

3. Interest Spread (Domestic) <SMBC Non-consolidated>

(%)

	FY2003			FY2002
		Six-month Period ended Mar. 31, 2004	Change from Six-month Period ended Sep. 30, 2003	
Yield on interest earning assets (A)	1.45	1.45	0.00	1.47
Interest earned on loans and bills discounted (C)	1.75	1.76	+ 0.03	1.73
Interest earned on securities	0.59	0.60	+ 0.02	0.65
Total cost of funding (including expenses) (B)	0.83	0.83	0.00	0.88
Cost of interest bearing liabilities	0.09	0.09	0.00	0.10
Interest paid on deposits, etc. (D)	0.02	0.02	0.00	0.04
Interest paid on other liabilities	0.23	0.25	+ 0.03	0.20
Expense ratio	0.74	0.74	0.00	0.78
Overall interest spread (A) - (B)	0.62	0.62	0.00	0.59
Interest spread (C) - (D)	1.73	1.74	+ 0.03	1.69