

10. Classification under Self-Assessment, Disclosure of Problem Assets, and Write-Offs/Reserves
 <SMBC Non-consolidated>

<As of Mar. 31, 2003>		(Billions of yen)						
Category of Borrowers under Self-Assessment	Disclosed Assets based on the Financial Reconstruction Law	Classification under Self-Assessment				Reserve for Possible Loan Losses	Reserve Ratio	
		Classification I	Classification II	Classification III	Classification IV			
Bankrupt Borrowers	Bankrupt and Quasi-Bankrupt Assets 524.9 (i) (Change from Mar. 31, 2002: +26.6)	Portion of claims secured by collateral or guarantees, etc. 507.8 (a)	Fully reserved 17.1	Direct Write-offs (*1)	Specific Reserve 23.8 (*2)	100% (*3)		
Effectively Bankrupt Borrowers								
Potentially Bankrupt Borrowers	Doubtful Assets 2,129.5 (ii) (Change from Mar. 31, 2002: -852.8)	Portion of claims secured by collateral or guarantees, etc. 959.4 (b)	Necessary amount reserved 1,170.1		Specific Reserve 926.2 (*2)	79.2% (*3)		
Borrowers Requiring Caution	Substandard Loans 2,606.9 (iii) (Change from Mar. 31, 2002: +167.2) (Claims to Substandard Borrowers)	Portion of Substandard Loans secured by collateral or guarantees, etc. 1,078.4 (c)			General Reserve for Substandard Loans 540.9	33.7% (*3)	21.4% (*3)	
	Normal Assets 57,313.4	Claims to Borrowers Requiring Caution, excluding claims to Substandard Borrowers			General Reserve 1,113.2	6.0% [12.8%] (*4)		
Normal Borrowers		Claims to Normal Borrowers					0.2% (*4)	
Total 62,574.7 (iv)					Loan Loss Reserve for Specific Overseas Countries 11.6			
A=(i)+(ii)+(iii) 5,261.3 (v) (Change from Mar. 31, 2002: -659.0) <Problem asset ratio ((v)/(iv)) 8.4%>		B: Portion secured by collateral or guarantees, etc. (a)+(b)+(c) 2,545.6	C: Unsecured portion (A - B) 2,715.7		D: Specific Reserve + General Reserve for Substandard Loans (*2) 1,490.9	Reserve Ratio (*5) $\frac{D}{C}$ 54.9%		

$$\text{Coverage Ratio} = (B+D)/A \quad 76.7\%$$

(*1) Includes direct reduction amounts to JPY 954.0 billion.

(*2) Includes reserves for assets which are not subject to disclosure based on the Financial Reconstruction Law disclosure standards.
(Bankrupt/effectively bankrupt borrowers: JPY 6.7 billion, Potentially bankrupt borrowers: JPY 9.2 billion)

(*3) Reserve ratios to bankrupt borrowers, effectively bankrupt borrowers, potentially bankrupt borrowers, substandard borrowers and borrowers requiring caution including substandard borrowers are the proportion of the reserve to the respective claims of each category, excluding the portion secured by collateral or guarantees, etc.

(*4) Reserve ratios to normal borrowers and borrowers requiring caution excluding substandard borrowers are the proportion of the reserve to the respective claims of each category.

A figure in square brackets indicates the proportion of the reserve to the claims to borrowers requiring caution, excluding claims to substandard borrowers, excluding the portion secured by collateral or guarantees, etc.

(*5) The proportion of the reserve to the claims, excluding the portion secured by collateral or guarantees, etc.