

investments by the equity method in the consolidated statements of income.

3. Acquisition cost of the acquired company

	Millions of yen	Millions of U.S. dollars
Fair value of common stock of Cedyne owned before business combination.....	¥35,901	\$ 432
Fair value of common stock of Cedyne additionally acquired at the date of business combination.....	49,999	601
Expenses directly required for acquisition .....	203	3
Acquisition cost of the acquired company .....	¥86,104	\$1,036

4. Difference between acquisition cost of the acquired company and total acquisition cost of individual transactions leading to acquisition

	Millions of yen	Millions of U.S. dollars
Acquisition cost of the acquired company .....	¥86,104	\$1,035
Total acquisition cost of individual transactions leading to acquisition .....	74,437	895
Difference (gains on step acquisitions)...	¥11,667	\$ 140

5. Goodwill, reason for recognizing goodwill, amortization method and amortization period

- (1) Amount of goodwill  
¥9,671 million (\$116 million)
- (2) Reason for recognizing goodwill  
SMFG accounted for the difference between the acquisition cost and the equivalent amount of SMFG's interests in Cedyne as goodwill.
- (3) Method and term to amortize goodwill  
Straight-line method over 20 years

6. Amounts of assets and liabilities acquired on the day of the business combination

(1) Assets

	Millions of yen	Millions of U.S. dollars
Total assets .....	¥2,631,525	\$31,648
Loans and bills discounted .....	438,497	5,274
Other assets .....	803,639	9,665
Customer's liabilities for acceptances and guarantees ...	1,124,290	13,521

(2) Liabilities

	Millions of yen	Millions of U.S. dollars
Total liabilities .....	¥2,520,313	\$30,310
Borrowed money .....	989,790	11,904
Acceptances and guarantees ....	1,124,290	13,521

7. Approximate amounts of impact on the consolidated statements of income for the fiscal year ended March 31, 2011, assuming that the business combinations had been completed on the commencement date of the fiscal year

- (1) The difference between the ordinary income and other income data estimated, assuming that the business combinations had

been completed on the commencement date of the fiscal year and the actual ordinary income and other income data that are recorded in the consolidated statements of income is as follows:

	Millions of yen	Millions of U.S. dollars
Ordinary income .....	¥213,686	\$2,570
Ordinary profit .....	(5,584)	(67)
Net income .....	(2,257)	(27)

Note: Ordinary income is presented as a counterpart of sales of companies in other industries.

(2) Calculation method of the approximate amounts and material assumptions

The approximate amounts were calculated retroactively to the commencement date of the fiscal year based on the amounts stated in Cedyne and its consolidated subsidiaries' statements of income for the period from April 1, 2010 to June 30, 2010, including the amount of amortization of goodwill for the same period and are different from results of operation if the business combination had been completed on the commencement date of the fiscal year.

The information mentioned above has not been audited by KPMG AZSA LLC.

Fiscal year ended March 31, 2010

<Purchase method>

A merger of subsidiary bank

Kansai Urban Banking Corporation ("KUBC"), a consolidated subsidiary of SMFG, merged with The Biwako Bank, Limited ("Biwako Bank") on March 1, 2010. The outline of the merger is as follows:

1. Outline of the business combination

- (1) Name of the acquired company and its business  
Biwako Bank (Banking business)
- (2) Reason for the business combination  
KUBC and Biwako Bank merged in order to become a regional bank with top-level financial soundness and a broad operating base in the Kansai area with a view to realizing a more stable operation as a regional financial institution.
- (3) Date of the business combination  
March 1, 2010
- (4) Legal form of business combination  
The merger was a merger by absorption with KUBC as the surviving company. (Name of the new company: Kansai Urban Banking Corporation)
- (5) Name of the controlling entity after the business combination  
Sumitomo Mitsui Financial Group, Inc.
- (6) Percentage share of voting rights SMFG has acquired  
56%

2. Period of the acquired company's financial results included in the consolidated financial statements

From March 1, 2010 to March 31, 2010

3. Acquisition cost of the acquired company

	Millions of yen
SMFG's interest in KUBC's common stock .....	¥ 7,182
SMFG's interest in KUBC's preferred stock .....	40,000
Acquisition cost .....	¥47,182