

Fair Value of Financial Instruments

(1) “Consolidated balance sheet amounts,” “Fair value” and “Net unrealized gains (losses)” of financial instruments as of March 31, 2010 are as follows. The amounts shown in the following table do not include financial instruments (see the next page) whose fair values are extremely difficult to determine, such as unlisted stocks classified as other securities, and stocks of subsidiaries and affiliates.

(Millions of yen)

	Consolidated balance sheet amount	Fair value	Net unrealized gains (losses)
(1) Cash and due from banks (*1)	¥5,838,781	¥5,839,844	¥ 1,063
(2) Call loans and bills bought (*1)	1,119,705	1,121,304	1,598
(3) Receivables under resale agreements	25,226	25,226	–
(4) Receivables under securities borrowing transactions	5,440,622	5,440,622	–
(5) Monetary claims bought (*1)	997,290	1,010,523	13,233
(6) Trading assets			
Securities classified as trading purposes	3,058,033	3,058,033	–
(7) Money held in trust	18,734	18,734	–
(8) Securities			
Bonds classified as held-to-maturity	3,272,012	3,330,623	58,610
Other securities	24,383,712	24,383,712	–
(9) Loans and bills discounted	62,701,033		
Reserve for possible loan losses (*1)	(801,234)		
	61,899,799	62,891,684	991,885
(10) Foreign exchanges (*1)	1,101,719	1,105,607	3,888
(11) Lease receivables and investment assets (*1)	1,824,961	1,933,129	108,168
Total assets	¥108,980,596	¥110,159,045	¥1,178,449
(1) Deposits	78,648,595	78,674,772	26,176
(2) Negotiable certificates of deposit	6,995,619	6,995,575	(43)
(3) Call money and bills sold	2,119,557	2,119,557	(0)
(4) Payables under repurchase agreements	1,120,860	1,120,860	–
(5) Payables under securities lending transactions	4,315,774	4,315,774	–
(6) Commercial paper	310,787	310,787	–
(7) Trading liabilities			
Trading securities sold for short sales	1,582,808	1,582,808	–
(8) Borrowed money	5,470,578	5,489,347	18,768
(9) Foreign exchanges	192,299	192,299	–
(10) Short-term bonds	1,212,178	1,212,178	–
(11) Bonds	3,422,672	3,514,970	92,298
(12) Due to trust account	159,554	159,554	–
Total liabilities	¥105,551,287	¥105,688,486	¥137,199
Derivative transactions (*2)			
Hedge accounting not applied	245,128	245,128	–
Hedge accounting applied	183,211	183,211	–
Total	¥ 428,339	¥ 428,339	–

(Notes)

(*1) The amounts do not include general reserve for possible loan losses and specific reserve for possible loan losses. The reserves for possible losses on “Cash and due from banks,” “Call loans and bills bought,” “Monetary claims bought,” “Foreign exchanges,” and “Lease receivables and investment assets” are deducted directly from “Consolidated balance sheet amount” since they are immaterial.

(*2) The amounts collectively represent the derivative transactions which are recorded on “Trading assets,” “Trading liabilities,” “Other assets” and “Other liabilities.” Debts and credits arising from derivative transactions are presented on a net basis.

(2) Financial instruments whose fair values are extremely difficult to determine are as follows.

	(Millions of yen)
	Consolidated balance sheet amount
Monetary claims bought	
Monetary claims bought without market prices (*1)	¥ 7,889
Securities	
Unlisted stocks, etc. (*2,4)	291,922
Investments in partnerships, etc. (*3,4)	354,422
Total	<u>¥ 654,234</u>

(Notes)

- (*1) They are beneficiary claims that (a) behave more like equity than debt, (b) do not have market prices, and (c) it is difficult to rationally estimate their values. They include commodity investments and beneficiary claims on loan trusts.
- (*2) They are not included in the scope of fair value disclosure since there are no market prices and it is extremely difficult to determine their fair values.
- (*3) They are capital contributions with no market prices. The above-stated amount includes the book value amount of investments in the partnership of which SMFG records net changes in their balance sheets and statements of income.
- (*4) Unlisted stocks and investments in partnership totaling ¥26,770 million was written-off in the fiscal year ended March 31, 2010.