

Special Purpose Entities

SMBC, a consolidated subsidiary of SMFG, provides credit lines, liquidity lines and loans to fourteen special purpose entities ("SPEs") for their fund needs and issuing of commercial papers. The SPEs are engaged in purchases of monetary claims such as receivables from SMBC customers, and incorporated under the laws of the Cayman Islands or as intermediate corporations with limited liabilities.

The combined assets and liabilities of the fourteen SPEs as of their most recent closing dates were ¥3,219,524 million and ¥3,219,835 million, respectively. SMBC has no voting rights in the SPEs and sends no directors or employees.

The amounts of transactions with these SPEs in the fiscal year ended March 31, 2008 are as follows:

(Millions of yen)

	Balances of principal transactions as of March 31, 2008	Principal profit or loss for the fiscal year ended March 31, 2008	
		Item	Amount
Loans and bills discounted	¥ 1,803,952	Interest on loans and discounts	¥ 25,194
Credit lines	905,533	Fees and commissions	2,509
Liquidity lines	326,074	—	—