

Table of Contents

1. Sumitomo Mitsui Financial Group (SMFG) consolidated results

1.	Summary of SMFG's financial results	P 2
2.	Summary of consolidated subsidiaries' financial results	P 3
3.	Summary of affiliates' financial results - Daiwa Securities SMBC / Promise	P 4
4.	Capital ratio and list of preferred stocks	P 5

2. Sumitomo Mitsui Banking Corporation (SMBC) non-consolidated results

1.	Summary of SMBC's financial results	P 6
2.	Gross banking profit	P 7
3.	Loan portfolio (balance and spread)	P 8
4.	Asset management consulting and investment banking business	P 9
5.	Credit cost, Non-recurring gains (losses) and Extraordinary gains (losses)	P10
6.	Problem assets based on the Financial Reconstruction Law	P11
7.	Loan portfolio and problem assets, classified by industry	P12
8.	Securities portfolio and derivatives	P13
9.	Equity portfolio	P14

3. Strategic businesses

1.	Financial consulting for individuals - Marketing channels and client segmentation	P15
2.	Financial consulting for individuals - Data	P16
	<Reference> Market size of asset management business and structure of the Japanese population	P17
3.	Unsecured loans to SMEs - Balance, origination, marketing channels and client segmentation	P18
4.	Unsecured loans to SMEs - Product line-up	P19
5.	Investment banking business	P22
	<Reference> Global network	P23



SMFG SUMITOMO MITSUI
FINANCIAL GROUP

This document contains certain forward-looking statements. Such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and actual results may materially differ from those contained in the forward-looking statements as a result of various factors.

The following items are among the factors that could cause actual results to differ materially from the forward-looking statements in this material: business conditions in the banking industry, the regulatory environment, new legislation, competition with other financial services companies, changing technology and evolving banking industry standards and similar matters.

(1-1) Summary of SMFG's financial results

<SMFG consolidated>

P/L

(Billions of yen)

	FY02	FY03	FY04	FY05	Difference*
Consolidated gross profit	2,184.0	2,069.5	2,025.0	2,090.1	+538.1
Net interest income	1,399.5	1,281.1	1,171.3	1,161.6	+207.1 (1)
Trust fees	0.0	0.3	2.6	8.6	0.0
Net fees and commissions	352.9	424.2	516.1	619.6	+252.9 (2)
Net trading income	205.8	304.1	144.4	32.8	+20.9
Net other operating income	225.8	59.8	190.6	267.5	+57.3 (3)
General and administrative expenses	(889.2)	(866.5)	(852.7)	(853.8)	(267.3) (4)
Gains (losses) on stocks	(621.5)	101.5	(101.9)	47.1	+21.7
Equity in earnings of affiliates	5.7	15.7	27.1	31.9	+31.9 (5)
Ordinary profit (loss)	(515.7)	342.8	(30.3)	963.6	+242.6
Extraordinary gains (losses)	(75.2)	62.0	(78.2)	79.8	+54.1 (6)
Net income (loss)	(465.4)	330.4	(234.2)	686.8	+167.3
Total credit cost	(1,200.9)	(956.6)	(1,196.8)	(302.0)	(71.1) (7)
Consolidated net business profit**	1,131.0	1,090.6	1,014.4	1,225.4	+259.8

*Difference between SMFG consolidated and SMBC non-consolidated

- (1) Kansai Urban Banking Co.: 50, Minato Bank: 45, Sumitomo Mitsui Card: 31, SMBC Europe: 18
(2) Sumitomo Mitsui Card: 110, SMBC Friend Securities: 53
(3) SMBC Leasing: 77
(4) Sumitomo Mitsui Card: (105), SMBC Friend Securities: (37), Minato Bank: (34), Kansai Urban Banking Co.: (32)
(5) Daiwa Securities SMBC: 37, Promise: 8
(6) Gains on sales of stocks of Sumitomo Mitsui Card, etc.: 58
(7) Minato Bank: (19), Sumitomo Mitsui Card: (14), SMBC Leasing: (14), Kansai Urban Banking Co.: (11)

** Consolidated net business profit = (SMBC non-consolidated banking profit (before provision for general reserve for possible loan losses)) +
(Other consolidated subsidiaries' ordinary profit (excluding non-recurring items)) + (Affiliates' ordinary profit) X (Ownership ratio) -
(Internal transaction (dividends, etc.))

B/S

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Assets	104,607.4	102,215.1	99,731.8	107,010.6
Loans and bills discounted	61,082.9	55,382.8	54,799.8	57,267.2
Securities	24,118.5	27,049.9	24,233.7	25,505.9
Deferred tax assets	1,956.1	1,706.6	1,598.2	1,051.6
Liabilities	101,186.6	98,150.5	95,934.9	101,443.2
Deposits	62,931.0	65,333.4	68,474.9	70,834.1
NCDs	4,853.0	3,519.5	2,713.3	2,708.6
Bonds	3,583.8	4,003.0	4,339.5	4,241.4
Deferred tax liability	43.9	40.2	45.3	49.5
Minority interests	996.7	993.7	1,021.2	1,113.0
Stockholders' equity	2,424.1	3,070.9	2,775.7	4,454.4
Capital stock	1,247.7	1,247.7	1,352.7	1,420.9
Capital surplus	856.2	865.3	974.3	1,229.2
Retained earnings	311.7	611.2	330.0	992.1
Land revaluation excess	101.4	96.5	57.9	38.2
Net unrealized gains (losses) on Other securities	(24.2)	325.0	410.7	819.9
Capital ratio	10.10%	11.37%	9.94%	12.39%

(1-2) Summary of consolidated subsidiaries' financial results <SMFG consolidated>

Sumitomo Mitsui Card

	(Billions of yen)			
	FY02	FY03	FY04	FY05
Operating revenue	122.1	126.3	132.1	148.2
Operating profit	16.0	18.5	23.1	25.9
Ordinary profit	16.0	18.6	23.1	27.2
Net income	14.0	12.6	18.6	17.7
Card sales handled	3,035.5	3,258.4	3,598.7	4,181.3
Number of cardholders (Tens of thousands)	1,212	1,276	1,346	1,407

	(Billions of yen)
	Mar. 06
Total assets	794.0
Capital stock	34.0
Number of employees	1,783

FY05 highlights

- Achieved stable growth
 - Increased number of cardholders
 - Expanded card-payment services:
 - Utilities payments, tax payments, payments in hospitals, railroad fare payments, etc.
- Further fortified businesses through alliance
 - Started "iD," new credit-payment service using mobile phone through alliance with NTT DoCoMo
 - Started settlement service through alliance with China Unionpay

Initiatives in FY06

- Further expand into new market
 - Strengthen small amount settlement and expand into government & municipality market
- Aggressively promote "Main-Card" strategy through utilization of CRM system
 - Meet various customers' needs arising from their own lifestyles
 - Further expand card-payment services
- Aggressively expand "iD," a credit-payment service using mobile phone
 - Establish "iD" as a de facto standard of credit-payment service using mobile phone

SMBC Leasing

	(Billions of yen)			
	FY02	FY03	FY04	FY05
Operating revenue	515.0	553.0	589.1	619.7
Operating profit	20.4	23.2	28.0	32.2
Ordinary profit	7.4	14.5	20.1	26.7
Net income	3.0	6.3	12.4	17.5
Leased amount	466.4	555.7	580.0	615.5

	(Billions of yen)
	Mar. 06
Total assets	1,805.2
Lease assets	1,545.0
Capital stock	82.6
Number of employees	893

FY05 highlights

- Increased both revenues and profits by increasing leased amount and reducing funding cost, achieving the highest profit ever.
- Aggressively developed strategic business areas
- Entered into trust business through SMLC Trust Company

Initiatives in FY06

- Further promote development of strategic business areas
 - Promote real estate lease, etc.
 - Further penetrate into SME market
- Improve productivity by utilizing the new system, "SCRUM"
- Further reinforce auto leasing business, etc.

Japan Research Institute

	(Billions of yen)			
	FY02*	FY03	FY04	FY05
Operating revenue	70.2	105.1	111.2	115.8
Operating profit	7.6	7.6	6.3	5.2
Ordinary profit	10.1	7.5	6.3	5.7
Net income	7.8	4.0	2.6	3.8

	(Billions of yen)
	Mar. 06
Total assets	91.7
Capital stock	10.0
Number of employees	2,871

*Sum of the figures before and after the corporate split in Nov. 2002

FY05 highlights

- Further fortified system-related business
 - Expanded ERP business for pharmaceutical and food companies and credit card business
- Refined risk management and quality control systems
 - Strengthened quality examination system

Initiatives in FY06

- Strengthen capability to provide IT solution for corporations
 - Plan to establish a new company, JRI Solutions Ltd., specializing in IT business for outside customers other than the SMFG group companies through corporate split in July 2006
- Further reinforce stable operation of system by improving quality and security

(1-3) Summary of affiliates' financial results

- Daiwa Securities SMBC / Promise

Daiwa Securities SMBC

(Billions of yen)

<Consolidated>	FY03	FY04	FY05
Operating revenue	197.9	249.6	350.8
Commissions	76.8	91.7	111.3
Net gains on trading securities	78.2	118.3	175.5
Interest and dividend income	42.9	39.6	64.0
Interest expense	16.6	27.3	39.3
Net operating revenue	181.3	222.4	311.6
Selling, general and administrative expenses	128.1	138.8	171.9
Ordinary profit	54.1	85.2	141.6
Net income	33.2	54.0	91.9

Promise

(Billions of yen)

<Consolidated>	FY02	FY03	FY04	FY05
Operating income	410.6	391.0	369.9	381.3
Interest on consumer loans	381.1	368.7	352.3	360.6
Operating expenses	303.7	303.1	241.6	313.9
Advertising expenses	22.2	15.6	16.4	20.3
Provision for uncollectible loans	114.7	136.5	97.5	125.8
Employees' salaries and bonuses	33.4	30.9	25.9	27.0
Operating profit	107.0	87.9	128.3	67.4
Recurring profit	108.0	89.9	130.8	70.0
Net income	60.7	41.6	75.4	42.0

(1-4) Capital ratio and list of preferred stocks

Capital ratio <SMFG consolidated>

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06 <Preliminary >
Tier I	3,255.9	3,571.6	3,262.3	4,645.9
Capital stock & Capital surplus	2,103.9	2,112.9	2,327.0	2,650.1
<Preferred stock>	<1,796.3>	<1,796.3>	<1,781.6>	<1,460.3>
Retained earnings	278.4	564.8	285.6	944.1
Preferred securities issued by overseas SPCs	840.1	814.0	816.9	835.2
Treasury stock	(15.2)	(3.0)	(269.9)	(4.4)
Tier II*	2,961.6	3,416.5	3,262.3	4,067.7
45% of unrealized gains on Other securities	-	249.4	317.1	627.8
45% of land revaluation excess	71.7	68.5	67.1	39.9
General reserve for possible loan losses	1,173.9	837.7	633.5	742.6
Perpetual subordinated debt	569.1	755.6	880.0	1,035.8
Dated subordinated debt	1,581.3	1,603.0	1,657.3	1,621.6
Sub total	3,396.0	3,514.2	3,555.0	4,067.7
Deduction	(238.6)	(250.8)	(504.4)	(619.3)
Total capital	5,978.9	6,737.4	6,020.1	8,094.4
Risk-adjusted assets	59,166.9	59,204.0	60,552.6	65,322.3
Capital ratio	10.10%	11.37%	9.94%	12.39%
Tier I ratio	5.50%	6.03%	5.38%	7.11%

*Amount counted as BIS capital

<Reference>

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06 <Preliminary >
Net deferred tax assets	1,912.2	1,666.4	1,552.9	1,002.1
Net deferred tax assets / Tier I	58.7%	46.7%	47.6%	21.6%

List of preferred stocks

	Public fund preferred stocks				Goldman Sachs preferred stock	Non-dilutive preferred stock
	Type 1 Preferred stock	Type 2 Preferred stock	Type 3 Preferred stock	Total	1st - 12th series Type 4 Preferred stock	1st series Type 6 Preferred stock
Aggregate amount of issue	JPY 201.0 billion	JPY 300.0 billion	JPY 800.0 billion	JPY 1,301.0 billion	JPY 150.3 billion	JPY 210.0 billion
Outstanding balance as of Mar. 31, 2006	JPY 105.0 billion	JPY 300.0 billion	JPY 695.0 billion	JPY 1,100.0 billion	JPY 150.3 billion	JPY 210.0 billion
Outstanding balance as of May 17, 2006	JPY 0 billion	JPY 201.0 billion	JPY 695.0 billion	JPY 896.0 billion	JPY 150.3 billion	JPY 210.0 billion
Acquisition price as of May 17, 2006	-	JPY 942,500	JPY 826,900		JPY 320,700	Non-dilutive
Reset of acquisition price (to be reset to market price)	-	On Aug. 1 annually (Upward and downward)	On Oct. 1, 2006 (Upward and downward)		Each date on which the acquisition is requested (Downward only)	
Acquisition request period	-	Aug. 1, 2005-Feb.26, 2009	Dec. 2, 2002-Sep. 30, 2009		Feb. 8, 2003-Feb. 7, 2028	
Mandatory acquisition date	-	Feb. 27, 2009	Oct. 1, 2009		Feb. 8, 2028	

Acquisition can be requested from Feb. 2005, subject to the following transfer restrictions:

-Goldman Sachs preferred stock is generally nontransferable. The underlying common stock is subject to certain transfer restrictions as well as hedge restrictions that will lapse in equal installments on the second, third and fourth anniversaries of the issue date.

(2-1) Summary of SMBC's financial results

<SMBC non-consolidated>

P/L

	(Billions of yen)			
	FY02	FY03	FY04	FY05
Gross banking profit	1,760.6	1,584.1	1,522.9	1,552.1
<Marketing Units*>	<1,130.9>	<1,216.6>	<1,294.8>	<1,377.1>
Non-interest income**	351.6	398.6	501.5	545.5
<Proportion of Non-interest income to Gross banking profit>	<20.0%>	<25.2%>	<32.9%>	<35.1%>
Expenses	(647.0)	(584.0)	(582.4)	(586.5)
Overhead ratio	36.7%	36.9%	38.2%	37.8%
Banking profit***	1,113.6	1,000.1	940.5	965.6
Marketing Units*	605.1	721.9	810.3	874.0
Treasury Unit	557.3	356.5	205.0	201.3
Gains (losses) on stocks	(635.7)	103.9	(118.7)	25.5
Ordinary profit (loss)	(597.2)	185.1	(71.7)	720.9
Net income (loss)	(478.3)	301.1	(136.8)	519.5
Total credit cost	(1,074.5)	(803.4)	(954.8)	(230.9)

* Consumer banking unit, Middle market banking unit, Corporate banking unit and International banking unit

** Non-interest income (managerial accounting basis): Net fees and commissions + Income related to derivatives products sales, etc.

*** Before provision for general reserve for possible loan losses

B/S

	(Billions of yen)				
	Mar. 03	Mar. 04	Mar. 05	Mar. 06	Year change
Assets	97,891.2	94,109.1	91,129.8	97,443.4	+6,313.6
Loans and bills discounted	57,282.4	50,810.1	50,067.6	51,857.6	+1,790.0 (1)
Securities	23,656.4	26,592.6	23,676.7	25,202.5	+1,525.8 (2)
Deferred tax assets	1,814.6	1,590.5	1,502.2	976.2	(526.0)
Liabilities	95,612.0	91,238.2	88,377.1	93,808.7	+5,431.6
Deposits	58,610.7	60,067.4	62,788.3	65,070.8	+2,282.5 (3)
NCDs	4,913.5	3,589.4	2,803.3	3,151.4	+348.1
Bonds	2,624.1	3,177.7	3,718.4	3,776.7	+58.3
Stockholders' equity	2,279.2	2,870.9	2,752.7	3,634.7	+882.0
Capital stock	560.0	560.0	665.0	665.0	-
Capital surplus	1,237.3	1,237.3	1,367.5	1,367.5	-
Retained earnings	414.5	676.1	291.3	794.0	+502.7
Land revaluation excess	85.3	81.2	42.3	24.7	(17.6)
Net unrealized gains (losses) on Other securities	(17.9)	316.3	386.6	783.5	+396.9
Capital ratio	10.49%	11.36%	11.32%	11.35%	+0.03%

Major factors for year-over-year change

(1) Loans and bills discounted	: Overseas offices	+JPY 1.0 trillion
+JPY 1.8 trillion	: Domestic offices	+JPY 0.8 trillion
(2) Securities	: Bonds	(JPY 1.0 trillion)
+JPY 1.5 trillion	: Stocks	+JPY 0.9 trillion
	: Foreign currency denominated bonds & investment trust, etc.	+JPY 1.6 trillion
(3) Deposits	: Domestic deposits	+JPY 2.5 trillion
+JPY 2.3 trillion	<Liquid deposits>	< +JPY 3.1 trillion >

(2-2) Gross banking profit

<SMBC non-consolidated>

(Billions of yen)

	FY03	FY04	FY05	Year change
Gross domestic profit	1,135.6	1,182.8	1,266.5	+83.7
<Excluding gains (losses) on bonds>	<1,135.3>	<1,188.9>	<1,277.8>	<+88.9>
Net interest income	947.9	914.6	943.9	+29.3 (1)
<Gains on interest rate swaps>	<22.7>	<18.4>	<26.8>	<+8.4>
Trust fees	0.3	2.6	8.6	+6.0
Net fees and commissions	179.2	246.8	299.4	+52.6 (2)
Net trading income (loss)	(1.3)	1.8	(0.2)	(2.0)
Net other operating income	9.5	17.0	14.8	(2.2)
<Gains (losses) on bonds>	<0.3>	<(6.1)>	<(11.3)>	<(5.2)>
Gross international profit*	448.5	340.1	285.6	(54.5)
<Excluding gains (losses) on bonds>	<426.1>	<355.6>	<284.6>	<(71.0)>
Net interest income	141.2	56.1	8.1	(48.0) (3)
<Gains on interest rate swaps>	<54.5>	<35.2>	<(13.1)>	<(48.3)>
Net fees and commissions	47.4	51.3	67.3	+16.0
Net trading income	140.9	162.0	116.0	(46.0) (4)
Net other operating income	119.0	70.7	94.2	+23.5
<Gains (losses) on bonds>	<22.4>	<(15.5)>	<1.0>	<+16.5>
Adjustments related to the items consisting of Gross international profit				
Net interest income (loss)	+2.0	(1.8)	(2.6)	(0.8)
Net trading income (loss)	(141.1)	+32.2	+103.8	+71.6
Net other operating income (loss)	+139.1	(30.4)	(101.2)	(70.8)

*After adjustments related to the items consisting of Gross international profit.

Major factors for year-over-year change

- | |
|---|
| (1) Shrink of interest spread, decrease in average balance of loans |
| (2) Increase in fees related to sales of investment trusts, pension-type insurances, and securities intermediary business |
| (3) Decrease of profits in foreign currency ALM operations |
| (4) Decrease of profits related to sales of derivative products |

(2-3) Loan portfolio (balance and spread)

<SMBC non-consolidated>

Loan balance

	Term-end balance		Average balance	
	Mar. 06	Year change	FY05	Year change
	(Trillions of yen)		(Trillions of yen)	
Total lendings	51.9	+1.8	51.1	+0.3
Overseas lendings	4.4	+1.0	4.3	+1.1
Domestic lendings	47.5	+0.8	46.8	(0.8)
Domestic lendings (Managerial accounting basis)				
Domestic Marketing Units*				
Individual clients	14.8	+0.5	14.4	+0.5
Small- and medium-sized enterprises**	21.9	+0.2	21.5	+0.1
Large corporations**	9.5	+0.0	9.6	(1.2)

Loan Spread

(Managerial accounting basis)	Term-end loan spread		Average loan spread	
	Mar. 06	Year change	FY05	Year change
Small- and medium-sized enterprises**	145bp	(11bp)	151bp	(8bp)
Large corporations**	68bp	(9bp)	74bp	(10bp)

Interest earning assets (Domestic business units)

	FY02		FY03		FY04		FY05	
	Average balance	Yield	Average balance	Yield	Average balance	Yield	Average balance	Yield
Interest earning assets	74,671.8	1.47%	70,034.6	1.45%	67,225.8	1.45%	66,051.3	1.51%
Loans and bills discounted	53,858.7	1.73%	50,475.2	1.75%	46,859.3	1.78%	46,007.3	1.71%
Securities	18,847.1	0.65%	18,598.7	0.59%	19,087.7	0.68%	18,099.5	1.03%

Interest bearing liabilities (Domestic business units)

	FY02		FY03		FY04		FY05	
	Average balance	Yield	Average balance	Yield	Average balance	Yield	Average balance	Yield
Interest bearing liabilities	74,115.7	0.10%	71,856.3	0.09%	70,248.7	0.09%	70,359.8	0.07%
Deposits, etc.	57,399.5	0.04%	56,810.9	0.02%	58,376.2	0.02%	60,097.3	0.02%
Expense ratio***	0.78%		0.74%		0.75%		0.75%	
Total cost of funding	0.88%		0.83%		0.84%		0.82%	
	FY02		FY03		FY04		FY05	
Overall interest spread	0.59%		0.62%		0.61%		0.69%	
Interest spread	1.69%		1.73%		1.76%		1.69%	

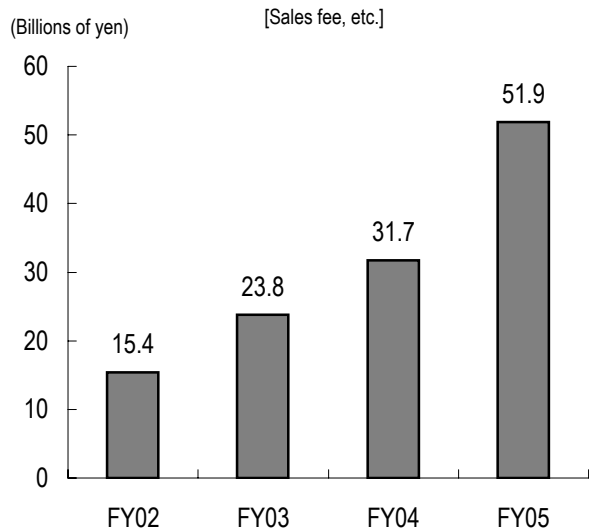
* Domestic marketing units: Consumer banking unit, Middle market banking unit and Corporate banking unit

** "Small- and medium-sized enterprises": Customers managed by Middle market banking unit, "Large corporations": Customers managed by Corporate banking unit

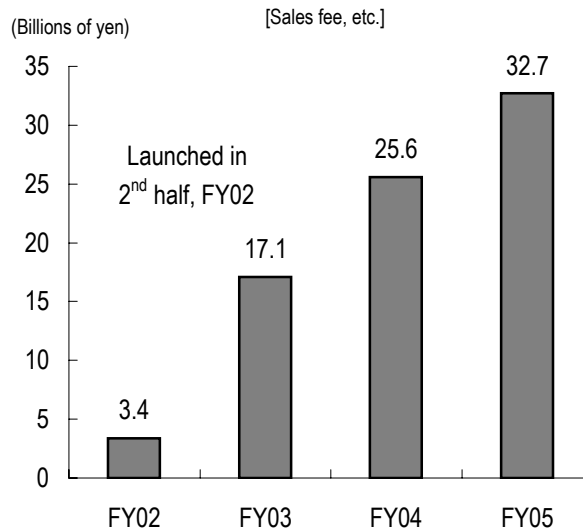
*** Expense ratio is calculated by subtracting yield of interest bearing liabilities from total cost of funding.

(2-4) Asset management consulting and investment banking business

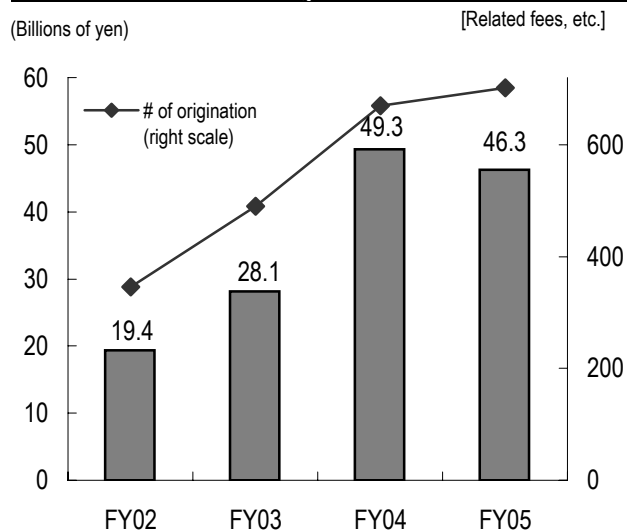
Investment trust



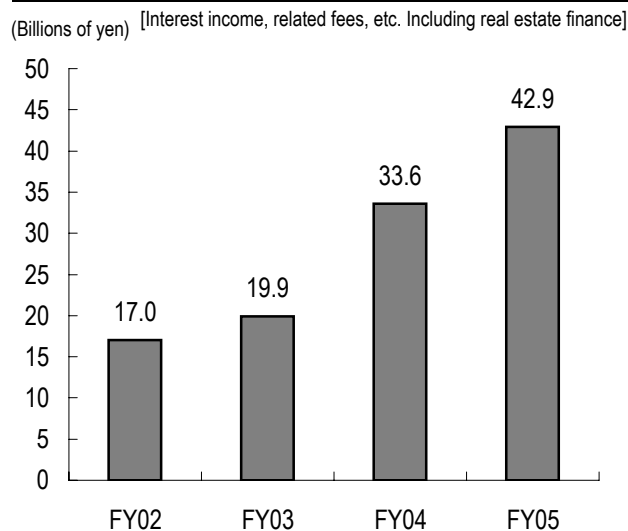
Pension-type insurance



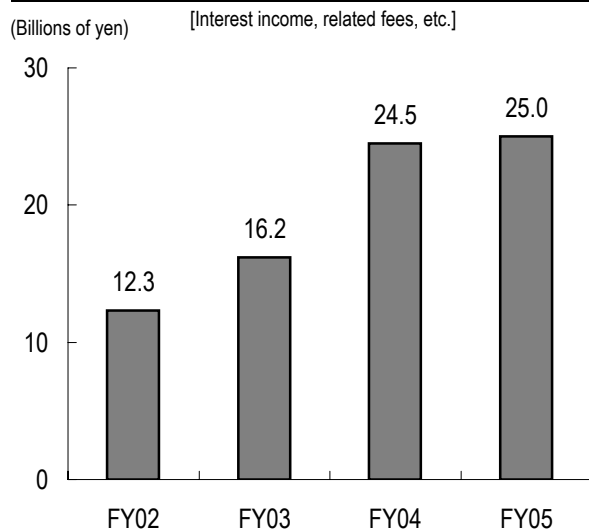
Loan syndication



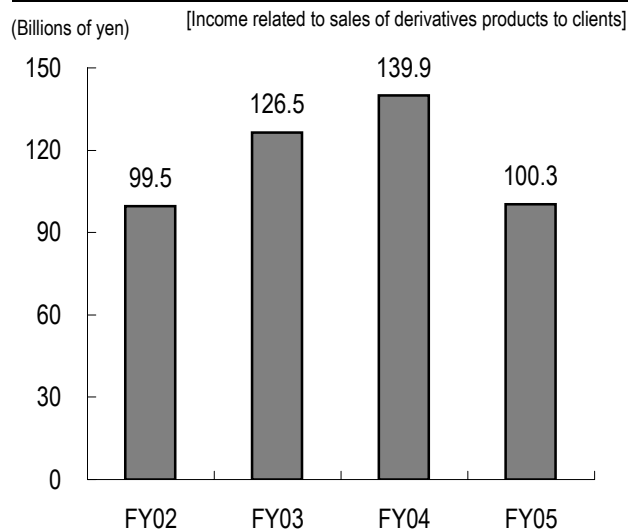
Structured finance



Securitization of monetary claims



Sales of derivative products



(2-5) Credit cost, Non-recurring gains (losses) and Extraordinary gains (losses)

<SMBC non-consolidated>

Credit cost - financial accounting basis -

(Billions of yen)

	FY02	FY03	FY04	FY05
Total credit cost	(1,074.5)	(803.4)	(954.8)	(230.9)
Provision for general reserve for possible loan losses	(238.1)	-	351.5	(155.0)
Credit cost in Non-recurring gains (losses)	(836.4)	(869.2)	(1,306.3)	(106.5)
Write-off of loans	(284.4)	(566.3)	(698.0)	(12.6)
Provision for specific reserve for possible loans losses	(375.4)	-	(474.1)	(15.8)
Provision for reserve for losses on loans sold	(15.2)	-	-	-
Losses on loans sold to CCPC	(16.4)	(0.8)	-	-
Losses on delinquent loans sold	(148.9)	(302.1)	(138.0)	(79.7)
Provision for loan loss reserve for specific overseas countries	3.9	-	3.8	1.6
Credit cost in Extraordinary gains (losses)	-	65.8	-	30.6
Gains on collection of written-off claims*	-	-	-	30.6
Reversal of loan loss reserves	-	65.3	-	-
Provision for specific reserve for possible loan losses	-	(276.4)	-	-
Reversal of general reserve for possible loan losses	-	337.9	-	-
Reversal of loan loss reserve for specific overseas countries	-	3.8	-	-
Reversal of reserve for losses on loans sold	-	0.5	-	-

*Gains on collection of written-off claims are included in Total credit cost in FY05.

Non-recurring gains (losses) and Extraordinary gains (losses) - financial accounting basis -

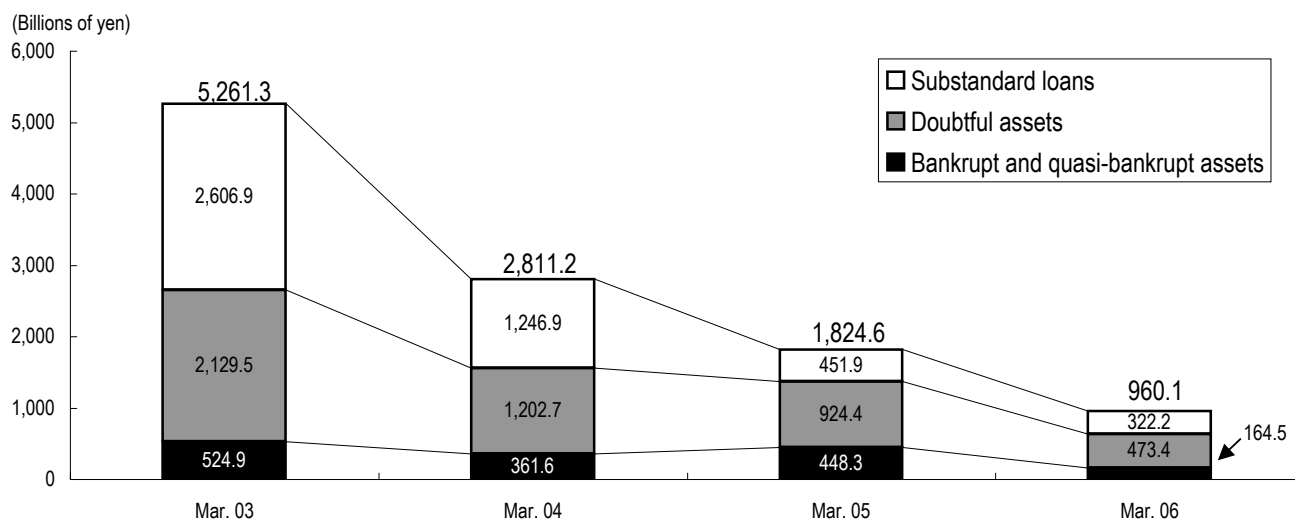
(Billions of yen)

	FY02	FY03	FY04	FY05
Non-recurring gains (losses)	(1,472.7)	(815.0)	(1,363.7)	(89.7)
Credit related costs	(836.4)	(869.2)	(1,306.3)	(106.5)
Gains (losses) on stocks	(635.7)	103.9	(118.7)	25.5
Other non-recurring gains (losses)	(0.6)	(49.7)	61.3	(8.7)
Ordinary profit (loss)	(597.2)	185.1	(71.7)	720.9
Extraordinary gains (losses)	(73.8)	133.7	(28.4)	25.7
Gains (losses) on disposal of premises and equipment	(26.2)	(11.9)	(12.5)	1.4
Losses on impairment of fixed assets	-	-	-	(6.3)
Gains on collection of written-off claims	0.4	0.2	0.2	30.6
Amortization of net obligation from change of accounting standard for employee retirement benefits	(20.2)	(19.5)	(16.0)	-
Reversal of loan loss reserves	-	65.3	-	-
Reversal of reserve for losses on loans sold	-	0.5	-	-
Refund of enterprise tax from Tokyo Government and interest on the refund	-	40.4	-	-
Gains on return of the entrusted portion of employee pension fund	-	59.1	-	-
Income (loss) before income taxes	(671.0)	318.8	(100.1)	746.6
Income taxes, current	(40.3)	(12.7)	1.8	(13.5)
Income taxes, deferred	233.0	(5.0)	(38.5)	(213.6)
Net income (loss)	(478.3)	301.1	(136.8)	519.5

(2-6) Problem assets based on the Financial Reconstruction Law

<SMBC non-consolidated>

Problem assets based on the Financial Reconstruction Law (Excluding Normal assets)



Problem asset ratio	8.4%	5.0%	3.3%	1.7%
Coverage ratio	76.7%	81.5%	90.5%	91.0%

Disclosure of problem assets based on the Financial Reconstruction Law

As of March 31, 2006

(Billions of yen)

Category of Borrowers under Self-Assessment	Problem assets based on the Financial Reconstruction Law	Classification under Self-Assessment				Reserve for possible loan losses	Reserve ratio	
		Classification I	Classification II	Classification III	Classification IV			
Bankrupt Borrowers	Bankrupt and Quasi-Bankrupt Assets	Portion of claims secured by collateral or guarantees, etc.		Fully reserved	Direct Write-offs	Specific Reserve	100% (*3)	
Effectively Bankrupt Borrowers	164.5 (i) (Change from Mar. 05: -283.8)	148.5 (a)		16.0	(*1)		20.2 (*2)	
Potentially Bankrupt Borrowers	Doubtful Assets	Portion of claims secured by collateral or guarantees, etc.		Necessary amount reserved		Specific Reserve	100% (*3)	
	473.4 (ii) (Change from Mar. 05: -451.0)	266.7 (b)		206.7			221.3 (*2)	
Borrowers Requiring Caution	Substandard Loans	Portion of Substandard Loans secured by collateral or guarantees, etc.				General Reserve	52.6% (*3)	24.9% (*3)
	322.2 (iii) (Change from Mar. 05: -129.7)	102.1 (c)					114.6	
	Claims to Substandard Borrowers	Claims to Borrowers Requiring Caution, excluding claims to Substandard Borrowers				General Reserve	7.3% [16.4%] (*4)	
	Normal Assets						572.5	
Normal Borrowers	55,984.9	Claims to Normal Borrowers					0.4% (*4)	
	Total					Loan Loss Reserve for Specific Overseas Countries 2.4		
	56,945.0 (iv)							
	A=(i)+(ii)+(iii)	B: Portion secured by collateral or guarantees, etc.		C: Unsecured portion (A-B)			Reserve ratio: D/C (*5) =80.4%	
	960.1 (v) (Change from Mar. 05: -864.5) [Problem asset ratio ((v)/(iv))] 1.7%	(a)+(b)+(c)		442.8	D: Specific Reserve + General Reserve for Substandard Loans (*2)	356.1	Coverage ratio (B+D)/A =91.0%	
		517.3						

*1 Includes amount of direct reduction totaling JPY 603.6 billion.

*2 Includes reserve for assets that are not subject to disclosure based on the Financial Reconstruction Law standards. (Bankrupt/Effectively Bankrupt Borrowers: JPY 4.2 billion, Potentially Bankrupt Borrowers: JPY 9.6 billion)

*3 Reserve ratios for claims on Bankrupt Borrowers, Effectively Bankrupt Borrowers, Potentially Bankrupt Borrowers, Substandard Borrowers and Borrowers Requiring Caution including Substandard Borrowers are the proportion of reserve for the possible loan losses to each category's total unsecured claims.

*4 Reserve ratios for claims on Normal Borrowers and Borrowers Requiring Caution (excluding claims to Substandard Borrowers) are the proportion of the reserve for possible loan losses to the respective claims of each category. The reserve ratio for unsecured claims on Borrowers Requiring Caution (excluding claims to Substandard Borrowers) is shown in [].

*5 The proportion of the reserve to the claims, excluding the portion secured by collateral or guarantees, etc.

(2-7) Loan portfolio and problem assets,
classified by industry

<SMBC non-consolidated>

Loan balance

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Domestic offices (excluding offshore banking account)	53,795.9	47,951.5	46,673.7	47,461.3
Manufacturing	6,031.3	5,794.2	5,321.7	5,172.7
Agriculture, forestry, fisheries, and mining	192.8	133.8	125.6	133.8
Construction	2,385.3	1,717.2	1,618.4	1,283.2
Transportation, communications and public enterprises	2,969.0	3,134.7	2,737.4	2,658.4
Wholesale and retail	5,812.5	5,492.2	5,310.9	5,170.6
Finance and insurance	5,419.6	4,892.5	5,158.7	5,072.3
Real estate	8,240.3	6,995.1	5,983.0	6,316.9
Various services	5,622.7	5,470.9	5,705.9	5,731.6
Municipalities	508.1	688.1	583.5	657.8
Others	16,614.3	13,632.8	14,128.6	15,264.0
Overseas offices and offshore banking accounts	3,486.5	2,858.6	3,393.9	4,396.3
Public sector	119.5	63.6	75.8	39.0
Financial institutions	236.1	227.4	237.3	348.4
Commerce and industry	2,945.1	2,396.0	2,994.0	3,815.8
Others	185.8	171.6	86.8	193.1
Total	57,282.4	50,810.1	50,067.6	51,857.6

Problem assets based on the Financial Reconstruction Law (Excluding Normal assets)*

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06	Mar. 06 Reserve ratio**
Domestic offices (excluding offshore banking account)	5,112.0	2,740.3	1,787.8	908.9	81.7%
Manufacturing	222.1	328.5	85.5	68.0	67.0%
Agriculture, forestry, fisheries, and mining	4.6	1.1	0.7	3.2	59.0%
Construction	721.7	107.3	396.3	41.1	63.0%
Transportation, communications and public enterprises	135.7	85.4	36.2	87.0	71.2%
Wholesale and retail	540.0	368.8	105.0	93.7	64.6%
Finance and insurance	168.1	54.7	95.8	14.7	88.5%
Real estate	2,057.6	1,016.7	408.6	274.2	91.3%
Various services	961.7	534.5	456.0	261.8	88.1%
Municipalities	-	-	-	-	-
Others	300.5	243.3	203.7	65.2	100.0%
Overseas offices and offshore banking accounts	149.3	70.9	36.8	51.2	67.4%
Public sector	11.6	11.4	0.1	-	-
Financial institutions	1.4	0.7	0.5	-	-
Commerce and industry	136.3	58.8	36.2	51.2	67.4%
Others	-	-	-	-	-
Total	5,261.3	2,811.2	1,824.6	960.1	80.4%

* Problem assets based on the Financial Reconstruction Law include loans, acceptances and guarantees, suspense payments, and other credit-type assets.

** Reserve ratio(%)= (Reserve for possible loan losses) / (Assets excluding amounts recoverable due to guarantees, collateral and others) X 100
Reserve for possible loan losses is sum of general reserve for substandard loans and specific reserve.

Balance of Other securities with maturities and held-to-maturity bonds, classified by maturity

(Billions of yen)

As of Mar. 06	1 year or less		More than 1 year to 5 years		More than 5 years to 10 years		More than 10 years		Total	
		Year change		Year change		Year change		Year change		Year change
Bonds	5,684.1	+2,697.8	4,501.6	(4,038.5)	2,297.2	+181.4	2,918.1	+183.1	15,401.0	(976.2)
JGBs	5,284.2	+2,524.7	1,962.0	(4,192.5)	1,084.4	(299.5)	2,807.0	+104.5	11,137.6	(1,862.8)
Japanese local government bonds	21.0	+18.5	207.3	+3.0	317.5	+124.1	0.4	(0.1)	546.3	+145.6
Japanese corporate bonds	378.9	+154.6	2,332.3	+151.0	895.3	+356.8	110.7	+78.7	3,717.2	+741.1
Others	720.7	+227.8	1,508.4	+21.1	666.4	+436.0	671.8	+110.0	3,567.3	+794.9
Total	6,404.8	+2,925.6	6,010.0	(4,017.4)	2,963.6	+617.4	3,589.9	+293.1	18,968.3	(181.3)

Contract amount of interest rate swaps (on deferred hedge accounting basis), classified by maturity

(Billions of yen)

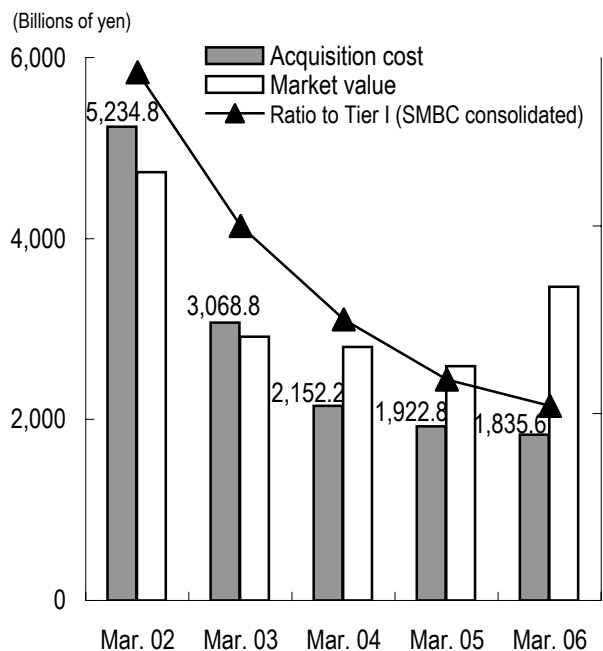
As of Mar. 06	1 year or less		More than 1 year to 5 years		More than 5 years		Total	
		Year change		Year change		Year change		Year change
Total contract amount	6,744.7	(1,664.8)	21,856.5	(1,538.1)	10,701.6	+4,209.7	39,302.8	+1,006.8
Receivable fixed rate / payable floating rate (a)	5,587.5	(1,717.2)	16,061.5	(885.7)	5,045.3	+1,874.5	26,694.3	(728.4)
Receivable floating rate / payable fixed rate (b)	903.4	(46.4)	5,564.3	(431.1)	5,635.5	+2,365.2	12,103.2	+1,887.7
Receivable floating rate / payable floating rate	253.8	+98.8	230.7	(221.3)	20.8	(30.0)	505.3	(152.5)
Net receivable fixed rate (a)-(b)	4,684.1	(1,670.8)	10,497.2	(454.6)	(590.2)	(490.7)	14,591.1	(2,616.1)

Derivative transactions on deferred hedge accounting basis

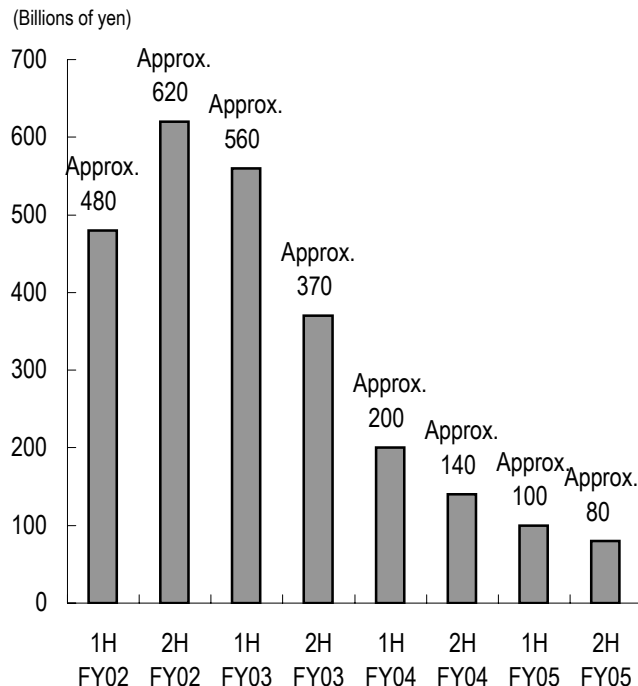
(Billions of yen)

As of Mar. 06	Net assets			Net deferred gains (losses)
	Assets	Liabilities		
Total	(53.7)	56.2	109.9	(167.2)
Interest rate swaps	(54.5)	46.5	101.0	(170.4)
Currency swaps	(2.3)	3.3	5.6	0.8
Others	+3.1	6.4	3.3	2.4

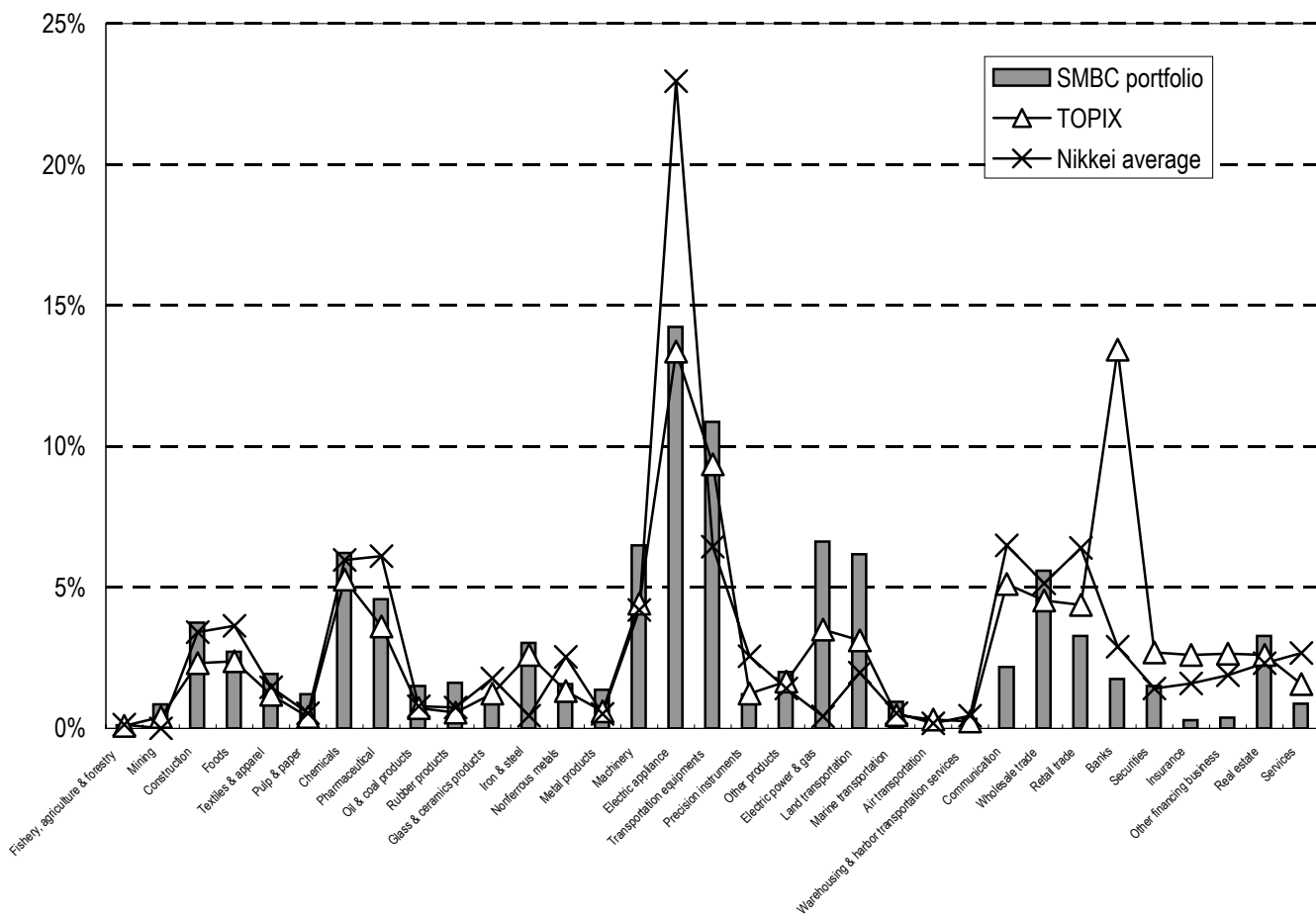
Balance of listed and OTC stocks classified as Other securities



Sales of stockholdings



Composition by industry (As of March 31, 2006, market value basis)



- Marketing channels and client segmentation

Marketing channels

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Domestic branch*	437	435	425	411
SMBC Consulting Plaza	-	6	45	66
SMBC Consulting Office	-	-	-	14
Loan Promotion Office	74	109	108	115
<Reference> Number of employees	24,024	22,348	21,020	20,322
ATM location outside SMBC branch	1,952	1,971	1,875	1,908
Available for 24 hours	988	1,012	945	945
Number of ATMs (Total)	19,874	22,983	25,508	28,212
Number of SMBC ATMs	7,164	6,985	6,667	6,711
Inside SMBC branch	3,914	3,789	3,615	3,578
Outside SMBC branch	3,250	3,196	3,052	3,133
@BANK	1,139	1,190	1,113	1,115
Number of other ATMs**	12,710	15,998	18,841	21,501
Number of "ACMs"****	-	-	-	553

Segmentation of consumer clients and marketing channels

		Client segments	Channels (As of Mar. 06)	
Individual clients	Private banking segment Approx. 1,000 clients	Company owners, Large-scale real estate owners, Ultra high net worth individuals	Private banker	Private Banking Dept.
	Asset management segment Approx. 0.15 million clients	Company owners, Executives, Doctors, Lawyers, High net worth individuals	Financial consultant	Block Consumer Business Office 36
	Asset building segment Approx. 8 million clients	Working householders, Retirees	Loan planner	Loan Promotion Office 115
			"Money-Life" Consultant & Low-counter teller****	Branch 411 SMBC Consulting Plaza 66 SMBC Consulting Office 14
Mass segment Approx. 18 million clients	Singles, Students, Housewives	"One's Direct" & ATM		

* Excludes representative offices, agencies, etc.

** ATMs and cash dispensers through arrangements with other ATM providers (including convenience stores)

*** Automatic contract machines located under the alliance with Promise

**** "Low-counter teller" is a teller who serves customers at low counters in branches to provide financial consulting services.

(3-2) Financial consulting for individuals - Data

Assets under SMBC account <SMBC non-consolidated>

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Individual deposits	31,210.2	31,631.8	32,154.0	32,760.3
Liquid deposits	16,904.3	17,874.4	18,640.3	19,905.7
Fixed-term deposits	13,796.3	13,186.1	12,959.7	12,408.6
Foreign currency deposits	509.6	571.3	554.0	446.0
Investment trusts	1,676.1	2,005.7	2,348.2	2,923.6
Investment trusts for individuals	1,598.6	1,920.0	2,264.8	2,803.1

(Billions of yen)

	FY02	FY03	FY04	FY05
Sales of pension-type insurances	99.4	380.2	583.9	664.8

Loans <SMBC non-consolidated>

(Billions of yen)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Housing loans	12,339.3	12,725.0	13,240.4	13,771.8
Residential purpose	8,346.6	8,891.6	9,451.3	10,044.5
Other consumer loans	1,326.6	1,150.8	990.2	953.7

(Billions of yen)

	FY02	FY03	FY04	FY05
Originated amount of residential housing loans*	1,309.7	1,675.5	1,924.6	2,086.7

*Excluding bridge loans for loans by Housing Loan Corporation.

<Reference> Consumer finance

(Billions of yen)

	Mar. 06
SMBC*	Approx. 330
Sumitomo Mitsui Card	Approx. 295
At-Loan*	Approx. 120
QUOQ	Approx. 65

*Including loan balance in related to the alliance with Promise

(Billions of yen)

	Mar. 06
Total loan balance in related to the alliance with Promise*	Approx. 190

*Including approx. JPY 80 billion of loans originally booked by At-Loan before the start of the alliance

Registered users and number of transactions of SMBC's remote banking <SMBC>

(Thousands)

	Mar. 03	Mar. 04	Mar. 05	Mar. 06
Registered users of "One's Direct"	3,309	4,817	5,775	6,598

(Millions)

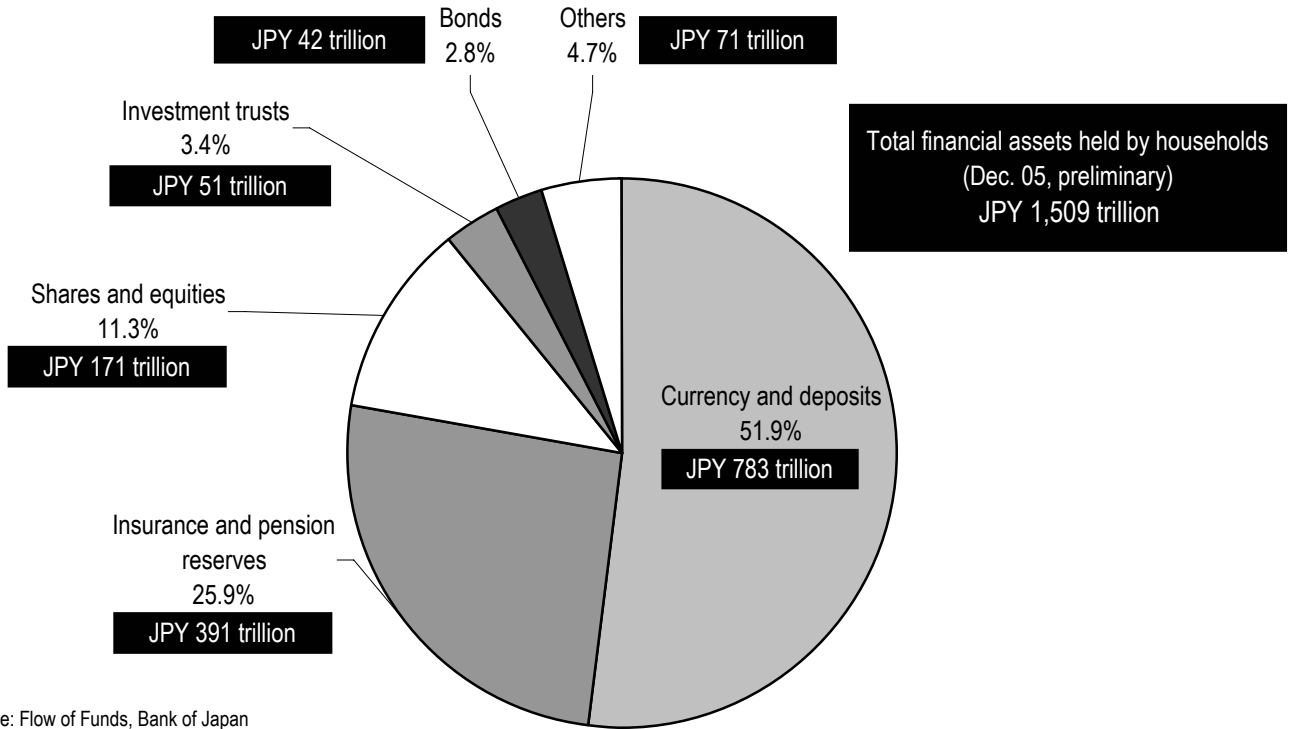
	FY02	FY03	FY04	FY05
Number of transactions of SMBC remote banking	45	66	86	113
Number of transactions of Internet- and mobile-banking	38	60	82	108
Number of transactions of telephone-banking	7	6	4	5
Number of transactions through @BAN	32	34	34	34

First introduction among the Japanese banks: -Internet-banking (Jan. 97)

-Telephone-banking (Jun. 97)

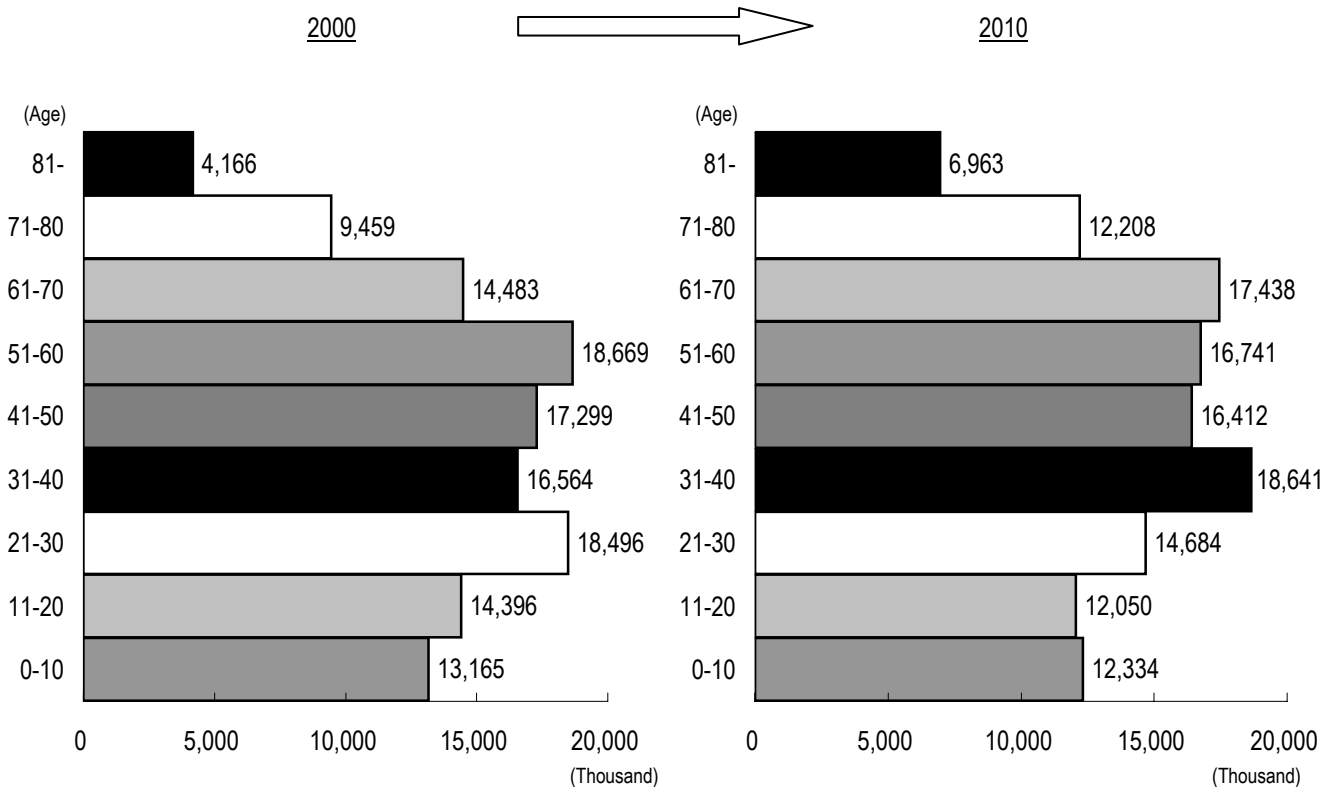
<Reference> Market size of asset management business and structure of the Japanese population

Financial assets held by households in Japan



Source: Flow of Funds, Bank of Japan

Change in age structure of Japanese population

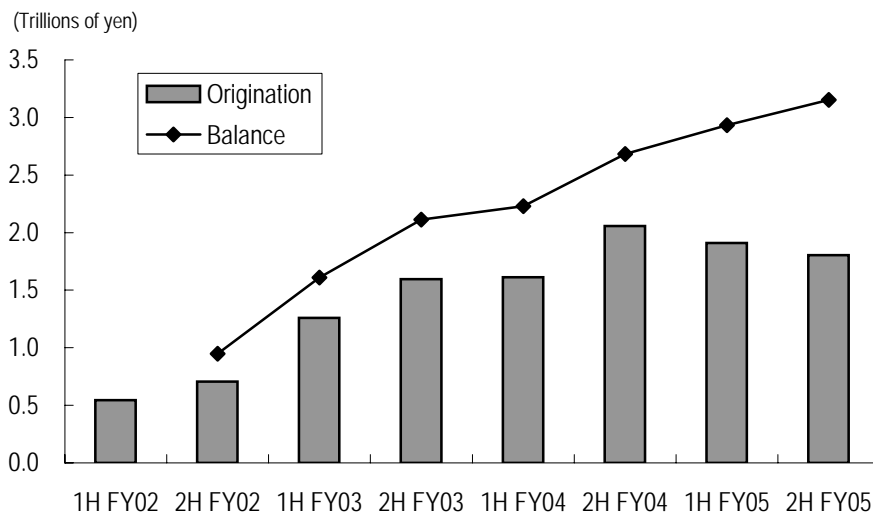


Source: Estimation by National Institute of Population and Social Security Research, in Jan. 02

(3-3) Unsecured loans to SMEs

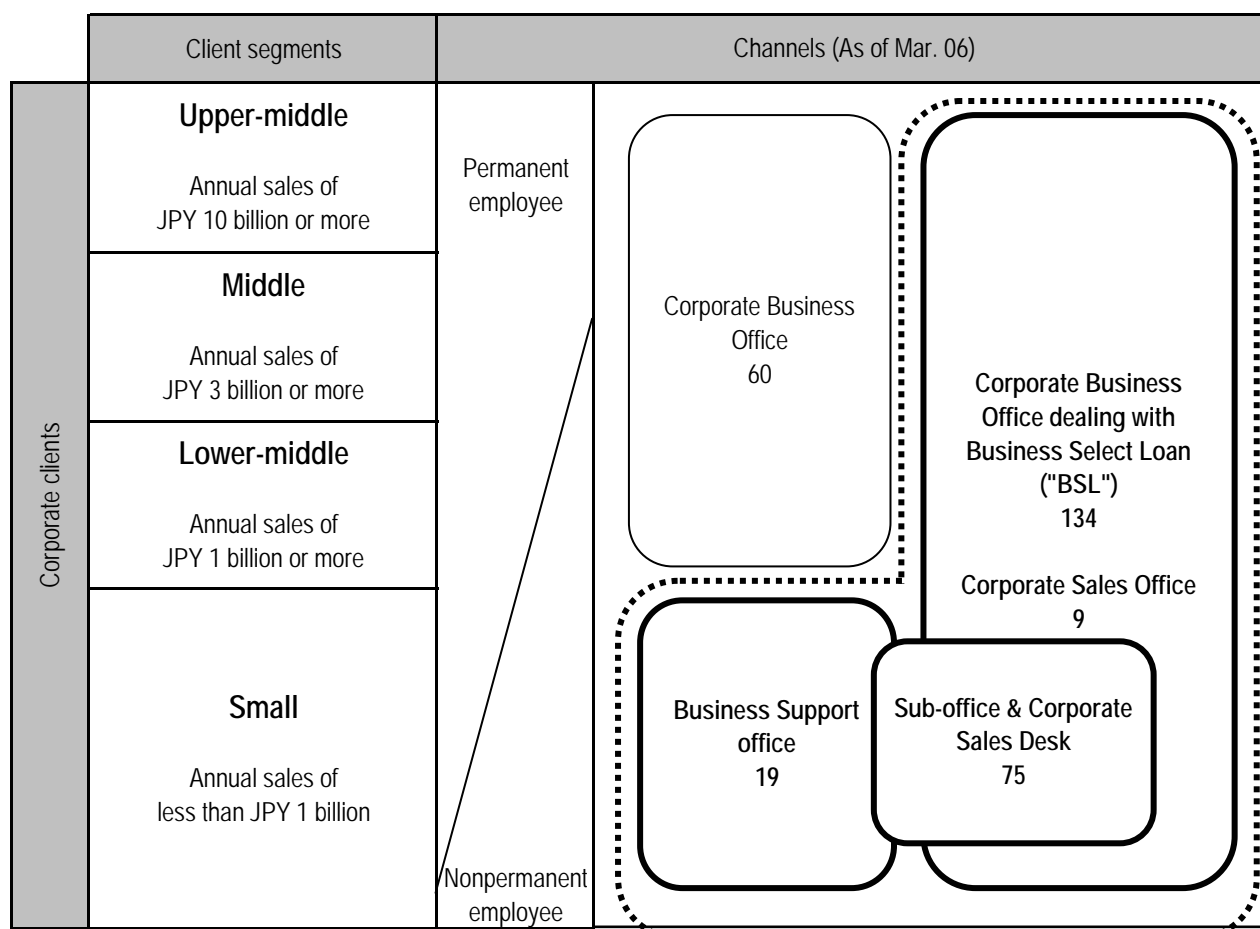
- Balance, origination, marketing channels and client segmentation

Unsecured loans to SMEs - Total*



* Business Select Loan, SMBC Crecer loan, N-Fund loan, SMBC-CLO, V-fund loan, etc.

Segmentation of corporate clients and marketing channels



Channels dealing with BSL

237

(3-4) Unsecured loans to SMEs

<SMBC non-consolidated>

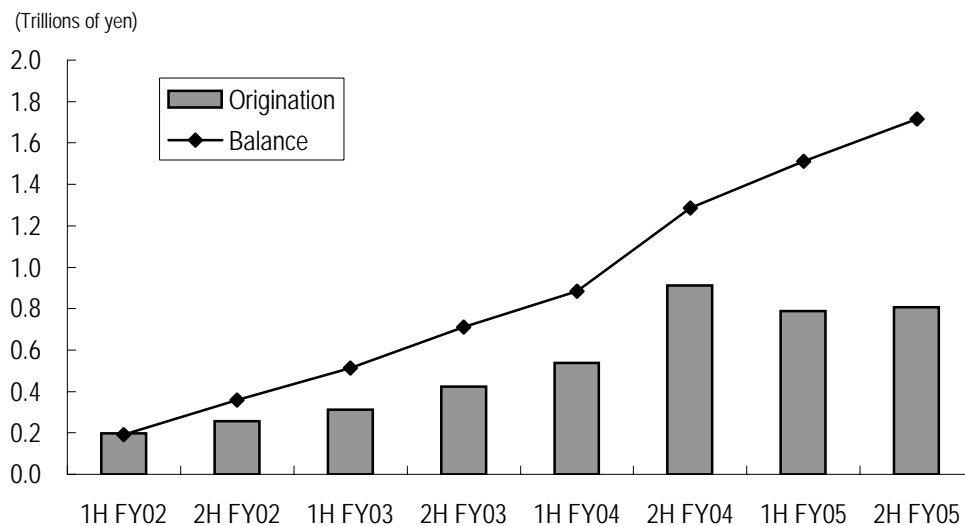
- Products line-up (1)

Business Select Loan - Product description

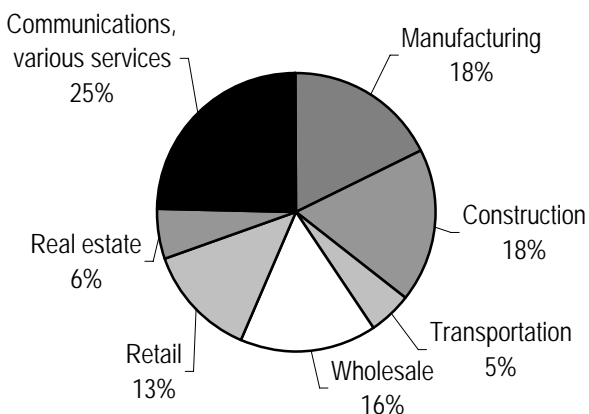
- Accumulated number of origination: approx. 169,000
- Accumulated amount of origination: approx. JPY 4.3 trillion (as of Mar. 06)
- New clients ratio (FY05): approx. 20% (provided to approx. 14,000 new clients)
- Quick approval using SMBC original credit scoring model
- Targeted at corporate clients with annual sales of JPY 1 billion or less
- Unsecured, no third party guarantee
- Risk control based on diversified loan portfolio

Product launch	March 2002
Risk evaluation	SMBC original credit scoring model
Loan amount	maximum JPY 50 million (with monthly repayment)
Interest rate	2.75% - -Different according to level of credit risk -Discounted according to overall transaction volume with SMBC
Loan term	Within 5 years (maximum)
Collateral	Not required (loan term: 3 years maximum)
Guarantee	No third party guarantee (Guarantee by representative director is required)
Fee	New clients: JPY 50,000 Existing clients: JPY 10,000
Channels	Most Corporate Business Offices, Business Support Offices, etc.: 237 locations

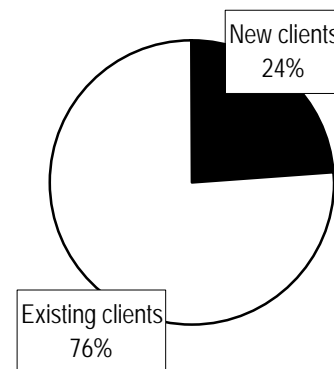
Business Select Loan - Origination and balance



Business Select Loan - Industry mix (Mar. 06)



Business Select Loan - Ratio of new clients to existing clients (Mar. 06)



Not provided to: Financial institutions, other financing businesses, and leasing

- Products line-up (2)

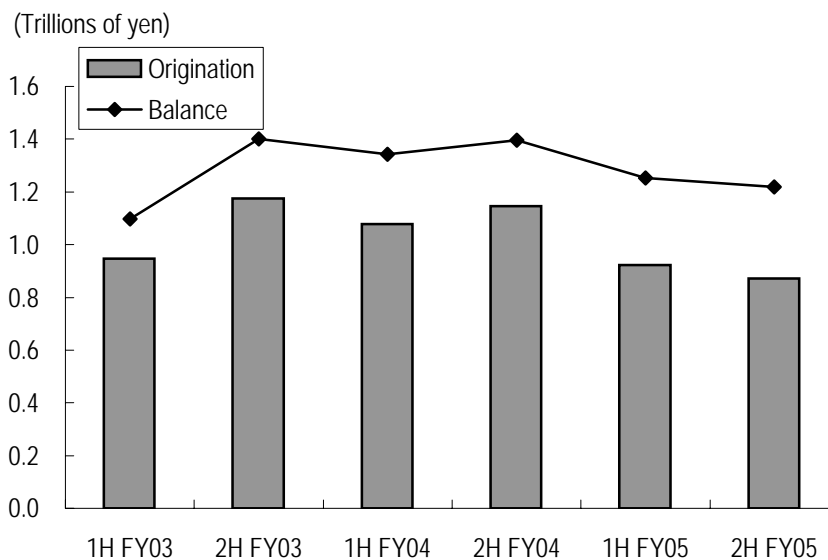
N-Fund - Product description

- Accumulated number of origination*: approx. 140,000
- Accumulated amount of origination*: approx. JPY 6.9 trillion (as of Mar. 06)
- New clients ratio (FY05): approx. 10% (provided to approx. 800 new clients)
- Loan with simplified, standardized approval criteria (reflecting portfolio-based credit management approach)
- Quick approval based on standardized process
- No size criterion on clients' annual sales
- Available on unsecured basis
- Loan portfolio management focusing on credit risk diversification

Product launch	April 2003	
Approval method	"Standard" Check-list type: Standardized processing using check-list	"Simplified" Check-list type: Check-list incorporating cash-flow and interest-bearing liabilities
Loan amount	maximum JPY 5 billion	maximum JPY 2 billion
Interest rate	Standard interest rate (2.50%) -Different according to level of credit risk	
Loan term	Within 5 years in principle (maximum 7 years)	
Collateral	Available on unsecured basis	
Guarantee	Required depending on level of credit risk	
Channels	Domestic Corporate Business Office, etc.: 263	

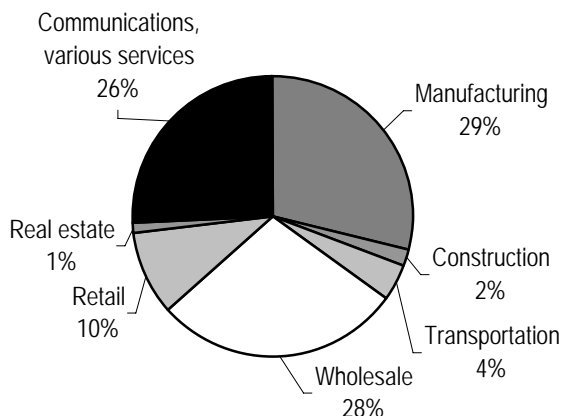
*Includes N-fund, SMBC-CLO, Middle II-fund, V-fund, etc.

N-Fund, etc.* - Origination and balance

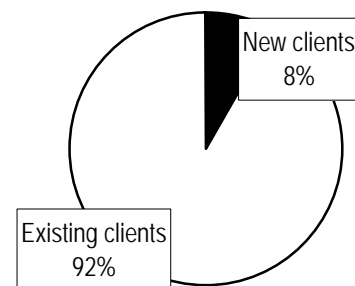


*N-fund, SMBC-CLO, Middle II-fund, V-fund, etc.

N-Fund - Industry mix (Mar. 06)



N-Fund - Ratio of new clients to existing clients (Mar. 06)



Not provided to: Financial institutions, other financing businesses, and leasing

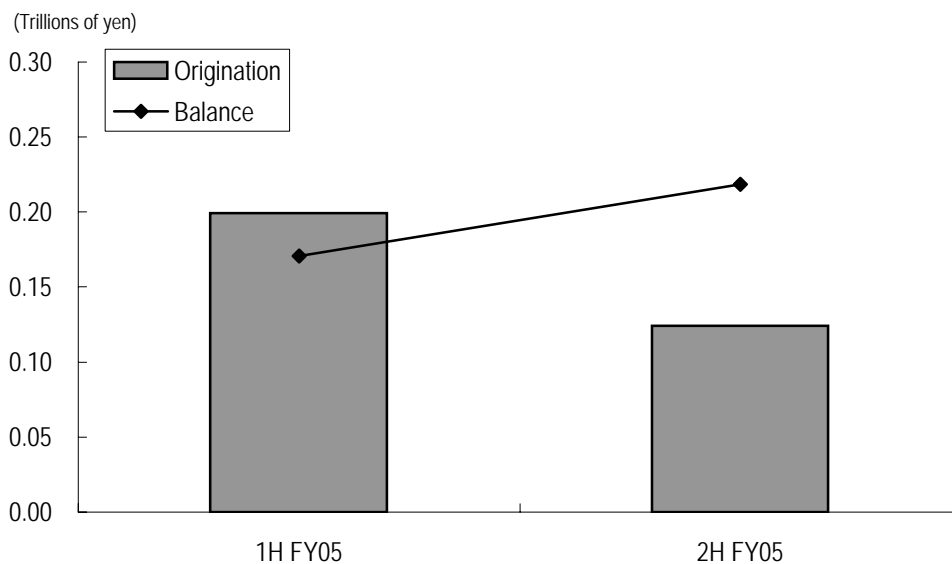
- Products line-up (3)

SMBC Crecer loan - Product description

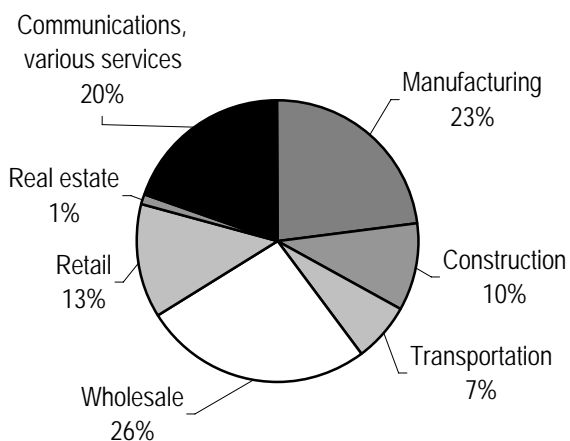
- Accumulated number of origination: approx. 5,000
- Accumulated amount of origination: approx. JPY 300 billion (as of Mar. 06)
- New clients ratio (FY05): approx. 10% (provided to approx. 400 new clients)
- Quick approval using refined credit scoring model
- Targeted at corporate clients with annual sales of JPY 5 billion or less
- Unsecured, no third party guarantee
- Risk control based on portfolio diversification

Product launch	April 2005
Risk evaluation	SMBC original credit scoring model
Loan amount	maximum JPY 100 million
Interest rate	1.375% ~ -Different according to level of credit risk
Loan term	Within 5 years
Collateral	Available on unsecured basis
Guarantee	No third party guarantee (Guarantee by representative director is required)
Fee	None
Channels	Domestic Corporate Business Office, etc.: 263

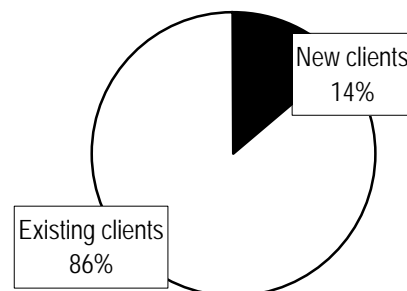
SMBC Crecer loan - Balance



SMBC Crecer loan - Industry mix (Mar. 06)



SMBC Crecer loan - Ratio of new clients to existing clients (Mar. 06)



Not provided to: Financial institutions, other financing businesses, and leasing

(3-5) Investment banking business

SMBC

Structured finance

Project finance mandated lead arrangers ranking(Global)*

Jan. – Dec. 2005 (USDm)

1	RBS	5,956
2	BNP Paribas	5,076
3	SG	4,798
4	Calyon	4,664
5	Credit Suisse	3,488
6	Dexia	3,183
7	WestLB	3,173
8	HSBC	3,084
9	Citigroup	2,701
10	SMBC	2,676

Project finance mandated arranger ranking (Asia)*

Jan. – Dec. 2005 (USDm)

1	Korea Development Bank	1,484
2	SMBC	589
3	Shinhan Financial Group	585
4	Kookmin Bank	526
5	Mizuho Financial	474
6	Industrial Bank of Korea	354
7	Mitsubishi UFJ Financial Group	350
8	HSBC	331
9	DBS Bank	317
10	SG Corp&Investment Banking	303

Daiwa Securities SMBC rankings

Straight bond lead manager (Apr. 05 - Mar. 06)**

	(Billions of yen)	
	Underwritten	Share
1. Daiwa Securities SMBC	1,791.0	18.9%
2. Nomura Securities	1,666.0	17.6%
3. Mitsubishi UFJ Securities	1,658.5	17.5%
4. Mizuho Securities	1,579.2	16.7%
5. Nikko Citi Group Securitie:	1,382.9	14.6%

Book runner: Initial public offering of stock

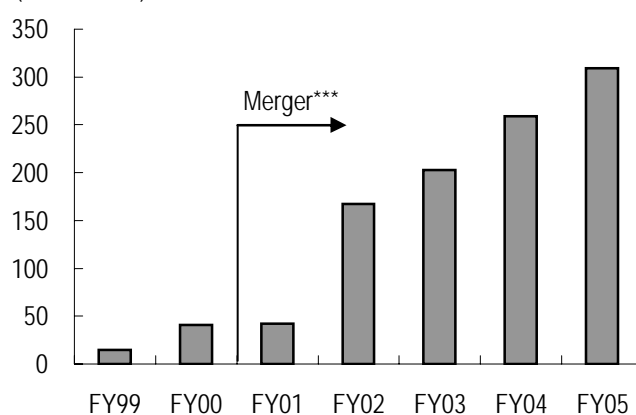
(Apr. 05 - Mar. 06)**

	(Billions of yen)	
	Underwritten	Share
1. Daiwa Securities SMBC	214.2	30.9%
2. Nomura Securities	157.2	22.7%
3. Nikko Citi Group Securitie:	148.4	21.4%
4. Mitsubishi UFJ Securities	60.1	8.7%
5. Shinko Securities	17.1	2.5%

Collaboration with Daiwa Securities SMBC

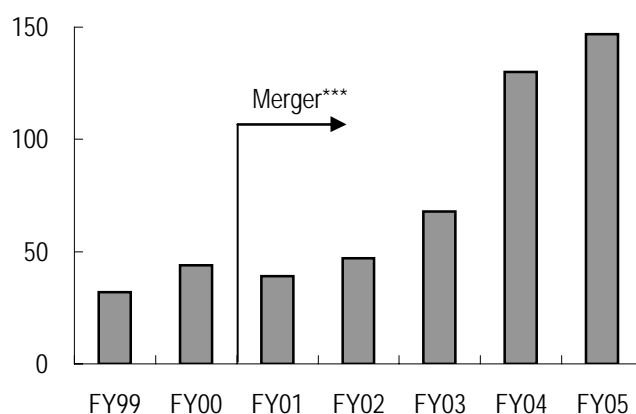
Collaboration in stock and bond underwriting

(Number of deal)



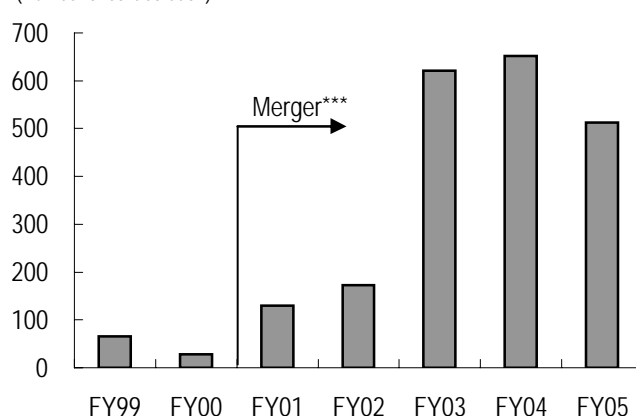
Collaboration in acquiring IPO mandates

(Number of mandate)



Collaboration in brokerage business****

(Number of collaboration)



* Source: Dealogic Global Project Finance Review

** Source: Thomson Financial

*** In April 2001, Daiwa Securities SB Capital Markets (a joint venture of Daiwa Securities Group and the former Sumitomo Bank) took over the entire business of the former Sakura Securities, according to the merger between the former Sakura Bank and Sumitomo Bank (establishment of SMBC).

**** Sale/purchase of bonds, sale of stocks (block trading), etc.

<Reference> Global Network

SMBC International Network (as of March 31, 2006)

Branches	15
Sub-branches	3
Representative offices	14
<u>Total*</u>	<u>32</u>

*In addition to SMBC's overseas branches, major overseas subsidiaries of SMFG are also listed below.

Asia and Oceania

- Hong Kong Branch
- Shanghai Branch
- Tianjin Branch
- Guangzhou Branch
- Suzhou Branch
- Hangzhou Branch
- Beijing Representative Office
- Dalian Representative Office
- Chongqing Representative Office
- Shenyang Representative Office
- Taipei Branch
- Seoul Branch
- Singapore Branch
- Labuan Branch
- Labuan Branch
- Kuala Lumpur Marketing Office
- Kuala Lumpur Representative Office
- PT Bank Sumitomo Mitsui Indonesia
- Hanoi Representative Office
- Ho Chi Minh Representative Office
- Yangon Representative Office
- Bangkok Branch
- Manila Representative Office
- Sumitomo Mitsui Finance Australia Limited

Americas

- New York Branch
- Cayman Branch
- Los Angeles Branch
- San Francisco Branch
- Manufacturers Bank
- Sumitomo Mitsui Banking Corporation of Canada
- Banco Sumitomo Mitsui Brasileiro S.A.

Europe, Middle-East, and Africa

- Sumitomo Mitsui Banking Corporation Europe Limited
- Sumitomo Mitsui Banking Corporation Europe Limited Paris Branch
- Sumitomo Mitsui Banking Corporation Europe Limited Moscow Representative Office
- Düsseldorf Branch
- Brussels Branch
- Madrid Representative Office
- Sumitomo Mitsui Finance Dublin Limited
- Bahrain Representative Office
- Tehran Representative Office
- Cairo Representative Office
- Johannesburg Representative Office

