

COMPARATIVE CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year ended March 31,		(Millions of yen)
	2003 (A)	2002 [SMBC] (B)	Difference (A-B)
1. Cash flows from operating activities:			
Income (Loss) before income taxes and minority interests	(590,914)	(604,338)	13,424
Depreciation of premises, equipment and others	89,414	89,374	(6,960)
Depreciation of lease assets	312,562	306,044	6,518
Amortization of goodwill	10,171	4,806	5,365
Equity in earnings of affiliates	(5,718)	(2,964)	(2,754)
Net change in reserve for possible loan losses	82,688	884,174	(801,486)
Net change in reserve for possible losses on loans sold	(65,706)	(58,895)	(6,811)
Net change in reserve for employee bonuses	(140)	21,606	(21,746)
Net change in reserve for employee retirement benefits	(47,563)	(42,469)	(5,094)
Interest income	(1,816,908)	(2,176,685)	359,777
Interest expenses	417,404	726,901	(309,497)
Net (gains) losses on securities	471,528	(64,057)	535,585
Net (income) loss from money held in trust	4,003	56	3,947
Net (gains) losses on foreign exchange	170,155	(160,717)	330,872
Net (gains) losses from disposition of premises and equipment	33,301	23,052	10,249
Net (gains) losses from disposition of lease assets	1,505	995	510
Gain on sale of business operation	-	(5,000)	5,000
Net change in trading assets	(1,253,569)	(757,328)	(496,241)
Net change in trading liabilities	569,881	1,030,514	(460,633)
Net change in loans and bills discounted	2,472,161	1,794,503	677,658
Net change in deposits	(2,024,876)	1,887,932	(3,912,808)
Net change in negotiable certificates of deposit	(1,806,894)	(4,989,141)	3,182,247
Net change in borrowed money (excluding subordinated debt)	(261,965)	(456,519)	194,554
Net change in deposits with banks	2,947,705	2,018,942	928,763
Net change in call loans, bills bought and receivables under resale agreements	1,280,173	1,904,425	(624,252)
Net change in pledged money for securities borrowing transactions	-	(2,196,808)	2,196,808
Net change in receivables under securities borrowing transactions	1,039,276	-	1,039,276
Net change in call money, bills sold and payables under repurchase agreements	902,660	(3,020,667)	3,923,327
Net change in commercial paper	(979,700)	(569,827)	(409,873)
Net change in pledged money for securities lending transactions	-	(1,715,984)	1,715,984
Net change in payables under securities lending transactions	1,632,445	-	1,632,445
Net change in foreign exchanges (Assets)	42,144	(56,299)	98,443
Net change in foreign exchanges (Liabilities)	99,013	48,749	50,264
Net change in bonds (excluding subordinated bonds)	457,319	359,901	97,418
Net change in due to trust account	5,953	-	5,953
Interest received	1,956,975	2,342,208	(385,233)
Interest paid	(464,798)	(829,888)	365,090
Other, net	(100,004)	(1,070,901)	970,897
Subtotal	5,579,686	(5,327,304)	10,906,990
Income taxes paid	(136,485)	(54,205)	(82,280)
Net cash provided by (used in) operating activities	5,443,200	(5,381,510)	10,824,710
2. Cash flows from investing activities:			
Purchases of securities	(49,938,065)	(39,722,661)	(10,215,404)
Proceeds from sale of securities	37,711,992	32,828,672	4,883,320
Proceeds from maturity of securities	7,907,363	12,828,207	(4,920,844)
Purchases of money held in trust	(14,622)	(5,011)	(9,611)
Proceeds from sale of money held in trust	23,624	42,663	(19,039)
Purchases of premises and equipment	(69,884)	(73,354)	3,470
Proceeds from sale of premises and equipment	73,677	134,704	(61,027)
Purchases of lease assets	(336,512)	(342,964)	6,452
Proceeds from sale of lease assets	33,900	37,736	(3,836)
Purchases of stocks of subsidiaries	(15,444)	(599)	(14,845)
Proceeds from sale of stocks of subsidiaries	53	416	(363)
Proceeds from sale of business operation	-	5,000	(5,000)
Net cash provided by (used in) investing activities	(4,623,917)	5,732,808	(10,356,725)
3. Cash flows from financing activities:			
Proceeds from issuance of subordinated debt	165,000	128,000	37,000
Repayment of subordinated debt	(286,500)	(278,000)	(8,500)
Proceeds from issuance of subordinated bonds, convertible bonds and notes	-	201,198	(201,198)
Proceeds from issuance of subordinated bonds, bonds with subscription rights for shares and notes	223,950	-	223,950
Repayment of subordinated bonds, convertible bonds and notes	-	(262,361)	262,361
Repayment of subordinated bonds, bonds with subscription rights for shares and notes	(565,522)	-	(565,522)
Proceeds from issuance of stocks	495,300	-	495,300
Dividends paid	(37,348)	(11,101)	(26,247)
Payment of delivered money due to merger	-	(17,839)	17,839
Income from minority stockholders	220	9,000	(8,780)
Dividends paid to minority stockholders	(39,621)	(39,064)	(557)
Purchases of treasury stock	(7,875)	(8,539)	664
Proceeds from sale of treasury stock	8,479	8,286	193
Proceeds from sale of parent bank stocks held by subsidiaries	-	1,607	(1,607)
Net cash used in financing activities	(43,919)	(268,813)	224,894
4. Foreign currency translation adjustments on cash and cash equivalents	(2,629)	3,595	(6,224)
5. Net change in cash and cash equivalents	772,734	86,079	686,655
6. Cash and cash equivalents at beginning of year	2,128,742	868,132	1,260,610
7. Change in cash and cash equivalents due to merger	-	1,075,527	(1,075,527)
8. Change in cash and cash equivalents due to merger of consolidated subsidiaries	0	2,544	(2,544)
9. Change in cash and cash equivalents due to newly consolidated subsidiaries	-	96,459	(96,459)
10. Change in cash and cash equivalents due to decrease of consolidated subsidiaries	(486)	-	(486)
11. Cash and cash equivalents at end of year	2,900,991	2,128,742	772,249

(Notes) 1. Amounts for March 31, 2002 are those of former SMBC.

2. Amounts less than one million yen have been omitted.