

5. Unrealized Gains (Losses) on Securities

(1) Evaluation method of securities

Trading purpose		Fair value method (net valuation gains (losses) are recognized in income statement)
Held-to-maturity purpose		Amortized cost method
Other securities	With market value	Fair value method (net valuation gains (losses)* are directly included in Net assets)
	Without market value	Cost method or amortized cost method
Investments in subsidiaries and affiliates		Cost method

*The amount recognized in income statement by application of fair value hedge accounting is excluded from the amount directly included in Net assets.

(Reference) Securities in money held in trust

Investment purpose		Fair value method (net valuation gains (losses) are recognized in income statement)
Other money held in trust	With market value	Fair value method (net valuation gains (losses) are directly included in Net assets)
	Without market value	Cost method or amortized cost method

(2) Unrealized gains (losses)

<SMBC Non-consolidated>

(Millions of yen)

	Mar. 31, 2007				Mar. 31, 2006		
	Net unrealized gains (losses)				Net unrealized gains (losses)		
	(a)	(a) - (b)	Gains	Losses	(b)	Gains	Losses
Held-to-maturity purpose	(13,064)	17,718	200	(13,265)	(30,782)	577	(31,359)
Stocks of subsidiaries and affiliates	7,958	(259,617)	85,505	(77,547)	267,575	270,285	(2,710)
Other securities	1,832,891	516,685	2,028,694	(195,802)	1,316,206	1,695,589	(379,383)
Stocks	1,978,749	346,345	1,990,476	(11,727)	1,632,404	1,649,881	(17,476)
Bonds	(151,444)	130,810	748	(152,193)	(282,254)	727	(282,981)
Others	5,587	39,530	37,469	(31,882)	(33,943)	44,980	(78,924)
Other money held in trust	322	113	322	-	209	209	-
Total	1,828,107	274,899	2,114,723	(286,615)	1,553,208	1,966,661	(413,453)
Stocks	1,986,707	86,728	2,075,981	(89,274)	1,899,979	1,920,166	(20,186)
Bonds	(164,690)	148,617	768	(165,458)	(313,307)	1,033	(314,341)
Others	6,090	39,553	37,972	(31,882)	(33,463)	45,460	(78,924)

- (Notes) 1. The figures above include unrealized gains (losses) on negotiable certificates of deposit in 'Cash and due from banks & Deposits with banks' and on beneficiary claims on loan trust and commodity investment trusts in 'Commercial paper and other debt purchased'.
2. Unrealized gains (losses) of stocks (excluding stocks of subsidiaries and affiliates) are calculated with the average market price during the final month of the interim period. Rest of the securities are valued at market prices as of the balance sheet date.
3. Other securities and Other money held in trust are valued and recorded on the balance sheet at market prices. The figures in the table above indicate the difference between the acquisition costs (or amortized costs) and the balance sheet amounts.
- Net unrealized gains on other securities as of Mar. 31, 2006 include losses of JPY 3,193 million that were recognized in income statement by applying fair value hedge accounting, which are included in the amount to be directly included in Stockholders' equity.

<Consolidated>

(Millions of yen)

	Mar. 31, 2007				Mar. 31, 2006		
	Net unrealized gains (losses)				Net unrealized gains (losses)		
	(a)	(a) - (b)	Gains	Losses	(b)	Gains	Losses
Held-to-maturity purpose	(13,065)	17,716	200	(13,266)	(30,781)	580	(31,361)
Other securities	1,825,168	451,831	2,032,120	(206,952)	1,373,337	1,771,170	(397,833)
Stocks	1,972,647	269,957	1,987,337	(14,689)	1,702,690	1,722,129	(19,438)
Bonds	(157,367)	139,866	1,805	(159,173)	(297,233)	988	(298,222)
Others	9,888	42,008	42,977	(33,089)	(32,120)	48,052	(80,172)
Other money held in trust	322	113	322	-	209	209	-
Total	1,812,424	469,659	2,032,643	(220,218)	1,342,765	1,771,960	(429,195)
Stocks	1,972,647	269,957	1,987,337	(14,689)	1,702,690	1,722,129	(19,438)
Bonds	(170,613)	157,675	1,825	(172,439)	(328,288)	1,294	(329,583)
Others	10,391	42,027	43,480	(33,089)	(31,636)	48,535	(80,172)

- (Notes) 1. The figures above include unrealized gains (losses) on negotiable certificates of deposit in 'Cash and due from banks & Deposits with banks' and on beneficiary claims on loan trust in 'Commercial paper and other debt purchased'.
2. Unrealized gains (losses) of stocks are mainly calculated with the average market price during the final month of the interim period. Rest of the securities are valued at market prices as of the balance sheet date.
3. Other securities and Other money held in trust are valued and recorded on the balance sheet at market prices. The figures in the table above indicate the difference between the acquisition costs (or amortized costs) and the balance sheet amounts.
- Net unrealized gains on other securities as of Mar. 31, 2006 include losses of JPY 3,193 million that were recognized in income statement by applying fair value hedge accounting, which are included in the amount to be directly included in Stockholders' equity.