

(Table 15) Disposition of Problem Assets

&lt;SMBC Non-consolidated&gt;

(Billions of yen)

	FY02 Actual	1st half, FY03 Actual		FY03 Forecast
Credit related costs (A)	836.4	588.5		
Transfer to specific reserve	375.4	217.3		
Write-off of loans and other related losses (C)	449.7	373.6		
Write-off of loans	259.7	327.1		
Losses on sales of loans to CCPC	16.4	0.8		
Losses on sales of loans to RCC*1	22.0	2.4		
Losses on bulk sales	126.9	32.5		
Losses on debt forgiveness	24.7	10.8		
Transfer to reserve for possible losses from loans sold to CCPC	15.2	(0.4)		
Transfer to reserve for supporting specific borrowers	-	-		
Transfer to loan loss reserve for specific overseas countries	(3.9)	(2.0)		
Transfer to general reserve for possible loan losses (B)	238.1	(229.1)		
Total (A) + (B)	1,074.5	359.4		700.0

&lt;Reference&gt;

Direct write-off of loans already reserved (D)	1,131.7	700.5		-
Gross direct write-offs (C) + (D)	1,581.4	1,074.1		-

\*1 Losses due to the sales of loans to the specific bank defined in Article 53 of Financial Reconstruction Law.

&lt;Consolidated&gt;

(Billions of yen)

	FY02 Actual	1st half, FY03 Actual		FY03 Forecast
Credit related costs (A)	950.3	669.8		
Transfer to specific reserve	408.0	244.8		
Write-off of loans and other related losses (C)	529.5	427.3		
Write-off of loans	339.9	378.1		
Losses on sales of loans to CCPC	17.1	0.8		
Losses on sales of loans to RCC*1	22.0	2.5		
Losses on bulk sales	125.8	35.1		
Losses on debt forgiveness	24.7	10.8		
Transfer to reserve for possible losses from loans sold to CCPC	16.7	(0.3)		
Transfer to reserve for supporting specific borrowers	-	-		
Transfer to loan loss reserve for specific overseas countries	(3.9)	(2.0)		
Transfer to general reserve for possible loan losses (B)	250.6	(228.3)		
Total (A) + (B)	1,200.9	441.5		

&lt;Reference&gt;

Direct write-off of loans already reserved (D)	1,280.9	764.4		-
Gross direct write-offs (C) + (D)	1,810.4	1,191.7		-

\*1 Losses due to the sales of loans to the specific bank defined in Article 53 of Financial Reconstruction Law.