

15. Problem Assets Based on the Financial Reconstruction Law and the Coverage

<SMBC Non-consolidated>

(Millions of yen, %)

	Mar. 31, 2009		Mar. 31, 2008
	(a)	(a) - (b)	(b)
Bankrupt and quasi-bankrupt assets	319,627	201,870	117,757
Doubtful assets	678,240	276,212	402,028
Substandard loans	196,303	(87,850)	284,153
Total (A)	1,194,170	390,231	803,939
Normal assets	66,028,576	2,100,436	63,928,140
Total (B)	67,222,747	2,490,667	64,732,080
Problem asset ratio (A/B)	1.78	0.54	1.24

Amount of direct reduction 479,484 145,673 333,811

(Note) Problem Assets Based on the Financial Reconstruction Law include loans, acceptances and guarantees, temporary advance, and other credit-type assets.

(Millions of yen)

	Mar. 31, 2009		Mar. 31, 2008
	(a)	(a) - (b)	(b)
Total coverage (C)	1,028,336	380,386	647,950
Reserve for possible loan losses* (D)	340,892	63,301	277,591
Amount recoverable by guarantees, collateral and others (E)	687,444	317,085	370,359

(*) Sum of general reserve for Substandard loans and specific reserve.

(%)

Coverage ratio (C) / (A)	86.11	5.51	80.60
Coverage ratio calculated with total reserve for possible loan losses included in the numerator	123.88	0.69	123.19

(%)

Reserve ratio to unsecured assets (D) / (A - E)	67.27	3.25	64.02
Reserve ratio calculated with total reserve for possible loan losses included in the numerator	156.27	13.27	143.00

<Consolidated>

(Millions of yen, %)

	Mar. 31, 2009		Mar. 31, 2008
	(a)	(a) - (b)	(b)
Bankrupt and quasi-bankrupt assets	505,666	299,032	206,634
Doubtful assets	865,603	358,436	507,167
Substandard loans	281,917	(136,924)	418,841
Total (A)	1,653,186	520,543	1,132,643
Normal assets	70,894,602	1,892,648	69,001,954
Total (B)	72,547,788	2,413,191	70,134,597
Problem asset ratio (A/B)	2.28	0.67	1.61

(Millions of yen)

	Mar. 31, 2009		Mar. 31, 2008
	(a)	(a) - (b)	(b)
Total coverage (C)	1,410,346	494,436	915,910
Reserve for possible loan losses (D)	397,975	78,040	319,935
Amount recoverable due to guarantees, collateral and others (E)	1,012,371	416,396	595,975

(%)

Coverage ratio (C) / (A)	85.31	4.45	80.86
Coverage ratio calculated with total reserve for possible loan losses included in the numerator	126.44	(5.17)	131.61

(%)

Reserve ratio to unsecured assets (D) / (A - E)	62.10	2.48	59.62
Reserve ratio calculated with total reserve for possible loan losses included in the numerator	168.20	1.49	166.71