

5. Unrealized Gains (Losses) on Securities

(1) Evaluation method of securities

Trading purpose	Fair value method (net valuation gain (loss) are recognized in income statement)
Held-to-maturity purpose	Amortized cost method
Other securities	With market value
	Without market value
Investments in subsidiaries and affiliates	Cost method or amortized cost method
	Cost method

(Note) Securities in money held in trust are valued by the same method as above.

(2) Unrealized gains (losses)

<SMBC Non-consolidated>

(Millions of yen)

		Mar. 31, 2009				Mar. 31, 2008		
		Net unrealized gains (losses)				Net unrealized gains (losses)		
		(a)	(a) - (b)	Gains	Losses	(b)	Gains	Losses
Held-to-maturity purpose		27,851	10,776	28,155	(304)	17,075	18,373	(1,298)
Stocks of subsidiaries and affiliates		(3,536)	(4,590)	-	(3,536)	1,054	14,885	(13,831)
Other securities		(42,701)	(798,450)	337,535	(380,237)	755,749	1,030,778	(275,029)
Stocks		(16,545)	(952,869)	273,058	(289,604)	936,324	992,665	(56,341)
Bonds		(1,241)	128,267	16,910	(18,152)	(129,508)	15,579	(145,087)
Others		(24,914)	26,153	47,566	(72,480)	(51,067)	22,533	(73,600)
Other money held in trust		(262)	(233)	-	(262)	(29)	-	(29)
Total		(18,649)	(792,498)	365,691	(384,341)	773,849	1,064,037	(290,188)
Stocks		(20,082)	(957,460)	273,058	(293,140)	937,378	1,007,551	(70,172)
Bonds		26,609	139,041	45,066	(18,456)	(112,432)	33,952	(146,385)
Others		(25,176)	25,920	47,566	(72,743)	(51,096)	22,533	(73,630)

(Notes) 1. The figures above include unrealized gains (losses) on negotiable certificates of deposit in 'Cash and due from banks & Deposits with banks' etc.

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 fiscal year. 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. Unrealized gains (losses) indicate the difference between the acquisition costs (or amortized costs) and the balance sheet amounts.

4. Floating-rate Japanese government bonds which SMBC held as Other securities had been carried on the balance sheet at market values. From the fiscal year ended March 31, 2009, such bonds have been carried 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, issued on October 28, 2008). As a result of this accounting change, compared with the former accounting method, "Securities" and "Net unrealized gains (losses) on other securities" increased by 113,203 million yen and 67,209 million yen, respectively, and "Deferred tax assets" decreased by 45,994 million yen.

<Consolidated>

(Millions of yen)

		Mar. 31, 2009				Mar. 31, 2008		
		Net unrealized gains (losses)				Net unrealized gains (losses)		
		(a)	(a) - (b)	Gains	Losses	(b)	Gains	Losses
Held-to-maturity purpose		26,741	9,986	28,155	(1,414)	16,755	18,379	(1,623)
Other securities		(33,176)	(778,596)	356,834	(390,011)	745,420	1,042,530	(297,109)
Stocks		7,062	(929,166)	287,380	(280,317)	936,228	999,414	(63,186)
Bonds		(2,826)	130,066	21,534	(24,360)	(132,892)	18,645	(151,537)
Others		(37,412)	20,503	47,920	(85,332)	(57,915)	24,469	(82,385)
Other money held in trust		(262)	(233)	-	(262)	(29)	-	(29)
Total		(6,697)	(768,843)	384,990	(391,688)	762,146	1,060,909	(298,763)
Stocks		7,062	(929,166)	287,380	(280,317)	936,228	999,414	(63,186)
Bonds		24,419	140,363	49,690	(25,270)	(115,944)	37,025	(152,969)
Others		(38,180)	19,957	47,920	(86,100)	(58,137)	24,469	(82,607)

(Notes) 1. The figures above include unrealized gains (losses) on negotiable certificates of deposit in 'Cash and due from banks & Deposits with banks' etc.

2. Unrealized gains (losses) of stocks are mainly calculated with the average market price during the final month of the fiscal year. 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. Unrealized gains (losses) indicate the difference between the acquisition costs (or amortized costs) and the balance sheet amounts.

4. Floating-rate Japanese government bonds which SMFG held as Other securities had been carried on the consolidated balance sheet at market values. From the fiscal year ended March 31, 2009, such bonds have been carried 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, issued on October 28, 2008). As a result of this accounting change, compared with the former accounting method, "Securities," "Net unrealized gains (losses) on other securities" and "Minority interests" increased by 117,757 million yen, 67,741 million yen and 2,508 million yen, respectively, and "Deferred tax assets" decreased by 47,508 million yen.