

16. Progress in Off-Balancing of Problem Assets <SMBC Non-consolidated>

(Billions of yen)

	Mar. 31, 2010	Change in the six months ended Sep. 30, 2010	Problem assets newly classified during the six months ended Sep. 30, 2010	Amount of off-balancing	Sep. 30, 2010
Bankrupt and quasi-bankrupt assets	224.3	(45.7)	23.4	(69.1)	178.6
Doubtful assets	697.7	(21.4)	159.8	(181.2)	676.3
Total	922.0	(67.1)	183.2	(250.3)	854.9
Result of measures connected to off-balancing (*1)	186.5				148.2

Breakdown of off-balancing by factor (*2)	Disposition by borrowers' liquidation	(23.3)
	Reconstructive disposition	(6.1)
	Improvement in debtors' performance due to reconstructive disposition	-
	Loan sales to market	(23.3)
	Direct write-offs	20.1
	Others	(217.7)
	Collection/repayment, etc.	(186.2)
	Improvement in debtors' performance	(31.5)
	Total	(250.3)

- (*1) The measures connected to off-balancing are legal reorganizations and other similar measures, corporate splits to good companies and bad companies, partial direct write-offs of retail exposure to individuals and small- and medium-sized enterprises, and trusts to RCC for the purpose of revitalization which is scheduled to be off-balanced before the maturity.
- (*2) 1. "Disposition by borrowers' liquidation" refers to abandonment or write-off of loans involved in bankruptcy liquidation proceedings (bankruptcy or special liquidations).
2. "Reconstructive disposition" refers to abandonment of loans involved in reconstructive bankruptcy proceedings (corporate reorganization, civil rehabilitation, composition and arrangement), debt forgiveness involved in special mediation or other types of civil mediation, or debt forgiveness for restructuring involved in private reorganization.