

(Reference 3) Financial Statements of SMBC**1. Balance Sheet (Condensed) <SMBC Non-consolidated>**

(Millions of yen)

	September 30, 2010 (A)	September 30, 2009 (A)	Change (A-B)	March 31, 2010 (C)	Change (A-C)
Assets					
Cash and due from banks	4,371,328	4,860,699	(489,371)	5,271,989	(900,661)
Call loans	271,290	258,267	13,023	486,981	(215,691)
Receivables under resale agreements	42,152	44,199	(2,047)	45,594	(3,442)
Receivables under securities borrowing transactions	985,113	1,303,187	(318,074)	1,703,828	(718,715)
Bills bought	30,265	41,122	(10,857)	27,197	3,068
Monetary claims bought	509,735	410,339	99,396	435,027	74,708
Trading assets	4,572,346	4,020,630	551,716	3,670,091	902,255
Money held in trust	10,241	9,177	1,064	10,724	(483)
Securities	33,436,757	27,659,892	5,776,865	28,536,200	4,900,557
Loans and bills discounted	57,392,444	58,898,698	(1,506,254)	56,619,058	773,386
Foreign exchanges	866,496	646,550	219,946	743,446	123,050
Other assets	2,308,024	2,664,934	(356,910)	1,823,647	484,377
Tangible fixed assets	706,656	706,900	(244)	705,036	1,620
Intangible fixed assets	131,262	129,819	1,443	133,323	(2,061)
Deferred tax assets	435,749	517,755	(82,006)	456,556	(20,807)
Customers' liabilities for acceptances and guarantees	3,514,376	3,639,618	(125,242)	3,625,868	(111,492)
Reserve for possible loan losses	(747,064)	(780,014)	32,950	(758,178)	11,114
Reserve for possible losses on investments	(12,919)	(2,300)	(10,619)	-	(12,919)
Total assets	108,824,258	105,029,480	3,794,778	103,536,394	5,287,864
Liabilities					
Deposits	70,257,529	68,846,649	1,410,880	70,457,266	(199,737)
Negotiable certificates of deposit	9,201,391	8,455,041	746,350	7,173,373	2,028,018
Call money	1,841,321	2,745,552	(904,231)	1,554,374	286,947
Payables under repurchase agreements	910,690	1,058,696	(148,006)	492,311	418,379
Payables under securities lending transactions	2,602,018	2,925,047	(323,029)	3,407,301	(805,283)
Commercial paper	351,205	-	351,205	310,787	40,418
Trading liabilities	3,774,112	2,813,822	960,290	2,909,131	864,981
Borrowed money	3,121,630	3,854,764	(733,134)	2,747,767	373,863
Foreign exchanges	280,184	231,652	48,532	214,526	65,658
Short-term bonds	41,999	198,164	(156,165)	164,678	(122,679)
Bonds	3,336,711	3,443,196	(106,485)	3,245,992	90,719
Due to trust account	187,298	111,667	75,631	159,554	27,744
Other liabilities	3,721,975	2,299,125	1,422,850	1,600,879	2,121,096
Reserve for employee bonuses	9,902	9,688	214	10,207	(305)
Reserve for executive bonuses	-	-	-	426	(426)
Reserve for executive retirement benefits	-	4,842	(4,842)	5,147	(5,147)
Reserve for point service program	1,300	1,171	129	1,862	(562)
Reserve for reimbursement of deposits	8,610	8,532	78	10,634	(2,024)
Reserve under the special law	-	0	(0)	-	-
Deferred tax liabilities for land revaluation	46,335	46,533	(198)	46,352	(17)
Acceptances and guarantees	3,514,376	3,639,618	(125,242)	3,625,868	(111,492)
Total liabilities	103,208,594	100,693,766	2,514,828	98,138,445	5,070,149
Net assets					
Capital stock	1,770,996	1,262,959	508,037	1,770,996	-
Capital surplus	2,473,558	1,965,521	508,037	2,473,558	-
Capital reserve	1,771,043	1,263,006	508,037	1,771,043	-
Other capital surplus	702,514	702,514	-	702,514	-
Retained earnings	993,006	592,342	400,664	704,485	288,521
Other retained earnings	993,006	592,342	400,664	704,485	288,521
Reserve for losses on overseas investments	0	0	(0)	0	-
Voluntary reserve for retirement allowances	1,656	1,656	-	1,656	-
Voluntary reserve	219,845	219,845	-	219,845	-
Retained earnings brought forward	771,505	370,840	400,665	482,983	288,522
Total stockholders' equity	5,237,561	3,820,822	1,416,739	4,949,040	288,521
Net unrealized gains (losses) on other securities	208,756	413,290	(204,534)	379,353	(170,597)
Net deferred gains (losses) on hedges	147,834	79,921	67,913	48,020	99,814
Land revaluation excess	21,511	21,679	(168)	21,535	(24)
Total valuation and translation adjustments	378,102	514,891	(136,789)	448,909	(70,807)
Total net assets	5,615,664	4,335,714	1,279,950	5,397,949	217,715
Total liabilities and net assets	108,824,258	105,029,480	3,794,778	103,536,394	5,287,864

(Note) Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

2. Income Statement (Condensed) <SMBC Non-consolidated>

(Millions of yen)

	Six months ended Sep. 30, 2010 (A)	Six months ended Sep. 30, 2009 (B)	Change (A-B)	FY3/2010
Ordinary income	1,174,649	1,077,432	97,217	2,080,536
Interest income	644,005	706,355	(62,350)	1,380,280
<i>Interest on loans and discounts</i>	<i>485,030</i>	<i>549,857</i>	<i>(64,827)</i>	<i>1,062,893</i>
<i>Interest and dividends on securities</i>	<i>128,763</i>	<i>122,723</i>	<i>6,040</i>	<i>229,411</i>
Trust fees	1,025	518	507	1,736
Fees and commissions	211,621	196,019	15,602	412,960
Trading income	135,177	107,525	27,652	115,356
Other operating income	174,399	59,020	115,379	85,788
Other income	8,420	7,992	428	84,413
Ordinary expenses	781,696	930,342	(148,646)	1,617,786
Interest expenses	155,774	188,584	(32,810)	333,919
<i>Interest on deposits</i>	<i>42,676</i>	<i>62,968</i>	<i>(20,292)</i>	<i>111,844</i>
Fees and commissions payments	71,940	65,318	6,622	126,246
Trading losses	-	-	-	-
Other operating expenses	99,937	96,199	3,738	80,703
General and administrative expenses	364,930	366,698	(1,768)	735,181
Other expenses	89,114	213,541	(124,427)	341,735
Ordinary profit	392,952	147,089	245,863	462,749
Extraordinary gains	562	385	177	7,241
Extraordinary losses	3,488	2,368	1,120	15,240
Income before income taxes	390,026	145,106	244,920	454,750
Income taxes-current	19,862	21,637	(1,775)	44,997
Income taxes-deferred	18,963	10,839	8,124	91,757
Total income taxes	38,826	32,477	6,349	136,755
Net income	351,199	112,628	238,571	317,995

(Note) Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

3. Statement of Changes in Net Assets <SMBC Non-consolidated>

Six months ended September 30, 2010

(Millions of yen)

	Capital stock	Capital surplus		Retained earnings				Total stockholders' equity
		Capital reserve	Other capital surplus	Other retained earnings				
				Reserve for losses on overseas investments	Voluntary reserve for retirement allowances	Voluntary reserve	Retained earnings brought forward	
Balance at March 31, 2010	1,770,996	1,771,043	702,514	0	1,656	219,845	482,983	4,949,040
Changes in the six months								
Cash dividends							(62,702)	(62,702)
Net income							351,199	351,199
Transfer from land revaluation excess							23	23
Net changes in the items other than stockholders' equity in the six months								
Net changes in the six months	-	-	-	-	-	-	288,521	288,521
Balance at September 30, 2010	1,770,996	1,771,043	702,514	0	1,656	219,845	771,505	5,237,561

(Millions of yen)

	Valuation and translation adjustments				Total net assets
	Net unrealized gains on other securities	Net deferred gains (losses) on hedges	Land revaluation excess	Total valuation and translation adjustments	
Balance at March 31, 2010	379,353	48,020	21,535	448,909	5,397,949
Changes in the six months					
Cash dividends					(62,702)
Net income					351,199
Transfer from land revaluation excess					23
Net changes in the items other than stockholders' equity in the six months	(170,596)	99,814	(23)	(70,806)	(70,806)
Net changes in the six months	(170,596)	99,814	(23)	(70,806)	217,714
Balance at September 30, 2010	208,756	147,834	21,511	378,102	5,615,664

(Note) Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

3. Statement of Changes in Net Assets <SMBC Non-consolidated>

Six months ended September 30, 2009

(Millions of yen)

	Capital stock	Capital surplus		Retained earnings				Total stockholders' equity
		Capital reserve	Other capital surplus	Other retained earnings				
				Reserve for losses on overseas investments	Voluntary reserve for retirement allowances	Voluntary reserve	Retained earnings brought forward	
Balance at March 31, 2009	664,986	665,033	702,514	0	1,656	219,845	278,165	2,532,201
Changes in the six months								
Issuance of new shares	597,972	597,972						1,195,945
Cash dividends							(19,947)	(19,947)
Net income							112,628	112,628
Transfer from land revaluation excess							(5)	(5)
Net changes in the items other than stockholders' equity in the six months								
Net changes in the six months	597,972	597,972	-	-	-	-	92,675	1,288,621
Balance at September 30, 2009	1,262,959	1,263,006	702,514	0	1,656	219,845	370,840	3,820,822

(Millions of yen)

	Valuation and translation adjustments				Total net assets
	Net unrealized gains on other securities	Net deferred gains (losses) on hedges	Land revaluation excess	Total valuation and translation adjustments	
Balance at March 31, 2009	(52,741)	45,359	21,673	14,291	2,546,493
Changes in the six months					
Issuance of new shares					1,195,945
Cash dividends					(19,947)
Net income					112,628
Transfer from land revaluation excess					(5)
Net changes in the items other than stockholders' equity in the six months	466,032	34,562	5	500,599	500,599
Net changes in the six months	466,032	34,562	5	500,599	1,789,220
Balance at September 30, 2009	413,290	79,921	21,679	514,891	4,335,714

(Note) Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

3. Statement of Changes in Net Assets <SMBC Non-consolidated>

Year ended March 31, 2010

(Millions of yen)

	Capital stock	Capital surplus		Retained earnings				Total stockholders' equity
		Capital reserve	Other capital surplus	Other retained earnings				
				Reserve for losses on overseas investments	Voluntary reserve for retirement allowances	Voluntary reserve	Retained earnings brought forward	
Balance at March 31, 2009	664,986	665,033	702,514	0	1,656	219,845	278,165	2,532,201
Changes in FY3/2010								
Issuance of new shares	1,106,010	1,106,010						2,212,020
Transfer from reserve for losses on overseas investments				(0)			0	-
Cash dividends							(113,314)	(113,314)
Net income							317,995	317,995
Transfer from land revaluation excess							137	137
Net changes in the items other than stockholders' equity in FY3/2010								
Net changes in the year	1,106,010	1,106,010	-	(0)	-	-	204,818	2,416,838
Balance at March 31, 2010	1,770,996	1,771,043	702,514	0	1,656	219,845	482,983	4,949,040

(Millions of yen)

	Valuation and translation adjustments				Total net assets
	Net unrealized gains on other securities	Net deferred gains (losses) on hedges	Land revaluation excess	Total valuation and translation adjustments	
Balance at March 31, 2009	(52,741)	45,359	21,673	14,291	2,546,493
Changes in FY3/2010					
Issuance of new shares					2,212,020
Transfer from reserve for losses on overseas investments					-
Cash dividends					(113,314)
Net income					317,995
Transfer from land revaluation excess					137
Net changes in the items other than stockholders' equity in FY3/2010	432,095	2,660	(137)	434,617	434,617
Net changes in the year	432,095	2,660	(137)	434,617	2,851,456
Balance at March 31, 2010	379,353	48,020	21,535	448,909	5,397,949

(Note) Amounts less than 1 million yen are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

4. Market Value Information on Securities <SMBC Non-consolidated>

[1] Securities

In addition to "Securities" stated in the non-consolidated balance sheet, negotiable certificates of deposit classified as "Cash and due from banks" and beneficiary claims on loan trust classified as "Monetary claims bought" are included in the amounts below.

(1) Bonds classified as held-to-maturity

(Millions of yen)

	Type	Sep. 30, 2010		
		Balance sheet amount	Fair value	Net unrealized gains (losses)
Bonds whose fair value is above the balance sheet amount	Japanese government bonds	3,230,628	3,307,142	76,514
	Japanese local government bonds	93,462	96,805	3,342
	Japanese corporate bonds	214,806	221,991	7,185
	Subtotal	3,538,897	3,625,939	87,041
Bonds whose fair value is below the balance sheet amount	Japanese government bonds	-	-	-
	Japanese local government bonds	-	-	-
	Japanese corporate bonds	-	-	-
	Subtotal	-	-	-
Total		3,538,897	3,625,939	87,041

(2) Investments in subsidiaries and affiliates

(Millions of yen)

	Sep. 30, 2010		
	Balance sheet amount	Fair value	Net unrealized gains (losses)
Stocks of subsidiaries	61,661	49,882	(11,778)
Stocks of affiliates	48,135	28,345	(19,790)
Total	109,797	78,227	(31,569)

(Note) Stocks of subsidiaries and affiliates whose fair value is extremely difficult to obtain

(Millions of yen)

	Balance sheet amount
Stocks of subsidiaries	1,910,758
Stocks of affiliates	106,779
Others	43,036
Total	2,060,574

These amounts are not included in "Investments of subsidiaries and affiliates" shown above since there are no market prices and it is extremely difficult to determine their fair values.

(3) Other securities

(Millions of yen)

	Type	Sep. 30, 2010		
		Balance sheet amount	Acquisition cost	Net unrealized gains (losses)
Securities whose balance sheet amount is above the acquisition cost	Stocks	1,210,318	829,734	380,584
	Bonds	15,559,544	15,437,675	121,869
	Japanese government bonds	12,735,111	12,685,039	50,071
	Japanese local government bonds	213,138	210,398	2,739
	Japanese corporate bonds	2,611,294	2,542,236	69,057
	Others	4,333,866	4,236,947	96,918
	Subtotal	21,103,729	20,504,356	599,372
Securities whose balance sheet amount is below the acquisition cost	Stocks	877,023	1,119,913	(242,889)
	Bonds	4,286,947	4,290,569	(3,621)
	Japanese government bonds	4,041,034	4,041,396	(362)
	Japanese local government bonds	1,621	1,621	(0)
	Japanese corporate bonds	244,291	247,550	(3,258)
	Others	1,334,822	1,374,913	(40,091)
	Subtotal	6,498,792	6,785,396	(286,603)
Total		27,602,522	27,289,753	312,769

(Note) 1. Net unrealized gains (losses) on other securities shown above include losses of 968 million yen that are recognized in the earnings by applying fair value hedge accounting.

2. Securities whose fair value is extremely difficult to determine.

(Millions of yen)

	Balance sheet amount
Stocks	209,553
Others	327,079
Total	536,613

These amounts are not included in "Other securities" shown above since there are no market prices and it is extremely difficult to determine their fair values.

(4) Write-down of securities

Other securities with fair value are considered as impaired if the fair value decreases materially below the acquisition cost, and such decline is not considered recoverable. The fair value is recognized as the balance sheet amount and the amount of write-down is accounted for as valuation loss for this period. Valuation loss for this period is 9,598 million yen. The rule for determining "material decline" is as follows and is based on the classification of issuers under the rules of self-assessment of assets.

Bankrupt/ Effectively bankrupt/ Potentially bankrupt issuers	Fair value is lower than acquisition cost.
Issuers requiring caution	Fair value is 30% or more lower than acquisition cost.
Normal issuers	Fair value is 50% or more lower than acquisition cost.

Bankrupt issuers: Issuers that are legally bankrupt or formally declared bankrupt

Effectively bankrupt issuers: Issuers that are not legally bankrupt but regarded as substantially bankrupt

Potentially bankrupt issuers: Issuers that are not currently bankrupt but perceived to have a high risk of falling into bankruptcy

Issuers requiring caution: Issuers that are identified for close monitoring

Normal issuers: Issuers other than the above four categories of issuers

[2] Money held in trust

Other money held in trust (Other than classified as trading or held-to-maturity purpose)

(Millions of yen)

	September 30, 2010				
	Balance sheet amount	Acquisition cost	Net unrealized gains (losses)	of which whose balance sheet amount is above the acquisition cost	of which whose balance sheet amount is below the acquisition cost
Other money held in trust	8,802	8,886	(83)	-	(83)

5. Statements of Trust Assets and Liabilities <SMBC Non-consolidated>

(Millions of yen)

	September 30, 2010 (A)	September 30, 2009 (B)	Change (A-B)	March 31, 2010 (C)	Change (A-C)
Loans and bills discounted	222,090	221,900	190	221,970	120
Securities	418,381	357,836	60,545	457,585	(39,204)
Securities held in custody accounts	3,069	3,126	(57)	3,070	(1)
Monetary claims	506,567	387,698	118,869	465,734	40,833
Tangible fixed assets	25	35	(10)	19	6
Intangible fixed assets	15	32	(17)	8	7
Other claims	2,275	3,310	(1,035)	2,918	(643)
Call loans	94,352	30,647	63,705	52,302	42,050
Due from banking account	187,298	111,667	75,631	159,554	27,744
Cash and due from banks	38,569	31,117	7,452	40,072	(1,503)
Total assets	1,472,645	1,147,370	325,275	1,403,236	69,409
Designated money trusts	582,171	377,940	204,231	537,388	44,783
Specified money trusts	148,154	145,056	3,098	163,750	(15,596)
Money in trusts other than money trusts	220,018	220,012	6	220,008	10
Security trusts	3,226	3,138	88	3,082	144
Monetary claims trusts	500,596	378,002	122,594	458,273	42,323
Equipment trusts	55	81	(26)	51	4
Composite trusts	18,422	23,117	(4,695)	20,681	(2,259)
Other trusts	-	21	(21)	-	-
Total liabilities	1,472,645	1,147,370	325,275	1,403,236	69,409

(Notes) 1. Amounts less than 1 million yen are rounded down.

2. SMBC has no co-operative trusts under other trust bank's administration.

3. SMBC does not handle any trusts with principal indemnification.

4. Balance of self-declaration of trust, which is not included in the table above, was 32,500 million yen on September 30, 2010 and 8,000 million yen on March 31, 2010. We had no balance of self-declaration of trust on September 30, 2009.