

Capital Ratio Information

Sumitomo Mitsui Banking Corporation and Subsidiaries

■ Capital Structure Information (Consolidated Capital Ratio (International Standards))

		Millions of yen	
March 31		2007	2006
Tier I capital:	Capital stock.....	¥ 664,986	¥ 664,986
	Capital surplus	1,603,512	1,603,512
	Retained earnings	581,619	242,524
	Foreign currency translation adjustments	(37,194)	(44,568)
	Stock acquisition rights	14	—
	Minority interests	1,374,169	1,074,933
	Goodwill and others	4	6
	Gain on sale on securitization transactions.....	40,057	—
Total Tier I capital (A)		4,147,047	3,541,382
Tier II capital:	Unrealized gains on other securities after 55% discount	830,321	605,793
	Land revaluation excess after 55% discount.....	39,367	39,934
	General reserve for possible loan losses	28,115	722,147
	Excess amount of provision	193,977	—
	Subordinated debt.....	2,564,195	2,657,378
	Total Tier II capital.....	3,655,976	4,025,254
Tier II capital included as qualifying capital (B)		3,655,976	3,541,382
Deductions:	(C)	320,319	308,195
Total qualifying capital:	(D) = (A) + (B) - (C)	¥ 7,482,705	¥ 6,774,569
Risk-adjusted assets:	On-balance sheet items	¥44,878,966	¥56,513,824
	Off-balance sheet items	8,756,301	5,990,301
	Market risk items	401,455	383,276
	Operational risk	3,701,598	—
	Total risk-adjusted assets (E).....	¥57,738,321	¥62,887,402
Tier I risk-adjusted capital ratio:	(A) / (E) x 100	7.18%	5.63%
Total risk-adjusted capital ratio:	(D) / (E) x 100.....	12.95%	10.77%
Required capital:	(E) x 8%	¥ 4,619,065	¥ —

(Reference)

The consolidated capital ratio as of March 31, 2007, calculated using the formula stipulated in the Ordinance (International Standards) is 12.12%.

■ Capital Structure Information (Nonconsolidated Capital Ratio (International Standards))

		Millions of yen	
March 31		2007	2006
Tier I capital:	Capital stock.....	¥ 664,986	¥ 664,986
	Capital reserve	665,033	665,033
	Other capital surplus	702,514	702,514
	Voluntary reserve	—	221,502
	Retained earnings carried forward to next year	—	271,368
	Other retained earnings	760,100	—
	Other	933,063	840,794
	Gain on sale on securitization transactions.....	(40,057)	—
	Total Tier I capital (A)	3,685,641	3,366,200
Tier II capital:	Unrealized gains on other securities after 55% discount	824,998	593,853
	Land revaluation excess after 55% discount.....	32,920	33,345
	General reserve for possible loan losses	—	572,536
	Excess amount of provision	32,467	—
	Subordinated debt.....	2,710,870	2,605,378
	Total Tier II capital.....	3,601,257	3,805,114
Deductions:	Tier II capital included as qualifying capital (B)	3,601,257	3,366,200
	(C)	286,295	95,734
Total qualifying capital:	(D) = (A) + (B) - (C)	¥ 7,000,603	¥ 6,636,666
Risk-adjusted assets:	On-balance sheet items	¥40,755,261	¥52,482,811
	Off-balance sheet items	7,871,270	5,676,962
	Market risk items	334,631	303,674
	Operational risk	3,053,199	—
	Total risk-adjusted assets (E).....	¥52,014,363	¥58,463,447
Tier I risk-adjusted capital ratio:	(A) / (E) x 100	7.08%	5.75%
Total risk-adjusted capital ratio:	(D) / (E) x 100	13.45%	11.35%
Required capital:	(E) x 8%	¥ 4,161,149	¥ —

(Reference)

The nonconsolidated capital ratio as of March 31, 2007, calculated using the formula stipulated in the Ordinance (International Standards) is 11.84%.