

(Reference) Progress of Off-Balancing of Problem Assets <SMBC Non-consolidated>

1. Problem assets existing prior to and classified during the six-month period ended Sep. 30, 2000

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Sep. 30, 2000	Mar. 31, 2001	Sep. 30, 2001	Mar. 31, 2002	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	653.0	475.2	379.5	283.3	240.3	144.5	99.6	28.9	(70.7)
Doubtful assets	2,594.8	1,361.6	1,055.7	848.3	661.1	255.6	192.3	43.3	(149.0)
Total	3,247.8	1,836.8	1,435.2	1,131.6	901.4	400.1	291.9	72.2	(219.7)

The result of measures connected to Off-balancing

151.2	120.0	29.7
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(Note) The measures connected to "Off-balancing" are legal reorganizations, measures associated with legal reorganizations, corporate splits to good companies and bad companies, partial direct write-offs of retail exposure to individuals and small- and medium-sized enterprises, and trusts to RCC for the purpose of revitalization which is scheduled to be off-balanced before the maturity.

(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(21.0)
Reconstructive disposition --- (a)	(7.1)
Improvement in debtors' performance due to (a)	-
Loan sales to market	(245.1)
Direct write-offs	155.0
Others	(101.5)
Collection/repayment, etc.	(93.7)
Improvement in debtors' performance	(7.8)
Total	(219.7)

- (Notes) 1. "Disposition by borrowers' liquidation" refers to abandonment or write-off of loans involved in bankruptcy liquidation proceedings (bankruptcy or special liquidations).
2. "Reconstructive disposition" refers to abandonment of loans involved in rehabilitative bankruptcy proceedings (corporate reorganization, civil rehabilitation, composition and arrangement), debt forgiveness involved in special mediation or other types of civil mediation, or debt forgiveness for restructuring involved in private reorganization.
3. "Improvement in debtors' performance due to re-constructive disposition" was categorized as "Others" in FY2000 financial results published in May 2001.

2. Problem assets classified during the six-month period ended Mar. 31, 2001

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Mar. 31, 2001	Sep. 30, 2001	Mar. 31, 2002	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	118.8	142.2	57.7	52.1	29.0	22.7	5.5	(17.2)
Doubtful assets	592.6	269.7	145.2	112.7	81.9	53.8	20.2	(33.6)
Total	711.4	411.9	202.9	164.8	110.9	76.5	25.7	(50.8)

The result of measures connected to Off-balancing

23.4	18.4	4.3
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(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(2.3)
Reconstructive disposition --- (a)	(1.5)
Improvement in debtors' performance due to (a)	-
Loan sales to market	(68.0)
Direct write-offs	34.9
Others	(13.9)
Collection/repayment, etc.	(13.3)
Improvement in debtors' performance	(0.6)
Total	(50.8)

3. Problem assets classified during the six-month period ended Sep. 30, 2001

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Sep. 30, 2001	Mar. 31, 2002	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	56.6	76.6	66.0	41.7	32.5	19.1	(13.4)
Doubtful assets	332.5	236.9	163.1	99.5	68.7	17.6	(51.1)
Total	389.1	313.5	229.1	141.2	101.2	36.7	(64.5)

The result of measures connected to Off-balancing

31.9	25.5	16.1
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(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(0.0)
Reconstructive disposition --- (a)	(2.7)
Improvement in debtors' performance due to (a)	-
Loan sales to market	(69.2)
Direct write-offs	26.7
Others	(19.3)
Collection/repayment, etc.	(16.8)
Improvement in debtors' performance	(2.5)
Total	(64.5)

4. Problem assets classified during the six-month period ended Mar. 31, 2002

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Mar. 31, 2002	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	80.6	96.4	60.5	98.4	59.3	(39.1)
Doubtful assets	1,751.9	1,131.5	729.5	372.1	200.6	(171.5)
Total	1,832.5	1,227.9	790.0	470.5	259.9	(210.6)

The result of measures connected to Off-balancing

	56.1	30.6	16.0
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(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(4.6)
Reconstructive disposition --- (a)	(9.9)
Improvement in debtors' performance due to (a)	(17.2)
Loan sales to market	(216.1)
Direct write-offs	90.5
Others	(53.3)
Collection/repayment, etc.	(47.4)
Improvement in debtors' performance	(5.9)
Total	(210.6)

(D)

5. Problem assets classified during the six-month period ended Sep. 30, 2002

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	64.5	204.8	95.8	48.2	(47.6)
Doubtful assets	483.9	153.6	111.9	44.0	(67.9)
Total	548.4	358.4	207.7	92.2	(115.5)

(E)

The result of measures connected to Off-balancing

	107.7	52.0	17.6
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(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(1.4)
Reconstructive disposition --- (a)	(1.3)
Improvement in debtors' performance due to (a)	(2.7)
Loan sales to market	(101.7)
Direct write-offs	44.2
Others	(52.6)
Collection/repayment, etc.	(41.8)
Improvement in debtors' performance	(10.8)
Total	(115.5)

(E)

6. Problem assets classified during the six-month period ended Mar. 31, 2003

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	44.4	89.3	41.5	(47.8)
Doubtful assets	809.4	230.4	78.3	(152.1)
Total	853.8	319.7	119.8	(199.9)

(F)

The result of measures
connected to Off-balancing

	40.7	80.3	29.4
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(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(0.4)
Reconstructive disposition --- (a)	(2.7)
Improvement in debtors' performance due to (a)	(2.1)
Loan sales to market	(100.5)
Direct write-offs	3.8
Others	(98.0)
Collection/repayment, etc.	(86.1)
Improvement in debtors' performance	(11.9)
Total	(199.9)

(F)

7. Problem assets classified during the six-month period ended Sep. 30, 2003

(1) Term-end balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law
(Billions of yen)

	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	67.8	101.2	33.4
Doubtful assets	602.0	172.8	(429.2)
Total	669.8	274.0	(395.8)
(G)			
The result of measures connected to Off-balancing	44.1	66.3	

(2) Progress of Off-balancing

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(0.4)
Reconstructive disposition --- (a)	(49.1)
Improvement in debtors' performance due to (a)	(54.0)
Loan sales to market	(82.7)
Direct write-offs	(71.0)
Others	(138.6)
Collection/repayment, etc.	(118.4)
Improvement in debtors' performance	(20.2)
Total	(395.8)
(G)	

8. Problem assets classified during the six-month period ended Mar. 31, 2004

(Billions of yen)

	Mar. 31, 2004
Bankrupt and quasi-bankrupt assets	57.9
Doubtful assets	625.9
Total	683.8
The result of measures connected to Off-balancing	53.2

(Reference) Balance of Bankrupt and quasi-bankrupt assets, and Doubtful assets based on the Financial Reconstruction Law

(Billions of yen)

	Sep. 30, 2000	Mar. 31, 2001	Sep. 30, 2001	Mar. 31, 2002	Sep. 30, 2002	Mar. 31, 2003	Sep. 30, 2003	Mar. 31, 2004	Change
Bankrupt and quasi-bankrupt assets	653.0	594.0	578.3	498.2	519.3	524.9	506.1	361.6	(144.5)
Doubtful assets	2,594.8	1,954.1	1,657.9	2,982.3	2,552.3	2,129.5	1,631.2	1,202.7	(428.5)
Total	3,247.8	2,548.1	2,236.2	3,480.5	3,071.6	2,654.4	2,137.3	1,564.3	(573.0)
The result of measures connected to Off-balancing						411.0	370.9	232.6	

(Reference) Progress of Off-balancing

(six-month period ended Mar. 31, 2004 total)

(Billions of yen)

	Six-month period ended Mar. 31, 2004
Disposition by borrowers' liquidation	(30.1)
Reconstructive disposition --- (a)	(74.3)
Improvement in debtors' performance due to (a)	(76.0)
Loan sales to market	(883.3)
Direct write-offs	284.1
Others	(477.2)
Collection/repayment, etc.	(417.5)
Improvement in debtors' performance	(59.7)
Total	(A)+(B)+(C)+(D)+(E)+(F)+(G) (1,256.8)