

consolidated statements of cash flows

the sumitomo bank, limited and subsidiaries

Year ended March 31, 2000

	Millions of Yen	Millions of U.S. Dollars (Note 1)
	2000	
1. cash flows from operating activities:		
Income before income taxes and minority interests	¥ 216,503	\$ 2,040
Depreciation of premises and equipment	24,070	227
Depreciation of lease assets	272,031	2,563
Amortization of goodwill	1	0
Net (income) loss from unconsolidated entities by equity method	35,549	335
Net change in reserve for possible loan losses	(315,850)	(2,976)
Net change in reserve for loss on loans sold	(23,545)	(222)
Net change in reserve for retirement allowances	(2,715)	(26)
Interest income	(1,528,031)	(14,395)
Interest expenses	874,315	8,237
Net (gain) loss related to securities transactions	(508,327)	(4,789)
Net (income) loss from money held in trust	760	7
Net exchange (gain) loss	73,864	696
Net (gain) loss from disposition of premises and equipment	8,306	78
Net (gain) loss from disposition of lease assets	33,342	314
Gain on sale of business operation	(8,000)	(75)
Loss from additional payment for pension liabilities	21,460	202
Net change in trading assets	826,416	7,785
Net change in trading liabilities	(351,166)	(3,308)
Net change in loans and bills discounted	2,514,357	23,687
Net change in deposits	271,528	2,558
Net change in certificates of deposit	1,061,647	10,001
Net change in borrowed money (excluding subordinated debt obligation)	(200,617)	(1,890)
Net change in deposits with banks	(1,875,746)	(17,671)
Net change in call loans	235,178	2,216
Net change in pledged money for securities borrowing transactions	137,396	1,294
Net change in call money	(615,238)	(5,796)
Net change in commercial paper	(321,851)	(3,032)
Net change in pledged money for securities lending transactions	1,154,362	10,875
Net change in foreign exchanges (asset account)	30,430	287
Net change in foreign exchanges (liability account)	22,124	208
Net change in bonds (excluding subordinated bonds)	524,910	4,945
Interest received	1,430,203	13,473
Interest paid	(894,663)	(8,428)
Other, net	(429,627)	(4,047)
Subtotal	¥ 2,693,381	\$ 25,373
Additional payment for pension liabilities	(21,578)	(203)
Income taxes paid	(41,659)	(392)
Net cash provided by (used in) operating activities	¥ 2,630,143	\$ 24,778

(Continued)

	Millions of Yen	Millions of U.S. Dollars (Note 1)
	2000	
2. cash flows from investing activities:		
Purchases of securities	¥(38,223,957)	\$ (360,093)
Proceeds from sale of securities	29,463,927	277,569
Proceeds from maturity of securities	6,821,306	64,261
Purchases of money held in trust	(59,516)	(561)
Proceeds from sale of money held in trust	34,750	327
Purchases of premises and equipment	(36,175)	(341)
Proceeds from sale of premises and equipment	11,365	107
Purchases of lease assets	(325,621)	(3,068)
Proceeds from sale of lease assets	16,304	154
Proceeds from sale of business operation	8,000	75
Net cash provided by (used in) investing activities	¥(2,289,615)	\$ (21,570)
3. cash flows from financing activities:		
Proceeds from issuance of subordinated debt	¥ 5,000	\$ 47
Repayment of subordinated debt	(47,000)	(443)
Proceeds from issuance of subordinated bonds and convertible bonds and notes	149,150	1,405
Repayment of subordinated bonds and convertible bonds and notes	(23,000)	(217)
Dividends paid	(20,640)	(194)
Dividends paid for minority	(333)	(3)
Purchases of treasury stock	(714)	(7)
Proceeds from sale of treasury stock	717	7
Net cash provided by (used in) financing activities	¥ 63,179	\$ 595
4. foreign currency translation adjustments	¥ (9,226)	\$ (87)
5. net change in cash and due from banks	¥ 394,481	\$ 3,716
6. cash and due from banks at beginning of year	¥ 928,701	\$ 8,749
7. decrease of cash and due from banks caused from exception of consolidation	¥ (25)	\$ (0)
8. cash and due from banks at end of year	¥ 1,323,157	\$ 12,465

consolidated statements of cash flows

the sumitomo bank, limited and subsidiaries

Years ended March 31, 1999 and 1998

	Millions of Yen	
	1999	1998
cash flows from operating activities:		
Net income (loss)	¥ (568,889)	¥ (251,296)
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization	299,820	31,517
Transfer to reserve for possible loan losses	654,245	839,723
Write-off of loans	369,481	66,373
Losses on sale of loans and loans sold	179,204	237,885
Securities (gains), net	(87,778)	(171,840)
Deferred income taxes	(237,489)	(368,716)
Minority interests in net income	1,721	4,970
Net change in trading assets and liabilities	150,384	(1,461,613)
Net change in trading account securities	-	1,049,020
Net change in accrual and other, net	539,138	2,383,985
Net cash provided by (used in) operating activities	¥ 1,299,837	¥ 2,360,008
cash flows from investing activities:		
Net change in deposits with banks	¥ 1,608,594	¥ 2,767,417
Net change in call loans	587,175	(571,567)
Net change in commercial paper and other debt purchased	55,801	(68,147)
Net change in money held in trust	131,564	(10,873)
Net change in loans and bills discounted	1,748,431	1,534,203
Proceeds from sale of securities	7,290,157	5,109,820
Proceeds from maturities of securities	654,920	278,399
Purchases of securities	(7,229,552)	(6,424,143)
Purchases of premises and equipment	(64,249)	(42,018)
Purchases of lease assets	(278,528)	(3,286)
Other, net	218,901	14,253
Net cash provided by (used in) investing activities	¥ 4,723,214	¥ 2,584,058
cash flows from financing activities:		
Net change in deposits	¥(4,246,208)	¥ (2,388,869)
Net change in call money	(1,442,174)	(322,439)
Net change in commercial paper and borrowed money	(1,891,537)	(1,964,492)
Proceeds from issuance of preferred stock	501,000	-
Proceeds from issuance of subordinated debt	150,829	127,765
Proceeds from issuance of convertible bonds and notes	-	-
Proceeds from issuance of preferred securities	340,000	237,780
Repayment of convertible bonds and notes	-	(42)
Dividends paid	(22,772)	(26,698)
Other, net	(101,110)	20,569
Net cash provided by (used in) financing activities	¥(6,711,972)	¥ (4,316,426)
Effect of increase in consolidated subsidiaries	¥ 2,699	¥ -
Foreign currency translation adjustments	¥ (44,549)	¥ 36,852
Net change in cash and due from banks	¥ (730,771)	¥ 664,492
Cash and due from banks at beginning of year	¥ 1,576,972	¥ 912,480
Cash and due from banks at end of year	¥ 846,201	¥ 1,576,972

See accompanying notes.