

Financial Highlights for the Six Months ended September 30, 2008

1. Income Analysis

<SMBC Non-consolidated>

(Millions of yen)

		Six months ended		Six months ended
		Sep. 30, 2008	Change	Sep. 30, 2007
Gross banking profit	1	735,053	16,561	718,492
<i>Excluding gain (loss) on bonds</i>	2	739,613	14,872	724,741
Gross domestic profit	3	566,042	(35,177)	601,219
<i>Excluding gain (loss) on bonds</i>	4	573,287	(22,044)	595,331
Net interest income	5	459,991	(749)	460,740
Trust fees	6	1,244	(995)	2,239
Net fees and commissions	7	105,187	(18,326)	123,513
Net trading income	8	3,889	(785)	4,674
Net other ordinary income	9	(4,269)	(14,320)	10,051
<i>Gain (loss) on bonds</i>	10	(7,245)	(13,132)	5,887
Gross international profit	11	169,010	51,738	117,272
<i>Excluding gain (loss) on bonds</i>	12	166,325	36,916	129,409
Net interest income	13	52,949	36,148	16,801
Net fees and commissions	14	41,893	8,250	33,643
Net trading income	15	(18,596)	(117,198)	98,602
Net other ordinary income	16	92,764	124,539	(31,775)
<i>Gain (loss) on bonds</i>	17	2,684	14,821	(12,137)
Expenses (excluding non-recurring loss)	18	(356,566)	(28,979)	(327,587)
Personnel expenses	19	(121,669)	(14,411)	(107,258)
Non-personnel expenses	20	(216,070)	(15,203)	(200,867)
Taxes	21	(18,825)	637	(19,462)
Banking profit (before provision of allowance for general loan losses)	22	378,486	(12,418)	390,904
<i>Excluding gain (loss) on bonds</i>	23	383,047	(14,106)	397,153
Provision of allowance for general loan losses	24	(3,729)	4,055	(7,784)
Banking profit	25	374,757	(8,362)	383,119
Gain (loss) on bonds	26	(4,560)	1,689	(6,249)
Non-recurring gain (loss)	27	(252,649)	(27,379)	(225,270)
Credit costs	28	(220,414)	(113,973)	(106,441)
Gain (loss) on stocks	29	(17,184)	86,632	(103,816)
Gain on sales of stocks and other securities	30	5,412	(2,812)	8,224
Loss on sales of stocks and other securities	31	(587)	(41)	(546)
Loss on devaluation of stocks and other securities	32	(22,009)	89,485	(111,494)
Other non-recurring gain (loss)	33	(15,049)	(37)	(15,012)
Ordinary profit	34	122,108	(35,741)	157,849
Extraordinary income (loss)	35	(1,228)	1,411	(2,639)
Gain (loss) on disposal of noncurrent assets	36	(60)	(510)	450
Impairment loss	37	(1,168)	1,927	(3,095)
Recoveries of written-off claims	38	0	(6)	6
Income before income taxes	39	120,879	(34,330)	155,209
Income taxes-current	40	(7,152)	58	(7,210)
Income taxes-deferred	41	(33,332)	50,868	(84,200)
Net income	42	80,394	16,596	63,798
Total credit cost (24+28+38)	43	(224,143)	(109,923)	(114,220)
Provision of allowance for general loan losses	44	(3,729)	4,055	(7,784)
Written-off of loans	45	(119,444)	(60,267)	(59,177)
Provision of allowance for specific loan losses	46	(86,407)	(41,907)	(44,500)
Loss on sales of delinquent loans	47	(14,563)	(9,860)	(4,703)
Provision of allowance for loans losses in specific countries	48	(0)	(1,941)	1,941
Recoveries of written-off claims	49	0	(6)	6

(Note) Amounts less than JPY 1 million are rounded down. Figures in parenthesis indicate the amount of loss or decrease.

<Consolidated>

(Millions of yen)

		Six months ended		Six months ended
		Sep. 30, 2008	Change	Sep. 30, 2007
Consolidated gross profit	1	1,068,130	45,579	1,022,551
Net interest income	2	678,514	78,940	599,574
Trust fees	3	1,268	(994)	2,262
Net fees and commissions	4	283,999	(9,440)	293,439
Net trading income	5	(342)	(118,704)	118,362
Net other ordinary income	6	104,690	95,778	8,912
General and administrative expenses	7	(538,960)	(61,603)	(477,357)
Credit costs	8	(303,048)	(159,558)	(143,490)
Written-off of loans	9	(153,570)	(88,556)	(65,014)
Provision of allowance for specific loan losses	10	(109,697)	(47,227)	(62,470)
Provision of allowance for general loan losses	11	(24,232)	(11,648)	(12,584)
Other credit cost	12	(15,546)	(12,125)	(3,421)
Gain (loss) on stocks	13	(19,777)	27,646	(47,423)
Equity in earnings (losses) of affiliates	14	(6,138)	(25,168)	19,030
Other income (expenses)	15	(9,243)	10,829	(20,072)
Ordinary profit	16	190,962	(162,275)	353,237
Extraordinary income (loss)	17	(407)	2,496	(2,903)
Impairment loss	18	(1,331)	1,874	(3,205)
Recoveries of written-off claims	19	924	538	386
Income before income taxes	20	190,555	(159,779)	350,334
Income taxes-current	21	(46,433)	7,518	(53,951)
Income taxes-deferred	22	(15,790)	73,480	(89,270)
Minority interests in income	23	(45,051)	(8,532)	(36,519)
Net income	24	83,281	(87,311)	170,592

(Note) Consolidated gross profit = (Interest income - interest expenses) + Trust fees + (Fees and commissions (income) - Fees and commissions (expenses)) + (Trading profits - Trading losses) + (Other ordinary income - Other ordinary expenses)

Total credit cost (8+19)	25	(302,124)	(159,020)	(143,104)
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(Reference)

(Billions of yen)

Consolidated net business profit	26	410.0	(89.6)	499.6
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(Note) Consolidated net business profit = (SMBC Non-consolidated banking profit (before provision of allowance for general loan losses)) + (Other consolidated subsidiaries' ordinary profit (excluding non-recurring items)) + (Affiliates' ordinary profit) X (Ownership ratio) - (Internal transaction (dividends, etc.))

(Number of consolidated subsidiaries and affiliates)

		Sep. 30, 2008	Change	Mar. 31, 2008
		Consolidated subsidiaries	27	282
Affiliated companies accounted for by equity method	28	76	2	74