

**COMPARATIVE NONCONSOLIDATED STATEMENTS OF APPROPRIATION OF
RETAINED EARNINGS FOR THE YEAR ENDED MARCH 31, 2003 (PROPOSAL)
AND MARCH 31, 2002**

(Millions of yen)

	Year ended March 31			Difference (A-(B+C))
	2003	2002		
	(A)	former SMBC (B)	former Wakashio (C)	
<u>Appropriation of unappropriated retained earnings</u>				
Unappropriated retained earnings at end of year	192,987	161,699	0	31,288
Transfer from voluntary reserves	7	12	—	(5)
Transfer from reserve for possible losses on overseas investments	7	12	—	(5)
Total	192,995	161,711	0	31,284
Retained earnings to be appropriated	—	37,349	—	(37,349)
Dividends on preferred stock (first series type 1)	—	703	—	(703)
Dividends on preferred stock (second series type 1)	—	2,850	—	(2,850)
Dividends on preferred stock (type 5)	—	10,960	—	(10,960)
Dividends on common stock	—	22,835	—	(22,835)
Transfer to voluntary reserves	—	0	—	(0)
Transfer to reserve for losses on overseas investments	—	0	—	(0)
Retained earnings brought forward to next year	<u>192,995</u>	<u>124,362</u>	<u>0</u>	<u>68,633</u>
<u>Appropriation of other capital surplus</u>				
Other capital surplus	357,614	—	—	357,614
Other capital surplus to be appropriated	—	—	—	—
Other capital surplus brought forward to next year	<u>357,614</u>	<u>—</u>	<u>—</u>	<u>357,614</u>

(Note) Amounts less than one million yen have been omitted.