

(Table 2) Capital Ratio (BIS Guidelines)

&lt;Sumitomo Mitsui Financial Group (Consolidated)&gt;

(Billions of yen)

	FY02 Actual	FY03 Actual	1st half, FY04 Actual		FY04 Plan
Capital stock	1,247.7	1,247.7	1,247.7		1,247.7
Noncumulative perpetual preferred stock	-	-	-		-
Capital surplus	856.2	865.3	866.9		858.4
Retained earnings*2	278.4	564.8	612.4		651.3
Minority interests in consolidated subsidiaries	996.9	990.4	1,012.1		1,017.2
Preferred securities	840.1	814.0	823.6		839.8
Net unrealized losses on other securities	(24.2)	-	-		(58.4)
Treasury stock	(15.2)	(3.0)	(2.3)		0.0
Foreign currency translation adjustments	(53.5)	(71.8)	(73.5)		(53.5)
Goodwill	(0.3)	(0.1)	(0.1)		(0.3)
Consolidated adjustment account	(30.0)	(21.7)	(17.5)		(17.8)
Others	-	-	-		-
Total Tier I	3,255.9	3,571.6	3,645.6		3,644.6
<Tax effect>	<1,912.2>	<1,666.4>	<1,696.4>		<1,720.0>
Unrealized gains on securities	-	249.4	208.9		-
Land revaluation excess	71.7	68.5	71.1		66.8
General reserve for possible loan losses	739.6	740.1	601.7		731.3
Perpetual subordinated liabilities	569.1	755.6	826.1		601.4
Others	-	-	-		-
Total upper Tier II	1,380.4	1,813.6	1,707.8		1,399.5
Dated subordinated liabilities, preferred stock	1,581.3	1,603.0	1,711.6		1,563.5
Others	-	-	-		-
Total lower Tier II	1,581.3	1,603.0	1,711.6		1,563.5
Total Tier II	2,961.6	3,416.5	3,419.4		2,962.9
<Tier II capital included as qualifying capital>	<2,961.6>	<3,416.5>	<3,419.4>		<2,962.9>
Tier III	-	-	-		-
Deductions	(238.6)	(250.8)	(443.6)		(260.7)
Total capital	5,978.9	6,737.4	6,621.4		6,346.8

(Billions of yen)

Risk-adjusted assets	59,166.9	59,204.1	60,539.1		58,500.0
On-balance-sheet items	55,417.7	54,649.9	55,088.4		54,700.0
Off-balance-sheet items	3,525.4	4,283.3	5,165.1		3,550.0
Others*3	223.8	270.8	285.7		250.0

(%)

Capital ratio	10.10	11.37	10.93		10.84
Tier I ratio	5.50	6.03	6.02		6.23

\*1 Assumptions on yen / dollar exchange rate for FY04: \$1=120.00 yen.

\*2 Expected outflows are excluded from the stated figures.

\*3 Obtained by dividing amounts equivalent to market risk by 8%.

(Table 2) Capital Ratio (BIS Guidelines)

&lt;Sumitomo Mitsui Banking Corporation (Non-consolidated)&gt;

(Billions of yen)

	FY02 Actual	FY03 Actual	1st half, FY04 Actual		FY04 Plan
Capital stock	560.0	560.0	560.0		560.0
Noncumulative perpetual preferred stock	-	-	-		-
Capital reserve	879.7	879.7	904.9		879.7
Other capital surplus	357.6	357.6	357.6		357.6
Earned surplus reserve*2	-	-	-		-
Voluntary reserves*2	221.5	221.5	221.5		221.5
Profit brought forward to next year*3	191.5	253.1	318.7		449.4
Others*4	738.9	764.5	791.1		813.5
Preferred securities	732.8	759.1	788.5		807.4
Net unrealized losses on other securities	(17.9)	-	-		(52.1)
Treasury stock	-	-	-		-
Goodwill	-	-	-		-
Total Tier I	2,931.4	3,036.4	3,153.9		3,229.6
<Tax effect>	<1,814.6>	<1,590.5>	<1,631.6>		<1,640.0>
Unrealized gains on securities	-	239.8	195.9		-
Land revaluation excess	64.4	61.5	63.4		59.5
General reserve for possible loan losses	672.6	661.7	419.3		660.0
Perpetual subordinated liabilities	569.1	755.6	861.3		601.4
Others	-	-	-		-
Total upper Tier II	1,306.1	1,718.7	1,539.9		1,320.9
Dated subordinated liabilities, preferred stock	1,557.6	1,565.6	1,671.2		1,544.7
Others	-	-	-		-
Total lower Tier II	1,557.6	1,565.6	1,671.2		1,544.7
Total Tier II	2,863.7	3,284.2	3,211.1		2,865.6
<Tier II capital included as qualifying capital>	<2,771.8>	<3,036.4>	<3,116.8>		<2,865.6>
Tier III	-	-	-		-
Deductions	(55.4)	(55.7)	(113.0)		(55.4)
Total capital	5,647.8	6,017.2	6,157.7		6,039.8

(Billions of yen)

Risk-adjusted assets	53,807.1	52,939.7	54,224.5		52,800.0
On-balance-sheet items	50,297.7	48,816.7	49,181.0		49,300.0
Off-balance-sheet items	3,322.5	3,925.4	4,842.6		3,300.0
Others*5	187.0	197.6	201.0		200.0

(%)

Capital ratio	10.49	11.36	11.35		11.43
Tier I ratio	5.44	5.73	5.81		6.11

\*1 Assumptions on yen / dollar exchange rate for FY04: \$1=120.00 yen.

\*2 The figures are those excluding profits to be appropriated.

\*3 The figures are Unappropriated retained earnings minus expected outflows.

\*4 Amounts of Minority interests in consolidated subsidiaries and Foreign currency translation adjustments.

\*5 Obtained by dividing amounts equivalent to market risk by 8%.