,155	63,135	612,020
Income taxes - current	24	(108,031)	(6,505)	(101,526)
Income taxes - deferred	25	(53,478)	(14,181)	(39,297)
Profit	26	513,646	42,451	471,195
Profit attributable to non-controlling interests	27	(40,998)	10,002	(51,000)
Profit attributable to owners of parent	28	472,648	52,453	420,195

Notes 1. Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

2. Consolidated gross profit = (Interest income - Interest expenses) + Trust fees + (Fees and commissions - Fees and commissions payments) + (Trading income - Trading losses) + (Other operating income - Other operating expenses)

Number of consolidated subsidiaries and affiliates

		Sep. 30, 2018	Change	Mar. 31, 2018
Consolidated subsidiaries	29	361	14	347
Equity method affiliates	30	82	7	75

SMBC non-consolidated

(Millions of yen)

		Six months ended		Six months ended
		Sep. 30, 2018	Change	Sep. 30, 2017
Gross banking profit	1	704,447	(4,685)	709,132
Gross domestic profit	2	429,156	(18,458)	447,614
Net interest income	3	332,195	(21,438)	353,633
Trust fees	4	975	(54)	1,029
Net fees and commissions	5	84,676	7,247	77,429
Net trading income	6	195	280	(85)
Net other operating income	7	11,113	(4,495)	15,608
Gains (losses) on bonds	8	2,787	(3,570)	6,357
Gross international profit	9	275,290	13,773	261,517
Net interest income	10	153,593	26,626	126,967
Net fees and commissions	11	72,397	5,830	66,567
Net trading income	12	2,650	(29,148)	31,798
Net other operating income	13	46,648	10,465	36,183
Gains (losses) on bonds	14	(4,505)	(17,860)	13,355
Expenses (excluding non-recurring losses)	15	(402,517)	1,299	(403,816)
Overhead ratio	16	57.1%	0.2%	56.9%
Personnel expenses	17	(164,932)	2,092	(167,024)
Non-personnel expenses	18	(213,610)	(2,803)	(210,807)
Taxes	19	(23,973)	2,010	(25,983)
Banking profit (before provision for general reserve for possible loan losses)	20	301,930	(3,386)	305,316
Gains (losses) on bonds	21	(1,718)	(21,431)	19,713
Provision for general reserve for possible loan losses	22	—	—	—
Banking profit	23	301,930	(3,386)	305,316
Non-recurring gains (losses)	24	106,346	43,166	63,180
Credit costs	25	(1,575)	2,183	(3,758)
Gains on reversal of reserve for possible loan losses	26	56,687	31,308	25,379
Recoveries of written-off claims	27	1,177	(2,665)	3,842
Gains (losses) on stocks	28	49,345	(654)	49,999
Other non-recurring gains (losses)	29	711	12,993	(12,282)
Ordinary profit	30	408,277	39,781	368,496
Extraordinary gains (losses)	31	(2,226)	422	(2,648)
Gains (losses) on disposal of fixed assets	32	(581)	(678)	97
Losses on impairment of fixed assets	33	(1,645)	1,101	(2,746)
Income before income taxes	34	406,050	40,202	365,848
Income taxes - current	35	(74,873)	30,377	(105,250)
Income taxes - deferred	36	(30,284)	(54,156)	23,872
Net income	37	300,891	16,421	284,470
Total credit cost (22+25+26+27)	38	56,289	30,826	25,463
Provision for general reserve for possible loan losses	39	50,113	43,636	6,477
Write-off of loans	40	(206)	2,203	(2,409)
Provision for specific reserve for possible loan losses	41	6,300	(12,501)	18,801
Losses on sales of delinquent loans	42	(1,369)	(21)	(1,348)
Provision for loan loss reserve for specific overseas countries	43	273	173	100
Recoveries of written-off claims	44	1,177	(2,665)	3,842

Note: Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

2. Interest spread (domestic)

SMBC non-consolidated

(%)

			Six months ended Sep. 30, 2018	Change	Six months ended Sep. 30, 2017
	Three months ended Jun. 30, 2018	Three months ended Sep. 30, 2018			
Yield on interest earning assets (A)			1.00	(0.03)	1.03
Interest earned on loans and bills discounted (C)	0.95	0.95	0.95	(0.04)	0.99
Interest earned on securities			1.45	0.02	1.43
Total cost of funding (including expenses) (B)			0.59	(0.02)	0.61
Cost of interest bearing liabilities			0.03	0.00	0.03
Interest paid on deposits, etc. (D)	0.00	0.00	0.00	(0.00)	0.00
Interest paid on other liabilities			0.26	0.12	0.14
Expense ratio			0.56	(0.02)	0.58
Overall interest spread (A) - (B)			0.41	(0.01)	0.42
Interest spread (C) - (D)	0.95	0.95	0.95	(0.04)	0.99

Reference: After deducting loans to the Japanese government, etc.

Interest earned on loans and bills discounted (E)	0.99	0.98	0.98	(0.05)	1.03
Interest spread (E) - (D)	0.99	0.98	0.98	(0.05)	1.03

3. Gains (losses) on securities

SMBC non-consolidated

(Millions of yen)

	Six months ended Sep. 30, 2018	Change	Six months ended Sep. 30, 2017
Gains on sales	15,586	(7,869)	23,455
Losses on sales	(16,845)	(13,130)	(3,715)
Gains on redemption	0	0	0
Losses on redemption	(459)	(433)	(26)
Losses on devaluation	—	—	—
Gains (losses) on stocks	49,345	(654)	49,999
Gains on sales	57,265	3,179	54,086
Losses on sales	(140)	1,130	(1,270)
Losses on devaluation	(7,779)	(4,963)	(2,816)

4. Unrealized gains (losses) on securities

Consolidated

(Millions of yen)

		Sep. 30, 2018					Mar. 31, 2018	
		Balance sheet amount	Net unrealized gains (losses)				Balance sheet amount	Net unrealized gains (losses) (b)
			(a)	(a) - (b)	Gains	Losses		
Held-to-maturity securities	1	300,339	1,085	(1,047)	1,085	—	372,463	2,132
Other securities	2	24,848,456	2,450,753	42,592	2,721,435	270,681	25,440,178	2,408,161
Stocks	3	3,877,650	2,214,324	40,659	2,229,935	15,610	3,889,342	2,173,665
Bonds	4	9,553,308	24,290	(20,087)	39,954	15,663	11,834,181	44,377
Japanese government bonds	5	6,948,196	(1,784)	(14,266)	10,554	12,339	9,203,036	12,482
Others	6	11,417,497	212,137	22,019	451,545	239,407	9,716,654	190,118
Foreign bonds	7	9,000,865	(218,537)	(59,142)	9,197	227,734	7,157,601	(159,395)
Other money held in trust	8	768	—	—	—	—	1,482	—
Total	9	25,149,564	2,451,839	41,545	2,722,520	270,681	25,814,125	2,410,294
Stocks	10	3,877,650	2,214,324	40,659	2,229,935	15,610	3,889,342	2,173,665
Bonds	11	9,853,648	25,376	(21,134)	41,040	15,663	12,206,645	46,510
Others	12	11,418,265	212,137	22,019	451,545	239,407	9,718,137	190,118

SMBC non-consolidated

(Millions of yen)

		Sep. 30, 2018					Mar. 31, 2018	
		Balance sheet amount	Net unrealized gains (losses)				Balance sheet amount	Net unrealized gains (losses) (b)
			(a)	(a) - (b)	Gains	Losses		
Held-to-maturity securities	13	40,014	318	(818)	318	—	110,055	1,136
Stocks of subsidiaries and affiliates	14	3,526,252	(2,464)	16,781	17,415	19,880	3,594,591	(19,245)
Other securities	15	22,305,497	2,058,938	(14,720)	2,298,801	239,863	22,931,078	2,073,658
Stocks	16	3,618,213	2,078,905	32,276	2,093,197	14,292	3,638,963	2,046,629
Bonds	17	9,533,338	24,061	(20,181)	40,006	15,944	11,813,637	44,242
Japanese government bonds	18	6,946,195	(1,784)	(14,266)	10,554	12,339	9,203,036	12,482
Others	19	9,153,945	(44,028)	(26,816)	165,597	209,626	7,478,477	(17,212)
Foreign bonds	20	7,202,205	(189,549)	(44,851)	9,059	198,608	5,342,481	(144,698)
Total	21	25,871,765	2,056,791	1,242	2,316,536	259,744	26,635,726	2,055,549
Stocks	22	4,131,927	2,085,518	42,000	2,099,811	14,292	4,238,818	2,043,518
Bonds	23	9,573,353	24,380	(20,998)	40,324	15,944	11,923,693	45,378
Others	24	12,166,484	(53,107)	(19,760)	176,400	229,507	10,473,215	(33,347)

- Notes
- The figures above include negotiable certificates of deposit in "Cash and due from banks" and beneficiary claims on loan trust in "Monetary claims bought."
 - Stocks within Other securities and foreign stocks within Others of Other securities are valued with the average market price during the final month of the period. The rest of the securities are valued at market prices as of the balance sheet date.
 - Other securities and other money held in trust are measured at market prices. Unrealized gains (losses) indicate the difference between the acquisition costs (or amortized costs) and the balance sheet amounts.
Net unrealized gains (losses) on Other securities include gains (losses) which are recognized in the statements of income by applying fair value hedge accounting and accordingly not recorded directly to Net assets. Gains of 2,098 million yen and gains of 15 million yen were recognized in the statements of income for the six months ended September 30, 2018 and for the year ended March 31, 2018, respectively.
 - Floating-rate Japanese government bonds which SMBC holds as Other securities are carried on the balance sheet at their reasonably estimated amounts in accordance with the "Practical Solution on Measurement of Fair Value of Financial Assets" (Accounting Standard Board of Japan Practical Issues Task Force No. 25).

5. Balance of securities, classified by maturity

Balance of other securities with maturities and bonds of held-to-maturity

SMBC non-consolidated

(Billions of yen)

	Sep. 30, 2018					Mar. 31, 2018				
	1 year or less	More than 1 year to 5 years	More than 5 years to 10 years	More than 10 years	Total	1 year or less	More than 1 year to 5 years	More than 5 years to 10 years	More than 10 years	Total
Bonds	2,090.5	5,405.0	1,295.4	782.5	9,573.4	3,560.6	6,566.5	1,152.9	643.7	11,923.7
Japanese government bonds	1,898.9	4,156.1	502.1	429.1	6,986.2	3,373.3	5,270.4	348.8	320.7	9,313.1
Japanese local government bonds	—	10.5	45.1	0.0	55.6	0.0	21.7	25.3	0.0	47.0
Japanese corporate bonds	191.7	1,238.4	748.2	353.4	2,531.6	187.3	1,274.4	778.8	323.0	2,563.6
Others	1,964.8	2,638.5	2,129.1	968.4	7,700.8	1,560.2	1,175.6	2,067.4	1,032.0	5,835.1
Total	4,055.4	8,043.4	3,424.5	1,750.9	17,274.2	5,120.8	7,742.0	3,220.2	1,675.7	17,758.8

6. Notional amount of interest rate swaps (under deferred hedge accounting), classified by remaining maturity

SMBC non-consolidated

(Billions of yen)

	Sep. 30, 2018				Mar. 31, 2018			
	1 year or less	More than 1 year to 5 years	More than 5 years	Total	1 year or less	More than 1 year to 5 years	More than 5 years	Total
Receivable fixed rate / payable floating rate	7,016.5	21,519.2	6,980.0	35,515.7	7,413.6	21,509.2	6,230.0	35,152.9
Receivable floating rate / payable fixed rate	1,791.5	4,460.1	7,288.0	13,539.6	1,335.4	6,252.0	6,854.0	14,441.5
Total	8,808.0	25,979.2	14,268.0	49,055.3	8,749.0	27,761.2	13,084.1	49,594.3

7. Employee retirement benefits

Consolidated

(1) Projected benefit obligation

(Millions of yen)

		At the beginning of FY3/2019		At the beginning of FY3/2018
			Change	
Fair value of plan assets	(A)	1,469,182	33,634	1,435,548
Projected benefit obligation	(B)	1,125,746	(53,991)	1,179,737
Net surplus (deficit)	(A-B)	343,435	87,624	255,811
Net defined benefit asset		383,418	68,496	314,922
Net defined benefit liability		39,982	(19,128)	59,110
Measurements of defined benefit plans (before tax effect deduction)		(86,916)	(74,216)	(12,700)
Unrecognized prior service cost (deductible from the obligation)		(528)	120	(648)
Unrecognized net actuarial gain (loss)		(86,388)	(74,336)	(12,052)

(2) Retirement benefit expenses

(Millions of yen)

	Six months ended Sep. 30, 2018		Six months ended Sep. 30, 2017
		Change	
Retirement benefit expenses	2,839	(18,901)	21,740

SMBC non-consolidated

(1) Projected benefit obligation

(Millions of yen)

		At the beginning of FY3/2019		At the beginning of FY3/2018
			Change	
Projected benefit obligation	(A)	969,651	1,257	968,394
<Discount rate>		<0.47%>	<(0.08)%>	<0.55%>
Fair value of plan assets	(B)	1,342,027	74,437	1,267,590
Reserve for employee retirement benefits	(C)	—	—	—
Prepaid pension cost	(D)	279,360	4,185	275,175
Unrecognized prior service cost (deductible from the obligation)	(E)	—	—	—
Unrecognized net actuarial gain (loss)	(A-B-C+D-E)	(93,015)	(68,996)	(24,019)

(2) Retirement benefit expenses

(Millions of yen)

	Six months ended Sep. 30, 2018		Six months ended Sep. 30, 2017
		Change	
Retirement benefit expenses	(6,579)	(17,697)	11,118
Service cost	14,375	(76)	14,451
Interest cost on projected benefit obligation	2,278	(385)	2,663
Expected returns on plan assets	(20,471)	(1,426)	(19,045)
Amortization of unrecognized prior service cost	—	—	—
Amortization of unrecognized net actuarial gain (loss)	(7,789)	(16,868)	9,079
Others	5,028	1,059	3,969

8. Classification based on self-assessment and the Financial Reconstruction Act, and write-offs / reserves

SMBC non-consolidated, as of Sep. 30, 2018

(Billions of yen)

Category of borrowers under self-assessment	Non-performing loans based on the Financial Reconstruction Act	Classification under self-assessment				Reserve for possible loan losses	Reserve ratio	
		Classification I	Classification II	Classification III	Classification IV			
Bankrupt borrowers	Bankrupt and quasi-bankrupt assets 80.8 (i) (Change from Mar. 31, 2018: (0.1))	Portion of claims secured by collateral or guarantees, etc. 71.4 (a)	Fully reserved 9.4	Direct write-offs (*1)	Specific reserve	13.6 (*2)	100% (*3)	
Effectively bankrupt borrowers								
Potentially bankrupt borrowers	Doubtful assets 257.6 (ii) (Change from Mar. 31, 2018: (25.8))	Portion of claims secured by collateral or guarantees, etc. 165.5 (b)	Necessary amount reserved 92.1		Specific reserve	61.3 (*2)	66.60% (*3)	
Borrowers requiring caution	Substandard loans 76.4 (iii) (Change from Mar. 31, 2018: 4.4) (Claims to Substandard borrowers)	Portion of Substandard loans secured by collateral or guarantees, etc. 43.7 (c)			General reserve for Substandard loans	12.8	43.05% (*3)	13.92% (*3)
	Normal assets	Claims to Borrowers requiring caution, excluding claims to Substandard borrowers			General reserve	179.1 (*5)	4.25% [10.81%] (*4)	
Normal borrowers	88,955.9	Claims to Normal borrowers					0.11% (*4)	
					Loan loss reserve for specific overseas countries	0.3		

Non-performing loan ratio 0.46% (Change from Mar. 31, 2018: (0.05) %)	Total 89,370.7 (iv)	Total reserve for possible loan losses		254.4	Reserve ratio (*6)
	A=(i)+(ii)+(iii) 414.7 (v) (Change from Mar. 31, 2018: (21.6))	B: Portion secured by collateral or guarantees, etc. (a)+(b)+(c)	280.5	D: Specific reserve + General reserve for Substandard loans 87.7	(D/C) 65.36%
			C: Unsecured portion (A - B)	134.2	Coverage ratio (B+D)/A 88.79%

*1 Includes direct reduction of 93.8 billion yen.

*2 Includes reserve for assets that are not subject to disclosure based on the Financial Reconstruction Act standards. (Bankrupt/Effectively bankrupt borrowers: 4.2 billion yen, Potentially bankrupt borrowers: 3.4 billion yen)

*3 Reserve ratios for claims on Bankrupt borrowers, Effectively bankrupt borrowers, Potentially bankrupt borrowers, Substandard borrowers and Borrowers requiring caution including Substandard borrowers are the proportion of reserve for the possible loan losses to each category's total claims, excluding the portion secured by collateral or guarantees, etc.

*4 Reserve ratios for claims on Normal borrowers and Borrowers requiring caution (excluding claims to Substandard borrowers) are the proportion of the reserve for possible loan losses to the respective claims of each category. The reserve ratio for unsecured claims on Borrowers requiring caution (excluding claims to Substandard borrowers) is shown in [].

*5 Includes Specific reserve for Borrowers requiring caution totaling 0.5 billion yen.

*6 The proportion of the reserve to the claims, excluding the portion secured by collateral or guarantees, etc.

9. Risk-monitored loans

Consolidated

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Ratio (b)	(a) - (c)	(c)	Ratio (d)
Bankrupt loans	11,806	0.0	(15,903)	27,709	0.0
Non-accrual loans	387,495	0.5	(18,571)	406,066	0.6
Past due loans (3 months or more)	14,444	0.0	1,622	12,822	0.0
Restructured loans	207,884	0.3	(2,732)	210,616	0.3
Total	621,631	0.8	(35,584)	657,215	0.9
Total loans (period-end balance)	75,939,685	100.0	2,993,751	72,945,934	100.0

Amount of direct reduction 136,855 (3,633) 140,488

SMBC non-consolidated

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Ratio (b)	(a) - (c)	(c)	Ratio (d)
Bankrupt loans	10,543	0.0	(13,901)	24,444	0.0
Non-accrual loans	319,087	0.4	(9,867)	328,954	0.5
Past due loans (3 months or more)	5,733	0.0	1,273	4,460	0.0
Restructured loans	70,633	0.1	3,112	67,521	0.1
Total	405,997	0.5	(19,383)	425,380	0.6
Total loans (period-end balance)	76,232,734	100.0	2,336,571	73,896,163	100.0

Amount of direct reduction 85,954 (6,389) 92,343

10. Reserve for possible loan losses and reserve ratio

Consolidated

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Reserve Ratio (b)	(a) - (c)	(c)	Reserve Ratio (d)
Reserve for possible loan losses	467,343	75.18	(68,745)	536,088	81.57
General reserve	335,842	/	(42,627)	378,469	/
Specific reserve	131,139		(25,775)	156,914	
Loan loss reserve for specific overseas countries	361		(343)	704	
Amount of direct reduction	185,235		(5,710)	190,945	

SMBC non-consolidated

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Reserve Ratio (b)	(a) - (c)	(c)	Reserve Ratio (d)
Reserve for possible loan losses	254,381	62.66	(65,487)	319,868	75.20
General reserve	178,638	/	(44,929)	223,567	/
Specific reserve	75,435		(20,285)	95,720	
Loan loss reserve for specific overseas countries	307		(274)	581	
Amount of direct reduction	93,806		(5,856)	99,662	

Note: Reserve ratio: Reserve for possible loan losses / Risk-monitored loans. After direct reduction.

11. Non-performing loans (NPLs) based on the Financial Reconstruction Act and coverage

Consolidated

(Millions of yen, %)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Bankrupt and quasi-bankrupt assets	94,311	(3,630)	97,941
Doubtful assets	317,353	(33,531)	350,884
Substandard loans	223,129	(351)	223,480
Total (A)	634,794	(37,512)	672,306
Normal assets	89,091,536	3,879,727	85,211,809
Grand total (B)	89,726,331	3,842,216	85,884,115
NPL ratio (A/B)	0.71	(0.07)	0.78

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Total coverage (C)	476,066	(29,693)	505,759
Reserve for possible loan losses (D)	126,302	(22,143)	148,445
Amount recoverable by guarantees, collateral and others (E)	349,763	(7,550)	357,313

(%)

Coverage ratio (C) / (A)	75.00	(0.23)	75.23
--------------------------	-------	--------	-------

Coverage ratio calculated with total reserve for possible loan losses included in the numerator

128.72 (4.17) 132.89

(%)

Reserve ratio to unsecured assets (D) / (A - E)	44.31	(2.82)	47.13
---	-------	--------	-------

Reserve ratio calculated with total reserve for possible loan losses included in the numerator

163.96 (6.23) 170.19

SMBC non-consolidated

(Millions of yen, %)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Bankrupt and quasi-bankrupt assets	80,817	(125)	80,942
Doubtful assets	257,566	(25,827)	283,393
Substandard loans	76,366	4,385	71,981
Total (A)	414,749	(21,568)	436,317
Normal assets	88,955,902	3,487,631	85,468,271
Grand total (B)	89,370,651	3,466,063	85,904,588
NPL ratio (A/B)	0.46	(0.05)	0.51

Note: NPLs based on the Financial Reconstruction Act include loans, acceptances and guarantees, suspense payments, and other credit-type assets.

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Total coverage (C)	368,251	(20,555)	388,806
Reserve for possible loan losses* (D)	87,740	(20,459)	108,199
Amount recoverable by guarantees, collateral and others (E)	280,511	(96)	280,607

* Sum of general reserve for substandard loans and specific reserve

(%)

Coverage ratio (C) / (A)	88.79	(0.32)	89.11
--------------------------	-------	--------	-------

Coverage ratio calculated with total reserve for possible loan losses included in the numerator

128.97 (8.65) 137.62

(%)

Reserve ratio to unsecured assets (D) / (A - E)	65.36	(4.13)	69.49
---	-------	--------	-------

Reserve ratio calculated with total reserve for possible loan losses included in the numerator

189.50 (15.92) 205.42

12. Results of off-balancing of NPLs

SMBC non-consolidated

(Billions of yen)

	Sep. 30, 2018 (a)	(a) - (b)	NPLs newly classified during the six months ended Sep. 30, 2018	Amount of off-balancing	Mar. 31, 2018 (b)
Bankrupt and quasi-bankrupt assets	80.8	(0.1)	22.6	(22.7)	80.9
Doubtful assets	257.6	(25.8)	49.2	(75.0)	283.4
Total	338.4	(26.0)	71.7	(97.7)	364.3
Result of measures connected to off-balancing (*1)	39.0				53.4

Breakdown of off-balancing by factor (*2)	Disposition by borrowers' liquidation	(0.5)
	Reconstructive disposition	(4.7)
	Improvement in debtors' performance due to reconstructive disposition	—
	Loan sales to market	(25.0)
	Direct write-offs	7.9
	Others	(75.5)
	Collection / repayment, etc.	(46.1)
	Improvement in debtors' performance	(29.4)
	Total	(97.7)

*1 The measures connected to off-balancing are legal reorganizations and other similar measures, corporate splits to good companies and bad companies, partial direct write-offs of retail exposure to individuals and small- and medium-sized enterprises, and trusts to RCC for the purpose of revitalization which is scheduled to be off-balanced before the maturity.

*2 1. "Disposition by borrowers' liquidation" refers to abandonment or write-off of loans involved in bankruptcy liquidation proceedings (bankruptcy or special liquidations).
2. "Reconstructive disposition" refers to abandonment of loans involved in reconstructive bankruptcy proceedings (corporate reorganization and civil rehabilitation), debt forgiveness involved in special mediation or other types of civil mediation, or debt forgiveness for restructuring involved in private reorganization.

13. Loan portfolio, classified by industry

SMBC non-consolidated

(1) Loans and bills discounted, classified by industry

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Ratio	(a) - (b)	(b)	Ratio
Domestic offices (excluding Japan offshore banking accounts)	53,368,213	100.0	160,070	53,208,143	100.0
Manufacturing	6,368,158	11.9	295,550	6,072,608	11.4
Agriculture, forestry, fisheries and mining	264,545	0.5	131,762	132,783	0.3
Construction	718,733	1.4	(23,102)	741,835	1.4
Transportation, communications and public enterprises	4,970,596	9.3	109,442	4,861,154	9.1
Wholesale and retail	4,162,712	7.8	(16,230)	4,178,942	7.9
Finance and insurance	7,247,698	13.6	(104,941)	7,352,639	13.8
Real estate	6,849,888	12.8	164,999	6,684,889	12.6
Goods rental and leasing	1,493,156	2.8	(6,085)	1,499,241	2.8
Various services	4,273,649	8.0	182,685	4,090,964	7.7
Municipalities	586,707	1.1	(328,056)	914,763	1.7
Others	16,432,367	30.8	(245,953)	16,678,320	31.3
Overseas offices and Japan offshore banking accounts	22,864,520	100.0	2,176,501	20,688,019	100.0
Public sector	202,037	0.9	6,924	195,113	1.0
Financial institutions	1,710,548	7.5	88,579	1,621,969	7.8
Commerce and industry	19,242,240	84.1	1,824,113	17,418,127	84.2
Others	1,709,693	7.5	256,883	1,452,810	7.0
Total	76,232,734	—	2,336,571	73,896,163	—

Risk-monitored loans

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Ratio	(a) - (b)	(b)	Ratio
Domestic offices (excluding Japan offshore banking accounts)	312,904	100.0	(10,934)	323,838	100.0
Manufacturing	47,149	15.1	(8,981)	56,130	17.3
Agriculture, forestry, fisheries and mining	7	0.0	(4,507)	4,514	1.4
Construction	9,348	3.0	(422)	9,770	3.0
Transportation, communications and public enterprises	25,966	8.3	(16,906)	42,872	13.3
Wholesale and retail	63,826	20.4	3,818	60,008	18.5
Finance and insurance	18,641	6.0	18,340	301	0.1
Real estate	38,897	12.4	(9,212)	48,109	14.9
Goods rental and leasing	276	0.1	13	263	0.1
Various services	55,481	17.7	6,172	49,309	15.2
Municipalities	—	—	—	—	—
Others	53,308	17.0	750	52,558	16.2
Overseas offices and Japan offshore banking accounts	93,092	100.0	(8,450)	101,542	100.0
Public sector	—	—	—	—	—
Financial institutions	—	—	—	—	—
Commerce and industry	38,794	41.7	(6,562)	45,356	44.7
Others	54,298	58.3	(1,887)	56,185	55.3
Total	405,997	—	(19,383)	425,380	—

(2) NPLs based on the Financial Reconstruction Act classified by industry, and reserve ratio

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018
	(a)	Reserve ratio	(a) - (b)	(b)
Domestic offices (excluding Japan offshore banking accounts)	319,764	66.3	(11,644)	331,408
Manufacturing	48,237	63.7	(9,275)	57,512
Agriculture, forestry, fisheries and mining	7	—	(4,544)	4,551
Construction	9,639	53.3	(419)	10,058
Transportation, communications and public enterprises	26,056	56.9	(16,817)	42,873
Wholesale and retail	65,410	63.0	3,330	62,080
Finance and insurance	19,250	100.0	18,350	900
Real estate	41,521	60.8	(9,187)	50,708
Goods rental and leasing	276	59.9	13	263
Various services	55,791	51.4	6,162	49,629
Municipalities	—	—	—	—
Others	53,573	100.0	743	52,830
Overseas offices and Japan offshore banking accounts	94,985	63.7	(9,924)	104,909
Public sector	—	—	—	—
Financial institutions	—	—	—	—
Commerce and industry	39,298	63.3	(8,123)	47,421
Others	55,686	64.2	(1,801)	57,487
Total	414,749	65.4	(21,568)	436,317

Notes 1. NPLs based on the Financial Reconstruction Act include loans, acceptances and guarantees, suspense payments, and other credit-type assets.

2. Reserve ratio

= (Reserve for possible loan losses) / (Assets excluding amounts recoverable due to guarantees, collateral and others) X 100

Reserve for possible loan losses is sum of general reserve for substandard loans and specific reserve.

(3) Consumer loans outstanding

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Consumer loans	13,194,297	(304,348)	13,498,645
Housing loans	12,287,696	(279,082)	12,566,778
Self-residential purpose	9,771,693	(227,000)	9,998,693
Other consumer loans	906,600	(25,266)	931,866

(4) Loans to small- and medium-sized enterprises, etc.

(Millions of yen, %)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Outstanding balance	33,173,708	(526,409)	33,700,117
Ratio to total loans	62.2	(1.1)	63.3

Note: Outstanding balance includes loans to individuals.

14. Loan portfolio, classified by country

SMBC non-consolidated

(1) Loans outstanding, classified by major domicile

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018	
	(a)	Ratio	(a) - (b)	(b)	Ratio
Asia	6,126,095	26.9	663,178	5,462,917	26.5
Indonesia	303,248	1.3	745	302,503	1.5
Thailand	762,562	3.4	66,813	695,749	3.4
Korea	328,280	1.4	31,326	296,954	1.4
Hong Kong	1,641,880	7.2	209,168	1,432,712	6.9
China	230,718	1.0	12,621	218,097	1.1
Taiwan	438,782	1.9	92,358	346,424	1.7
Singapore	1,294,384	5.7	130,832	1,163,552	5.6
India	495,192	2.2	90,917	404,275	2.0
Others	631,049	2.8	28,398	602,651	2.9
Oceania	1,809,176	8.0	87,315	1,721,861	8.3
Australia	1,657,119	7.3	85,372	1,571,747	7.6
Others	152,057	0.7	1,943	150,114	0.7
North America	8,103,736	35.6	979,839	7,123,897	34.5
United States	6,539,931	28.7	922,815	5,617,116	27.2
Others	1,563,805	6.9	57,024	1,506,781	7.3
Central and South America	1,654,032	7.3	129,860	1,524,172	7.4
Brazil	211,937	0.9	7,052	204,885	1.0
Panama	494,281	2.2	26,965	467,316	2.3
Others	947,814	4.2	95,843	851,971	4.1
Western Europe	3,095,661	13.6	144,926	2,950,735	14.3
United Kingdom	989,762	4.3	(9,324)	999,086	4.8
Ireland	373,568	1.6	(6,953)	380,521	1.9
Netherlands	535,862	2.4	23,563	512,299	2.5
Others	1,196,469	5.3	137,640	1,058,829	5.1
Eastern Europe	151,897	0.7	(53,461)	205,358	1.0
Russia	100,513	0.5	(37,725)	138,238	0.7
Others	51,384	0.2	(15,736)	67,120	0.3
Others	1,795,360	7.9	153,287	1,642,073	8.0
Total	22,735,957	100.0	2,104,944	20,631,013	100.0

Note: Classified by domicile of debtors.

(2) NPLs based on the Financial Reconstruction Act, classified by domicile

(Millions of yen, %)

	Sep. 30, 2018			Mar. 31, 2018
	(a)	Reserve Ratio	(a) - (b)	(b)
Overseas Offices and Japan offshore banking accounts	94,985	63.7	(9,924)	104,909
Asia	203	58.3	(690)	893
Oceania	—	—	—	—
North America	33,902	67.4	70	33,832
Central and South America	19,964	48.8	1,404	18,560
Western Europe	29,080	58.8	(5,426)	34,506
Eastern Europe	—	—	—	—
Others	11,834	77.0	(5,281)	17,115

Notes 1. NPLs based on the Financial Reconstruction Act include loans, acceptances and guarantees, suspense payments, and other credit-type assets.

2. Reserve ratio

$$= (\text{Reserve for possible loan losses}) / (\text{Assets excluding amounts recoverable due to guarantees, collateral and others}) \times 100$$

Reserve for possible loan losses is sum of general reserve for substandard loans and specific reserve.

3. Classified by domicile of debtors.

15. Balance of deposits and loans

SMBC non-consolidated

(1) Average balance of deposits and loans

(Millions of yen)

	Six months ended Sep. 30, 2018		Six months ended Sep. 30, 2017
	(a)	(a) - (b)	(b)
Deposits	112,296,404	6,339,344	105,957,060
Domestic units	89,902,456	5,085,985	84,816,471
Loans	75,557,309	(664,460)	76,221,769
Domestic units	48,692,015	(720,906)	49,412,921

Note: Deposits do not include negotiable certificates of deposit.

(2) Balance of deposits and loans, classified by type of depositor

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Deposits	113,331,228	3,088,002	110,243,226
Domestic deposits (excluding Japan offshore banking accounts)	94,372,389	1,493,290	92,879,099
Individuals	46,247,830	926,110	45,321,720
Corporates	48,124,559	567,180	47,557,379
Loans	76,232,734	2,336,571	73,896,163
Domestic offices (excluding Japan offshore banking accounts)	53,368,213	160,070	53,208,143
Overseas offices and Japan offshore banking accounts	22,864,520	2,176,501	20,688,019

Note: Deposits do not include negotiable certificates of deposit.

Reference:

(Billions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Balance of investment trusts	2,250.9	33.5	2,217.4
Balance to individuals	1,849.0	17.5	1,831.5

Note: Balance of investment trusts is recognized on a contract basis and measured according to each fund's net asset balance at the period-end.

(Billions of yen)

	Six months ended Sep. 30, 2018		Six months ended Sep. 30, 2017
	(a)	(a) - (b)	(b)
Sales of investment trusts to individuals	184.6	(152.5)	337.1
Sales of pension-type insurance to individuals	94.9	58.3	36.6

16. Deferred tax assets and liabilities

(Billions of yen)

SMBC non-consolidated			Sep. 30, 2018	Change from Mar. 31, 2018	Mar. 31, 2018
(a) Total deferred tax assets	(b-c)	1	227.2	(14.7)	241.9
(b) Subtotal of deferred tax assets		2	447.1	(20.4)	467.5
Reserve for possible loan losses and write-off of loans		3	106.8	(22.1)	128.9
Taxable write-off of securities		4	204.6	(4.5)	209.1
Others		5	135.7	6.2	129.5
(c) Valuation allowance		6	219.9	(5.7)	225.6
(d) Total deferred tax liabilities		7	596.8	(4.9)	601.7
Net unrealized gains on other securities		8	547.3	(4.3)	551.6
Others		9	49.5	(0.6)	50.1
Net deferred tax assets	(a-d)	10	(369.6)	(9.8)	(359.8)
Amount corresponding to net deferred losses on hedges included in line 5 and net unrealized gains on other securities included in line 8		11	(508.6)	20.6	(529.2)
Others		12	139.0	(30.4)	169.4

SMBC recognized deferred tax assets pursuant to paragraph 19 (classification 2) of the "Implementation Guidance on Recoverability of Deferred Tax Assets" (ASBJ Guidance No.26). This is due to the fact that SMBC has generated steady taxable income, excluding amounts arising from extraordinary factors, in all of the current and past three fiscal years.

Reference: Income of final tax return before deducting operating loss carryforwards for the last 3 years

(Billions of yen)

	FY3/2016	FY3/2017	FY3/2018	1H, FY3/2019
Income of final tax return before deducting operating loss carryforwards	548.1	387.4	578.4	249.3

Note: The figure for 1H, FY3/2019 was estimated in interim closing.

17. Capital ratio (BIS guidelines)

(Basel III basis)

Consolidated

(Billions of yen, %)

	Sep. 30, 2018 [Preliminary]		Mar. 31, 2018
	(a)	(a) - (b)	(b)
(1) Total capital ratio (4) / (7)	19.75	0.39	19.36
(2) Tier 1 capital ratio (5) / (7)	17.16	0.47	16.69
(3) Common equity Tier 1 capital ratio (6) / (7)	14.92	0.42	14.50
(4) Total capital	12,572.6	268.5	12,304.1
(5) Tier 1 capital	10,922.9	312.7	10,610.2
(6) Common equity Tier 1 capital	9,497.6	280.2	9,217.4
(7) Risk weighted assets	63,630.2	89.9	63,540.3
(8) Required capital (7) X 8%	5,090.4	7.2	5,083.2

SMBC consolidated

(1) Total capital ratio	21.02	(0.12)	21.14
(2) Tier 1 capital ratio	18.09	(0.13)	18.22
(3) Common equity Tier 1 capital ratio	15.34	0.05	15.29

SMBC non-consolidated

(1) Total capital ratio	20.79	(0.32)	21.11
(2) Tier 1 capital ratio	17.73	(0.38)	18.11
(3) Common equity Tier 1 capital ratio	14.88	0.19	15.07

18. ROE

Consolidated

(%)

	Six months ended Sep. 30, 2018		Six months ended Sep. 30, 2017
	(a)	(a) - (b)	(b)
ROE (denominator: Total stockholders' equity)	10.7	0.6	10.1

Note:

$$\text{ROE} = \frac{(\text{Profit attributable to owners of parent}) \times (\text{Number of days in a year (365 days)}) / (\text{Number of days in the period (183 days)})}{\text{(denominator: Total stockholders' equity)} \times \frac{\{(\text{Total stockholders' equity at the beginning of the period}) + (\text{Total stockholders' equity at the end of the period})\} / 2}} \times 100$$

19. Earnings targets and dividends forecast for FY3/2019

(1) Earnings targets

Consolidated

(Billions of yen)

	FY3/2019	FY3/2018 Result
Consolidated net business profit	1,180.0	1,203.8
Total credit cost	(130.0)	(94.2)
Ordinary profit	1,120.0	1,164.1
Profit attributable to owners of parent	700.0	734.4

SMBC non-consolidated

(Billions of yen)

	FY3/2019	FY3/2018 Result
Banking profit (before provision for general reserve for possible loan losses)	605.0	617.2
Total credit cost	0.0	26.7
Ordinary profit	640.0	755.3
Net income	460.0	577.0

(2) Dividends forecast

(Yen)

	FY3/2019		FY3/2018
	Interim	Annual	Result
Dividend per share for common stock	85	170	170

Reference:

(Billions of yen)

	FY3/2019		FY3/2018
	Interim	Annual	Result
Total dividend	118.6	237.3	239.8

Reference: Financial Statements of SMBC

1. Condensed balance sheet

SMBC non-consolidated

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Assets			
Cash and due from banks	51,791,818	2,761,609	49,030,209
Call loans	1,850,707	433,145	1,417,562
Receivables under resale agreements	2,876,602	2,376,864	499,738
Receivables under securities borrowing transactions	1,144,423	(1,995,728)	3,140,151
Monetary claims bought	1,508,037	268,643	1,239,394
Trading assets	1,795,679	71,801	1,723,878
Securities	25,251,730	(664,988)	25,916,718
Loans and bills discounted	76,232,734	2,336,571	73,896,163
Foreign exchanges	2,263,629	120,608	2,143,021
Other assets	3,066,263	45,963	3,020,300
Tangible fixed assets	796,487	(1,989)	798,476
Intangible fixed assets	226,883	(4,546)	231,429
Prepaid pension cost	301,760	22,400	279,360
Customers' liabilities for acceptances and guarantees	9,016,490	1,095,321	7,921,169
Reserve for possible loan losses	(254,381)	65,487	(319,868)
Reserve for possible losses on investments	(10,169)	4,390	(14,559)
Total assets	177,858,696	6,935,550	170,923,146

Note: Amounts less than 1 million yen are rounded down.

(Millions of yen)

	Sep. 30, 2018		Mar. 31, 2018
	(a)	(a) - (b)	(b)
Liabilities			
Deposits	113,331,228	3,088,002	110,243,226
Negotiable certificates of deposit	11,330,980	66,173	11,264,807
Call money	1,077,642	149,525	928,117
Payables under repurchase agreements	8,398,472	4,015,054	4,383,418
Payables under securities lending transactions	438,532	(2,634,891)	3,073,423
Commercial paper	1,851,292	328,938	1,522,354
Trading liabilities	1,558,058	135,234	1,422,824
Borrowed money	14,435,776	412,519	14,023,257
Foreign exchanges	1,126,098	210,944	915,154
Bonds	3,409,763	198,215	3,211,548
Due to trust account	1,319,712	42,805	1,276,907
Other liabilities	2,155,192	(236,717)	2,391,909
Reserve for employee bonuses	12,788	(1,375)	14,163
Reserve for executive bonuses	—	(978)	978
Reserve for point service program	548	(418)	966
Reserve for reimbursement of deposits	11,842	(5,465)	17,307
Deferred tax liabilities	369,572	9,769	359,803
Deferred tax liabilities for land revaluation	30,423	(116)	30,539
Acceptances and guarantees	9,016,490	1,095,321	7,921,169
Total liabilities	169,874,415	6,872,537	163,001,878
Net assets			
Capital stock	1,770,996	—	1,770,996
Capital surplus	1,774,554	(2,276)	1,776,830
Capital reserve	1,771,043	—	1,771,043
Other capital surplus	3,510	(2,276)	5,786
Retained earnings	3,218,786	174,611	3,044,175
Other retained earnings	3,218,786	174,611	3,044,175
Voluntary reserve for retirement allowances	1,656	—	1,656
Voluntary reserve	219,845	—	219,845
Retained earnings brought forward	2,997,285	174,611	2,822,674
Treasury stock	(210,003)	—	(210,003)
Total stockholders' equity	6,554,334	172,335	6,381,999
Net unrealized gains (losses) on other securities	1,507,881	(11,810)	1,519,691
Net deferred gains (losses) on hedges	(103,538)	(97,252)	(6,286)
Land revaluation excess	25,602	(261)	25,863
Total valuation and translation adjustments	1,429,945	(109,323)	1,539,268
Total net assets	7,984,280	63,012	7,921,268
Total liabilities and net assets	177,858,696	6,935,550	170,923,146

Note: Amounts less than 1 million yen are rounded down.

2. Condensed income statement

SMBC non-consolidated

(Millions of yen)

	Six months ended Sep. 30, 2018 (a)	(a) - (b)	Six months ended Sep. 30, 2017 (b)
Ordinary income	1,416,606	182,834	1,233,772
Interest income	961,589	149,225	812,364
<i>Interest on loans and discounts</i>	636,958	82,258	554,700
<i>Interest and dividends on securities</i>	170,864	703	170,161
Trust fees	1,003	(38)	1,041
Fees and commissions	254,565	11,592	242,973
Trading income	3,196	(28,616)	31,812
Other operating income	76,143	18,574	57,569
Other income	120,107	32,097	88,010
Ordinary expenses	1,008,329	143,054	865,275
Interest expenses	475,799	144,036	331,763
<i>Interest on deposits</i>	178,240	68,373	109,867
Fees and commissions payments	97,519	(1,469)	98,988
Trading losses	350	251	99
Other operating expenses	18,381	12,604	5,777
General and administrative expenses	399,113	(17,028)	416,141
Other expenses	17,163	4,658	12,505
Ordinary profit	408,277	39,781	368,496
Extraordinary gains	80	(511)	591
Extraordinary losses	2,307	(932)	3,239
Income before income taxes	406,050	40,202	365,848
Income taxes - current	74,873	(30,377)	105,250
Income taxes - deferred	30,284	54,156	(23,872)
Total income taxes	105,158	23,780	81,378
Net income	300,891	16,421	284,470

Note: Amounts less than 1 million yen are rounded down.

3. Statement of changes in net assets

SMBC non-consolidated

Six months ended September 30, 2018

(Millions of yen)

	Capital stock	Capital surplus		Retained earnings			Treasury stock	Total stockholders' equity
		Capital reserve	Other capital surplus	Other retained earnings				
				Voluntary reserve for retirement allowances	Voluntary reserve	Retained earnings brought forward		
Balance at the beginning of the period	1,770,996	1,771,043	5,786	1,656	219,845	2,822,674	(210,003)	6,381,999
Changes in the period								
Corporate reorganization (by subsidiaries)			(2,275)					(2,275)
Cash dividends						(126,541)		(126,541)
Net income						300,891		300,891
Reversal of land revaluation excess						261		261
Net changes in items other than stockholders' equity in the period								
Net changes in the period	—	—	(2,275)	—	—	174,610	—	172,335
Balance at the end of the period	1,770,996	1,771,043	3,510	1,656	219,845	2,997,285	(210,003)	6,554,334

(Millions of yen)

	Valuation and translation adjustments				Total net assets
	Net unrealized gains on other securities	Net deferred gains (losses) on hedges	Land revaluation excess	Total valuation and translation adjustments	
Balance at the beginning of the period	1,519,691	(6,286)	25,863	1,539,268	7,921,268
Changes in the period					
Corporate reorganization (by subsidiaries)					(2,275)
Cash dividends					(126,541)
Net income					300,891
Reversal of land revaluation excess					261
Net changes in items other than stockholders' equity in the period	(11,809)	(97,251)	(261)	(109,322)	(109,322)
Net changes in the period	(11,809)	(97,251)	(261)	(109,322)	63,012
Balance at the end of the period	1,507,881	(103,538)	25,602	1,429,945	7,984,280

Note: Amounts less than 1 million yen are rounded down.