

## CONSOLIDATED STATEMENT OF RETAINED EARNINGS

Year ended March 31, 2003

(Millions of yen)

### Capital surplus

Balance of capital surplus at beginning of year	1,684,373
Balance of capital reserve at beginning of year	1,326,758
Balance of other capital surplus at beginning of year	357,614
Increase of capital surplus	577,465
Increase due to establishment of SMFG by stock transfer	326,746
Stock issue due to capital increase	247,650
Increase due to merger	3,069
Decrease of capital surplus	1,405,601
Decrease due to mergers of consolidated subsidiaries	1,405,507
Losses on disposition of treasury stock	93
Balance of capital surplus at end of year	<u>856,237</u>

### Retained earnings

Retained earnings at beginning of year	117,743
Increase of retained earnings	696,631
Increase due to merger	15,813
Increase due to merger of consolidated subsidiaries	658,443
Increase due to increase of affiliates accounted for by the equity method	5,248
Increase due to transfer of land revaluation excess	17,125
Decrease of retained earnings	502,710
Net loss	465,359
Dividends paid	37,349
Decrease due to decrease of consolidated subsidiaries	2
Balance of retained earnings at end of year	<u>311,664</u>

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