

Sumitomo Mitsui Financial Group (SMFG)
Financial information for the Third Quarter ended December 31, 2003 (Unaudited)

TOKYO, January 29, 2004 --- Sumitomo Mitsui Financial Group, Inc. ("SMFG") announces its subsidiary, Sumitomo Mitsui Banking Corporation ("SMBC")'s quarterly financial information for the Third Quarter ended December 31, 2003.

(Note)

All of the financial information below is not audited.

1. Problem assets classified by the category under the Financial Reconstruction Law
[SMBC, Non-consolidated]

	(Billions of yen)		(Reference)
	As of Dec. 31, 2003	As of June 30, 2003	(Billions of yen) As of Sept. 30, 2003
Bankrupt and quasi-bankrupt assets	460.0	506.9	506.1
Doubtful assets	1,272.4	2,136.2	1,631.2
Substandard loans	1,590.2	2,605.8	1,729.3
Total	3,322.6	5,248.9	3,866.6

(Notes)

- Breakdown of problem assets as of December 31, 2003 and June 30, 2003 is reported in accordance with the categories stipulated under Article 4 of Ordinance on Financial Reconstruction Law. The calculation methods for the December-end and June-end amounts, however, differ from those of the March-end and September-end amounts in the following points. Consequently, there is no continuity.
- Amounts for Dec. 31, 2003 are based on the balance of claims to each borrower category* at September 30, 2003. Borrower categories are reviewed in accordance with the self-assessment criteria, and claims to borrowers whose category has changed during the period from September 30 to December 31, 2003 are reclassified accordingly. Claims to large-scale borrowers are adjusted for write-offs, projected amount of provisioning, collected amount, amount estimated to be available after disposal of collateral, etc. at the end of December 2003. Such adjustment is not made for claims to other borrowers.

(a) Bankrupt and quasi-bankrupt assets and Doubtful assets

Claims to borrowers whose category is revised down are newly added to Bankrupt and quasi-bankrupt assets or Doubtful assets, and claims hitherto classified as Doubtful assets are reclassified as Bankrupt and quasi-bankrupt assets.

Claims to borrowers whose category is revised up are deducted from Bankrupt and quasi-bankrupt assets or Doubtful assets, and claims hitherto classified as Bankrupt and quasi-bankrupt assets are added to Doubtful assets.

Of the claims newly classified as Bankrupt and quasi-bankrupt assets, those recognized as being of no value are deducted as an equivalent for direct write-offs.

(b) Substandard loans

New claims to Borrowers requiring caution classified as Substandard borrowers are added to Substandard loans and the existing claims reclassified as Bankrupt and quasi-bankrupt assets or Doubtful assets are deducted from Substandard loans.

Claims to borrowers whose category is revised up and who don't have debts classified as Substandard loans are deducted from Substandard loans.

* Relationship between the Financial Reconstruction Law categories and self-assessment categories:

Bankrupt and quasi-bankrupt assets (Claims to bankrupt or effectively bankrupt borrowers)

Doubtful assets (Claims to potentially bankrupt borrowers)

Substandard loans (Claims to borrowers requiring caution, overdue three months or relaxed the terms of lending)

2. Consolidated Capital Ratio (BIS Guidelines) [SMFG, Consolidated]

	As of March 31, 2004 (Estimated)	(Reference) As of September 30, 2003 (Actual)
SMFG's Consolidated Capital Ratio	10.5-11.0 %	10.94%
SMFG's Consolidated Tier I Ratio	5.5-6.0%	5.87%

(Note) Above estimation may be revised should the business environment presumptions change.

3. Net Unrealized Gains (Losses) on Marketable Securities [SMBC, Non-consolidated]

	(Billions of yen) As of December 31, 2003				(Billions of yen) As of June 30, 2003				(Reference) (Billions of yen) As of September 30, 2003			
	Market Value	Net Unrealized Gains(Losses)		Market Value	Net Unrealized Gains(Losses)		Market Value	Net Unrealized Gains(Losses)				
		Gains	Losses		Gains	Losses		Gains	Losses			
Other Securities	19,632.2	211.3	518.1	306.8	22,154.0	112.8	369.7	256.9	18,158.5	306.9	585.1	278.2
Stocks	2,764.7	390.0	501.1	111.1	2,815.6	72.9	257.7	184.7	2,984.6	469.1	562.8	93.7
Bonds	12,814.5	(112.7)	12.6	125.3	14,347.2	5.4	56.4	51.0	11,270.0	(148.9)	5.0	153.9
Other	4,053.0	(66.0)	4.4	70.4	4,991.1	34.5	55.6	21.1	3,903.9	(13.3)	17.3	30.6

(Notes) 1. Net unrealized gains (losses) as of each term-end are the differences between book value (before application of amortized cost method and devaluation) and market value as of each term-end. Book value as of December 31, 2003 are the amounts before adjusting by amortized cost method and devaluation as of September 30, 2003

Net unrealized gains (losses) as of September 30, 2003 are the differences between acquisition cost (after application of amortized cost method and devaluation) and market value as of September 30, 2003.

2. Market value is calculated as follows:

Stocks: Average market price for one month before the term-end

Bonds and others: Market price as of the term-end

3. Amounts above include securities and beneficiary claims on loan trust.

4. Net unrealized gains (losses) on held-to-maturity securities and investments in subsidiaries and affiliates are as follows:

(Reference) Net Unrealized Gains (Losses) on Held-to-Maturity Securities and Investments in Subsidiaries and Affiliates

	(Billions of yen) As of December 31, 2003				(Billions of yen) As of June 30, 2003				(Reference) (Billions of yen) As of September 30, 2003			
	Book Value	Net Unrealized Gains (Losses)		Book Value	Net Unrealized Gains (Losses)		Book Value	Net Unrealized Gains (Losses)				
		Gains	Losses		Gains	Losses		Gains	Losses			
Held-to-maturity securities	523.7	(8.4)	2.4	10.8	534.6	(0.4)	3.4	3.7	523.4	(10.3)	1.8	12.1
Investments in subsidiaries and affiliates	80.6	20.7	20.9	0.2	80.6	(13.8)	0.3	14.1	80.6	11.7	11.7	-

4. Derivatives [SMBC, Non-consolidated]

(1) Interest Rate Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Transactions listed on exchange										
Interest rate futures	191,450.3	0.4	0.4	177,305.8	21.1	21.1	186,540.4	6.3	6.3	
Interest rate options	1,445.2	(0.1)	(0.1)	2,587.3	(0.3)	(0.3)	2,815.8	(0.3)	(0.3)	
Over-the-counter transactions										
Forward rate agreements	8,511.8	(0.5)	(0.5)	4,515.0	0.2	0.2	8,200.0	0.4	0.4	
Interest rate swaps	333,841.7	249.0	249.0	312,790.2	243.9	243.9	340,126.7	262.8	262.8	
Other	8,490.2	(23.8)	(23.8)	6,222.8	0.2	0.2	8,354.5	(25.5)	(25.5)	
Total		225.0	225.0		265.1	265.1		243.8	243.8	

(Note) Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

(2) Currency Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Over-the-counter transactions										
Currency swaps	7,956.6	59.3	98.2	8,123.5	(27.3)	(27.3)	8,087.7	(28.4)	55.2	
Currency swaptions	1,699.5	25.0	25.0	1,278.0	8.5	8.5	1,564.0	20.0	20.0	
Forward foreign exchange	25,715.9	30.4	30.4	34,493.1	7.5	7.5	25,585.9	(2.3)	(2.3)	
Currency options	5,683.8	14.1	14.1	5,333.4	(46.5)	(46.5)	6,432.8	(7.6)	(7.6)	
Total		128.7	167.7		(57.8)	(57.8)		(18.3)	65.3	

(Note) Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

(3) Equity Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Transactions listed on exchange										
Equity price index futures	0.7	0.0	0.0	47.5	(1.5)	(1.5)	-	-	-	
Equity price index options	-	-	-	-	-	-	-	-	-	
Over-the-counter transactions										
Equity options	3.3	0.0	0.0	22.3	(0.4)	(0.4)	-	-	-	
Equity swaps	-	-	-	-	-	-	-	-	-	
Other	0.1	(0.0)	(0.0)	-	-	-	-	-	-	
Total		0.0	0.0		(1.9)	(1.9)		-	-	

(Note) Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

(4) Bond Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Transactions listed on exchange										
Bond futures	1,031.0	0.0	0.0	441.1	(0.1)	(0.1)	797.4	(0.9)	(0.9)	
Bond futures options	7.0	0.0	0.0	16.4	0.1	0.1	65.1	(0.1)	(0.1)	
Over-the-counter transactions										
Bond options	3,461.2	(1.3)	(1.3)	-	-	-	2,344.3	(7.0)	(7.0)	
Total		(1.2)	(1.2)		0.0	0.0		(7.9)	(7.9)	

(Note) Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

(5) Commodity Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Over-the-counter transactions										
Commodity swaps	150.0	3.6	3.6	69.6	0.9	0.9	135.0	2.7	2.7	
Commodity options	9.4	0.0	0.0	11.8	0.0	0.0	10.4	0.0	0.0	
Total		3.6	3.6		0.9	0.9		2.7	2.7	

(Notes) 1. Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

2. Commodities are oil-related and metal-related commodities.

(6) Credit Derivatives

	As of December 31, 2003			(Billions of yen) As of June 30, 2003			(Reference)	(Billions of yen) As of September 30, 2003		
	Contract	Market	Net Gains	Contract	Market	Net Gains	Contract	Market	Net Gains	
	Amount	Value	(Losses)	Amount	Value	(Losses)	Amount	Value	(Losses)	
Over-the-counter transactions										
Credit default options	11.5	(0.0)	(0.0)	3.0	0.0	0.0	6.5	(0.0)	(0.0)	
Other	3.3	0.0	0.0	2.4	0.0	0.0	2.9	(0.0)	(0.0)	
Total		(0.0)	(0.0)		0.0	0.0		(0.0)	(0.0)	

(Notes) 1. Amounts above do not include derivative transactions to which deferred hedge accounting method is applied.

2. Amounts as of June 30, 2003 and December 31, 2003 are derived from amounts booked at all domestic offices and major overseas offices.

5. Derivatives (on Deferred Hedge Accounting Basis) [SMBC, Non-consolidated]

(Billions of yen) (Reference) (Billions of yen)

	As of December 31, 2003				As of June 30, 2003				As of September 30, 2003			
	Assets	Liabilities	Net assets	Deferred gains (losses)	Assets	Liabilities	Net assets	Deferred gains (losses)	Assets	Liabilities	Net assets	Deferred gains (losses)
Interest rate swaps	93.1	129.8	(36.7)	(77.1)	288.3	191.8	96.5	56.9	112.3	176.0	(63.7)	(109.3)
Currency swaps	1.4	8.8	(7.4)	5.8	55.5	42.6	12.9	8.3	139.3	143.4	(4.1)	6.1
Other	2.5	5.2	(2.7)	10.2	3.2	2.0	1.2	(13.0)	2.8	3.1	(0.3)	10.1
Total	97.0	143.8	(46.8)	(61.1)	347.0	236.4	110.6	52.2	254.4	322.5	(68.1)	(93.1)

(Notes) 1. Derivative transactions are carried at fair value in the balance sheet, except those to which "the short-cut method for interest rate swap" is applied.

2. SMBC applied individual deferred hedge accounting or fair value hedge accounting based on Practical Guidelines for Accounting Standard for Financial Instruments as well as deferred hedge accounting for banking industry based on JICPA Industry Audit Committee Report No.24 and No.25.

(Reference) Contract amount of interest rate swaps (to which deferred hedge accounting is applied), classified by maturity is as follows:

Pursuant to 'Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry' some transactions are valued at fair value. Such transactions are included in "4. Derivatives."

(Billions of yen) (Reference) (Billions of yen)

	As of December 31, 2003				As of June 30, 2003				As of September 30, 2003			
	1 year or less	1 to 5 years	Over 5 years	Total	1 year or less	1 to 5 years	Over 5 years	Total	1 year or less	1 to 5 years	Over 5 years	Total
Receivable fixed rate/ payable floating rate	6,235.5	18,745.0	4,935.6	29,916.1	6,800.0	13,450.3	5,030.1	25,280.4	7,890.5	17,554.9	5,052.4	30,497.8
Receivable floating rate/ payable fixed rate	689.0	4,672.4	4,647.8	10,009.2	850.1	4,524.8	1,467.7	6,842.6	810.2	4,418.7	4,500.1	9,729.0
Receivable floating rate/ payable floating rate	1.9	613.0	50.8	665.7	3.0	594.1	40.8	637.9	3.1	613.0	50.8	666.9
Total contract amount	6,926.4	24,030.4	9,634.2	40,591.0	7,653.1	18,569.2	6,538.6	32,760.9	8,703.8	22,586.6	9,603.3	40,893.7

6. Balance of Domestic Deposits [SMBC, Non-consolidated]

(Billions of yen)

	As of December 31, 2003	As of September 30, 2003	As of December 31, 2002
Domestic deposits	56,130.2	56,163.0	54,385.9
Individual	31,999.5	31,424.6	31,614.9

(Note) Calculation based on the numbers before elimination of temporary inter-office accounts, excluding negotiable certificates of deposit and offshore banking accounts.