

3. Interest Spread (Domestic) <SMBC Non-consolidated>

(%)

	FY2007					FY2006
		Six Months ended Sep. 30, 2007	Six Months ended Mar. 31, 2008	Three months ended Dec. 31, 2007	Three months ended Mar. 31, 2008	
Yield on interest earning assets (A)	1.78	1.78	1.79			1.56
Interest earned on loans and bills discounted (C)	2.04	2.00	2.07	2.06	2.09	1.73
Interest earned on securities	1.27	1.37	1.16			1.17
Total cost of funding (including expenses) (B)	1.25	1.21	1.29			0.98
Cost of interest bearing liabilities	0.38	0.36	0.40			0.19
Interest paid on deposits, etc. (D)	0.23	0.22	0.24	0.23	0.25	0.10
Interest paid on other liabilities	0.69	0.71	0.68			0.42
Expense ratio	0.87	0.85	0.89			0.79
Overall interest spread (A) - (B)	0.53	0.57	0.50			0.58
Interest spread (C) - (D)	1.81	1.78	1.83	1.83	1.84	1.63