

[Supplemental Information]

Market Value of Securities and Money Held in Trust

[1] Securities

1. As of September 30, 2006

(Notes)

- The amounts shown in the following tables include negotiable certificates of deposit bought classified as “Cash and due from banks,” and beneficiary claims on trust such as receivables classified as “Commercial paper and other debt purchased,” in addition to “Securities” stated in the interim consolidated balance sheet.
- Stocks of subsidiaries and affiliates that have market value are presented in notes to interim nonconsolidated financial statements.

(1) Bonds classified as held-to-maturity with market value

As of September 30, 2006	(Millions of yen)		
	Consolidated balance sheet	Market value	Net unrealized gains (losses)
Japanese government bonds	749,983	740,068	(9,915)
Japanese local government bonds	96,997	94,594	(2,403)
Japanese corporate bonds	379,928	375,829	(4,099)
Other	9,917	10,139	222
Total	1,236,826	1,220,630	(16,195)

(Note) Market value is calculated using market prices at the interim term-end.

(2) Other securities with market value

As of September 30, 2006	(Millions of yen)		
	Acquisition cost	Consolidated balance sheet	Net unrealized gains (losses)
Stocks	1,970,424	3,569,347	1,598,922
Bonds	9,328,374	9,152,122	(176,252)
Japanese government bonds	7,874,690	7,719,254	(155,436)
Japanese local government bonds	512,392	501,778	(10,613)
Japanese corporate bonds	941,292	931,089	(10,202)
Other	4,175,904	4,141,168	(34,736)
Total	15,474,703	16,862,637	1,387,933

(Notes)

- Consolidated balance sheet amount is calculated as follows:

Stocks	Average market prices during one month before the interim term-end
Bonds and other	Market prices at the interim term-end

- Other securities with market value are considered as impaired if the market value decreases materially below the acquisition cost and such decline is not considered as recoverable. The market value is recognized as the interim consolidated balance sheet amount and the amount of write-down is accounted for as valuation loss for the interim term. Valuation loss for this interim term was 1,247 million yen. The rule for determining “material decline” is as follows and is based on the classification of issuing company under self-assessment of Bankrupt/ Effectively bankrupt/ Potentially bankrupt issuers : Market value is lower than acquisition cost.

Issuers requiring caution : Market value is 30% or more lower than acquisition cost.

Normal issuers : Market value is 50% or more lower than acquisition cost.

Bankrupt issuers: Issuers that are legally bankrupt or formally declared bankrupt.

Effectively bankrupt issuers: Issuers that are not legally bankrupt but regarded as substantially bankrupt.

Potentially bankrupt issuers: Issuers that are not bankrupt now, but are perceived to have a high risk of falling into bankruptcy.

Issuers requiring caution: Issuers that are identified for close monitoring.

Normal issuers: Issuers other than the above four categories of issuers.

(3) Securities with no available market value

As of September 30, 2006	(Millions of yen)
	Consolidated balance sheet
Bonds classified as held-to-maturity	
Unlisted foreign securities	26
Other	8,267
Other securities	
Unlisted stocks (excluding OTC stocks)	421,099
Unlisted bonds	2,729,834
Unlisted foreign securities	475,506
Other	409,421

2. As of September 30, 2005

(Notes)

- The amounts shown in the following tables include trading securities and short-term bonds classified as "Trading assets," negotiable certificates of deposit bought classified as "Cash and due from banks" and commercial paper and beneficiary claim on loan trust classified as "Commercial paper and other debt purchased," in addition to "Securities" stated in the interim consolidated balance sheet.
- Stocks of subsidiaries and affiliates that have market value are presented in notes to interim nonconsolidated financial statements.

(1) Securities classified as trading purposes

As of September 30, 2005	(Millions of yen)	
	Consolidated balance sheet amount	Valuation gains (losses) included in the earnings for the term
Securities classified as trading purposes	1,589,914	(1,296)

(2) Bonds classified as held-to-maturity with market value

As of September 30, 2005	(Millions of yen)				
	Consolidated balance sheet amount	Market value	Net unrealized gains (losses)	Unrealized gains	Unrealized losses
Japanese government bonds	659,835	653,970	(5,865)	948	6,813
Japanese local government bonds	58,545	57,397	(1,148)	-	1,148
Japanese corporate bonds	69,747	68,907	(840)	-	840
Other	27,678	28,120	441	441	-
Total	815,806	808,394	(7,411)	1,390	8,802

(Note) Market value is calculated using market prices at the interim term-end.

(3) Other securities with market value

As of September 30, 2005	(Millions of yen)				
	Acquisition cost	Consolidated balance sheet amount	Net unrealized gains (losses)	Unrealized gains	Unrealized losses
Stocks	1,904,528	2,897,259	992,730	1,031,519	38,788
Bonds	12,400,547	12,317,414	(83,132)	4,822	87,955
Japanese government bonds	10,723,139	10,649,794	(73,345)	1,207	74,552
Japanese local government bonds	540,423	534,633	(5,790)	939	6,729
Japanese corporate bonds	1,136,983	1,132,986	(3,997)	2,676	6,673
Other	3,878,943	3,866,998	(11,944)	34,002	45,947
Total	18,184,018	19,081,672	897,653	1,070,345	172,691

(Notes)

- Net unrealized gains on other securities shown above include losses of 557 million yen that is recognized in the interim term's earnings by applying fair value hedge accounting and valuation losses of 400 million yen on embedded financial instruments in their entirety that are recognized in the earnings because their embedded derivatives are not measured separately.
- Consolidated balance sheet amount is calculated as follows:

Stocks	Average market prices during one month before the interim term-end
Bonds and other	Market prices at the interim term-end
- Other securities with market value are considered as impaired if the market value decreases materially below the acquisition cost and such decline is not considered as recoverable. The market value is recognized as the interim consolidated balance sheet amount and the amount of write-down is accounted for as valuation loss for the interim term. Valuation loss for this interim term was 212 million yen. The rule for determining "material decline" is as follows and is based on the classification of issuing company under self-assessment of assets.

Bankrupt/ Effectively bankrupt/ Potentially bankrupt issuers	: Market value is lower than acquisition cost.
Issuers requiring caution	: Market value is 30% or more lower than acquisition cost.
Normal issuers	: Market value is 50% or more lower than acquisition cost.

Bankrupt issuers: Issuers that are legally bankrupt or formally declared bankrupt.
 Effectively bankrupt issuers: Issuers that are not legally bankrupt but regarded as substantially bankrupt.
 Potentially bankrupt issuers: Issuers that are not bankrupt now, but are perceived to have a high risk of falling into bankruptcy.
 Issuers requiring caution: Issuers that are identified for close monitoring.
 Normal issuers: Issuers other than the above four categories of issuers.

(4) Held-to-maturity bonds sold during the interim term

There are no corresponding transactions.

(5) Other securities sold during the interim term

Six months ended September 30, 2005	(Millions of yen)		
	Sales amount	Gains on sales	Losses on sales
Other securities	24,077,266	88,639	13,991

(6) Securities with no available market value

As of September 30, 2005	(Millions of yen)
	Consolidated balance sheet amount
Bonds classified as held-to-maturity	
Unlisted foreign securities	2,531
Other	5,271
Other securities	
Unlisted stocks (excluding OTC stocks)	417,028
Unlisted bonds	2,264,800
Unlisted foreign securities	425,527
Other	267,941

(7) Change of classification of securities

There are no corresponding transactions.

(8) Redemption schedule of other securities with maturities and held-to-maturity bonds

As of September 30, 2005	(Millions of yen)			
	Within 1 year	After 1 year through 5 years	After 5 years through 10 years	After 10 years
Bonds	2,338,479	7,357,651	2,618,161	3,056,053
Japanese government bonds	1,968,207	4,729,637	1,621,591	2,990,192
Japanese local government bonds	26,564	277,662	288,476	475
Japanese corporate bonds	343,707	2,350,350	708,093	65,385
Other	453,001	2,087,818	565,488	802,079
Total	2,791,480	9,445,469	3,183,649	3,858,132

3. As of March 31, 2006

(Notes)

- The amounts shown in the following tables include trading securities and short-term bonds classified as "Trading assets," negotiable certificates of deposit bought classified as "Cash and due from banks," and commercial paper and beneficiary claims on commodity investment trusts classified as "Commercial paper and other debt purchased," in addition to "Securities" stated in the consolidated balance sheet.
- Stocks of subsidiaries and affiliates that have market value are presented in notes to nonconsolidated financial statements.

(1) Securities classified as trading purposes

As of March 31, 2006	(Millions of yen)	
	Consolidated balance sheet amount	Valuation gains (losses) included in the earnings for the fiscal year
Securities classified as trading purposes	1,088,599	(648)

(2) Bonds classified as held-to-maturity with market value

As of March 31, 2006	(Millions of yen)				
	Consolidated balance sheet amount	Market value	Net unrealized gains (losses)	Unrealized gains	Unrealized losses
Japanese government bonds	750,204	730,568	(19,635)	306	19,942
Japanese local government bonds	96,892	93,527	(3,365)	-	3,365
Japanese corporate bonds	379,614	371,560	(8,053)	-	8,053
Other	19,619	19,893	274	274	-
Total	1,246,330	1,215,549	(30,781)	580	31,361

(Note) Market value is calculated using market prices at the fiscal year-end.

(3) Other securities with market value

As of March 31, 2006	(Millions of yen)				
	Acquisition cost	Consolidated balance sheet amount	Net unrealized gains (losses)	Unrealized gains	Unrealized losses
Stocks	1,903,193	3,605,884	1,702,690	1,722,129	19,438
Bonds	12,683,880	12,386,646	(297,233)	988	298,222
Japanese government bonds	11,083,609	10,815,889	(267,720)	173	267,894
Japanese local government bonds	525,076	510,885	(14,191)	282	14,473
Japanese corporate bonds	1,075,194	1,059,872	(15,321)	532	15,854
Other	4,194,178	4,162,057	(32,120)	48,052	80,172
Total	18,781,252	20,154,589	1,373,337	1,771,170	397,833

(Notes)

- Net unrealized gains on other securities shown above include losses of 3,193 million yen that is recognized in the fiscal year's earnings by applying fair value hedge accounting.
- Consolidated balance sheet amount is calculated as follows:

Stocks	Average market prices during one month before the fiscal year-end
Bonds and other	Market prices at the fiscal year-end
- Other securities with market value are considered as impaired if the market value decreases materially below the acquisition cost and such decline is not considered as recoverable. The market value is recognized as the consolidated balance sheet amount and the amount of write-down is accounted for as valuation loss for the fiscal year. Valuation loss for the fiscal year was 97 million yen. The rule for determining "material decline" is as follows and is based on the classification of issuing company under self-assessment of assets.

Bankrupt/ Effectively bankrupt/ Potentially bankrupt issuers	: Market value is lower than acquisition cost.
Issuers requiring caution	: Market value is 30% or more lower than acquisition cost.
Normal issuers	: Market value is 50% or more lower than acquisition cost.

Bankrupt issuers: Issuers that are legally bankrupt or formally declared bankrupt.
 Effectively bankrupt issuers: Issuers that are not legally bankrupt but regarded as substantially bankrupt.
 Potentially bankrupt issuers: Issuers that are not bankrupt now, but are perceived to have a high risk of falling into bankruptcy.
 Issuers requiring caution: Issuers that are identified for close monitoring.
 Normal issuers: Issuers other than the above four categories of issuers.

(4) Held-to-maturity bonds sold during the fiscal year

There are no corresponding transactions.

(5) Other securities sold during the fiscal year

Year ended March 31, 2006	(Millions of yen)		
	Sales amount	Gains on sales	Losses on sales
Other securities	33,089,259	138,964	78,609

(6) Securities with no available market value

As of March 31, 2006	(Millions of yen)
	Consolidated balance sheet amount
Bonds classified as held-to-maturity	
Unlisted foreign securities	269
Other	3,758
Other securities	
Unlisted stocks (excluding OTC stocks)	402,747
Unlisted bonds	2,518,691
Unlisted foreign securities	457,953
Other	309,303

(7) Change of classification of securities

There are no corresponding items.

(8) Redemption schedule of other securities with maturities and held-to-maturity bonds

As of March 31, 2006	(Millions of yen)			
	Within 1 year	After 1 year through 5 years	After 5 years through 10 years	After 10 years
Bonds	5,841,530	4,784,630	2,468,673	3,037,217
Japanese government bonds	5,339,631	2,060,842	1,239,560	2,926,058
Japanese local government bonds	32,135	252,239	322,956	445
Japanese corporate bonds	469,763	2,471,547	906,156	110,713
Other	870,175	1,564,473	682,146	848,570
Total	6,711,706	6,349,103	3,150,820	3,885,788

[2] Money Held in Trust

1. As of September 30, 2006

(1) Money held in trust classified as held-to-maturity

There are no corresponding transactions.

(2) Other money held in trust

As of September 30, 2006	(Millions of yen)		
	Acquisition cost	Consolidated balance sheet amount	Net unrealized gains
Other money held in trust	2,602	2,820	217

(Note) Interim consolidated balance sheet amount is calculated using market prices at the interim term-end.

2. As of September 30, 2005

(1) Money held in trust classified as trading purposes

There are no corresponding transactions.

(2) Money held in trust classified as held-to-maturity

There are no corresponding transactions.

(3) Other money held in trust

As of September 30, 2005	(Millions of yen)				
	Acquisition cost	Consolidated balance sheet amount	Net unrealized gains	Unrealized gains	Unrealized losses
Other money held in trust	602	811	209	209	-

(Note) Interim consolidated balance sheet amount is calculated using market prices at the interim term-end.

3. As of March 31, 2006

(1) Money held in trust classified as trading purposes

There are no corresponding transactions.

(2) Money held in trust classified as held-to-maturity

There are no corresponding transactions.

(3) Other money held in trust

As of March 31, 2006	(Millions of yen)				
	Acquisition cost	Consolidated balance sheet amount	Net unrealized gains	Unrealized gains	Unrealized losses
Other money held in trust	2,703	2,912	209	209	-

(Note) Consolidated balance sheet amount is calculated using market prices at the fiscal year-end.

[3] Net Unrealized Gains on Other Securities and Other Money Held in Trust

1. As of September 30, 2006

"Net unrealized gains on other securities" that is reported on the interim consolidated balance sheet is as follows:

As of September 30, 2006	(Millions of yen)
Net unrealized gains	1,388,146
Other securities	1,387,928
Other money held in trust	217
(-) Deferred tax liabilities	563,620
Net unrealized gains on other securities (before following adjustment)	<u>824,525</u>
(-) Minority interests	7,123
(+) SMFG's interest in net unrealized gains on valuation of other securities held by affiliates accounted for by the equity method	<u>5,811</u>
Net unrealized gains on other securities	<u><u>823,213</u></u>

(Note)

Net unrealized gains included foreign currency translation adjustments on non-marketable securities denominated in foreign currency.

2. As of September 30, 2005

"Net unrealized gains on other securities" that is reported on the interim consolidated balance sheet is as follows:

As of September 30, 2005	(Millions of yen)
Net unrealized gains	898,836
Other securities	898,626
Other money held in trust	209
(-) Deferred tax liabilities	364,380
Net unrealized gains on other securities (before following adjustment)	<u>534,455</u>
(-) Minority interests	10,029
(+) SMFG's interest in net unrealized gains on valuation of other securities held by affiliates accounted for by the equity method	<u>8,645</u>
Net unrealized gains on other securities	<u><u>533,070</u></u>

(Notes)

- Net unrealized gains on other securities shown above include losses of 557 million yen that is recognized in the interim term's earnings by applying fair value hedge accounting and valuation losses of 400 million yen on embedded financial instruments in their entirety that are recognized in the earnings because their embedded derivatives are not measured separately.
- Net unrealized gains included foreign currency translation adjustments on non-marketable securities denominated in foreign currency.

3. As of March 31, 2006

"Net unrealized gains on other securities" that is reported on the consolidated balance sheet is shown as follows:

As of March 31, 2006	(Millions of yen)
Net unrealized gains	1,376,785
Other securities	1,376,576
Other money held in trust	209
(-) Deferred tax liabilities	559,501
Net unrealized gains on other securities (before following adjustment)	<u>817,283</u>
(-) Minority interests	8,343
(+) SMFG's interest in net unrealized gains on valuation of other securities held by affiliates accounted for by the equity method	<u>10,986</u>
Net unrealized gains on other securities	<u><u>819,927</u></u>

(Notes)

- Net unrealized gains on other securities shown above include losses of 3,193 million yen that is recognized in the fiscal year's earnings by applying fair value hedge accounting.
- Net unrealized gains included foreign currency translation adjustments on non-marketable securities denominated in foreign currency.

Market Value Information on Derivative Transactions

Please refer to EDINET system (<https://info.edinet.go.jp/EdiHtml/main.htm>) after the middle of December 2006 (available in Japanese).

SMFG will also disclose derivative information on our Interim Financial Report that will be issued in February 2007. (<http://www.smfg.co.jp/english/index.html>)