

## 9. ROE

<SMBC Non-consolidated>

(%)

	Six-month Period ended Sep. 30, 2003			FY2002 (b)	Six-month Period ended Sep. 30, 2002 (c)	
	(a)	(a) - (b)	(a) - (c)		Former SMBC	Former Wakashio Bank
ROE (numerator: Banking profit*)	87.0	11.0		76.0	64.0	13.7
ROE (numerator: Banking profit)	87.0	27.5		59.5	61.7	13.7
ROE (numerator: Net income)	24.3	58.4		(34.1)	5.0	6.6

\*Excluding transfer to general reserve for possible loan losses

<Consolidated>

(%)

	Six-month Period ended Sep. 30, 2003			FY2002 (b)	Six-month Period ended Sep. 30, 2002 (c)
	(a)	(a) - (b)	(a) - (c)		
ROE (numerator: Net income)	36.3	79.3	29.0	(43.0)	7.3

$$\text{ROE} = \frac{(\text{Net income} - \text{Dividends on preferred stocks}) \times \text{number of days in an year} / \text{number of days in the six-month period}}{\{(\text{Stockholders' equity at the beginning of the term}) - (\text{Number of preferred stocks at the beginning of the term}) \times (\text{Issue price}) + (\text{Stockholders' equity at the end of the term}) - (\text{Number of preferred stocks at the end of the term}) \times (\text{Issue price})\} / 2} \times 100$$

(%)

	Six-month Period ended Sep. 30, 2003			FY2002 (b)	Six-month Period ended Sep. 30, 2002 (c)
	(a)	(a) - (b)	(a) - (c)		
Fully-diluted ROE (numerator: Net income)	11.1	28.5	7.2	(17.4)	3.9

(Note) Fully-diluted basis: including convertible preferred stocks.