

Income Analysis (Nonconsolidated)

Sumitomo Mitsui Banking Corporation

Gross Banking Profit, Classified by Domestic and International Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|---------------------|--------------------------|------------|---------------------|--------------------------|------------|
| | 2010 | | | 2009 | | |
| | Domestic operations | International operations | Total | Domestic operations | International operations | Total |
| Interest income | ¥1,063,182 | ¥323,681 | ¥1,380,280 | ¥1,184,053 | ¥583,654 | ¥1,758,423 |
| | | | [6,583] | | | [9,284] |
| Interest expenses | 153,247 | 187,233 | 333,898 | 253,773 | 495,545 | 740,034 |
| | | | [6,583] | | | [9,284] |
| Net interest income | 909,934 | 136,448 | 1,046,382 | 930,279 | 88,109 | 1,018,389 |
| Trust fees | 1,736 | — | 1,736 | 2,074 | — | 2,074 |
| Fees and commissions | 321,837 | 91,123 | 412,960 | 322,455 | 92,772 | 415,228 |
| Fees and commissions payments | 108,603 | 17,643 | 126,246 | 102,214 | 19,190 | 121,404 |
| Net fees and commissions | 213,233 | 73,480 | 286,714 | 220,241 | 73,582 | 293,824 |
| Trading income | 2,424 | 112,932 | 115,356 | 10,763 | 164,275 | 175,038 |
| Trading losses | — | — | — | — | — | — |
| Net trading income | 2,424 | 112,932 | 115,356 | 10,763 | 164,275 | 175,038 |
| Other operating income | 30,585 | 55,202 | 85,788 | 46,440 | 116,837 | 163,277 |
| Other operating expenses | 40,690 | 40,012 | 80,703 | 62,596 | 65,150 | 127,747 |
| Net other operating income (expenses) | (10,104) | 15,190 | 5,085 | (16,156) | 51,686 | 35,530 |
| Gross banking profit | ¥1,117,224 | ¥338,050 | ¥1,455,275 | ¥1,147,202 | ¥377,654 | ¥1,524,856 |
| Gross banking profit rate (%) | 1.50% | 1.98% | 1.60% | 1.65% | 1.96% | 1.76% |

- Notes: 1. Domestic operations include yen-denominated transactions by domestic branches, while international operations include foreign-currency-denominated transactions by domestic branches and operations by overseas branches. Yen-denominated nonresident transactions and Japan offshore banking accounts are included in international operations.
2. "Interest expenses" are shown after deduction of amounts equivalent to interest expenses on money held in trust (2010, ¥20 million; 2009, ¥30 million).
3. Figures in brackets [] indicate interest payments between domestic and international operations. As net interest figures are shown for interest rate swaps and similar instruments, some figures for domestic and international operations do not add up to their sums.
4. Gross banking profit rate = Gross banking profit / Average balance of interest-earning assets × 100

Average Balance, Interest and Earnings Yield of Interest-Earning Assets and Interest-Bearing Liabilities

Domestic Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|-----------------|------------|----------------|-----------------|------------|----------------|
| | 2010 | | | 2009 | | |
| | Average balance | Interest | Earnings yield | Average balance | Interest | Earnings yield |
| Interest-earning assets | ¥74,033,481 | ¥1,063,182 | 1.43% | ¥69,174,259 | ¥1,184,053 | 1.71% |
| | [563,457] | [6,583] | | [2,101,755] | [9,284] | |
| Loans and bills discounted | 49,843,442 | 866,832 | 1.73 | 48,534,275 | 962,176 | 1.98 |
| Securities | 21,750,902 | 174,752 | 0.80 | 17,380,685 | 190,320 | 1.09 |
| Call loans | 59,440 | 382 | 0.64 | 102,047 | 851 | 0.83 |
| Receivables under resale agreements | 95 | 0 | 0.13 | 1,806 | 8 | 0.49 |
| Receivables under securities borrowing transactions | 1,397,584 | 4,059 | 0.29 | 682,464 | 4,488 | 0.65 |
| Bills bought | 36,110 | 1,266 | 3.50 | 54,955 | 1,074 | 1.95 |
| Deposits with banks | 105,873 | 929 | 0.87 | 45,750 | 422 | 0.92 |
| Interest-bearing liabilities | ¥74,843,531 | ¥ 153,247 | 0.20% | ¥70,686,399 | ¥ 253,773 | 0.35% |
| Deposits | 59,829,387 | 77,419 | 0.12 | 57,747,050 | 123,812 | 0.21 |
| Negotiable certificates of deposit | 7,376,192 | 18,792 | 0.25 | 4,062,350 | 24,063 | 0.59 |
| Call money | 1,533,682 | 1,662 | 0.10 | 2,661,112 | 10,653 | 0.40 |
| Payables under repurchase agreements | 390,348 | 465 | 0.11 | 434,189 | 2,043 | 0.47 |
| Payables under securities lending transactions | 1,039,464 | 1,472 | 0.14 | 1,877,785 | 8,422 | 0.44 |
| Borrowed money | 2,095,517 | 11,532 | 0.55 | 1,716,288 | 17,185 | 1.00 |
| Short-term bonds | 165,447 | 303 | 0.18 | 67,214 | 478 | 0.71 |
| Bonds | 2,265,856 | 35,766 | 1.57 | 2,020,588 | 27,771 | 1.37 |

- Notes: 1. "Interest-earning assets" are shown after deduction of the average balance of noninterest-earning deposits (2010, ¥875,040 million; 2009, ¥756,651 million). "Interest-bearing liabilities" are shown after deduction of amounts equivalent to the average balance of money held in trust (2010, ¥10,191 million; 2009, ¥8,583 million) and corresponding interest (2010, ¥20 million; 2009, ¥30 million).
2. Figures in brackets [] indicate the average balances of interdepartmental lending and borrowing activities between domestic and international operations and related interest expenses. As net interest figures are shown for interest rate swaps and similar instruments, some figures for domestic and international operations do not add up to their sums.

International Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|-----------------|----------|----------------|-----------------|----------|----------------|
| | 2010 | | | 2009 | | |
| | Average balance | Interest | Earnings yield | Average balance | Interest | Earnings yield |
| Interest-earning assets..... | ¥17,035,222 | ¥323,681 | 1.90% | ¥19,248,223 | ¥583,654 | 3.03% |
| Loans and bills discounted..... | 9,241,539 | 196,060 | 2.12 | 10,196,514 | 375,128 | 3.67 |
| Securities..... | 4,330,491 | 54,658 | 1.26 | 5,079,312 | 103,672 | 2.04 |
| Call loans..... | 300,991 | 2,849 | 0.94 | 279,225 | 6,953 | 2.49 |
| Receivables under resale agreements..... | 45,582 | 193 | 0.42 | 116,634 | 1,332 | 1.14 |
| Receivables under securities borrowing transactions..... | 257 | 2 | 0.85 | — | — | — |
| Bills bought..... | — | — | — | — | — | — |
| Deposits with banks..... | 2,220,451 | 12,933 | 0.58 | 2,370,678 | 37,617 | 1.58 |
| Interest-bearing liabilities | ¥16,725,582 | ¥187,233 | 1.11% | ¥19,236,867 | ¥495,545 | 2.57% |
| | [563,457] | [6,583] | | [2,101,755] | [9,284] | |
| Deposits..... | 8,610,028 | 34,424 | 0.39 | 8,892,776 | 149,683 | 1.68 |
| Negotiable certificates of deposit..... | 1,746,135 | 15,562 | 0.89 | 693,692 | 22,685 | 3.27 |
| Call money..... | 610,090 | 2,241 | 0.36 | 654,909 | 11,920 | 1.82 |
| Payables under repurchase agreements.... | 346,279 | 517 | 0.14 | 545,774 | 5,022 | 0.92 |
| Payables under securities lending transactions | 1,579,701 | 4,631 | 0.29 | 2,281,411 | 51,463 | 2.25 |
| Borrowed money..... | 1,954,454 | 92,296 | 4.72 | 2,536,355 | 113,145 | 4.46 |
| Bonds | 1,046,437 | 28,527 | 2.72 | 1,316,342 | 40,168 | 3.05 |

Notes: 1. "Interest-earning assets" are shown after deduction of the average balance of noninterest-earning deposits (2010, ¥138,379 million; 2009, ¥92,824 million).

2. Figures in brackets [] indicate the average balances of interdepartmental lending and borrowing activities between domestic and international operations and related interest expenses. As net interest figures are shown for interest rate swaps and similar instruments, some figures for domestic and international operations do not add up to their sums.

3. The average balance of foreign-currency-denominated transactions by domestic branches in international operations is calculated by the monthly current method, under which the TT middle rate at the end of the previous month is applied to nonexchange transactions of the month concerned.

Total of Domestic and International Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|-----------------|------------|----------------|-----------------|------------|----------------|
| | 2010 | | | 2009 | | |
| | Average balance | Interest | Earnings yield | Average balance | Interest | Earnings yield |
| Interest-earning assets..... | ¥90,505,247 | ¥1,380,280 | 1.52% | ¥86,320,727 | ¥1,758,423 | 2.03% |
| Loans and bills discounted..... | 59,084,981 | 1,062,893 | 1.79 | 58,730,789 | 1,337,305 | 2.27 |
| Securities..... | 26,081,394 | 229,411 | 0.87 | 22,459,998 | 293,992 | 1.30 |
| Call loans..... | 360,432 | 3,231 | 0.89 | 381,273 | 7,805 | 2.04 |
| Receivables under resale agreements..... | 45,678 | 193 | 0.42 | 118,440 | 1,341 | 1.13 |
| Receivables under securities borrowing transactions..... | 1,397,842 | 4,061 | 0.29 | 682,464 | 4,488 | 0.65 |
| Bills bought..... | 36,110 | 1,266 | 3.50 | 54,955 | 1,074 | 1.95 |
| Deposits with banks..... | 2,326,324 | 13,863 | 0.59 | 2,416,428 | 38,040 | 1.57 |
| Interest-bearing liabilities | ¥91,005,657 | ¥ 333,898 | 0.36 | ¥87,821,511 | ¥ 740,034 | 0.84% |
| Deposits..... | 68,439,416 | 111,844 | 0.16 | 66,639,826 | 273,495 | 0.41 |
| Negotiable certificates of deposit..... | 9,122,327 | 34,354 | 0.37 | 4,756,043 | 46,748 | 0.98 |
| Call money..... | 2,143,773 | 3,903 | 0.18 | 3,316,021 | 22,573 | 0.68 |
| Payables under repurchase agreements.... | 736,627 | 982 | 0.13 | 979,963 | 7,066 | 0.72 |
| Payables under securities lending transactions | 2,619,166 | 6,103 | 0.23 | 4,159,197 | 59,885 | 1.43 |
| Borrowed money..... | 4,049,972 | 103,829 | 2.56 | 4,252,644 | 130,331 | 3.06 |
| Short-term bonds | 165,447 | 303 | 0.18 | 67,214 | 478 | 0.71 |
| Bonds | 3,312,293 | 64,294 | 1.94 | 3,336,931 | 67,939 | 2.03 |

Notes: 1. "Interest-earning assets" are shown after deduction of the average balance of noninterest-earning deposits (2010, ¥1,013,420 million; 2009, ¥849,475 million). "Interest-bearing liabilities" are shown after deduction of amounts equivalent to the average balance of money held in trust (2010, ¥10,191 million; 2009, ¥8,583 million) and corresponding interest (2010, ¥20 million; 2009, ¥30 million).

2. Figures in the table above indicate the net average balances of amounts adjusted for interdepartmental lending and borrowing activities between domestic and international operations and related interest expenses.

Breakdown of Interest Income and Interest Expenses

Domestic Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|--|--|-------------------------------|--|--|-------------------------------|
| | 2010 | | | 2009 | | |
| | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) |
| Interest income..... | ¥69,782 | ¥(190,653) | ¥(120,871) | ¥61,677 | ¥(50,476) | ¥11,200 |
| Loans and bills discounted..... | 22,767 | (118,112) | (95,344) | 36,842 | (19,368) | 17,473 |
| Securities..... | 35,111 | (50,678) | (15,567) | 24,720 | (26,693) | (1,972) |
| Call loans..... | (303) | (166) | (469) | (1,608) | 90 | (1,517) |
| Receivables under resale agreements..... | (4) | (3) | (8) | (115) | (13) | (128) |
| Receivables under securities borrowing transactions..... | 2,077 | (2,506) | (429) | (1,915) | (551) | (2,467) |
| Bills bought..... | (368) | 560 | 191 | 652 | (178) | 474 |
| Deposits with banks..... | 528 | (20) | 507 | 272 | 115 | 388 |
| Interest expenses..... | ¥ 8,512 | ¥(109,038) | ¥(100,526) | ¥12,243 | ¥(16,696) | ¥ (4,453) |
| Deposits..... | 2,694 | (49,086) | (46,392) | 937 | (3,681) | (2,743) |
| Negotiable certificates of deposit..... | 8,442 | (13,713) | (5,271) | 9,020 | 260 | 9,281 |
| Call money..... | (3,303) | (5,687) | (8,991) | 2,251 | (1,788) | 463 |
| Payables under repurchase agreements.... | (187) | (1,390) | (1,578) | 1,524 | (112) | 1,412 |
| Payables under securities lending transactions..... | (2,744) | (4,205) | (6,949) | 3,506 | (956) | 2,550 |
| Borrowed money..... | 2,087 | (7,739) | (5,652) | (1,875) | (676) | (2,552) |
| Short-term bonds..... | 180 | (355) | (175) | 478 | — | 478 |
| Bonds..... | 3,596 | 4,399 | 7,995 | (1,020) | 3,494 | 2,473 |

International Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|--|--|-------------------------------|--|--|-------------------------------|
| | 2010 | | | 2009 | | |
| | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) |
| Interest income..... | ¥(61,205) | ¥(198,767) | ¥(259,972) | ¥88,656 | ¥(207,277) | ¥(118,621) |
| Loans and bills discounted..... | (32,439) | (146,629) | (179,068) | 96,517 | (102,964) | (6,447) |
| Securities..... | (13,658) | (35,355) | (49,013) | 31,654 | (57,976) | (26,322) |
| Call loans..... | 206 | (4,310) | (4,104) | (3,473) | (6,607) | (10,080) |
| Receivables under resale agreements..... | (560) | (578) | (1,139) | (1,579) | (713) | (2,292) |
| Receivables under securities borrowing transactions..... | 2 | — | 2 | — | — | — |
| Deposits with banks..... | (2,246) | (22,437) | (24,683) | (23,542) | (31,751) | (55,294) |
| Interest expenses..... | ¥(57,830) | ¥(250,481) | ¥(308,311) | ¥76,854 | ¥(227,391) | ¥(150,537) |
| Deposits..... | (4,613) | (110,644) | (115,258) | 3,740 | (154,348) | (150,607) |
| Negotiable certificates of deposit..... | 9,379 | (16,502) | (7,122) | 2,796 | (12,797) | (10,000) |
| Call money..... | (764) | (8,914) | (9,678) | 5,802 | (7,628) | (1,826) |
| Payables under repurchase agreements.... | (1,368) | (3,136) | (4,504) | 3,302 | (3,838) | (536) |
| Payables under securities lending transactions..... | (12,231) | (34,600) | (46,831) | 30,157 | (18,317) | 11,839 |
| Borrowed money..... | (25,958) | 5,109 | (20,849) | 42,043 | (12,147) | 29,895 |
| Bonds..... | (7,658) | (3,982) | (11,641) | (5,153) | (5,843) | (10,997) |

Total of Domestic and International Operations

| Year ended March 31 | Millions of yen | | | | | |
|---|--|--|-------------------------------|--|--|-------------------------------|
| | 2010 | | | 2009 | | |
| | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) | Volume-related increase (decrease) | Rate-related increase (decrease) | Net increase (decrease) |
| Interest income..... | ¥63,817 | ¥(441,960) | ¥(378,142) | ¥134,713 | ¥(242,567) | ¥(107,853) |
| Loans and bills discounted..... | 6,371 | (280,784) | (274,412) | 102,052 | (91,025) | 11,026 |
| Securities..... | 31,853 | (96,434) | (64,580) | 49,850 | (78,146) | (28,295) |
| Call loans..... | (405) | (4,168) | (4,573) | (7,154) | (4,443) | (11,598) |
| Receivables under resale agreements..... | (568) | (579) | (1,148) | (1,796) | (624) | (2,421) |
| Receivables under securities borrowing transactions..... | 2,078 | (2,505) | (427) | (1,915) | (551) | (2,467) |
| Bills bought..... | (368) | 560 | 191 | 652 | (178) | 474 |
| Deposits with banks..... | (1,368) | (22,808) | (24,176) | (22,770) | (32,135) | (54,905) |
| Interest expenses..... | ¥11,683 | ¥(417,819) | ¥(406,136) | ¥ 54,601 | ¥(210,025) | ¥(155,423) |
| Deposits..... | 2,940 | (164,591) | (161,651) | 2,706 | (156,058) | (153,351) |
| Negotiable certificates of deposit..... | 16,443 | (28,837) | (12,393) | 15,816 | (16,536) | (719) |
| Call money..... | (6,077) | (12,592) | (18,669) | 5,999 | (7,362) | (1,363) |
| Payables under repurchase agreements.... | (1,420) | (4,662) | (6,083) | 4,924 | (4,047) | 876 |
| Payables under securities lending transactions..... | (16,479) | (37,302) | (53,781) | 30,506 | (16,117) | 14,389 |
| Borrowed money..... | (5,982) | (20,519) | (26,501) | 23,057 | 4,285 | 27,343 |
| Short-term bonds..... | 180 | (355) | (175) | 478 | — | 478 |
| Bonds..... | (498) | (3,146) | (3,645) | (5,033) | (3,489) | (8,523) |

Note: Volume/rate variance is prorated according to changes in volume and rate.

Fees and Commissions

| Year ended March 31 | Millions of yen | | | | | |
|------------------------------------|---------------------|--------------------------|----------|---------------------|--------------------------|----------|
| | 2010 | | | 2009 | | |
| | Domestic operations | International operations | Total | Domestic operations | International operations | Total |
| Fees and commissions..... | ¥321,837 | ¥91,123 | ¥412,960 | ¥322,455 | ¥92,772 | ¥415,228 |
| Deposits and loans..... | 11,114 | 36,137 | 47,252 | 10,866 | 40,973 | 51,840 |
| Remittances and transfers | 92,857 | 24,162 | 117,019 | 96,014 | 27,122 | 123,136 |
| Securities-related business | 13,280 | 1,125 | 14,405 | 17,256 | 2,818 | 20,075 |
| Agency..... | 11,611 | — | 11,611 | 11,777 | — | 11,777 |
| Safe deposits..... | 6,249 | — | 6,249 | 6,472 | — | 6,472 |
| Guarantees | 20,934 | 14,434 | 35,368 | 21,005 | 9,679 | 30,684 |
| Fees and commissions payments..... | ¥108,603 | ¥17,643 | ¥126,246 | ¥102,214 | ¥19,190 | ¥121,404 |
| Remittances and transfers | 20,479 | 8,000 | 28,479 | 20,385 | 7,770 | 28,155 |

Trading Income

| Year ended March 31 | Millions of yen | | | | | |
|---|---------------------|--------------------------|----------|---------------------|--------------------------|----------|
| | 2010 | | | 2009 | | |
| | Domestic operations | International operations | Total | Domestic operations | International operations | Total |
| Trading income..... | ¥2,424 | ¥112,932 | ¥115,356 | ¥10,763 | ¥164,275 | ¥175,038 |
| Gains on trading securities..... | 1,309 | — | 1,309 | 3,313 | — | 3,313 |
| Gains on securities related to trading transactions..... | — | 2,254 | 2,254 | — | 1,221 | 1,221 |
| Gains on trading-related financial derivatives | — | 110,677 | 110,677 | — | 163,054 | 163,054 |
| Others | 1,114 | 0 | 1,115 | 7,449 | — | 7,449 |
| Trading losses | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Losses on trading securities..... | — | — | — | — | — | — |
| Losses on securities related to trading transactions..... | — | — | — | — | — | — |
| Losses on trading-related financial derivatives | — | — | — | — | — | — |
| Others | — | — | — | — | — | — |

Note: Figures represent net gains after offsetting income against expenses.

Net Other Operating Income (Expenses)

| Year ended March 31 | Millions of yen | | | | | |
|---|---------------------|--------------------------|----------|---------------------|--------------------------|---------|
| | 2010 | | | 2009 | | |
| | Domestic operations | International operations | Total | Domestic operations | International operations | Total |
| Net other operating income (expenses) | ¥(10,104) | ¥15,190 | ¥ 5,085 | ¥(16,156) | ¥51,686 | ¥35,530 |
| Gains (losses) on bonds | 9,070 | 28,199 | 37,270 | (32,420) | 58,548 | 26,128 |
| Gains (losses) on derivatives | (15,682) | (629) | (16,310) | 12,680 | 898 | 13,578 |
| Losses on foreign exchange transactions | — | (9,635) | (9,635) | — | (2,472) | (2,472) |

General and Administrative Expenses

| Year ended March 31 | Millions of yen | |
|--|-----------------|----------|
| | 2010 | 2009 |
| | | |
| Salaries and related expenses | ¥206,536 | ¥205,624 |
| Retirement benefit cost | 14,146 | 6,084 |
| Welfare expenses | 31,479 | 31,835 |
| Depreciation | 68,855 | 60,889 |
| Rent and lease expenses | 50,809 | 50,647 |
| Building and maintenance expenses | 5,377 | 8,373 |
| Supplies expenses | 5,856 | 6,812 |
| Water, lighting, and heating expenses..... | 5,084 | 5,441 |
| Traveling expenses..... | 2,658 | 3,765 |
| Communication expenses..... | 7,420 | 7,455 |
| Publicity and advertising expenses..... | 7,307 | 11,349 |
| Taxes, other than income taxes..... | 36,759 | 38,282 |
| Deposit insurance..... | 48,892 | 48,763 |
| Others..... | 194,569 | 216,154 |
| Total | ¥685,752 | ¥701,479 |

Note: Because expenses in the table above exclude nonrecurring losses, they are reconciled with the figures reported on page 28.