

# Capital Ratio Information (Consolidated)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

The consolidated capital ratio is calculated using the method stipulated in “Standards for Bank Holding Company to Examine the Adequacy of Its Capital Based on Assets, Etc. Held by It and Its Subsidiaries Pursuant to Article 52-25 of the Banking Act” (Notification No. 20 issued by the Japanese Financial Services Agency in 2006; hereinafter referred to as “the Notification”).

In addition to the method stipulated in the Notification to calculate the consolidated capital ratio (referred to as “International Standard” in the Notification), SMFG has adopted the Advanced Internal Ratings-Based (AIRB) approach for calculating credit risk-weighted asset amounts and the Advanced Measurement Approach (AMA) for calculating the operational risk equivalent amount.

“Capital Ratio Information” was prepared based on the Notification, and the terms and details in the section may differ from the terms and details in other sections of this report.

## ■ Scope of Consolidation

### 1. Consolidated Capital Ratio Calculation

- Number of consolidated subsidiaries: 323

The names and primary business activities of the main consolidated subsidiaries are as follows.

Sumitomo Mitsui Banking Corporation (Commercial banking)

Sumitomo Mitsui Finance and Leasing Company, Limited (Leasing)

SMBC Nikko Securities Inc. (Securities)

SMBC Friend Securities Co., Ltd. (Securities)

Sumitomo Mitsui Card Company, Limited (Credit card services)

Cedyna Financial Corporation (Credit card services, Installment)

SMBC Consumer Finance Co., Ltd. (Consumer loans)

The Japan Research Institute, Limited (System engineering, data processing, management consulting, and economic research)

THE MINATO BANK, LTD. (Commercial banking)

Kansai Urban Banking Corporation (Commercial banking)

Sumitomo Mitsui Banking Corporation Europe Limited (Commercial banking)

Sumitomo Mitsui Banking Corporation (China) Limited (Commercial banking)

SMBC Guarantee Co., Ltd. (Credit guarantee)

SMBC Capital Markets, Inc. (Derivatives and investments)

- Scope of consolidated subsidiaries for calculation of the consolidated capital ratio is based on the scope of consolidated subsidiaries for preparing consolidated financial statements.
- There are no affiliates to which the proportionate consolidation method is applied.

### 2. Restrictions on Movement of Funds and Capital within Holding Company Group

There are no special restrictions on movement of funds and capital among SMFG and its group companies.

### 3. Names of companies among subsidiaries of bank-holding companies (other financial institutions), with the Basel Capital Accord required amount, and total shortfall amount

Not applicable.

## ■ Capital Structure Information (Consolidated Capital Ratio (International Standard))

Regarding the calculation of the capital ratio, certain procedures were performed by KPMG AZSA LLC pursuant to “Treatment of Inspection of the Capital Ratio Calculation Framework Based on Agreed-Upon Procedures” (JICPA Industry Committee Practical Guideline No. 30).

The certain procedures performed by the external auditor are not part of the audit of consolidated financial statements. The certain procedures performed on our internal control framework for calculating the capital ratio are based on procedures agreed upon by SMFG and the external auditor and are not a validation of appropriateness of the capital ratio itself or opinion on the internal controls related to the capital ratio calculation.

(Millions of yen, except percentages)

		Second quarter ended September 30, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,744,114			1a+2-1c-26
of which: capital and capital surplus	3,094,983			1a
of which: retained earnings	3,906,346			2
of which: treasury stock (-)	175,179			1c
of which: cash dividends to be paid (-)	82,035			26
of which: other than the above	-			
Stock acquisition rights to common shares	1,864			1b
Accumulated other comprehensive income and other disclosed reserves	222,429	889,717		3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	149,583			5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	85,658			
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	85,658			
Common Equity Tier 1 capital: instruments and reserves (A)	7,203,650			6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
Total intangible assets (excluding those relating to mortgage servicing rights)	151,107	604,429		8+9
of which: goodwill (including those equivalent)	91,437	365,751		8
of which: other intangible assets other than goodwill and mortgage servicing rights	59,669	238,677		9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,333	5,333		10
Net deferred losses on hedges	(8,458)	(33,835)		11
Shortfall of eligible provisions to expected losses	12,371	49,487		12
Gain on sale on securitization transactions	8,494	33,977		13
Gains and losses due to changes in own credit risk on fair valued liabilities	909	3,636		14
Net defined benefit asset	24,801	99,206		15
Investments in own shares (excluding those reported in the Net assets section)	1,592	6,368		16
Reciprocal cross-holdings in common equity	-	-		17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	22,096	88,385		18
Amount exceeding the 10% threshold on specified items	-	-		19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		19
of which: mortgage servicing rights	-	-		20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		21
Amount exceeding the 15% threshold on specified items	-	-		22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		23
of which: mortgage servicing rights	-	-		24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-			27
Common Equity Tier 1 capital: regulatory adjustments (B)	214,247			28
<b>Common Equity Tier 1 capital (CET1)</b>				
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,989,403			29

(Millions of yen, except percentages)

		Second quarter ended September 30, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	151,685			34–35
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,227,318			33+35
of which: instrument issued by bank holding companies and their special purpose vehicles	1,227,318			33
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	—			35
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	18,827			
of which: foreign currency translation adjustments	18,827			
Additional Tier 1 capital: instruments (D)	1,397,831			36
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—		37
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—		38
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	167	671		39
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,727	126,910		40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	398,022			
of which: goodwill and others	339,302			
of which: gain on sale on securitization transactions	33,977			
of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	24,743			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—			42
Additional Tier 1 capital: regulatory adjustments (E)	429,918			43
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	967,913			44
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,957,316			45
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—			46
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	318,907			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	35,189			48–49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,544,170			47+49
of which: instruments issued by bank holding companies and their special purpose vehicles	—			47
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,544,170			49
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	57,474			50
of which: general reserve for possible loan losses	57,474			50a
of which: eligible provisions	—			50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	628,429			
of which: unrealized gains on other securities after 55% discount	601,904			
of which: land revaluation excess after 55% discount	26,524			
Tier 2 capital: instruments and provisions (H)	2,584,170			51

(Millions of yen, except percentages)

		Second quarter ended September 30, 2014	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		5,333	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		168,196	
of which: Tier 2 and deductions under Basel II		168,196	
Tier 2 capital: regulatory adjustments	(I)	198,530	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,385,640	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	10,342,956	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		281,403	
of which: Non-significant Investments in the capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		142,085	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		70,582	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		23,780	
Risk weighted assets	(L)	64,713,463	60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))		10.80%	61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))		12.29%	62
Total risk-weighted capital ratio (consolidated) ((K)/(L))		15.98%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		704,695	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		267,812	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		73,037	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		57,474	76
Cap on inclusion of provisions (general reserve for possible loan losses)		83,141	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		—	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		302,430	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		1,300,686	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		—	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,627,426	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		—	85

(Millions of yen)

Items	Second quarter ended September 30, 2014
Required capital ((L) × 8%)	5,177,077

(Millions of yen, except percentages)

		Second quarter ended September 30, 2013		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,071,571			1a+2-1c-26
of which: capital and capital surplus	3,096,244			1a
of which: retained earnings	3,225,484			2
of which: treasury stock (-)	174,955			1c
of which: cash dividends to be paid (-)	75,201			26
of which: other than the above	-			
Stock acquisition rights to common shares	1,397			1b
Accumulated other comprehensive income and other disclosed reserves	-	868,212		3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	141,097			5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	132,112			
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	132,112			
Common Equity Tier 1 capital: instruments and reserves (A)	6,346,177			6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
Total intangible assets (excluding those relating to mortgage servicing rights)	-	716,208		8+9
of which: goodwill (including those equivalent)	-	446,159		8
of which: other intangible assets other than goodwill and mortgage servicing rights	-	270,049		9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	8,322		10
Net deferred losses on hedges	-	(58,811)		11
Shortfall of eligible provisions to expected losses	-	-		12
Gain on sale on securitization transactions	-	38,897		13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	8,696		14
Prepaid pension cost	-	149,490		15
Investments in own shares (excluding those reported in the Net assets section)	-	7,467		16
Reciprocal cross-holdings in common equity	-	-		17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	-	126,369		18
Amount exceeding the 10% threshold on specified items	-	-		19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		19
of which: mortgage servicing rights	-	-		20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		21
Amount exceeding the 15% threshold on specified items	-	-		22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		23
of which: mortgage servicing rights	-	-		24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-			27
Common Equity Tier 1 capital: regulatory adjustments (B)	-			28
<b>Common Equity Tier 1 capital (CET1)</b>				
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,346,177			29

(Millions of yen, except percentages)

		Second quarter ended September 30, 2013		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	131,871		34–35	
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,463,271		33+35	
of which: instrument issued by bank holding companies and their special purpose vehicles	1,463,271		33	
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	—		35	
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(34,423)			
of which: foreign currency translation adjustments	(34,423)			
Additional Tier 1 capital: instruments (D)	1,560,719		36	
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38	
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	1,190	39	
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	—	158,308	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	467,594			
of which: goodwill and others	428,696			
of which: gain on sale on securitization transactions	38,897			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42	
Additional Tier 1 capital: regulatory adjustments (E)	467,594		43	
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	1,093,125		44	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,439,303		45	
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—		46	
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	30,949		48–49	
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,830,854		47+49	
of which: instruments issued by bank holding companies and their special purpose vehicles	—		47	
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,830,854		49	
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	72,995		50	
of which: general reserve for possible loan losses	44,762		50a	
of which: eligible provisions	28,233		50b	
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	617,839			
of which: unrealized gains on other securities after 55% discount	584,359			
of which: land revaluation excess after 55% discount	33,479			
Tier 2 capital: instruments and provisions (H)	2,552,639		51	

(Millions of yen, except percentages)

		Second quarter ended September 30, 2013	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		52,286	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		125,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		160,237	
of which: Tier 2 and deductions under Basel II		160,237	
Tier 2 capital: regulatory adjustments	(I)	160,237	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,392,402	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,831,705	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		369,353	
of which: Non-significant Investments in the capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		213,678	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		88,189	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,085	
Risk weighted assets	(L)	61,299,407	60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))		10.35%	61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))		12.13%	62
Total risk-weighted capital ratio (consolidated) ((K)/(L))		16.03%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		621,200	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		219,855	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		353,938	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		44,762	76
Cap on inclusion of provisions (general reserve for possible loan losses)		70,973	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		28,233	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		287,432	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		1,463,271	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		5,045	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,830,854	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		18,788	85

(Millions of yen)

Items	Second quarter ended September 30, 2013
Required capital ((L) × 8%)	4,903,952

(Millions of yen, except percentages)

		Year ended March 31, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,312,342			1a+2-1c-26
of which: capital and capital surplus	3,096,244			1a
of which: retained earnings	3,480,085			2
of which: treasury stock (-)	175,115			1c
of which: cash dividends to be paid (-)	88,872			26
of which: other than the above	-			
Stock acquisition rights to common shares	1,634			1b
Accumulated other comprehensive income and other disclosed reserves	175,594	702,376		3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	150,155			5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	104,846			
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	104,846			
Common Equity Tier 1 capital: instruments and reserves (A)	6,744,573			6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
Total intangible assets (excluding those relating to mortgage servicing rights)	153,911	615,647		8+9
of which: goodwill (including those equivalent)	95,584	382,338		8
of which: other intangible assets other than goodwill and mortgage servicing rights	58,327	233,309		9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,617	10,470		10
Net deferred losses on hedges	(11,761)	(47,047)		11
Shortfall of eligible provisions to expected losses	-	-		12
Gain on sale on securitization transactions	8,136	32,545		13
Gains and losses due to changes in own credit risk on fair valued liabilities	1,106	4,424		14
Net defined benefit asset	15,465	61,860		15
Investments in own shares (excluding those reported in the Net assets section)	1,518	6,074		16
Reciprocal cross-holdings in common equity	-	-		17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	22,783	91,133		18
Amount exceeding the 10% threshold on specified items	-	-		19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		19
of which: mortgage servicing rights	-	-		20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		21
Amount exceeding the 15% threshold on specified items	-	-		22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		23
of which: mortgage servicing rights	-	-		24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-			27
Common Equity Tier 1 capital: regulatory adjustments (B)	193,776			28
<b>Common Equity Tier 1 capital (CET1)</b>				
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,550,796			29



(Millions of yen, except percentages)

		Year ended March 31, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	145,035			34–35
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,212,074			33+35
of which: instrument issued by bank holding companies and their special purpose vehicles	1,212,074			33
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	—			35
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	21,791			
of which: foreign currency translation adjustments	21,791			
Additional Tier 1 capital: instruments (D)	1,378,900			36
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—		37
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—		38
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	212	848		39
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,729	126,916		40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	383,420			
of which: goodwill and others	350,875			
of which: gain on sale on securitization transactions	32,545			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—			42
Additional Tier 1 capital: regulatory adjustments (E)	415,361			43
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	963,538			44
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,514,335			45
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—			46
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	34,422			48–49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,627,426			47+49
of which: instruments issued by bank holding companies and their special purpose vehicles	—			47
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,627,426			49
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	60,709			50
of which: general reserve for possible loan losses	53,383			50a
of which: eligible provisions	7,325			50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	506,578			
of which: unrealized gains on other securities after 55% discount	480,004			
of which: land revaluation excess after 55% discount	26,574			
Tier 2 capital: instruments and provisions (H)	2,229,136			51

(Millions of yen, except percentages)

Items	Year ended March 31, 2014		
		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments	—	—	52
Reciprocal cross-holdings in Tier 2 instruments	—	—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	6,402	25,611	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)	25,000	100,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	150,650		
of which: Tier 2 and deductions under Basel II	150,650		
Tier 2 capital: regulatory adjustments (I)	182,052		57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I)) (J)	2,047,083		58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J)) (K)	9,561,418		59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements	284,115		
of which: Non-significant Investments in the capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	151,410		
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	70,582		
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)	20,068		
Risk weighted assets (L)	61,623,294		60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	10.63%		61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	12.19%		62
Total risk-weighted capital ratio (consolidated) ((K)/(L))	15.51%		63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	648,713		72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	226,344		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	247,009		75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)	53,383		76
Cap on inclusion of provisions (general reserve for possible loan losses)	77,702		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	7,325		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	291,554		79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements	1,300,686		82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	—		83
Current cap on Tier 2 instruments subject to transitional arrangements	1,627,426		84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	126,722		85

(Millions of yen)

Items	Year ended March 31, 2014
Required capital ((L) × 8%)	4,929,863

## ■ Capital Requirements

September 30	Billions of yen	
	2014	2013
<b>Capital requirements for credit risk:</b>		
Internal ratings-based approach .....	¥5,075.1	¥5,163.6
Corporate exposures: .....	3,045.0	3,119.3
Corporate exposures (excluding specialized lending) .....	2,543.7	2,591.1
Sovereign exposures .....	43.1	38.1
Bank exposures .....	164.3	170.4
Specialized lending .....	293.9	319.7
Retail exposures: .....	683.4	874.6
Residential mortgage exposures .....	420.6	463.4
Qualifying revolving retail exposures .....	124.7	115.5
Other retail exposures .....	138.1	295.8
Equity exposures: .....	471.8	407.3
Grandfathered equity exposures .....	/	209.4
PD/LGD approach .....	327.5	83.6
Market-based approach .....	144.3	114.3
Simple risk weight method .....	67.1	65.0
Internal models method .....	77.2	49.3
Credit risk-weighted assets under Article 145 of the Notification .....	396.9	313.7
Securitization exposures .....	76.0	96.1
Other exposures .....	402.1	352.7
Standardized approach .....	486.6	435.4
Amount corresponding to CVA risk .....	159.8	161.2
CCP-related exposures .....	6.6	5.1
<b>Total capital requirements for credit risk .....</b>	<b>5,728.0</b>	<b>5,765.4</b>
<b>Capital requirements for market risk:</b>		
Standardized measurement method .....	77.7	49.1
Interest rate risk .....	42.3	28.6
Equity position risk .....	25.8	15.6
Foreign exchange risk .....	1.9	1.1
Commodities risk .....	5.3	3.3
Options .....	2.4	0.5
Internal models method .....	114.7	110.4
Securitization exposures .....	—	—
<b>Total capital requirements for market risk .....</b>	<b>192.4</b>	<b>159.4</b>
<b>Capital requirements for operational risk:</b>		
Advanced measurement approach .....	186.0	202.8
Basic indicator approach .....	45.3	59.2
<b>Total capital requirements for operational risk .....</b>	<b>231.4</b>	<b>262.0</b>
<b>Total amount of capital requirements .....</b>	<b>¥6,151.7</b>	<b>¥6,186.8</b>

Notes: 1. Capital requirements for credit risk are capital equivalents to “credit risk-weighted assets × 8%” under the standardized approach and “credit risk-weighted assets × 8% + expected loss amount” under the Internal-Ratings Based (IRB) approach.

2. Portfolio classification is after CRM.

3. “Securitization exposures” includes such exposures based on the standardized approach.

4. “Other exposures” includes estimated lease residual values, purchased receivables (including exposures to qualified corporate enterprises and others), long settlement transactions and other assets.

## Internal Ratings-Based (IRB) Approach

### Exposures by Asset Class

#### (1) Corporate Exposures

##### A. Corporate, Sovereign and Bank Exposures

##### (A) Obligor Grading System

Obligor Grade		Definition	Borrower Category
Domestic Corporate	Overseas Corporate		
J1	G1	Very high certainty of debt repayment	Normal Borrowers
J2	G2	High certainty of debt repayment	
J3	G3	Satisfactory certainty of debt repayment	
J4	G4	Debt repayment is likely but this could change in cases of significant changes in economic trends or business environment	
J5	G5	No problem with debt repayment over the short term, but not satisfactory over the mid to long term and the situation could change in cases of significant changes in economic trends or business environment	
J6	G6	Currently no problem with debt repayment, but there are unstable business and financial factors that could lead to debt repayment problems	
J7	G7	Close monitoring is required due to problems in meeting loan terms and conditions, sluggish/unstable business, or financial problems	Borrowers Requiring Caution
J7R	G7R	Of which Substandard Borrowers	Substandard Borrowers
J8	G8	Currently not bankrupt, but experiencing business difficulties, making insufficient progress in restructuring, and highly likely to go bankrupt	Potentially Bankrupt Borrowers
J9	G9	Though not yet legally or formally bankrupt, has serious business difficulties and rehabilitation is unlikely; thus, effectively bankrupt	Effectively Bankrupt Borrowers
J10	G10	Legally or formally bankrupt	Bankrupt Borrowers

#### (B) Portfolio

##### a. Domestic Corporate, Sovereign and Bank Exposures

	Billions of yen										
	Exposure amount			Undrawn amount			Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Total	On-balance sheet assets	Off-balance sheet assets	Total							
<b>September 30, 2014</b>											
J1-J3 .....	¥24,289.2	¥19,493.4	¥4,795.8	¥4,242.5	50.33%	0.07%	35.10%	—%	19.74%		
J4-J6 .....	15,575.8	13,498.4	2,077.4	779.3	50.70	0.79	32.62	—	48.90		
J7 (excluding J7R) .....	991.2	935.2	56.0	11.0	50.57	15.88	34.53	—	150.89		
Japanese government and local municipal corporations .....	43,118.2	42,683.0	435.1	192.1	50.25	0.00	35.34	—	0.03		
Others .....	4,822.5	4,410.5	412.0	80.5	50.68	0.78	44.62	—	51.47		
Default (J7R, J8-J10) .....	1,072.7	1,048.0	24.7	1.7	98.84	100.00	46.92	46.27	8.11		
<b>Total .....</b>	<b>¥89,869.5</b>	<b>¥82,068.5</b>	<b>¥7,801.0</b>	<b>¥5,307.1</b>	—	—	—	—	—		

	Billions of yen										
	Exposure amount			Undrawn amount			Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Total	On-balance sheet assets	Off-balance sheet assets	Total							
<b>September 30, 2013</b>											
J1-J3 .....	¥22,763.8	¥17,787.6	¥4,976.2	¥3,977.3	75.00%	0.06%	36.04%	—%	18.47%		
J4-J6 .....	14,839.8	12,565.0	2,274.9	737.4	75.00	0.74	32.28	—	47.62		
J7 (excluding J7R) .....	1,136.9	1,023.6	113.2	43.4	75.00	12.56	30.74	—	128.60		
Japanese government and local municipal corporations .....	34,312.0	33,977.4	334.5	95.3	75.00	0.00	35.45	—	0.04		
Others .....	5,050.4	4,622.0	428.4	55.6	75.00	1.01	38.73	—	54.02		
Default (J7R, J8-J10) .....	1,441.0	1,399.3	41.6	0.5	100.00	100.00	47.66	47.22	5.46		
<b>Total .....</b>	<b>¥79,543.8</b>	<b>¥71,375.0</b>	<b>¥8,168.9</b>	<b>¥4,909.4</b>	—	—	—	—	—		

Note: "Others" as of September 30, 2013 includes exposures guaranteed by credit guarantee corporations, exposures to public sector entities and voluntary organizations, and exposures to obligors not assigned obligor grades because they have yet to close their books (for example, newly established companies), as well as business loans and standardized SME loans of more than ¥100 million.

Due to the revision of our domestic business structure in April 2014, "Others" as of September 30, 2014 does not include standardized SME loans.

## b. Overseas Corporate, Sovereign and Bank Exposures

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2014</b>									
G1-G3.....	¥34,091.9	¥25,597.1	¥8,494.8	¥7,730.0	50.25%	0.13%	30.55%	—%	18.42%
G4-G6.....	1,750.0	1,074.2	675.8	267.8	50.25	2.88	23.42	—	64.95
G7 (excluding G7R) .....	137.8	111.8	26.0	32.1	50.25	14.47	24.56	—	124.04
Others.....	130.7	58.2	72.5	50.7	50.25	2.21	31.97	—	86.00
Default (G7R, G8-G10) .....	104.0	78.8	25.2	22.3	100.00	100.00	49.87	45.63	53.00
<b>Total .....</b>	<b>¥36,214.4</b>	<b>¥26,920.1</b>	<b>¥9,294.3</b>	<b>¥8,102.8</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2013</b>									
G1-G3.....	¥29,256.6	¥20,821.4	¥8,435.2	¥6,015.6	75.00%	0.16%	30.96%	—%	21.15%
G4-G6.....	1,252.6	664.6	588.0	250.2	75.00	2.72	21.12	—	54.09
G7 (excluding G7R) .....	176.3	139.1	37.3	28.2	75.00	23.13	22.86	—	121.10
Others.....	161.5	72.4	89.1	33.4	75.00	2.12	33.96	—	99.18
Default (G7R, G8-G10) .....	76.2	70.4	5.8	—	100.00	100.00	64.75	60.64	51.35
<b>Total .....</b>	<b>¥30,923.3</b>	<b>¥21,768.0</b>	<b>¥9,155.3</b>	<b>¥6,327.5</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

## B. Specialized Lending (SL)

### Portfolio

#### a. Slotting Criteria Applicable Portion

##### (a) Project Finance, Object Finance and Income-Producing Real Estate (IPRE)

September 30	Risk weight	Billions of yen					
		2014			2013		
		Project finance	Object finance	IPRE	Project finance	Object finance	IPRE
<b>Strong:</b>							
Residual term less than 2.5 years .....	50%	¥ 73.9	¥—	¥ 0.9	¥ 134.9	¥ —	¥ 1.5
Residual term 2.5 years or more .....	70%	392.2	—	4.7	891.8	0.1	5.7
<b>Good:</b>							
Residual term less than 2.5 years .....	70%	60.9	—	3.3	117.9	—	3.0
Residual term 2.5 years or more .....	90%	345.6	—	4.1	978.0	—	2.0
Satisfactory .....	115%	27.0	—	24.3	213.6	—	16.8
Weak.....	250%	81.8	—	2.0	66.5	—	1.2
Default .....	—	6.4	—	1.6	9.2	—	2.2
<b>Total .....</b>		<b>¥987.9</b>	<b>¥—</b>	<b>¥40.8</b>	<b>¥2,412.0</b>	<b>¥0.1</b>	<b>¥32.3</b>

##### (b) High-Volatility Commercial Real Estate (HVCRE)

September 30	Risk weight	Billions of yen	
		2014	2013
<b>Strong:</b>			
Residual term less than 2.5 years .....	70%	¥ 2.6	¥ —
Residual term 2.5 years or more .....	95%	6.3	—
<b>Good:</b>			
Residual term less than 2.5 years .....	95%	72.9	61.0
Residual term 2.5 years or more .....	120%	62.9	119.5
Satisfactory .....	140%	85.9	71.9
Weak.....	250%	8.0	8.9
Default .....	—	—	—
<b>Total .....</b>		<b>¥238.6</b>	<b>¥261.2</b>

b. PD/LGD Approach Applicable Portion, Other Than Slotting Criteria Applicable Portion

(a) Project Finance

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2014</b>									
G1-G3.....	¥1,743.2	¥1,361.8	¥381.4	¥598.8	50.25%	0.34%	29.56%	—%	43.49%
G4-G6.....	128.1	113.0	15.2	7.9	50.25	2.43	16.69	—	52.97
G7 (excluding G7R).....	28.7	26.5	2.2	1.6	50.25	17.14	50.92	—	282.26
Others.....	—	—	—	—	—	—	—	—	—
Default (G7R, G8-G10).....	7.8	7.8	—	—	—	100.00	52.02	47.78	53.00
<b>Total.....</b>	<b>¥1,907.9</b>	<b>¥1,509.0</b>	<b>¥398.8</b>	<b>¥608.3</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

Note: While the slotting criteria have been applied to all “project finance” products as of September 30, 2013, PD/LGD approach has been applied for some products from March 31, 2014.

(b) Object Finance

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2014</b>									
G1-G3.....	¥175.4	¥139.2	¥36.2	¥41.9	50.25%	0.25%	17.38%	—%	25.78%
G4-G6.....	15.9	11.9	4.0	—	—	3.56	24.85	—	88.98
G7 (excluding G7R).....	0.7	0.7	—	—	—	13.75	13.10	—	59.59
Others.....	—	—	—	—	—	—	—	—	—
Default (G7R, G8-G10).....	0.0	0.0	—	—	—	100.00	92.40	88.16	53.00
<b>Total.....</b>	<b>¥192.1</b>	<b>¥151.8</b>	<b>¥40.3</b>	<b>¥41.9</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2013</b>									
G1-G3.....	¥125.5	¥ 86.3	¥39.2	¥36.6	75.00%	0.40%	17.71%	—%	32.05%
G4-G6.....	10.9	9.7	1.3	—	—	2.46	43.18	—	138.91
G7 (excluding G7R).....	8.8	8.3	0.5	—	—	32.36	5.09	—	27.95
Others.....	—	—	—	—	—	—	—	—	—
Default (G7R, G8-G10).....	0.7	0.7	—	—	—	100.00	67.10	62.99	51.35
<b>Total.....</b>	<b>¥145.9</b>	<b>¥105.0</b>	<b>¥40.9</b>	<b>¥36.6</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

(c) Income-Producing Real Estate (IPRE)

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2014</b>									
J1-J3.....	¥ 484.8	¥ 416.5	¥ 68.3	¥ 2.1	50.25%	0.06%	27.26%	—%	13.95%
J4-J6.....	808.1	693.5	114.7	0.2	50.25	1.25	32.49	—	74.52
J7 (excluding J7R).....	—	—	—	—	—	—	—	—	—
Others.....	202.0	195.2	6.8	13.0	50.25	1.35	36.10	—	38.72
Default (J7R, J8-J10).....	31.0	2.7	28.3	—	—	100.00	32.00	31.15	10.63
<b>Total.....</b>	<b>¥1,526.0</b>	<b>¥1,307.9</b>	<b>¥218.1</b>	<b>¥15.3</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

	Billions of yen								
	Exposure amount			Undrawn amount					
	Total	On-balance sheet assets	Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
<b>September 30, 2013</b>									
J1-J3.....	¥ 480.9	¥ 435.8	¥ 45.2	¥ —	—%	0.05%	28.76%	—%	13.42%
J4-J6.....	771.5	721.3	50.2	—	—	1.18	29.79	—	56.33
J7 (excluding J7R).....	23.3	23.3	—	—	—	8.66	30.00	—	115.55
Others.....	120.6	113.7	6.9	8.7	75.00	9.06	37.85	—	51.19
Default (J7R, J8-J10).....	50.5	36.5	14.0	—	—	100.00	34.10	33.59	6.39
<b>Total.....</b>	<b>¥1,446.9</b>	<b>¥1,330.6</b>	<b>¥116.3</b>	<b>¥8.7</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

(2) Retail Exposures

A. Residential Mortgage Exposures

Portfolio

	Billions of yen			Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Exposure amount						
	Total	On-balance sheet assets	Off-balance sheet assets				
<b>September 30, 2014</b>							
Mortgage loans							
PD segment:							
Not delinquent							
Use model.....	¥12,221.1	¥12,188.6	¥32.5	0.46%	35.34%	—%	24.82%
Others .....	495.4	495.4	—	1.07	53.27	—	73.40
Delinquent.....	108.9	103.7	5.2	21.06	38.02	—	203.60
Default .....	214.5	214.3	0.2	100.00	38.32	36.36	24.61
Total .....	¥13,039.9	¥13,002.0	¥37.9	—	—	—	—

	Billions of yen			Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Exposure amount						
	Total	On-balance sheet assets	Off-balance sheet assets				
September 30, 2013							
Mortgage loans							
PD segment:							
Not delinquent							
Use model.....	¥12,334.3	¥12,296.0	¥38.3	0.47%	36.68%	—%	26.60%
Others .....	548.5	548.5	—	1.06	54.76	—	75.45
Delinquent.....	127.2	121.5	5.8	22.15	39.68	—	215.39
Default .....	236.4	236.1	0.2	100.00	38.28	36.31	24.62
Total .....	¥13,246.4	¥13,202.1	¥44.3	—	—	—	—

Notes: 1. "Others" includes loans guaranteed by employers.

2. "Delinquent" loans are past due loans and loans to obligors categorized as "Borrowers Requiring Caution" that do not satisfy the definition of default stipulated in the Notification.

B. Qualifying Revolving Retail Exposures (QRRE)

Portfolio

	Billions of yen					Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Exposure amount			Undrawn amount						
	Total	On-balance sheet assets		Off-balance sheet assets	Total					
<b>September 30, 2014</b>										
Card loans										
PD segment:										
Not delinquent .....	¥ 758.1	¥ 656.0	¥100.0	¥ 2.1	¥ 215.5	46.40%	2.48%	83.09%	—%	59.68%
Delinquent.....	16.6	15.9	0.7	—	3.4	19.58	25.72	76.79	—	207.35
Credit card balances										
PD segment:										
Not delinquent .....	1,455.2	783.5	329.2	342.5	4,190.8	7.86	0.98	72.88	—	22.77
Delinquent.....	5.7	4.7	1.0	—	—	—	75.48	72.85	—	129.54
Default .....	26.8	23.7	3.1	—	—	—	100.00	80.97	74.78	77.37
Total .....	¥2,262.3	¥1,483.8	¥433.9	¥344.6	¥4,409.7	—	—	—	—	—

September 30, 2013	Billions of yen									
	Exposure amount				Undrawn amount					
	Total	On-balance sheet assets		Off-balance sheet assets	Total	Weighted average CCF	Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
Card loans										
PD segment:										
Not delinquent .....	¥ 685.0	¥ 605.2	¥ 77.6	¥ 2.3	¥ 202.8	38.26%	2.31%	83.14%	—%	56.95%
Delinquent.....	16.9	16.3	0.6	—	3.6	16.37	23.53	76.78	—	206.74
Credit card balances										
PD segment:										
Not delinquent .....	1,286.5	718.4	315.4	252.8	4,094.7	7.70	1.04	73.37	—	23.73
Delinquent.....	5.1	4.2	0.9	—	—	—	75.96	73.69	—	129.13
Default .....	28.9	25.8	3.1	—	—	—	100.00	81.61	75.30	78.82
<b>Total .....</b>	<b>¥2,022.3</b>	<b>¥1,369.8</b>	<b>¥397.5</b>	<b>¥255.1</b>	<b>¥4,301.1</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

Notes: 1. The on-balance sheet exposure amount is estimated by estimating the amount of increase in each transaction balance and not by multiplying the undrawn amount by the CCF.

2. "Weighted average CCF" is "On-balance sheet exposure amount ÷ Undrawn amount" and provided for reference only. It is not used for estimating on-balance sheet exposure amounts.

3. Past due loans of less than three months are recorded in "Delinquent."

### C. Other Retail Exposures

#### Portfolio

September 30, 2014	Billions of yen			Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Total	On-balance sheet assets	Off-balance sheet assets				
Business loans							
PD segment:							
Not delinquent							
Use model.....	¥1,031.6	¥1,015.4	¥16.2	1.00%	48.28%	—%	43.66%
Others .....	209.7	208.5	1.2	0.85	43.65	—	36.91
Delinquent.....	123.2	121.7	1.5	6.36	43.98	—	69.59
Consumer loans							
PD segment:							
Not delinquent							
Use model.....	323.3	322.5	0.8	0.88	43.28	—	36.70
Others .....	140.6	138.8	1.8	1.67	55.70	—	67.72
Delinquent.....	37.6	37.2	0.4	16.52	46.56	—	94.94
Default .....	91.0	90.8	0.2	100.00	53.76	49.97	47.35
<b>Total .....</b>	<b>¥1,957.0</b>	<b>¥1,934.9</b>	<b>¥22.1</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

September 30, 2013	Billions of yen			Weighted average PD	Weighted average LGD	Weighted average EL <sub>default</sub>	Weighted average risk weight
	Total	On-balance sheet assets	Off-balance sheet assets				
Business loans							
PD segment:							
Not delinquent							
Use model.....	¥1,360.3	¥1,343.3	¥17.0	0.98%	54.20%	—%	49.00%
Others .....	340.7	339.4	1.3	0.62	53.29	—	26.02
Delinquent.....	262.3	260.1	2.2	24.96	57.23	—	100.63
Consumer loans							
PD segment:							
Not delinquent							
Use model.....	319.0	317.9	1.0	0.98	44.05	—	39.25
Others .....	147.9	146.0	1.9	1.73	56.64	—	69.62
Delinquent.....	42.9	42.4	0.5	17.47	47.65	—	99.14
Default .....	196.3	195.9	0.3	100.00	64.65	58.51	76.78
<b>Total .....</b>	<b>¥2,669.3</b>	<b>¥2,645.1</b>	<b>¥24.3</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>

Notes: 1. "Business loans" as of September 30, 2013 includes apartment construction loans and standardized SME loans.

Due to the revision of our domestic business structure in April 2014, "Business loans" as of September 30, 2014 include apartment construction loans.

And standardized SME loans are included in the Domestic Corporate Exposures because the grading system of them are integrated into that of Corporate loans.

2. "Others" includes loans guaranteed by employers.

3. "Delinquent" loans are past due loans and loans to obligors categorized as "Borrowers Requiring Caution" that do not satisfy the definition of default stipulated in the Notification.



(3) Equity Exposures and Credit Risk-Weighted Assets under Article 145 of the Notification

A. Equity Exposures

Portfolio

a. Equity Exposure Amounts

September 30	Billions of yen	
	2014	2013
Market-based approach.....	¥ 464.0	¥ 387.3
Simple risk weight method.....	231.5	223.3
Listed equities (300%).....	134.4	126.2
Unlisted equities (400%).....	97.1	97.0
Internal models method.....	232.5	164.0
PD/LGD approach.....	3,591.4	818.3
Grandfathered equity exposures.....	/	2,468.9
<b>Total.....</b>	<b>¥4,055.4</b>	<b>¥3,674.4</b>

Notes: 1. The above exposures are “equity exposures” stipulated in the Notification and differ from “stocks” described in the consolidated financial statements.  
2. “Grandfathered equity exposures” amount is calculated in accordance with Supplementary Provision 13 of the Notification.

b. PD/LGD Approach

September 30	Billions of yen					
	2014			2013		
	Exposure amount	Weighted average PD	Weighted average risk weight	Exposure amount	Weighted average PD	Weighted average risk weight
J1-J3.....	¥3,131.0	0.06%	100.73%	¥585.2	0.05%	108.33%
J4-J6.....	224.5	0.52	170.87	44.9	0.84	203.58
J7 (excluding J7R).....	5.6	11.02	574.60	2.1	9.12	545.67
Others.....	230.0	0.21	126.35	185.9	0.23	133.29
Default (J7R, J8-J10).....	0.2	100.00	1125.00	0.2	100.00	1125.00
<b>Total.....</b>	<b>¥3,591.4</b>	<b>—</b>	<b>—</b>	<b>¥818.3</b>	<b>—</b>	<b>—</b>

Notes: 1. The above exposures are “equity exposures” stipulated in the Notification to which the PD/LGD approach is applied and differ from “stocks” described in the consolidated financial statements.  
2. “Others” includes exposures to overseas corporate entities.  
3. Weighted average risk weight is calculated by including the amount derived by multiplication of the expected loss by a risk weight of 1250% in the credit risk-weighted assets.

B. Credit Risk-Weighted Assets under Article 145 of the Notification

Portfolio

September 30	Billions of yen	
	2014	2013
Exposures under Article 145 of the Notification.....	¥1,587.3	¥1,335.3

(4) Analysis of Actual Losses

A. Year-on-Year Comparison of Actual Losses

SMFG's total credit costs for the first half of fiscal 2014 on a consolidated basis were a net reversal of ¥88.8 billion, an improvement of ¥49.2 billion from the corresponding period of the previous fiscal year.

This result is mainly attributable to the net reversal at SMBC on a nonconsolidated basis.

SMBC's total credit costs on a non-consolidated bases improved ¥45.9 billion compared to the same period of the previous fiscal year to net reversal of ¥124.2 billion.

These were mainly due to our continuous efforts to assist individual borrowers to improve their business and financial conditions which suppressed further deterioration amid a continued favorable economic environment and the generation of net reversal of reserve from the allowance for loan losses posted in the past, as well as a decrease in the loan provision ratio owing to a downward trend in loan losses.

Total Credit Costs

	Billions of yen					
	First half of Fiscal 2014 (A)	First half of fiscal 2013 (B)	First half of fiscal 2012	Increase (decrease) (A) – (B)	Fiscal 2013	Fiscal 2012
SMFG (consolidated) total.....	¥ (88.8)	¥(39.6)	¥ 48.0	¥(49.2)	¥ (49.1)	¥173.1
SMBC (consolidated) total .....	(122.2)	(68.0)	(14.1)	(54.3)	(113.3)	70.6
SMBC (nonconsolidated) total .....	(124.2)	(78.3)	(24.4)	(45.9)	(123.9)	19.5
Corporate exposures.....	(76.7)	(64.6)	(17.7)	(12.1)	(122.8)	10.7
Sovereign exposures.....	(5.2)	0.3	(0.6)	(5.6)	0.3	(0.3)
Bank exposures.....	(0.3)	(0.6)	0.0	0.3	(0.9)	(0.4)
Residential mortgage exposures.....	(0.2)	(0.1)	0.3	(0.1)	(0.1)	0.2
QRRE.....	(0.1)	(0.1)	0.0	0.0	(0.0)	0.1
Other retail exposures .....	(4.4)	(1.0)	1.4	(3.4)	(0.5)	9.7

Notes: 1. The above amounts do not include gains/losses on "equity exposures," "exposures on capital market-driven transactions (such as bonds)" and "exposures under Article 145 of the Notification" that were recognized as gains/losses on bonds and stocks in the statements of income.

2. Exposure category amounts do not include general reserve for Normal Borrowers.

3. Bracketed fiscal year amounts indicate gains generated by the reversal of reserve, etc.

4. Credit costs for "Residential mortgage exposures" and "QRRE" guaranteed by consolidated subsidiaries are not included in the total credit costs of SMBC (nonconsolidated).

## B. Comparison of Estimated and Actual Losses

	Billions of yen							
	Fiscal 2014				Fiscal 2013			
	Estimated loss amounts		Actual loss amounts		Estimated loss amounts		Actual loss amounts	
	After deduction of reserves		(First half of fiscal 2014)		After deduction of reserves		(First half of fiscal 2013)	(Fiscal 2013)
SMFG (consolidated) total.....	¥ —	¥ —	¥ (88.8)		¥ —	¥ —	¥(39.6)	¥ (49.1)
SMBC (consolidated) total .....	—	—	(122.2)		—	—	(68.0)	(113.3)
SMBC (nonconsolidated) total .....	642.5	171.1	(124.2)		871.2	171.2	(78.3)	(123.9)
Corporate exposures.....	523.6	128.1	(76.7)		734.0	123.6	(64.6)	(122.8)
Sovereign exposures.....	12.7	1.4	(5.2)		5.6	4.1	0.3	0.3
Bank exposures.....	8.5	4.2	(0.3)		11.4	6.1	(0.6)	(0.9)
Residential mortgage exposures.....	2.9	2.3	(0.2)		5.2	4.3	(0.1)	(0.1)
QRRE.....	0.0	(0.0)	(0.1)		0.0	(0.0)	(0.1)	(0.0)
Other retail exposures .....	94.8	40.7	(4.4)		114.9	38.2	(1.0)	(0.5)

	Billions of yen							
	Fiscal 2012				Fiscal 2011			
	Estimated loss amounts		Actual loss amounts		Estimated loss amounts		Actual loss amounts	
	After deduction of reserves		(First half of fiscal 2012)	(Fiscal 2012)	After deduction of reserves		(First half of fiscal 2011)	(Fiscal 2011)
SMFG (consolidated) total.....	¥ —	¥ —	¥ 48.0	¥173.1	¥ —	¥ —	¥ 28.0	¥121.3
SMBC (consolidated) total .....	—	—	(14.1)	70.6	—	—	12.1	91.7
SMBC (nonconsolidated) total .....	940.1	245.4	(24.4)	19.5	1,062.7	213.9	2.9	58.6
Corporate exposures.....	765.9	164.9	(17.7)	10.7	889.3	132.2	(11.7)	57.5
Sovereign exposures.....	22.0	11.4	(0.6)	(0.3)	12.4	1.8	(0.8)	(0.2)
Bank exposures.....	14.9	5.5	0.0	(0.4)	14.9	4.7	2.4	(0.0)
Residential mortgage exposures.....	3.7	2.9	0.3	0.2	3.8	2.9	0.1	0.2
QRRE.....	0.1	(0.0)	0.0	0.1	0.1	(0.0)	0.0	(0.0)
Other retail exposures .....	133.5	65.6	1.4	9.7	142.3	77.4	6.6	10.5

Notes: 1. Amounts on consumer loans guaranteed by consolidated subsidiaries or affiliates as well as on “equity exposures” and “exposures under Article 145 of the Notification” are excluded.

2. “Estimated loss amounts” are the EL at the beginning of the term.

3. “After deduction of reserves” represents the estimated loss amounts after deduction of reserves for possible losses on substandard borrowers or below.

## ■ Standardized Approach

### Exposure Balance by Risk Weight Segment

September 30	Billions of yen			
	2014		2013	
		Of which assigned country risk score		Of which assigned country risk score
0% .....	¥ 7,126.8	¥ 578.4	¥ 5,779.2	¥ 44.2
10% .....	0.0	—	206.1	—
20% .....	1,111.1	647.6	962.7	406.4
35% .....	0.5	—	0.9	—
50% .....	90.1	9.7	92.8	5.0
75% .....	3,148.7	—	2,882.4	—
100% .....	3,110.6	1.9	2,659.4	0.6
150% .....	97.1	0.0	108.5	0.0
250% .....	97.9	—	100.6	—
1250% .....	0.0	—	0.0	—
Others.....	0.0	—	—	—
Total.....	¥14,783.0	¥1,237.7	¥12,792.5	¥456.2

Notes: 1. The above amounts are exposures after CRM (but before deduction of direct write-offs). Please note that for off-balance sheet assets the credit equivalent amount has been included.

2. “Securitization exposures” have not been included.

## ■ Credit Risk Mitigation (CRM) Techniques

### Exposure Balance after CRM

September 30	Billions of yen			
	2014		2013	
	Eligible financial collateral	Other eligible IRB collateral	Eligible financial collateral	Other eligible IRB collateral
Advanced Internal Ratings-Based (AIRB) approach .....	¥ —	¥ —	¥ —	¥ —
Foundation Internal Ratings-Based (FIRB) approach .....	85.8	65.7	64.9	57.1
Corporate exposures .....	42.6	65.7	50.5	57.1
Sovereign exposures .....	—	—	—	0.0
Bank exposures .....	43.2	—	14.4	—
Standardized approach .....	5,368.0	—	4,325.4	—
Total .....	¥5,453.8	¥65.7	¥4,390.3	¥57.1

Note: For exposures to which the AIRB approach was applied, eligible collateral is separately taken into account in Loss Given Default (LGD) estimates.

September 30	Billions of yen			
	2014		2013	
	Guarantee	Credit derivative	Guarantee	Credit derivative
Internal Ratings-Based (IRB) approach .....	¥8,853.3	¥335.0	¥9,143.3	¥285.5
Corporate exposures .....	7,974.8	335.0	8,234.3	285.5
Sovereign exposures .....	514.7	—	462.4	—
Bank exposures .....	237.7	—	303.0	—
Residential mortgage exposures .....	126.1	—	143.6	—
QRRE .....	—	—	—	—
Other retail exposures .....	—	—	—	—
Standardized approach .....	31.4	—	31.0	—
Total .....	¥8,884.7	¥335.0	¥9,174.4	¥285.5

## ■ Derivative Transactions and Long Settlement Transactions

### Credit Equivalent Amounts

#### (1) Derivative Transactions and Long Settlement Transactions

##### A. Calculation Method

Current exposure method

##### B. Credit Equivalent Amounts

September 30	Billions of yen	
	2014	2013
Gross replacement cost .....	¥ 5,582.3	¥5,400.2
Gross add-on amount .....	4,518.2	3,933.9
Gross credit equivalent amount .....	10,100.5	9,334.1
Foreign exchange related transactions .....	2,795.5	2,266.9
Interest rate related transactions .....	7,001.0	6,784.3
Gold related transactions .....	—	—
Equities related transactions .....	185.3	130.8
Precious metals (excluding gold) related transactions .....	—	—
Other commodity related transactions .....	77.3	79.5
Credit default swaps .....	41.5	72.7
Reduction in credit equivalent amount due to netting .....	5,730.7	5,723.7
Net credit equivalent amount .....	4,369.8	3,610.3
Collateral amount .....	25.0	16.6
Eligible financial collateral .....	25.0	16.6
Other eligible IRB collateral .....	—	—
Net credit equivalent amount (after taking into account the CRM effect of collateral) .....	¥ 4,344.8	¥3,593.7

(2) Notional Principal Amounts of Credit Derivatives  
Credit Default Swaps

	Billions of yen			
	2014		2013	
	Notional principal amount		Notional principal amount	
September 30	Total	Of which for CRM	Total	Of which for CRM
Protection purchased .....	¥650.3	¥335.0	¥915.6	¥285.5
Protection provided .....	433.0	—	777.6	—

Note: "Notional principal amount" is defined as the total of "amounts subject to calculation of credit equivalents" and "amounts employed for CRM."

■ Securitization Exposures

1. Portfolio (Credit Risk)

(1) Securitization Transactions as Originator

A. As Originator (Excluding as Sponsor)

(A) Underlying Assets

	Billions of yen						
	September 30, 2014			First half of fiscal 2014			
	Underlying asset amount			Securitized amount	Default amount	Loss amount	Gains/losses on sales
	Total	Asset transfer type	Synthetic type				
Claims on corporates .....	¥ 15.1	¥ 1.4	¥ 13.7	¥ —	¥7.8	¥22.1	¥ —
Mortgage loans .....	1,270.0	1,270.0	—	89.9	0.8	0.2	7.1
Retail loans (excluding mortgage loans) .....	—	—	—	—	—	—	—
Other claims .....	91.4	3.3	88.1	—	—	—	—
Total .....	¥1,376.6	¥1,274.8	¥101.8	¥89.9	¥8.6	¥22.3	¥7.1

	Billions of yen						
	September 30, 2013			First half of fiscal 2013			
	Underlying asset amount			Securitized amount	Default amount	Loss amount	Gains/losses on sales
	Total	Asset transfer type	Synthetic type				
Claims on corporates .....	¥ 4.5	¥ 4.5	¥ —	¥ —	¥ 1.7	¥ 1.6	¥ —
Mortgage loans .....	1,243.6	1,243.6	—	69.2	0.8	0.2	3.7
Retail loans (excluding mortgage loans) .....	18.1	0.7	17.4	—	10.5	19.6	—
Other claims .....	142.7	9.4	133.3	—	—	—	—
Total .....	¥1,408.9	¥1,258.3	¥150.7	¥69.2	¥13.0	¥21.5	¥3.7

Notes: 1. The above amounts include the amount of underlying assets securitized during the term without entailing "securitization exposures."

2. "Default amount" is the total of underlying assets which are past due three months or more and defaulted underlying assets.

3. Asset type classification is based on the major items in the underlying assets for each transaction.

4. "Other claims" includes claims on Private Finance Initiative (PFI) businesses and lease fees.

5. Following Articles 230 and 248 of the Notification, there are no amounts that represent "exposure to products subject to early amortization provisions" to investors.

6. There are no amounts that represent "assets held for securitization transactions."

(B) Securitization Exposures (Excluding Resecuritization Exposures)

a. Underlying Assets by Asset Type

	Billions of yen									
	2014					2013				
	Term-end balance			Amounts subject to a 1250% risk weight	Increase in capital equivalent	Term-end balance			Amounts subject to a 1250% risk weight	Increase in capital equivalent
Total	On-balance sheet assets	Off-balance sheet assets	Total			On-balance sheet assets	Off-balance sheet assets			
September 30										
Claims on corporates .....	¥ 8.5	¥ 4.1	¥ 4.4	¥ 3.7	¥ —	¥ 6.2	¥ 6.2	¥ —	¥ 1.1	¥ —
Mortgage loans .....	250.2	250.2	—	26.0	42.5	216.6	216.6	—	27.5	38.9
Retail loans (excluding mortgage loans).....	—	—	—	—	—	6.6	0.5	6.1	4.5	0
Other claims .....	36.5	0.5	36.0	1.1	—	80.4	0.6	79.9	2.0	—
Total .....	¥295.3	¥254.8	¥40.4	¥30.8	¥42.5	¥309.8	¥223.9	¥86.0	¥35.1	¥38.9

b. Risk Weights

	Billions of yen								
	2014				2013				
	Term-end balance			Required capital	Term-end balance			Required capital	
Total	On-balance sheet assets	Off-balance sheet assets	Total		On-balance sheet assets	Off-balance sheet assets			
September 30									
20% or less .....	¥ 35.7	¥ —	¥35.7	¥ 0.5	¥ 48.5	¥ 1.6	¥46.9	¥ 0.5	
100% or less .....	0.4	—	0.4	0.0	31.7	—	31.7	0.9	
650% or less .....	0.1	—	0.1	0.0	1.2	—	1.2	0.1	
Less than 1250% .....	0.0	—	0.0	0.0	—	—	—	—	
1250% .....	259.1	254.8	4.3	32.6	228.4	222.3	6.1	37.2	
Total .....	¥295.3	¥254.8	¥40.4	¥33.1	¥309.8	¥223.9	¥86.0	¥38.7	

(C) Resecuritization Exposures

There are no amounts that represent “resecuritization exposures.”

(D) Amount of Credit Risk-Weighted Assets Calculated Using Supplementary Provision 15 of the Notification

September 30	Billions of yen	
	2014	2013
Amount of credit risk-weighted assets calculated using Supplementary Provision 15 of the Notification....	/	¥—

B. As Sponsor  
(A) Underlying Assets

	Billions of yen					
	September 30, 2014			First half of fiscal 2014		
	Underlying asset amount					
	Total	Asset transfer type	Synthetic type	Securitized amount	Default amount	Loss amount
Claims on corporates .....	¥ 916.0	¥ 916.0	¥—	¥3,143.5	¥44.3	¥41.4
Mortgage loans .....	—	—	—	—	—	—
Retail loans (excluding mortgage loans) ....	223.4	223.4	—	33.9	0.1	1.1
Other claims .....	39.0	39.0	—	114.0	0.8	0.3
<b>Total .....</b>	<b>¥1,178.5</b>	<b>¥1,178.5</b>	<b>¥—</b>	<b>¥3,291.5</b>	<b>¥45.2</b>	<b>¥42.7</b>

	Billions of yen					
	September 30, 2013			First half of fiscal 2013		
	Underlying asset amount					
	Total	Asset transfer type	Synthetic type	Securitized amount	Default amount	Loss amount
Claims on corporates .....	¥ 828.6	¥ 828.6	¥—	¥2,492.5	¥49.1	¥46.0
Mortgage loans .....	—	—	—	—	—	—
Retail loans (excluding mortgage loans) ....	133.4	133.4	—	148.0	1.1	1.5
Other claims .....	41.1	41.1	—	6.7	1.1	0.5
<b>Total .....</b>	<b>¥1,003.1</b>	<b>¥1,003.1</b>	<b>¥—</b>	<b>¥2,647.1</b>	<b>¥51.3</b>	<b>¥48.0</b>

Notes: 1. The above amounts include the amount of underlying assets securitized during the term without entailing "securitization exposures."

2. "Default amount" is the total of underlying assets which are past due three months or more and defaulted underlying assets.

3. "Default amount" and "Loss amount" when acting as a sponsor of securitization of customer claims are estimated using the following methods and alternative data, as in some cases it can be difficult to obtain relevant data in a timely manner because the underlying assets have been recovered by the customer.

(1) "Default amount" estimation method

- For securitization transactions subject to the ratings-based approach, the amount is estimated based on information on underlying assets obtainable from customers, etc.
- For securitization transactions subject to the supervisory formula, the amount is estimated based on obtainable information on, or default rate of, each obligor. Further, when it is difficult to estimate the amount using either method, it is conservatively estimated by assuming that the underlying asset is a default asset.

(2) "Loss amount" estimation method

- For securitization transactions subject to the ratings-based approach, the amount is the same amount as the "Default amount" estimated conservatively in (1) above.
- For securitization transactions subject to the supervisory formula, when expected loss ratios of defaulted underlying assets can be determined, the amount is estimated using the ratios. When it is difficult to determine the ratios, the amount is the same amount as the "Default amount" estimated conservatively in (1) above.

4. Asset type classification is based on the major items in the underlying assets for each transaction.

5. "Other claims" includes lease fees.

6. Following Articles 230 and 248 of the Notification, there are no amounts that represent "exposure to products subject to early amortization provisions" to investors.

7. There are no amounts that represent "assets held for securitization transactions."

(B) Securitization Exposures (Excluding Resecuritization Exposures)

a. Underlying Assets by Asset Type

	Billions of yen									
	2014					2013				
	Term-end balance			Amounts subject to a 1250% risk weight	Increase in capital equivalent	Term-end balance			Amounts subject to a 1250% risk weight	Increase in capital equivalent
Total	On-balance sheet assets	Off-balance sheet assets	Total			On-balance sheet assets	Off-balance sheet assets			
September 30										
Claims on corporates .....	¥706.1	¥706.1	¥—	¥—	¥—	¥638.3	¥638.3	¥—	¥0.1	¥—
Mortgage loans .....	—	—	—	—	—	—	—	—	—	—
Retail loans (excluding mortgage loans).....	205.4	205.4	—	—	—	121.2	121.2	—	—	—
Other claims .....	30.8	30.8	—	—	—	34.8	34.8	—	—	—
Total .....	¥942.2	¥942.2	¥—	¥—	¥—	¥794.3	¥794.3	¥—	¥0.1	¥—

b. Risk Weights

	Billions of yen								
	2014				2013				
	Term-end balance			Required capital	Term-end balance				Required capital
Total	On-balance sheet assets	Off-balance sheet assets	Total		On-balance sheet assets	Off-balance sheet assets	Required capital		
September 30									
20% or less .....	¥935.0	¥935.0	¥—	¥5.7	¥788.7	¥788.7	¥—	¥5.0	
100% or less .....	7.3	7.3	—	0.2	5.5	5.5	—	0.3	
650% or less .....	—	—	—	—	—	—	—	—	
Less than 1250% .....	—	—	—	—	—	—	—	—	
1250% .....	—	—	—	—	0.1	0.1	—	0.1	
Total .....	¥942.2	¥942.2	¥—	¥6.0	¥794.3	¥794.3	¥—	¥5.3	

(C) Resecuritization Exposures

There are no amounts that represent “resecuritization exposures.”

(D) Amount of Credit Risk-Weighted Assets Calculated Using Supplementary Provision 15 of the Notification

September 30	Billions of yen	
	2014	2013
Amount of credit risk-weighted assets calculated using Supplementary Provision 15 of the Notification....	/	¥—



(2) Securitization Transactions in which the Group is the Investor

(A) Securitization Exposures (Excluding Resecuritization Exposures)

a. Underlying Assets by Asset Type

	Billions of yen									
	2014					2013				
	Term-end balance		Off-balance sheet assets	Amounts subject to a 1250% risk weight	Increase in capital equivalent	Term-end balance		Off-balance sheet assets	Amounts subject to a 1250% risk weight	Increase in capital equivalent
Total	On-balance sheet assets	Total				On-balance sheet assets				
September 30										
Claims on corporates .....	¥471.0	¥161.0	¥310.0	¥30.2	¥—	¥366.6	¥ 93.9	¥272.7	¥45.6	¥—
Mortgage loans .....	69.9	69.9	—	—	—	85.9	85.9	—	—	—
Retail loans (excluding mortgage loans).....	173.7	171.0	2.7	—	—	76.7	76.7	—	—	—
Other claims .....	—	—	—	—	—	6.9	6.9	—	—	—
<b>Total .....</b>	<b>¥714.6</b>	<b>¥401.9</b>	<b>¥312.6</b>	<b>¥30.2</b>	<b>¥—</b>	<b>¥536.1</b>	<b>¥263.4</b>	<b>¥272.7</b>	<b>¥45.6</b>	<b>¥—</b>

Notes: 1. Asset type classification is based on the major items in the underlying assets for each transaction.

2. "Retail loans (excluding mortgage loans)" includes balances of ¥3.3 billion as of September 30, 2014 and ¥2.9 billion as of September 30, 2013 for the securitization exposures which includes loans whose credit risk are relatively high, such as U.S. subprime loans.

b. Risk Weights

	Billions of yen							
	2014				2013			
	Term-end balance		Off-balance sheet assets	Required capital	Term-end balance		Off-balance sheet assets	Required capital
Total	On-balance sheet assets	Total			On-balance sheet assets			
September 30								
20% or less .....	¥574.8	¥382.3	¥192.5	¥ 3.0	¥412.1	¥232.6	¥179.4	¥ 1.9
100% or less .....	34.6	18.9	15.6	1.3	30.0	30.0	—	1.2
650% or less .....	—	—	—	—	—	—	—	—
Less than 1250% .....	—	—	—	—	—	—	—	—
1250% .....	105.2	0.7	104.5	32.0	94.0	0.7	93.3	48.3
<b>Total .....</b>	<b>¥714.6</b>	<b>¥401.9</b>	<b>¥312.6</b>	<b>¥36.3</b>	<b>¥536.1</b>	<b>¥263.4</b>	<b>¥272.7</b>	<b>¥51.3</b>

Note: The risk weight of "100% or less" includes balances of ¥3.3 billion as of September 30, 2014 and ¥2.9 billion as of September 30, 2013 for the securitization exposures which includes loans whose credit risk are relatively high, such as U.S. subprime loans.

(B) Resecuritization Exposures

a. Underlying Assets by Asset Type

	Billions of yen									
	2014					2013				
	Term-end balance		Off-balance sheet assets	Amounts subject to a 1250% risk weight	Increase in capital equivalent	Term-end balance		Off-balance sheet assets	Amounts subject to a 1250% risk weight	Increase in capital equivalent
Total	On-balance sheet assets	Total				On-balance sheet assets				
September 30										
Claims on corporates .....	¥0.6	¥0.6	¥ —	¥0.1	¥—	¥0.5	¥0.5	¥ —	¥0.1	¥—
Mortgage loans .....	—	—	—	—	—	—	—	—	—	—
Retail loans (excluding mortgage loans).....	—	—	—	—	—	—	—	—	—	—
Other claims .....	0.9	0.4	0.5	0.4	—	1.2	0.6	0.5	0.6	—
<b>Total .....</b>	<b>¥1.5</b>	<b>¥1.0</b>	<b>¥0.5</b>	<b>¥0.5</b>	<b>¥—</b>	<b>¥1.7</b>	<b>¥1.2</b>	<b>¥0.5</b>	<b>¥0.7</b>	<b>¥—</b>

Notes: 1. Asset type classification is based on the major items in the underlying assets for each transaction.

2. "Other claims" includes securitization products.

3. Credit risk mitigation (CRM) techniques are not applied to the resecuritization exposures.

b. Risk Weights

	Billions of yen							
	2014				2013			
	Term-end balance		Off-balance sheet assets	Required capital	Term-end balance		Off-balance sheet assets	Required capital
Total	On-balance sheet assets	Total			On-balance sheet assets			
September 30								
20% or less .....	¥0.9	¥0.5	¥0.4	¥0.0	¥0.9	¥0.5	¥0.4	¥0.0
100% or less .....	0.1	—	0.1	0.0	0.1	—	0.1	0.0
650% or less .....	—	—	—	—	—	—	—	—
Less than 1250% .....	—	—	—	—	—	—	—	—
1250% .....	0.5	0.5	—	0.5	0.7	0.7	—	0.8
<b>Total .....</b>	<b>¥1.5</b>	<b>¥1.0</b>	<b>¥0.5</b>	<b>¥0.5</b>	<b>¥1.7</b>	<b>¥1.2</b>	<b>¥0.5</b>	<b>¥0.8</b>

(C) Amount of Credit Risk-Weighted Assets Calculated Using Supplementary Provision 15 of the Notification

September 30	Billions of yen	
	2014	2013
Amount of credit risk-weighted assets calculated using Supplementary Provision 15 of the Notification....	/	¥—

2. Portfolio (Market Risk)

(1) Securitization Transactions as Originator

There are no amounts that represent “securitization transactions where the Group serves as the originator.”

(2) Securitization Transactions as Investor

There are no amounts that represent “securitization transactions where the Group serves as the investor.”

■ Equity Exposures in Banking Book

1. Consolidated Balance Sheet Amounts and Fair Values

September 30	Billions of yen			
	2014		2013	
	Balance sheet amount	Fair value	Balance sheet amount	Fair value
Listed equity exposures .....	¥3,776.0	¥3,776.0	¥3,358.9	¥3,358.9
Equity exposures other than above.....	283.5	—	322.3	—
Total.....	¥4,059.5	¥ —	¥3,681.2	¥ —

2. Gains (Losses) on Sale and Devaluation of Equity Exposures

	Billions of yen	
	First half of fiscal 2014	First half of fiscal 2013
Gains (losses) .....	¥53.0	¥60.4
Gains on sale.....	57.4	66.2
Losses on sale.....	1.0	2.0
Devaluation.....	3.4	3.8

Note: The above amounts are gains (losses) on stocks and available-for-sale securities in the consolidated statements of income.

3. Unrealized Gains (Losses) Recognized on Consolidated Balance Sheets but Not on Consolidated Statements of Income

September 30	Billions of yen	
	2014	2013
Unrealized gains (losses) recognized on consolidated balance sheets but not on consolidated statements of income.....	¥1,591.4	¥1,226.1

Note: The above amount is for stocks of Japanese companies and foreign stocks with market prices.

4. Unrealized Gains (Losses) Not Recognized on Consolidated Balance Sheets or Consolidated Statements of Income

September 30	Billions of yen	
	2014	2013
Unrealized gains (losses) not recognized on consolidated balance sheets or consolidated statements of income.....	¥(45.4)	¥(34.6)

Note: The above amount is for stocks of affiliates with market prices.

## ■ Exposure Balance by Type of Assets, Geographic Region, Industry and Residual Term

### 1. Exposure Balance by Type of Assets, Geographic Region and Industry

September 30, 2014	Billions of yen				
	Loans, etc.	Bonds	Derivatives	Others	Total
Domestic operations (excluding offshore banking accounts)					
Manufacturing.....	¥ 8,837.4	¥ 166.3	¥ 215.2	¥ 2,617.5	¥ 11,836.3
Agriculture, forestry, fishery and mining.....	160.0	3.9	5.8	33.7	203.4
Construction.....	1,166.7	33.4	3.6	208.9	1,412.6
Transport, information, communications and utilities.....	5,942.8	61.1	112.0	925.3	7,041.2
Wholesale and retail.....	5,944.6	35.9	151.8	830.0	6,962.2
Financial and insurance.....	35,593.0	358.3	1,838.3	1,815.1	39,604.7
Real estate, goods rental and leasing.....	8,538.8	307.5	45.4	400.9	9,292.7
Services.....	5,284.6	45.5	52.0	611.7	5,993.8
Local municipal corporations.....	1,588.2	216.5	9.2	15.8	1,829.6
Other industries.....	28,164.4	14,332.1	160.4	5,398.5	48,055.4
Subtotal.....	¥101,220.5	¥15,560.3	¥2,593.7	¥12,857.4	¥132,231.8
Overseas operations and offshore banking accounts					
Sovereigns.....	¥ 6,727.2	¥ 1,190.5	¥ 14.5	¥ 14.5	¥ 7,946.9
Financial institutions.....	6,366.8	398.9	1,137.1	752.4	8,655.2
C&I companies.....	19,477.9	252.1	541.3	536.6	20,808.0
Others.....	4,709.5	807.8	56.0	2,410.9	7,984.2
Subtotal.....	¥ 37,281.4	¥ 2,649.4	¥1,749.0	¥ 3,714.4	¥ 45,394.3
Total.....	¥138,501.9	¥18,209.7	¥4,342.7	¥16,571.8	¥177,626.1

September 30, 2013	Billions of yen				
	Loans, etc.	Bonds	Derivatives	Others	Total
Domestic operations (excluding offshore banking accounts)					
Manufacturing.....	¥ 9,451.5	¥ 251.9	¥ 238.8	¥ 2,354.1	¥ 12,296.3
Agriculture, forestry, fishery and mining.....	179.2	4.1	4.7	28.4	216.5
Construction.....	1,177.7	50.6	4.4	193.5	1,426.1
Transport, information, communications and utilities.....	5,817.7	172.8	104.4	893.3	6,988.2
Wholesale and retail.....	5,843.1	49.0	180.1	823.3	6,895.5
Financial and insurance.....	23,357.6	460.7	1,432.5	1,776.6	27,027.3
Real estate, goods rental and leasing.....	8,350.6	243.7	40.2	374.7	9,009.1
Services.....	5,028.0	96.8	40.3	596.0	5,761.1
Local municipal corporations.....	1,720.0	316.9	10.3	12.8	2,060.0
Other industries.....	26,902.3	16,761.2	134.3	4,015.1	47,813.0
Subtotal.....	¥ 87,827.6	¥18,407.8	¥2,190.0	¥11,067.8	¥119,493.2
Overseas operations and offshore banking accounts					
Sovereigns.....	¥ 6,048.5	¥ 1,109.7	¥ 9.3	¥ 8.8	¥ 7,176.3
Financial institutions.....	4,795.0	300.4	920.9	784.7	6,801.0
C&I companies.....	16,696.8	246.0	436.3	431.2	17,810.3
Others.....	4,031.3	212.2	36.5	1,636.8	5,916.8
Subtotal.....	¥ 31,571.6	¥ 1,868.3	¥1,403.0	¥ 2,861.6	¥ 37,704.4
Total.....	¥119,399.2	¥20,276.1	¥3,593.0	¥13,929.4	¥157,197.6

Notes: 1. The above amounts are exposures after CRM.

2. The above amounts do not include "securitization exposures" and "credit risk-weighted assets under Article 145 of the Notification."

3. "Loans, etc." includes loans, commitments and off-balance sheet assets except derivatives, and "Others" includes equity exposures, standardized approach applied funds, and CVA risk equivalent amount exposures, etc.

4. "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

## 2. Exposure Balance by Type of Assets and Residual Term

September 30, 2014	Billions of yen				
	Loans, etc.	Bonds	Derivatives	Others	Total
To 1 year .....	¥ 38,724.3	¥ 2,875.9	¥ 691.5	¥ 858.4	¥ 43,150.1
More than 1 year to 3 years.....	16,377.8	8,976.2	1,047.3	1,408.5	27,809.8
More than 3 years to 5 years.....	15,363.8	3,038.8	1,349.3	1,487.6	21,239.6
More than 5 years to 7 years.....	6,347.9	1,584.1	511.3	469.2	8,912.5
More than 7 years.....	24,968.8	1,734.8	743.2	881.8	28,328.6
No fixed maturity .....	36,719.4	—	—	11,466.2	48,185.5
<b>Total.....</b>	<b>¥138,501.9</b>	<b>¥18,209.7</b>	<b>¥4,342.7</b>	<b>¥16,571.8</b>	<b>¥177,626.1</b>

September 30, 2013	Billions of yen				
	Loans, etc.	Bonds	Derivatives	Others	Total
To 1 year .....	¥ 34,694.2	¥ 6,693.7	¥ 553.4	¥ 707.8	¥ 42,649.2
More than 1 year to 3 years.....	15,963.9	7,298.6	631.0	966.4	24,859.8
More than 3 years to 5 years.....	14,580.8	3,397.4	1,558.3	1,907.7	21,444.2
More than 5 years to 7 years.....	5,448.9	2,262.6	246.0	378.8	8,336.4
More than 7 years.....	24,813.4	623.8	604.2	781.9	26,823.3
No fixed maturity .....	23,897.9	—	—	9,186.7	33,084.6
<b>Total.....</b>	<b>¥119,399.2</b>	<b>¥20,276.1</b>	<b>¥3,593.0</b>	<b>¥13,929.4</b>	<b>¥157,197.6</b>

Notes: 1. The above amounts are exposures after CRM.

2. The above amounts do not include "securitization exposures" and "credit risk-weighted assets under Article 145 of the Notification."

3. "Loans, etc." includes loans, commitments and off-balance sheet assets except derivatives, and "Others" includes equity exposures, standardized approach applied funds, and CVA risk equivalent amount exposures, etc.

4. "No fixed maturity" includes exposures not classified by residual term.

## 3. Term-End Balance of Exposures Past Due 3 Months or More or Defaulted and Their Breakdown

### (1) By Geographic Region

September 30	Billions of yen	
	2014	2013
Domestic operations (excluding offshore banking accounts) .....	¥1,712.0	¥2,174.3
Overseas operations and offshore banking accounts.....	150.1	109.2
Asia.....	32.9	30.1
North America.....	37.4	6.2
Other regions.....	79.8	72.9
<b>Total.....</b>	<b>¥1,862.1</b>	<b>¥2,283.5</b>

Notes: 1. The above amounts are credits subject to self-assessment, including mainly off-balance sheet credits to obligors categorized as "Substandard Borrowers" or lower under self-assessment.

2. The above amounts include partial direct write-offs (direct reductions).

3. "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries, and the term-end balances are calculated based on the obligor's domicile country.

### (2) By Industry

September 30	Billions of yen	
	2014	2013
Domestic operations (excluding offshore banking accounts)		
Manufacturing.....	¥ 217.1	¥ 273.9
Agriculture, forestry, fishery and mining .....	8.1	4.3
Construction .....	74.6	105.3
Transport, information, communications and utilities.....	157.4	223.6
Wholesale and retail .....	215.5	273.6
Financial and insurance.....	11.2	15.2
Real estate, goods rental and leasing .....	388.8	626.2
Services .....	189.7	235.9
Other industries .....	449.6	416.3
Subtotal .....	¥1,712.0	¥2,174.3
Overseas operations and offshore banking accounts		
Financial institutions .....	¥ 3.0	¥ 2.7
C&I companies .....	141.6	104.3
Others.....	5.5	2.2
Subtotal .....	¥ 150.1	¥ 109.2
<b>Total.....</b>	<b>¥1,862.1</b>	<b>¥2,283.5</b>

Notes: 1. The above amounts are credits subject to self-assessment, including mainly off-balance sheet credits to obligors categorized as "Substandard Borrowers" or lower under self-assessment.

2. The above amounts include partial direct write-offs (direct reductions).

3. "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

#### 4. Term-End Balances of General Reserve for Possible Loan Losses, Specific Reserve for Possible Loan Losses and Loan Loss Reserve for Specific Overseas Countries

##### (1) By Geographic Region

	Billions of yen				Increase (decrease) (A) – (B)
	September 30, 2014 (A)	March 31, 2014 (B)	September 30, 2013	March 31, 2013	
General reserve for possible loan losses.....	¥ 371.9	¥ 473.2	¥ 486.7	¥ 539.3	¥(101.3)
Loan loss reserve for specific overseas countries .....	0.8	0.7	0.8	0.0	0.1
Specific reserve for possible loan losses .....	699.7	784.6	967.3	1,042.7	(84.9)
Domestic operations (excluding offshore banking accounts) ...	662.9	745.6	919.6	990.7	(82.7)
Overseas operations and offshore banking accounts.....	36.8	39.0	47.7	52.0	(2.2)
Asia .....	15.0	14.3	15.2	15.0	0.7
North America.....	3.9	3.3	5.2	12.2	0.6
Other regions .....	17.9	21.4	27.3	24.8	(3.5)
<b>Total .....</b>	<b>¥1,072.4</b>	<b>¥1,258.5</b>	<b>¥1,454.8</b>	<b>¥1,582.0</b>	<b>¥(186.1)</b>

Notes: 1. "Specific reserve for possible loan losses" includes partial direct write-offs (direct reductions).

2. "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries, and the term-end balances are calculated based on the obligor's domicile country.

##### (2) By Industry

	Billions of yen				Increase (decrease) (A) – (B)
	September 30, 2014 (A)	March 31, 2014 (B)	September 30, 2013	March 31, 2013	
General reserve for possible loan losses.....	¥ 371.9	¥ 473.2	¥ 486.7	¥ 539.3	¥(101.3)
Loan loss reserve for specific overseas countries .....	0.8	0.7	0.8	0.0	0.1
Specific reserve for possible loan losses .....	699.7	784.6	967.3	1,042.7	(84.9)
Domestic operations (excluding offshore banking accounts) ...	662.9	745.6	919.6	990.7	(82.7)
Manufacturing.....	101.4	110.0	127.6	133.2	(8.6)
Agriculture, forestry, fishery and mining .....	3.3	3.0	3.1	3.5	0.3
Construction .....	34.0	38.4	57.2	60.5	(4.4)
Transport, information, communications and utilities.....	53.9	63.7	90.8	98.4	(9.8)
Wholesale and retail.....	96.7	115.1	135.7	145.8	(18.4)
Financial and insurance .....	9.1	10.9	11.3	12.2	(1.8)
Real estate, goods rental and leasing .....	137.0	173.0	233.7	262.1	(36.0)
Services .....	81.8	89.9	112.2	123.0	(8.1)
Other industries .....	145.7	141.6	148.0	152.0	4.1
Overseas operations and offshore banking accounts.....	36.8	39.0	47.7	52.0	(2.2)
Financial institutions .....	2.7	2.9	2.7	5.6	(0.2)
C&I companies .....	30.7	34.1	43.8	44.8	(3.4)
Others .....	3.4	2.0	1.2	1.6	1.4
<b>Total .....</b>	<b>¥1,072.4</b>	<b>¥1,258.5</b>	<b>¥1,454.8</b>	<b>¥1,582.0</b>	<b>¥(186.1)</b>

Notes: 1. "Specific reserve for possible loan losses" includes partial direct write-offs (direct reductions).

2. "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

## 5. Loan Write-Offs by Industry

	Billions of yen	
	First half of fiscal 2014	First half of fiscal 2013
Domestic operations (excluding offshore banking accounts)		
Manufacturing.....	¥ (0.2)	¥ 0.1
Agriculture, forestry, fishery and mining.....	(0.0)	0.0
Construction.....	(0.0)	0.1
Transport, information, communications and utilities.....	0.1	0.4
Wholesale and retail.....	(1.0)	(0.0)
Financial and insurance.....	(0.0)	(0.0)
Real estate, goods rental and leasing.....	(0.2)	(0.3)
Services.....	0.0	(0.3)
Other industries.....	29.4	38.5
Subtotal.....	¥28.1	¥38.5
Overseas operations and offshore banking accounts		
Financial institutions.....	¥ —	¥ —
C&I companies.....	—	0.3
Others.....	1.4	1.2
Subtotal.....	¥ 1.4	¥ 1.5
Total.....	¥29.5	¥40.0

Note: "Domestic operations" comprises the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. "Overseas operations" comprises the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.

## ■ Market Risk

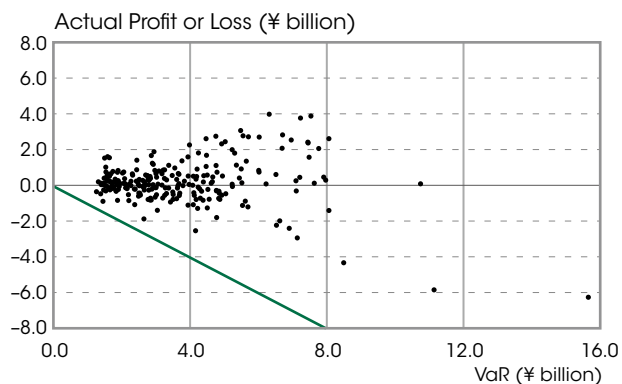
### 1. VaR Results (Trading Book)

	Billions of yen			
	First half of fiscal 2014		First half of fiscal 2013	
	VaR	Stressed VaR	VaR	Stressed VaR
September 30.....	¥3.3	¥ 7.8	¥1.4	¥ 2.3
Maximum.....	5.6	13.2	6.5	15.7
Minimum.....	1.7	2.7	1.3	2.3
Average.....	3.4	7.9	3.6	8.0

- Notes: 1. The VaR results for a one-day holding period with a one-sided confidence interval of 99.0%, computed daily using the historical simulation method based on four years of historical observations.
2. The stressed VaR is calculated on a daily basis by using the historical simulation method for the holding period of one day, one-sided confidence interval of 99.0%, and measurement period of 12 months (including the stress period).
3. Specific risks for the trading book are excluded.
4. Principal consolidated subsidiaries are included.

## 2. Back-Testing Results (Trading Book)

The results of back-testing for the one-year period from October 2013 to September 2014 are shown below. The data point below the diagonal line indicates a loss exceeding VaR for that day. However, there were no such excess losses during the period. It demonstrates that the SMFG VaR model is sufficiently reliable, with a one-sided confidence interval of 99.0%.



## ■ Interest Rate Risk in Banking Book

### VaR Results (Banking Book)

	Billions of yen	
	First half of fiscal 2014	First half of fiscal 2013
September 30.....	¥45.0	¥37.7
Maximum.....	45.0	47.5
Minimum.....	37.8	29.9
Average .....	41.4	38.8

Notes: 1. The VaR results for a one-day holding period with a one-sided confidence interval of 99.0%, computed daily using the historical simulation method based on four years of historical observations.  
2. Principal consolidated subsidiaries are included.

## ■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2014)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	36,435,315		
Call loans and bills bought	1,194,366		
Receivables under resale agreements	706,527		
Receivables under securities borrowing transactions	5,531,806		
Monetary claims bought	3,853,422		
Trading assets	7,863,023	7-a	
Money held in trust	7,889		
Securities	26,243,721	3-b, 7-b	
Loans and bills discounted	70,560,645	7-c	
Foreign exchanges	2,123,155		
Lease receivables and investment assets	1,815,050		
Other assets	5,420,025		
Tangible fixed assets	2,538,991		
Intangible fixed assets	817,522	3-a	
Net defined benefit asset	192,230	4	
Deferred tax assets	151,833	5-a	
Customers' liabilities for acceptances and guarantees	7,075,331		
Reserve for possible loan losses	(627,255)		
<b>Total assets</b>	<b>171,903,603</b>		
<b>(Liabilities)</b>			
Deposits	95,106,774		
Negotiable certificates of deposit	14,634,431		
Call money and bills sold	4,401,120		
Payables under repurchase agreements	1,374,565		
Payables under securities lending transactions	7,943,348		
Commercial paper	2,705,530		
Trading liabilities	5,327,233	7-d	
Borrowed money	8,594,460		
Foreign exchanges	602,386		
Short-term bonds	1,272,300		
Bonds	5,615,399	9	
Due to trust account	770,424		
Other liabilities	6,213,980		
Reserve for employee bonuses	46,010		
Net defined benefit liability	39,695		
Reserve for executive retirement benefits	1,883		
Reserve for point service program	19,971		
Reserve for reimbursement of deposits	11,655		
Reserve for losses on interest repayment	145,889		
Reserve under the special laws	916		
Deferred tax liabilities	294,843	5-b	
Deferred tax liabilities for land revaluation	38,256	5-c	
Acceptances and guarantees	7,075,331		
<b>Total liabilities</b>	<b>162,236,412</b>		
<b>(Net assets)</b>			
Capital stock	2,337,895	1-a	
Capital surplus	757,087	1-b	
Retained earnings	3,906,346	1-c	
Treasury stock	(175,179)	1-d	
<b>Total stockholders' equity</b>	<b>6,826,149</b>		
Net unrealized gains on other securities	1,163,113		
Net deferred losses on hedges	(43,870)	6	
Land revaluation excess	35,622		
Foreign currency translation adjustments	23,534		
Remeasurements of defined benefit plans	(66,252)		
<b>Total accumulated other comprehensive income</b>	<b>1,112,147</b>		3
Stock acquisition rights	2,040	2, 8-a	
Minority interests	1,726,853	8-b	
<b>Total net assets</b>	<b>9,667,190</b>		
<b>Total liabilities and net assets</b>	<b>171,903,603</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.



**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	2,337,895		1-a
Capital surplus	757,087		1-b
Retained earnings	3,906,346		1-c
Treasury stock	(175,179)		1-d
Total stockholders' equity	6,826,149		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,826,149	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,094,983		1a
of which: retained earnings	3,906,346		2
of which: treasury stock (-)	175,179		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

2. Stock acquisition rights

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	2,040		2
of which: Stock acquisition rights issued by bank holding company	1,864		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Stock acquisition rights to common shares	1,864		1b
Stock acquisition rights to Additional Tier 1 instruments	—		31b
Stock acquisition rights to Tier 2 instruments	—		46

3. Intangible assets

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	817,522		3-a
Securities	26,243,721		3-b
of which: goodwill attributable to equity-method investees	102,523		

Income taxes related to above	164,509		
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(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	457,189		8
Other intangible assets other than goodwill and mortgage servicing rights	298,347	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

4. Net defined benefit asset

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit asset	192,230		4

Income taxes related to above	68,223		
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(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	124,007		15

## 5. Deferred tax assets

### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	151,833		5-a
Deferred tax liabilities	294,843		5-b
Deferred tax liabilities for land revaluation	38,256		5-c
Tax effects on other intangible assets	164,509		
Tax effects on net defined benefit asset	68,223		

### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	6,666	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	73,037	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	73,037		75

## 6. Deferred gains or losses on derivatives under hedge accounting

### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(43,870)		6

### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(42,294)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

## 7. Items associated with investments in the capital of financial institutions

### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	7,863,023	Including trading account securities and derivatives for trading assets	7-a
Securities	26,243,721		7-b
Loans and bills discounted	70,560,645	Including subordinated loans	7-c
Trading liabilities	5,327,233	Including trading account securities sold and derivatives for trading liabilities	7-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	7,960		
Common Equity Tier 1 capital	7,960		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	842,686		
Common Equity Tier 1 capital	110,482		18
Additional Tier 1 capital	839		39
Tier 2 capital	26,669		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	704,695		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	551,450		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,638		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	267,812		73

## 8. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	2,040		8-a
Minority interests	1,726,853		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	149,583		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30–31ab–32
Amount allowed to be included in group Additional Tier 1	151,685		34–35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	35,189		48–49

## 9. Other capital instruments

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Bonds	5,615,399		9

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	318,907		46

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

## ■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2013)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	25,007,372		
Call loans and bills bought	1,017,319		
Receivables under resale agreements	342,000		
Receivables under securities borrowing transactions	3,939,146		
Monetary claims bought	3,236,642		
Trading assets	6,918,858	7-a	
Money held in trust	23,799	7-b	
Securities	27,300,480	3-b, 7-c	
Loans and bills discounted	65,696,779	7-d	
Foreign exchanges	1,548,198		
Lease receivables and investment assets	1,748,235		
Other assets	4,159,465	4	
Tangible fixed assets	2,093,026		
Intangible fixed assets	782,461	3-a	
Deferred tax assets	228,979	5-a	
Customers' liabilities for acceptances and guarantees	6,113,493		
Reserve for possible loan losses	(813,907)		
<b>Total assets</b>	<b>149,342,349</b>		
<b>(Liabilities)</b>			
Deposits	90,280,756		
Negotiable certificates of deposit	11,619,977		
Call money and bills sold	2,174,334		
Payables under repurchase agreements	1,664,541		
Payables under securities lending transactions	3,484,071		
Commercial paper	2,472,168		
Trading liabilities	5,468,620	7-e	
Borrowed money	5,753,508		
Foreign exchanges	412,054		
Short-term bonds	994,400		
Bonds	4,796,328		
Due to trust account	681,721		
Other liabilities	4,012,781		
Reserve for employee bonuses	50,625		
Reserve for employee retirement benefits	44,222		
Reserve for executive retirement benefits	1,663		
Reserve for point service program	19,047		
Reserve for reimbursement of deposits	8,791		
Reserve for losses on interest repayment	188,071		
Reserve under the special laws	666		
Deferred tax liabilities	85,148	5-b	
Deferred tax liabilities for land revaluation	38,724	5-c	
Acceptances and guarantees	6,113,493		
<b>Total liabilities</b>	<b>140,365,719</b>		
<b>(Net assets)</b>			
Capital stock	2,337,895	1-a	
Capital surplus	758,348	1-b	
Retained earnings	3,225,484	1-c	
Treasury stock	(174,955)	1-d	
<b>Total stockholders' equity</b>	<b>6,146,773</b>		
Net unrealized gains on other securities	927,647		
Net deferred losses on hedges	(60,893)	6	
Land revaluation excess	35,882		
Foreign currency translation adjustments	(34,423)		
<b>Total accumulated other comprehensive income</b>	<b>868,212</b>		3
Stock acquisition rights	1,528	2, 8-a	
Minority interests	1,960,115	8-b	
<b>Total net assets</b>	<b>8,976,629</b>		
<b>Total liabilities and net assets</b>	<b>149,342,349</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	2,337,895		1-a
Capital surplus	758,348		1-b
Retained earnings	3,225,484		1-c
Treasury stock	(174,955)		1-d
Total stockholders' equity	6,146,773		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,146,773	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,096,244		1a
of which: retained earnings	3,225,484		2
of which: treasury stock (-)	174,955		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

2. Stock acquisition rights

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,528		2
of which: Stock acquisition rights issued by bank holding company	1,397		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Stock acquisition rights to common shares	1,397		1b
Stock acquisition rights to Additional Tier 1 instruments	—		31b
Stock acquisition rights to Tier 2 instruments	—		46

3. Intangible assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	782,461		3-a
Securities	27,300,480		3-b
of which: goodwill attributable to equity-method investees	82,764		

Income taxes related to above	149,017		
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	446,159		8
Other intangible assets other than goodwill and mortgage servicing rights	270,049	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

#### 4. Prepaid pension cost

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Other assets	4,159,465		4
of which: prepaid pension cost	231,496		
Income taxes related to above	82,005		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Prepaid pension cost	149,490		15

#### 5. Deferred tax assets

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	228,979		5-a
Deferred tax liabilities	85,148		5-b
Deferred tax liabilities for land revaluation	38,724		5-c
Tax effects on other intangible assets	149,017		
Tax effects on prepaid pension cost	82,005		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	8,322	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	353,938	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	353,938		75

#### 6. Deferred gains or losses on derivatives under hedge accounting

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(60,893)		6

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(58,811)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

#### 7. Items associated with investments in the capital of financial institutions

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	6,918,858	Including trading account securities and derivatives for trading assets	7-a
Money held in trust	23,799		7-b
Securities	27,300,480		7-c
Loans and bills discounted	65,696,779	Including subordinated loans	7-d
Trading liabilities	5,468,620	Including trading account securities sold and derivatives for trading liabilities	7-e

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	7,467		
Common Equity Tier 1 capital	7,467		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	801,046		
Common Equity Tier 1 capital	126,369		18
Additional Tier 1 capital	1,190		39
Tier 2 capital	52,286		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	621,200		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	503,164		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,308		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	219,855		73

## 8. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,528		8-a
Minority interests	1,960,115		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	141,097		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30–31ab–32
Amount allowed to be included in group Additional Tier 1	131,871		34–35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	30,949		48–49

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

## ■ Reconciliation of regulatory capital elements back to the balance sheet (Year ended March 31, 2014)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	32,991,113		
Call loans and bills bought	1,248,235		
Receivables under resale agreements	522,860		
Receivables under securities borrowing transactions	3,780,260		
Monetary claims bought	3,552,658		
Trading assets	6,957,419	7-a	
Money held in trust	23,120		
Securities	27,152,781	3-b, 7-b	
Loans and bills discounted	68,227,688	7-c	
Foreign exchanges	1,790,406		
Lease receivables and investment assets	1,827,251		
Other assets	4,181,512		
Tangible fixed assets	2,346,788		
Intangible fixed assets	819,895	3-a	
Net defined benefit asset	119,932	4	
Deferred tax assets	173,180	5-a	
Customers' liabilities for acceptances and guarantees	6,566,818		
Reserve for possible loan losses	(747,536)		
<b>Total assets</b>	<b>161,534,387</b>		
<b>(Liabilities)</b>			
Deposits	94,331,925		
Negotiable certificates of deposit	13,713,539		
Call money and bills sold	4,112,428		
Payables under repurchase agreements	1,710,101		
Payables under securities lending transactions	5,330,974		
Commercial paper	2,374,051		
Trading liabilities	4,779,969	7-d	
Borrowed money	7,020,841		
Foreign exchanges	451,658		
Short-term bonds	1,145,200		
Bonds	5,090,894		
Due to trust account	699,329		
Other liabilities	4,712,069		
Reserve for employee bonuses	69,419		
Reserve for executive bonuses	4,921		
Net defined benefit liability	45,385		
Reserve for executive retirement benefits	2,004		
Reserve for point service program	20,355		
Reserve for reimbursement of deposits	14,858		
Reserve for losses on interest repayment	190,182		
Reserve under the special laws	771		
Deferred tax liabilities	103,390	5-b	
Deferred tax liabilities for land revaluation	38,276	5-c	
Acceptances and guarantees	6,566,818		
<b>Total liabilities</b>	<b>152,529,368</b>		
<b>(Net assets)</b>			
Capital stock	2,337,895	1-a	
Capital surplus	758,349	1-b	
Retained earnings	3,480,085	1-c	
Treasury stock	(175,115)	1-d	
<b>Total stockholders' equity</b>	<b>6,401,215</b>		
Net unrealized gains on other securities	949,508		
Net deferred losses on hedges	(60,946)	6	
Land revaluation excess	35,749		
Foreign currency translation adjustments	27,239		
Remeasurements of defined benefit plans	(73,579)		
<b>Total accumulated other comprehensive income</b>	<b>877,971</b>		
Stock acquisition rights	1,791	2, 8-a	3
Minority interests	1,724,041	8-b	
<b>Total net assets</b>	<b>9,005,019</b>		
<b>Total liabilities and net assets</b>	<b>161,534,387</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.



**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	2,337,895		1-a
Capital surplus	758,349		1-b
Retained earnings	3,480,085		1-c
Treasury stock	(175,115)		1-d
Total stockholders' equity	6,401,215		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,401,215	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,096,244		1a
of which: retained earnings	3,480,085		2
of which: treasury stock (-)	175,115		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

2. Stock acquisition rights

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,791		2
of which: Stock acquisition rights issued by bank holding company	1,634		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Stock acquisition rights to common shares	1,634		1b
Stock acquisition rights to Additional Tier 1 instruments	—		31b
Stock acquisition rights to Tier 2 instruments	—		46

3. Intangible assets

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	819,895		3-a
Securities	27,152,781		3-b
of which: goodwill attributable to equity-method investees	110,898		

Income taxes related to above	161,233		
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(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	477,922		8
Other intangible assets other than goodwill and mortgage servicing rights	291,636	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

#### 4. Net defined benefit asset

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit assets	119,932		4

Income taxes related to above	42,607		
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##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit assets	77,325		15

#### 5. Deferred tax assets

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	173,180		5-a
Deferred tax liabilities	103,390		5-b
Deferred tax liabilities for land revaluation	38,276		5-c

Tax effects on other intangible assets	161,233		
Tax effects on net defined benefit asset	42,607		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	13,087	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	247,009	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	247,009		75

#### 6. Deferred gains or losses on derivatives under hedge accounting

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(60,946)		6

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(58,809)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

#### 7. Items associated with investments in the capital of financial institutions

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	6,957,419	Including trading account securities and derivatives for trading assets	7-a
Securities	27,152,781		7-b
Loans and bills discounted	68,227,688	Including subordinated loans	7-c
Trading liabilities	4,779,969	Including trading account securities sold and derivatives for trading liabilities	7-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	7,592		
Common Equity Tier 1 capital	7,592		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	795,704		
Common Equity Tier 1 capital	113,916		18
Additional Tier 1 capital	1,060		39
Tier 2 capital	32,014		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	648,713		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	509,990		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,645		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	226,344		73

## 8. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,791		8-a
Minority interests	1,724,041		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	150,155		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30–31ab–32
Amount allowed to be included in group Additional Tier 1	145,035		34–35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	34,422		48–49

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

# Capital Ratio Information (Consolidated)

Sumitomo Mitsui Banking Corporation and Subsidiaries

## ■ Capital Structure Information (Consolidated Capital Ratio (International Standard))

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014		
Items		Amounts excluded under transitional arrangements		Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,722,252			1a+2-1c-26
of which: capital and capital surplus	4,278,385			1a
of which: retained earnings	2,608,552			2
of which: treasury stock (-)	—			1c
of which: cash dividends to be paid (-)	164,685			26
of which: other than the above	—			
Stock acquisition rights to common shares	—			1b
Accumulated other comprehensive income and other disclosed reserves	213,817	855,268		3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	158,379			5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	9,230			
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	9,230			
Common Equity Tier 1 capital: instruments and reserves (A)	7,103,679			6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
Total intangible assets (excluding those relating to mortgage servicing rights)	86,800	347,201		8+9
of which: goodwill (including those equivalent)	48,980	195,920		8
of which: other intangible assets other than goodwill and mortgage servicing rights	37,820	151,281		9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	597	2,388		10
Net deferred losses on hedges	(8,050)	(32,200)		11
Shortfall of eligible provisions to expected losses	7,369	29,476		12
Gain on sale on securitization transactions	8,494	33,977		13
Gains and losses due to changes in own credit risk on fair valued liabilities	909	3,636		14
Net defined benefit asset	24,151	96,605		15
Investments in own shares (excluding those reported in the Net assets section)	14	56		16
Reciprocal cross-holdings in common equity	—	—		17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	—	—		18
Amount exceeding the 10% threshold on specified items	—	—		19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—		19
of which: mortgage servicing rights	—	—		20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—		21
Amount exceeding the 15% threshold on specified items	—	—		22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—		23
of which: mortgage servicing rights	—	—		24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—		25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	—			27
Common Equity Tier 1 capital: regulatory adjustments (B)	120,285			28
<b>Common Equity Tier 1 capital (CET1)</b>				
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,983,394			29

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	12,049		34–35	
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	839,318		33+35	
of which: instrument issued by banks and their special purpose vehicles	839,318		33	
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	—		35	
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(2,324)			
of which: foreign currency translation adjustments	(2,324)			
Additional Tier 1 capital: instruments (D)	849,042		36	
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38	
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—	39	
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,727	126,910	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	190,547			
of which: goodwill and others	141,831			
of which: gain on sale on securitization transactions	33,977			
of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	14,738			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42	
Additional Tier 1 capital: regulatory adjustments (E)	222,274		43	
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	626,767		44	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,610,162		45	
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—		46	
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	319,414			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	2,177		48–49	
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,545,063		47+49	
of which: instruments issued by banks and their special purpose vehicles	1,531,063		47	
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	14,000		49	
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	9,639		50	
of which: general reserve for possible loan losses	9,639		50a	
of which: eligible provisions	—		50b	
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	601,624			
of which: unrealized gains on other securities after 55% discount	575,141			
of which: land revaluation excess after 55% discount	26,483			
Tier 2 capital: instruments and provisions (H)	2,477,921		51	

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,000	100,000
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		148,350	
of which: Tier 2 and deductions under Basel II		148,350	
Tier 2 capital: regulatory adjustments	(I)	173,350	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,304,571	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,914,733	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		127,409	
of which: intangible assets other than mortgage servicing rights		13,761	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		70,582	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		23,780	
Risk weighted assets	(L)	57,128,928	60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))		12.22%	61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))		13.32%	62
Total risk-weighted capital ratio (consolidated) ((K)/(L))		17.35%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		708,913	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		511,221	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		4,717	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		9,639	76
Cap on inclusion of provisions (general reserve for possible loan losses)		25,300	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		—	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		290,129	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		990,286	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		—	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,627,622	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		—	85

(Millions of yen)

Items	Second Quarter ended September 30, 2014
Required capital ((L) × 8%)	4,570,314

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,424,285			1a+2-1c-26
of which: capital and capital surplus	4,278,391			1a
of which: retained earnings	2,284,654			2
of which: treasury stock (-)	-			1c
of which: cash dividends to be paid (-)	138,760			26
of which: other than the above	-			
Stock acquisition rights to common shares	-			1b
Accumulated other comprehensive income and other disclosed reserves	-	864,951		3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	148,579			5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	35,461			
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	35,461			
Common Equity Tier 1 capital: instruments and reserves (A)	6,608,325			6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
Total intangible assets (excluding those relating to mortgage servicing rights)	-	386,846		8+9
of which: goodwill (including those equivalent)	-	218,866		8
of which: other intangible assets other than goodwill and mortgage servicing rights	-	167,980		9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	3,593		10
Net deferred losses on hedges	-	(57,583)		11
Shortfall of eligible provisions to expected losses	-	-		12
Gain on sale on securitization transactions	-	38,866		13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	8,696		14
Prepaid pension cost	-	149,267		15
Investments in own shares (excluding those reported in the Net assets section)	-	55		16
Reciprocal cross-holdings in common equity	-	-		17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	-	-		18
Amount exceeding the 10% threshold on specified items	-	-		19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		19
of which: mortgage servicing rights	-	-		20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		21
Amount exceeding the 15% threshold on specified items	-	-		22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-		23
of which: mortgage servicing rights	-	-		24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-		25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-			27
Common Equity Tier 1 capital: regulatory adjustments (B)	-			28
<b>Common Equity Tier 1 capital (CET1)</b>				
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,608,325			29

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	13,482			34–35
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,080,317			33+35
of which: instrument issued by banks and their special purpose vehicles	1,080,317			33
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	—			35
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(49,562)			
of which: foreign currency translation adjustments	(49,562)			
Additional Tier 1 capital: instruments (D)	1,044,238			36
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—		37
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—		38
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—		39
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	—	158,308		40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	208,020			
of which: goodwill and others	169,153			
of which: gain on sale on securitization transactions	38,866			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—			42
Additional Tier 1 capital: regulatory adjustments (E)	208,020			43
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	836,217			44
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,444,543			45
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—			46
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	2,657			48–49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,831,075			47+49
of which: instruments issued by banks and their special purpose vehicles	1,817,217			47
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	13,858			49
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	58,912			50
of which: general reserve for possible loan losses	10,198			50a
of which: eligible provisions	48,713			50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	606,431			
of which: unrealized gains on other securities after 55% discount	573,004			
of which: land revaluation excess after 55% discount	33,427			
Tier 2 capital: instruments and provisions (H)	2,499,076			51



(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		125,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		145,890	
of which: Tier 2 and deductions under Basel II		145,890	
Tier 2 capital: regulatory adjustments	(I)	145,890	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,353,186	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,797,729	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		147,252	
of which: intangible assets other than mortgage servicing rights		15,706	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		88,189	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,085	
Risk weighted assets	(L)	54,343,623	60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))		12.16%	61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))		13.69%	62
Total risk-weighted capital ratio (consolidated) ((K)/(L))		18.02%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		685,789	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		439,488	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		286,657	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		10,198	76
Cap on inclusion of provisions (general reserve for possible loan losses)		19,513	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		48,713	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		276,477	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		1,114,071	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		—	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,831,075	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		18,683	85

(Millions of yen)

Items	Second Quarter ended September 30, 2013
Required capital ((L) × 8%)	4,347,489

(Millions of yen, except percentages)

		Year ended March 31, 2014	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves</b>			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,426,054		1a+2-1c-26
of which: capital and capital surplus	4,278,391		1a
of which: retained earnings	2,468,427		2
of which: treasury stock (-)	-		1c
of which: cash dividends to be paid (-)	320,763		26
of which: other than the above	-		
Stock acquisition rights to common shares	-		1b
Accumulated other comprehensive income and other disclosed reserves	169,261	677,046	3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	158,494		5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	26,782		
of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	26,782		
Common Equity Tier 1 capital: instruments and reserves (A)	6,780,594		6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
Total intangible assets (excluding those relating to mortgage servicing rights)	88,561	354,245	8+9
of which: goodwill (including those equivalent)	51,629	206,519	8
of which: other intangible assets other than goodwill and mortgage servicing rights	36,931	147,726	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,235	4,940	10
Net deferred losses on hedges	(11,497)	(45,991)	11
Shortfall of eligible provisions to expected losses	-	-	12
Gain on sale on securitization transactions	8,136	32,545	13
Gains and losses due to changes in own credit risk on fair valued liabilities	1,106	4,424	14
Net defined benefit asset	14,937	59,750	15
Investments in own shares (excluding those reported in the Net assets section)	15	61	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	-	-	18
Amount exceeding the 10% threshold on specified items	-	-	19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	21
Amount exceeding the 15% threshold on specified items	-	-	22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		27
Common Equity Tier 1 capital: regulatory adjustments (B)	102,493		28
<b>Common Equity Tier 1 capital (CET1)</b>			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,678,100		29

(Millions of yen, except percentages)

		Year ended March 31, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	13,846			34–35
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	824,074			33+35
of which: instrument issued by banks and their special purpose vehicles	824,074			33
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	—			35
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	5,423			
of which: foreign currency translation adjustments	5,423			
Additional Tier 1 capital: instruments (D)	843,344			36
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—		37
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—		38
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—		39
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,729	126,916		40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	179,796			
of which: goodwill and others	147,250			
of which: gain on sale on securitization transactions	32,545			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—			42
Additional Tier 1 capital: regulatory adjustments (E)	211,525			43
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)–(E)) (F)	631,819			44
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,309,919			45
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—			46
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	3,171			48–49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,627,622			47+49
of which: instruments issued by banks and their special purpose vehicles	1,614,634			47
of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	12,988			49
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	35,546			50
of which: general reserve for possible loan losses	10,179			50a
of which: eligible provisions	25,367			50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	488,099			
of which: unrealized gains on other securities after 55% discount	461,566			
of which: land revaluation excess after 55% discount	26,532			
Tier 2 capital: instruments and provisions (H)	2,154,439			51

(Millions of yen, except percentages)

Items	Year ended March 31, 2014		
		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments	—	—	52
Reciprocal cross-holdings in Tier 2 instruments	—	—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	—	—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)	25,000	100,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	139,896		
of which: Tier 2 and deductions under Basel II	139,896		
Tier 2 capital: regulatory adjustments (I)	164,896		57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I)) (J)	1,989,543		58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J)) (K)	9,299,462		59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements	119,239		
of which: intangible assets other than mortgage servicing rights	13,457		
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	70,582		
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)	20,068		
Risk weighted assets (L)	54,418,600		60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	12.27%		61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	13.43%		62
Total risk-weighted capital ratio (consolidated) ((K)/(L))	17.08%		63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	666,349		72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	463,953		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	182,664		75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)	10,179		76
Cap on inclusion of provisions (general reserve for possible loan losses)	22,830		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	25,367		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	279,517		79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements	990,286		82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	—		83
Current cap on Tier 2 instruments subject to transitional arrangements	1,627,622		84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	126,725		85

(Millions of yen)

Items	Year ended March 31, 2014
Required capital ((L) × 8%)	4,353,488

## ■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2014)

Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	36,220,060		
Call loans and bills bought	1,194,366		
Receivables under resale agreements	706,527		
Receivables under securities borrowing transactions	5,504,201		
Monetary claims bought	3,735,471		
Trading assets	7,734,279	6-a	
Money held in trust	1		
Securities	26,182,006	2-b, 6-b	
Loans and bills discounted	72,447,280	6-c	
Foreign exchanges	2,123,155		
Lease receivables and investment assets	214,888		
Other assets	2,853,430		
Tangible fixed assets	1,002,026		
Intangible fixed assets	446,797	2-a	
Net defined benefit asset	187,192	3	
Deferred tax assets	82,458	4-a	
Customers' liabilities for acceptances and guarantees	6,124,054		
Reserve for possible loan losses	(499,123)		
<b>Total assets</b>	<b>166,259,075</b>		
<b>(Liabilities)</b>			
Deposits	95,561,937		
Negotiable certificates of deposit	14,925,231		
Call money and bills sold	4,401,120		
Payables under repurchase agreements	1,374,565		
Payables under securities lending transactions	7,913,071		
Commercial paper	2,705,530		
Trading liabilities	5,307,369	6-d	
Borrowed money	7,012,717	8	
Foreign exchanges	602,386		
Short-term bonds	463,900		
Bonds	5,075,056		
Due to trust account	770,424		
Other liabilities	4,702,138		
Reserve for employee bonuses	34,431		
Net defined benefit liability	15,370		
Reserve for executive retirement benefits	690		
Reserve for point service program	1,512		
Reserve for reimbursement of deposits	11,655		
Reserve for losses on interest repayment	701		
Reserve under the special laws	547		
Deferred tax liabilities	219,838	4-b	
Deferred tax liabilities for land revaluation	38,256	4-c	
Acceptances and guarantees	6,124,054		
<b>Total liabilities</b>	<b>157,262,510</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,717,391	1-b	
Retained earnings	2,608,552	1-c	
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,886,937</b>		
Net unrealized gains on other securities	1,145,591		
Net deferred losses on hedges	(41,826)	5	
Land revaluation excess	35,551		
Foreign currency translation adjustments	(2,905)		
Remeasurements of defined benefit plans	(67,323)		
<b>Total accumulated other comprehensive income</b>	<b>1,069,085</b>		3
Stock acquisition rights	175	7-a	
Minority interests	1,040,367	7-b	
<b>Total net assets</b>	<b>8,996,565</b>		
<b>Total liabilities and net assets</b>	<b>166,259,075</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,717,391	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,608,552		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,886,937		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,886,937	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,278,385		1a
of which: retained earnings	2,608,552		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

2. Intangible assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	446,797		2-a
Securities	26,182,006		2-b
of which: goodwill attributable to equity-method investees	91,411		

Income taxes related to above	104,207	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	244,900		8
Other intangible assets other than goodwill and mortgage servicing rights	189,101	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

3. Net defined benefit asset

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit asset	187,192		3

Income taxes related to above	66,435	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	120,756		15

#### 4. Deferred tax assets

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	82,458		4-a
Deferred tax liabilities	219,838		4-b
Deferred tax liabilities for land revaluation	38,256		4-c
Tax effects on other intangible assets	104,207		
Tax effects on net defined benefit asset	66,435		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,985	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	4,717	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	4,717		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(41,826)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(40,250)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	7,734,279	Including trading account securities and derivatives for trading assets	6-a
Securities	26,182,006		6-b
Loans and bills discounted	72,447,280	Including subordinated loans	6-c
Trading liabilities	5,307,369	Including trading account securities sold and derivatives for trading liabilities	6-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	70		
Common Equity Tier 1 capital	70		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	708,913		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	708,913		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	794,859		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,638		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	511,221		73

## 7. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	175		7-a
Minority interests	1,040,367		7-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	158,379		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30-31ab-32
Amount allowed to be included in group Additional Tier 1	12,049		34-35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	2,177		48-49

## 8. Other capital instruments

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	7,012,717		8

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	319,414		46

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.



## ■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2013)

### Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	24,798,192		
Call loans and bills bought	1,017,319		
Receivables under resale agreements	342,000		
Receivables under securities borrowing transactions	3,906,046		
Monetary claims bought	3,139,103		
Trading assets	6,835,917	6-a	
Money held in trust	14,911	6-b	
Securities	27,249,396	2-b, 6-c	
Loans and bills discounted	67,014,369	6-d	
Foreign exchanges	1,548,198		
Lease receivables and investment assets	177,502		
Other assets	1,964,745	3	
Tangible fixed assets	850,723		
Intangible fixed assets	408,860	2-a	
Deferred tax assets	162,546	4-a	
Customers' liabilities for acceptances and guarantees	5,196,430		
Reserve for possible loan losses	(700,510)		
<b>Total assets</b>	<b>143,925,752</b>		
<b>(Liabilities)</b>			
Deposits	90,486,077		
Negotiable certificates of deposit	11,817,077		
Call money and bills sold	2,175,635		
Payables under repurchase agreements	1,662,841		
Payables under securities lending transactions	3,482,979		
Commercial paper	2,472,168		
Trading liabilities	5,440,552	6-e	
Borrowed money	3,744,605		
Foreign exchanges	412,054		
Short-term bonds	190,800		
Bonds	4,611,733		
Due to trust account	681,721		
Other liabilities	2,695,818		
Reserve for employee bonuses	37,832		
Reserve for employee retirement benefits	16,037		
Reserve for executive retirement benefits	661		
Reserve for point service program	1,624		
Reserve for reimbursement of deposits	8,791		
Reserve for losses on interest repayment	905		
Reserve under the special laws	344		
Deferred tax liabilities	22,959	4-b	
Deferred tax liabilities for land revaluation	38,724	4-c	
Acceptances and guarantees	5,196,430		
<b>Total liabilities</b>	<b>135,198,375</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,717,397	1-b	
Retained earnings	2,284,654	1-c	
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,563,045</b>		
Net unrealized gains on other securities	938,370		
Net deferred losses on hedges	(59,664)	5	
Land revaluation excess	35,808		
Foreign currency translation adjustments	(49,562)		
<b>Total accumulated other comprehensive income</b>	<b>864,951</b>		3
Stock acquisition rights	130	7-a	
Minority interests	1,299,248	7-b	
<b>Total net assets</b>	<b>8,727,376</b>		
<b>Total liabilities and net assets</b>	<b>143,925,752</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

**(Appended Table)**

## 1. Stockholders' equity

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,717,397	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,284,654		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,563,045		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,563,045	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,278,391		1a
of which: retained earnings	2,284,654		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

## 2. Intangible assets

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	408,860		2-a
Securities	27,249,396		2-b
of which: goodwill attributable to equity-method investees	70,617		

Income taxes related to above

92,630

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	218,866		8
Other intangible assets other than goodwill and mortgage servicing rights	167,980	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

## 3. Prepaid pension cost

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Other assets	1,964,745		3
of which: prepaid pension cost	231,149		

Income taxes related to above

81,882

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Prepaid pension cost	149,267		15

#### 4. Deferred tax assets

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	162,546		4-a
Deferred tax liabilities	22,959		4-b
Deferred tax liabilities for land revaluation	38,724		4-c
Tax effects on other intangible assets	92,630		
Tax effects on prepaid pension cost	81,882		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,593	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	286,657	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	286,657		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(59,664)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(57,583)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	6,835,917	Including trading account securities and derivatives for trading assets	6-a
Money held in trust	14,911		6-b
Securities	27,249,396		6-c
Loans and bills discounted	67,014,369	Including subordinated loans	6-d
Trading liabilities	5,440,552	Including trading account securities sold and derivatives for trading liabilities	6-e

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	55		
Common Equity Tier 1 capital	55		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	685,789		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	685,789		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	722,797		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,308		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	439,488		73

## 7. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	130		7-a
Minority interests	1,299,248		7-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	148,579		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30-31ab-32
Amount allowed to be included in group Additional Tier 1	13,482		34-35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	2,657		48-49

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

## ■ Reconciliation of regulatory capital elements back to the balance sheet (Year ended March 31, 2014)

Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen)			
Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	32,826,744		
Call loans and bills bought	1,248,235		
Receivables under resale agreements	522,860		
Receivables under securities borrowing transactions	3,737,208		
Monetary claims bought	3,420,145		
Trading assets	6,846,729	6-a	
Money held in trust	14,572		
Securities	27,092,373	2-b, 6-b	
Loans and bills discounted	69,754,391	6-c	
Foreign exchanges	1,790,406		
Lease receivables and investment assets	218,360		
Other assets	1,703,060		
Tangible fixed assets	976,903		
Intangible fixed assets	445,686	2-a	
Net defined benefit asset	115,847	3	
Deferred tax assets	101,929	4-a	
Customers' liabilities for acceptances and guarantees	5,632,563		
Reserve for possible loan losses	(623,876)		
<b>Total assets</b>	<b>155,824,141</b>		
<b>(Liabilities)</b>			
Deposits	94,543,064		
Negotiable certificates of deposit	13,973,339		
Call money and bills sold	4,113,650		
Payables under repurchase agreements	1,708,801		
Payables under securities lending transactions	5,328,427		
Commercial paper	2,374,051		
Trading liabilities	4,740,484	6-d	
Borrowed money	5,101,073		
Foreign exchanges	451,658		
Short-term bonds	302,500		
Bonds	4,906,764		
Due to trust account	699,329		
Other liabilities	3,145,635		
Reserve for employee bonuses	55,272		
Reserve for executive bonuses	4,244		
Net defined benefit liability	14,625		
Reserve for executive retirement benefits	814		
Reserve for point service program	2,025		
Reserve for reimbursement of deposits	14,858		
Reserve for losses on interest repayment	774		
Reserve under the special laws	402		
Deferred tax liabilities	30,739	4-b	
Deferred tax liabilities for land revaluation	38,276	4-c	
Acceptances and guarantees	5,632,563		
<b>Total liabilities</b>	<b>147,183,378</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,717,397	1-b	
Retained earnings	2,468,427	1-c	
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,746,818</b>		
Net unrealized gains on other securities	938,235		
Net deferred losses on hedges	(59,626)	5	
Land revaluation excess	35,675		
Foreign currency translation adjustments	6,779		
Remeasurements of defined benefit plans	(74,755)		
<b>Total accumulated other comprehensive income</b>	<b>846,308</b>		3
Stock acquisition rights	157	7-a	
Minority interests	1,047,479	7-b	
<b>Total net assets</b>	<b>8,640,763</b>		
<b>Total liabilities and net assets</b>	<b>155,824,141</b>		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,717,397	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,468,427		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,746,818		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,746,818	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,278,391		1a
of which: retained earnings	2,468,427		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

2. Intangible assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	445,686		2-a
Securities	27,092,373		2-b
of which: goodwill attributable to equity-method investees	99,260		

Income taxes related to above	102,138	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	258,148		8
Other intangible assets other than goodwill and mortgage servicing rights	184,658	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

3. Net defined benefit asset

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit asset	115,847		3

Income taxes related to above	41,159	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	74,687		15

#### 4. Deferred tax assets

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	101,929		4-a
Deferred tax liabilities	30,739		4-b
Deferred tax liabilities for land revaluation	38,276		4-c
Tax effects on other intangible assets	102,138		
Tax effects on net defined benefit asset	41,159		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	6,175	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	182,664	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	182,664		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(59,626)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(57,489)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	6,846,729	Including trading account securities and derivatives for trading assets	6-a
Securities	27,092,373		6-b
Loans and bills discounted	69,754,391	Including subordinated loans	6-c
Trading liabilities	4,740,484	Including trading account securities sold and derivatives for trading liabilities	6-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	77		
Common Equity Tier 1 capital	77		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	666,349		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	666,349		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	747,599		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,645		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	463,953		73

## 7. Minority interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	157		7-a
Minority interests	1,047,479		7-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	158,494		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		30-31ab-32
Amount allowed to be included in group Additional Tier 1	13,846		34-35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		46
Amount allowed to be included in group Tier 2	3,171		48-49

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.



# Capital Ratio Information (Nonconsolidated)

Sumitomo Mitsui Banking Corporation

## ■ Capital Structure Information (Nonconsolidated Capital Ratio (International Standard))

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves</b>			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,135,298		1a+2-1c-26
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,257,716		2
of which: treasury stock (-)	—		1c
of which: cash dividends to be paid (-)	164,685		26
of which: other than the above	—		
Stock acquisition rights to common shares	—		1b
Valuation and translation adjustment and other disclosed reserves	214,442	857,770	3
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	—		
Common Equity Tier 1 capital: instruments and reserves (A)	6,349,741		6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
Total intangible assets (excluding those relating to mortgage servicing rights)	24,954	99,819	8+9
of which: goodwill (including those equivalent)	—	—	8
of which: other intangible assets other than goodwill and mortgage servicing rights	24,954	99,819	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	—	10
Net deferred losses on hedges	(15,712)	(62,849)	11
Shortfall of eligible provisions to expected losses	20,845	83,380	12
Gain on sale on securitization transactions	8,494	33,977	13
Gains and losses due to changes in own credit risk on fair valued liabilities	—	—	14
Prepaid pension cost	36,828	147,312	15
Investments in own shares (excluding those reported in the Net assets section)	—	—	16
Reciprocal cross-holdings in common equity	—	—	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	—	—	18
Amount exceeding the 10% threshold on specified items	—	—	19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—	19
of which: mortgage servicing rights	—	—	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	21
Amount exceeding the 15% threshold on specified items	—	—	22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—	23
of which: mortgage servicing rights	—	—	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	—		27
Common Equity Tier 1 capital: regulatory adjustments (B)	75,410		28
<b>Common Equity Tier 1 capital (CET1)</b>			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,274,330		29

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	839,318		33+35	
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(545)			
of which: foreign currency translation adjustments	(545)			
Additional Tier 1 capital: instruments (D)	838,773		36	
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38	
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—	39	
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,846	127,384	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	75,667			
of which: gain on sale on securitization transactions	33,977			
of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	41,690			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42	
Additional Tier 1 capital: regulatory adjustments (E)	107,513		43	
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)-(E)) (F)	731,259		44	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,005,590		45	
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—		46	
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	326,537			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,533,640		47+49	
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	—		50	
of which: general reserve for possible loan losses	—		50a	
of which: eligible provisions	—		50b	
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	587,868			
of which: unrealized gains on other securities after 55% discount	565,566			
of which: land revaluation excess after 55% discount	22,301			
Tier 2 capital: instruments and provisions (H)	2,448,046		51	

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2014	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,000	100,000
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		41,690	
of which: Tier 2 and deductions under Basel II		41,690	
Tier 2 capital: regulatory adjustments	(I)	66,690	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,381,356	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,386,946	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		323,162	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		277,366	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		23,780	
Risk weighted assets	(L)	50,302,392	60
<b>Capital ratio</b>			
Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))		12.47%	61
Tier 1 risk-weighted capital ratio ((G)/(L))		13.92%	62
Total risk-weighted capital ratio ((K)/(L))		18.66%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		592,647	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		515,277	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		—	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		—	76
Cap on inclusion of provisions (general reserve for possible loan losses)		2,299	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		—	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		270,527	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		989,886	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		—	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,613,792	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		—	85

(Millions of yen)

Items	Second Quarter ended September 30, 2014
Required capital ((L) × 8%)	4,024,191

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves</b>			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	5,905,554		1a+2-1c-26
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,002,047		2
of which: treasury stock (-)	-		1c
of which: cash dividends to be paid (-)	138,760		26
of which: other than the above	-		
Stock acquisition rights to common shares	-		1b
Valuation and translation adjustment and other disclosed reserves	-	933,875	3
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	-		
Common Equity Tier 1 capital: instruments and reserves (A)	5,905,554		6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
Total intangible assets (excluding those relating to mortgage servicing rights)	-	109,342	8+9
of which: goodwill (including those equivalent)	-	-	8
of which: other intangible assets other than goodwill and mortgage servicing rights	-	109,342	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	10
Net deferred gains on hedges	-	(12,648)	11
Shortfall of eligible provisions to expected losses	-	41,245	12
Gain on sale on securitization transactions	-	38,866	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Prepaid pension cost	-	144,082	15
Investments in own shares (excluding those reported in the Net assets section)	-	-	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	-	-	18
Amount exceeding the 10% threshold on specified items	-	-	19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	21
Amount exceeding the 15% threshold on specified items	-	-	22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		27
Common Equity Tier 1 capital: regulatory adjustments (B)	-		28
<b>Common Equity Tier 1 capital (CET1)</b>			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	5,905,554		29

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,080,317		33+35	
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(1,162)			
of which: foreign currency translation adjustments	(1,162)			
Additional Tier 1 capital: instruments (D)	1,079,155		36	
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38	
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—	39	
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	—	159,230	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	59,489			
of which: gain on sale on securitization transactions	38,866			
of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	20,622			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42	
Additional Tier 1 capital: regulatory adjustments (E)	59,489		43	
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)-(E)) (F)	1,019,666		44	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	6,925,220		45	
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—		46	
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,815,516		47+49	
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	—		50	
of which: general reserve for possible loan losses	—		50a	
of which: eligible provisions	—		50b	
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	592,652			
of which: unrealized gains on other securities after 55% discount	564,507			
of which: land revaluation excess after 55% discount	28,144			
Tier 2 capital: instruments and provisions (H)	2,408,168		51	

(Millions of yen, except percentages)

		Second Quarter ended September 30, 2013	
Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments		—	52
Reciprocal cross-holdings in Tier 2 instruments		—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)		—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)		125,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements		20,622	
of which: Tier 2 and deductions under Basel II		20,622	
Tier 2 capital: regulatory adjustments	(I)	20,622	57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I))	(J)	2,387,546	58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,312,766	59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements		471,170	
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)		423,509	
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)		25,085	
Risk weighted assets	(L)	47,937,482	60
<b>Capital ratio (consolidated)</b>			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))		12.31%	61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))		14.44%	62
Total risk-weighted capital ratio (consolidated) ((K)/(L))		19.42%	63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		589,299	72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)		434,755	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)		—	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)		163,901	75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)		—	76
Cap on inclusion of provisions (general reserve for possible loan losses)		2,031	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		—	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		256,095	79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements		1,113,621	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		—	83
Current cap on Tier 2 instruments subject to transitional arrangements		1,815,516	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		21,357	85

(Millions of yen)

Items	Second Quarter ended September 30, 2013
Required capital ((L) × 8%)	3,834,998

(Millions of yen, except percentages)

Items	Year ended March 31, 2014		
		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves</b>			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	5,859,721		1a+2-1c-26
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,138,218		2
of which: treasury stock (-)	-		1c
of which: cash dividends to be paid (-)	320,763		26
of which: other than the above	-		
Stock acquisition rights to common shares	-		1b
Valuation and translation adjustment and other disclosed reserves	179,267	717,069	3
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	-		
Common Equity Tier 1 capital: instruments and reserves (A)	6,038,989		6
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
Total intangible assets (excluding those relating to mortgage servicing rights)	23,497	93,991	8+9
of which: goodwill (including those equivalent)	-	-	8
of which: other intangible assets other than goodwill and mortgage servicing rights	23,497	93,991	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	10
Net deferred losses on hedges	(10,324)	(41,299)	11
Shortfall of eligible provisions to expected losses	7,659	30,639	12
Gain on sale on securitization transactions	8,136	32,545	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Prepaid pension cost	29,201	116,806	15
Investments in own shares (excluding those reported in the Net assets section)	-	-	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	-	-	18
Amount exceeding the 10% threshold on specified items	-	-	19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	21
Amount exceeding the 15% threshold on specified items	-	-	22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		27
Common Equity Tier 1 capital: regulatory adjustments (B)	58,170		28
<b>Common Equity Tier 1 capital (CET1)</b>			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	5,980,818		29

(Millions of yen, except percentages)

		Year ended March 31, 2014		
Items		Amounts excluded under transitional arrangements	Basel III Template No.	
<b>Additional Tier 1 capital: instruments</b>				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a	30
Stock acquisition rights to Additional Tier 1 instruments	—		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	824,074		33+35	
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(735)			
of which: foreign currency translation adjustments	(735)			
Additional Tier 1 capital: instruments (D)	823,339		36	
<b>Additional Tier 1 capital: regulatory adjustments</b>				
Investments in own Additional Tier 1 instruments	—	—	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38	
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	—	—	39	
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,846	127,384	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	47,865			
of which: gain on sale on securitization transactions	32,545			
of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	15,319			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42	
Additional Tier 1 capital: regulatory adjustments (E)	79,711		43	
<b>Additional Tier 1 capital (AT1)</b>				
Additional Tier 1 capital ((D)-(E)) (F)	743,627		44	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	6,724,445		45	
<b>Tier 2 capital: instruments and provisions</b>				
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	—		46	
Stock acquisition rights to Tier 2 instruments	—			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—			
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—			
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,613,792		47+49	
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	—		50	
of which: general reserve for possible loan losses	—		50a	
of which: eligible provisions	—		50b	
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	477,926			
of which: unrealized gains on other securities after 55% discount	455,620			
of which: land revaluation excess after 55% discount	22,306			
Tier 2 capital: instruments and provisions (H)	2,091,719		51	



(Millions of yen, except percentages)

Items	Year ended March 31, 2014		
		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Tier 2 capital: regulatory adjustments</b>			
Investments in own Tier 2 instruments	—	—	52
Reciprocal cross-holdings in Tier 2 instruments	—	—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	—	—	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)	25,000	100,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	15,319		
of which: Tier 2 and deductions under Basel II	15,319		
Tier 2 capital: regulatory adjustments (I)	40,319		57
<b>Tier 2 capital (T2)</b>			
Tier 2 capital (T2) ((H)-(I)) (J)	2,051,399		58
<b>Total capital (TC = T1 + T2)</b>			
Total capital (TC = T1 + T2) ((G)+(J)) (K)	8,775,845		59
<b>Risk weighted assets</b>			
Total of items included in risk weighted assets subject to transitional arrangements	377,653		
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	338,806		
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)	20,068		
Risk weighted assets (L)	47,940,672		60
<b>Capital ratio</b>			
Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))	12.47%		61
Tier 1 risk-weighted capital ratio ((G)/(L))	14.02%		62
Total risk-weighted capital ratio ((K)/(L))	18.30%		63
<b>Regulatory adjustments</b>			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	569,683		72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	475,035		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	77,942		75
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
Provisions (general reserve for possible loan losses)	—		76
Cap on inclusion of provisions (general reserve for possible loan losses)	2,363		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	—		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	258,200		79
<b>Capital instruments subject to transitional arrangements</b>			
Current cap on Additional Tier 1 instruments subject to transitional arrangements	989,886		82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	—		83
Current cap on Tier 2 instruments subject to transitional arrangements	1,613,792		84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	128,412		85

(Millions of yen)

Items	Year ended March 31, 2014
Required capital ((L) × 8%)	3,835,253

■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2014)

Sumitomo Mitsui Banking Corporation

(Millions of yen)			
Items	Balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	33,802,357		
Call loans	618,406		
Receivables under resale agreements	393,134		
Receivables under securities borrowing transactions	797,509		
Bills bought	19,710		
Monetary claims bought	1,019,274		
Trading assets	3,791,827	6-a	
Securities	26,763,465		
Loans and bills discounted	65,778,476	6-c	
Foreign exchanges	2,016,288		
Other assets	1,923,243		
Tangible fixed assets	778,966		
Intangible fixed assets	193,659	2	
Prepaid pension cost	285,800	3	
Customers' liabilities for acceptances and guarantees	6,314,286		
Reserve for possible loan losses	(355,043)		
Reserve for possible losses on investments	(77,251)		
<b>Total assets</b>	<b>144,064,112</b>		
<b>(Liabilities)</b>			
Deposits	85,496,463		
Negotiable certificates of deposit	14,974,230		
Call money	3,351,288		
Payables under repurchase agreements	723,892		
Payables under securities lending transactions	4,580,117		
Commercial paper	2,028,604		
Trading liabilities	2,740,084	6-d	
Borrowed money	7,058,826		
Foreign exchanges	635,576		
Short-term bonds	25,000		
Bonds	4,572,916		
Due to trust account	770,114		
Other liabilities	3,144,838		
Reserve for employee bonuses	12,777		
Reserve for point service program	793		
Reserve for reimbursement of deposits	10,354		
Deferred tax liabilities	213,636	4-a	
Deferred tax liabilities for land revaluation	37,778	4-b	
Acceptances and guarantees	6,314,286		
<b>Total liabilities</b>	<b>136,691,578</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,481,273	1-b	
Retained earnings	2,256,957		
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,299,224</b>		
Net unrealized gains on other securities	1,128,860		
Net deferred losses on hedges	(79,723)		
Land revaluation excess	24,171		
<b>Total valuation and translation adjustments</b>	<b>1,073,309</b>		
<b>Total net assets</b>	<b>7,372,534</b>		
<b>Total liabilities and net assets</b>	<b>144,064,112</b>		

Note: The nonconsolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose vehicles and other equivalent entities in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital Is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	Amount reported on the consolidated financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
Securities	26,749,886	6-b	3
Borrowed money	6,211,031	7	
Retained earnings	2,257,716	1-c	
Net deferred losses on hedges	(80,138)	5	
Total valuation and translation adjustments	1,072,212		

**(Appended Table)**

## 1. Stockholders' equity

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,481,273	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,257,716		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,299,983		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,299,983	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,257,716		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

## 2. Intangible assets

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	193,659		2
Income taxes related to above	68,884		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	—		8
Other intangible assets other than goodwill and mortgage servicing rights	124,774	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

## 3. Prepaid pension cost

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Prepaid pension cost	285,800		3
Income taxes related to above	101,659		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Prepaid pension cost	184,140		15

#### 4. Deferred tax assets

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Deferred tax liabilities	213,636		4-a
Deferred tax liabilities for land revaluation	37,778		4-b
Tax effects on other intangible assets	68,884		
Tax effects on prepaid pension cost	101,659		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	—	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	—		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(80,138)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(78,562)	Excluding those items whose valuation differences arising from hedged items are recognized as "Total valuation and translation adjustments"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Trading assets	3,791,827	Including trading account securities and derivatives for trading assets	6-a
Securities	26,749,886		6-b
Loans and bills discounted	65,778,476	Including subordinated loans	6-c
Trading liabilities	2,740,084	Including trading account securities sold and derivatives for trading liabilities	6-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	—		
Common Equity Tier 1 capital	—		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	592,647		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	592,647		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	799,508		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	159,230		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	515,277		73

## 7. Other capital instruments

## (1) Balance Sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	6,211,031		7

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	326,537		46

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

■ Reconciliation of regulatory capital elements back to the balance sheet (Second Quarter ended September 30, 2013)

Sumitomo Mitsui Banking Corporation

(Millions of yen)			
Items	Balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	22,371,159		
Call loans	345,105		
Receivables under resale agreements	244,394		
Receivables under securities borrowing transactions	741,472		
Bills bought	39,411		
Monetary claims bought	779,242		
Trading assets	3,532,413	6-a	
Money held in trust	2,399	6-b	
Securities	27,985,221		
Loans and bills discounted	60,839,409	6-d	
Foreign exchanges	1,470,994		
Other assets	1,640,040	3	
Tangible fixed assets	739,398		
Intangible fixed assets	169,708	2	
Deferred tax assets	62,223	4-a	
Customers' liabilities for acceptances and guarantees	5,387,422		
Reserve for possible loan losses	(530,017)		
Reserve for possible losses on investments	(90,934)		
<b>Total assets</b>	<b>125,729,064</b>		
<b>(Liabilities)</b>			
Deposits	81,241,588		
Negotiable certificates of deposit	11,897,351		
Call money	1,662,525		
Payables under repurchase agreements	1,238,024		
Payables under securities lending transactions	1,695,034		
Commercial paper	1,905,945		
Trading liabilities	2,915,357	6-e	
Borrowed money	3,705,779		
Foreign exchanges	421,150		
Short-term bonds	25,000		
Bonds	4,241,796		
Due to trust account	681,721		
Other liabilities	1,673,308		
Reserve for employee bonuses	11,312		
Reserve for point service program	929		
Reserve for reimbursement of deposits	7,617		
Deferred tax liabilities for land revaluation	38,230	4-b	
Acceptances and guarantees	5,387,422		
<b>Total liabilities</b>	<b>118,750,095</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,481,273	1-b	
Retained earnings	2,000,804		
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,043,071</b>		
Net unrealized gains on other securities	925,454		
Net deferred gains on hedges	(13,870)		
Land revaluation excess	24,312		
<b>Total valuation and translation adjustments</b>	<b>935,897</b>		
<b>Total net assets</b>	<b>6,978,968</b>		
<b>Total liabilities and net assets</b>	<b>125,729,064</b>		

Note: The nonconsolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose vehicles and other equivalent entities in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital Is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	Amount reported on the consolidated financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
Securities	27,970,511	6-c	
Retained earnings	2,002,047	1-c	
Net deferred gains on hedges	(14,730)	5	
Total valuation and translation adjustments	933,875		3



**(Appended Table)**

## 1. Stockholders' equity

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,481,273	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,002,047		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,044,314		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,044,314	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,002,047		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

## 2. Intangible assets

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	169,708		2
Income taxes related to above	60,365		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	—		8
Other intangible assets other than goodwill and mortgage servicing rights	109,342	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

## 3. Prepaid pension cost

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Other assets	1,640,040		3
of which: prepaid pension cost	223,626		
Income taxes related to above	79,543		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Prepaid pension cost	144,082		15

#### 4. Deferred tax assets

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	62,223		4-a
Deferred tax liabilities for land revaluation	38,230		4-b
Tax effects on other intangible assets	60,365		
Tax effects on prepaid pension cost	79,543		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	163,901	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	163,901		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Net deferred gains on hedges	(14,730)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred gains on hedges	(12,648)	Excluding those items whose valuation differences arising from hedged items are recognized as "Total valuation and translation adjustments"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Trading assets	3,532,413	Including trading account securities and derivatives for trading assets	6-a
Money held in trust	2,399		6-b
Securities	27,970,511		6-c
Loans and bills discounted	60,839,409	Including subordinated loans	6-d
Trading liabilities	2,915,357	Including trading account securities sold and derivatives for trading liabilities	6-e

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	—		
Common Equity Tier 1 capital	—		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	589,299		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	589,299		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	718,986		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	159,230		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	434,755		73

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.

■ Reconciliation of regulatory capital elements back to the balance sheet (Year ended March 31, 2014)

Sumitomo Mitsui Banking Corporation

(Millions of yen)			
Items	Balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
<b>(Assets)</b>			
Cash and due from banks	30,133,257		
Call loans	557,619		
Receivables under resale agreements	455,595		
Receivables under securities borrowing transactions	643,127		
Bills bought	20,091		
Monetary claims bought	873,331		
Trading assets	3,220,669	6-a	
Money held in trust	2,060		
Securities	27,317,549		
Loans and bills discounted	63,370,678	6-c	
Foreign exchanges	1,698,141		
Other assets	1,298,327		
Tangible fixed assets	753,279		
Intangible fixed assets	182,351	2	
Prepaid pension cost	226,615	3	
Customers' liabilities for acceptances and guarantees	5,767,068		
Reserve for possible loan losses	(472,548)		
Reserve for possible losses on investments	(80,785)		
<b>Total assets</b>	<b>135,966,434</b>		
<b>(Liabilities)</b>			
Deposits	84,137,339		
Negotiable certificates of deposit	14,020,505		
Call money	3,265,929		
Payables under repurchase agreements	1,126,120		
Payables under securities lending transactions	3,390,533		
Commercial paper	1,806,866		
Trading liabilities	2,400,057	6-d	
Borrowed money	5,091,006		
Foreign exchanges	490,873		
Short-term bonds	25,000		
Bonds	4,501,843		
Due to trust account	698,953		
Other liabilities	2,071,738		
Reserve for employee bonuses	12,112		
Reserve for executive bonuses	610		
Reserve for point service program	1,338		
Reserve for reimbursement of deposits	13,650		
Deferred tax liabilities	29,744	4-a	
Deferred tax liabilities for land revaluation	37,782	4-b	
Acceptances and guarantees	5,767,068		
<b>Total liabilities</b>	<b>128,889,073</b>		
<b>(Net assets)</b>			
Capital stock	1,770,996	1-a	
Capital surplus	2,481,273	1-b	
Retained earnings	2,137,235		
Treasury stock	(210,003)	1-d	
<b>Total stockholders' equity</b>	<b>6,179,502</b>		
Net unrealized gains on other securities	926,836		
Net deferred losses on hedges	(53,158)		
Land revaluation excess	24,180		
<b>Total valuation and translation adjustments</b>	<b>897,858</b>		
<b>Total net assets</b>	<b>7,077,360</b>		
<b>Total liabilities and net assets</b>	<b>135,966,434</b>		

Note: The nonconsolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose vehicles and other equivalent entities in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital Is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	Amount reported on the consolidated financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
Securities	27,303,971	6-b	
Retained earnings	2,138,218	1-c	
Net deferred gains on hedges	(53,761)	5	
Total valuation and translation adjustments	896,337		3

**(Appended Table)**

## 1. Stockholders' equity

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,481,273	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,138,218		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,180,485		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,180,485	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,042,266		1a
of which: retained earnings	2,138,218		2
of which: treasury stock (-)	—		1c
of which: other than the above	—		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	31a

## 2. Intangible assets

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	182,351		2
Income taxes related to above	64,862		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	—		8
Other intangible assets other than goodwill and mortgage servicing rights	117,488	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

## 3. Prepaid pension cost

## (1) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Prepaid pension cost	226,615		3
Income taxes related to above	80,607		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Prepaid pension cost	146,008		15

#### 4. Deferred tax assets

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Deferred tax liabilities	29,744		4-a
Deferred tax liabilities for land revaluation	37,782		4-b
Tax effects on other intangible assets	64,862		
Tax effects on prepaid pension cost	80,607		

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	77,942	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	77,942		75

#### 5. Deferred gains or losses on derivatives under hedge accounting

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(53,761)		5

##### (2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(51,624)	Excluding those items whose valuation differences arising from hedged items are recognized as "Total valuation and translation adjustments"	11

#### 6. Items associated with investments in the capital of financial institutions

##### (1) Balance sheet (Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Trading assets	3,220,669	Including trading account securities and derivatives for trading assets	6-a
Securities	27,303,971		6-b
Loans and bills discounted	63,370,678	Including subordinated loans	6-c
Trading liabilities	2,400,057	Including trading account securities sold and derivatives for trading liabilities	6-d

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	—		
Common Equity Tier 1 capital	—		16
Additional Tier 1 capital	—		37
Tier 2 capital	—		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	—		
Common Equity Tier 1 capital	—		17
Additional Tier 1 capital	—		38
Tier 2 capital	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	569,683		
Common Equity Tier 1 capital	—		18
Additional Tier 1 capital	—		39
Tier 2 capital	—		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	569,683		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	759,266		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	159,230		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	475,035		73

## Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.



## Glossary

### Advanced Measurement Approach (AMA)

Based on the operational risk measurement methods used in the internal management of financial institutions, this is a method for obtaining the operational risk equivalent amount by calculating the maximum amount of operational risk loss expected over a period of one year, with a one-sided confidence interval of 99.9%.

### Back-testing

Method of verifying the validity of models by comparing the model value and actual value. For instance, in the case of VaR, comparing and verifying the value of VaR and the profit or loss amount.

### Banking

Market operations which gain profits by controlling interest rates and term period for assets and liabilities (loans, bonds, deposits, etc.).

### Basic Indicator Approach (BIA)

A calculation approach in which an average value for the most recent three years derived by multiplying gross profit for the financial institution as a whole by certain level (15%) is deemed to be the operational risk equivalent amount.

### CCF

Abbreviation for Credit Conversion Factor  
Ratio required for converting off-balance sheet items such as guarantees or derivatives into on-balance sheet credit exposure equivalents.

### CCP-related exposure

Exposure to a central counterparty (CCP) that interposes itself between counterparties to contracts traded in one or more financial markets, becoming the buyer to every seller and the seller to every buyer and thereby ensuring the future performance of open contracts.

### CDS

Abbreviation for Credit Default Swap  
Derivative transactions which transfer the credit risk.

### Calculation of credit risk-weighted assets under Article 145 of the Notification

Method used for calculating the credit risk-weighted assets for the fund exposure, etc. There is a method of making the total credit risk-weighted asset of individual underlying asset of funds, etc. as the relevant exposure of the credit risk-weighted asset; or a method of applying the risk weight determined based on the formation of underlying assets to the relevant exposure.

### Capital adequacy ratio notification (“the Notification”)

Administrative action or written ordinance by which the Financial Services Agency officially informs Japanese banks of regulations regarding capital adequacy ratio.

### Credit Risk Mitigation (CRM) Techniques

Method of reducing credit risk by guarantees, collateral and purchase of credit derivatives, etc.

### Credit risk-weighted assets

Total assets (lending exposures, including credit equivalent amount of off-balance sheet transactions, etc.) which is reevaluated according to the level of credit risk.

### Current exposure method

One of the methods for calculating the credit exposure equivalents of derivative transactions, etc. Method of calculating the equivalents by adding the amount (multiplying the notional amount by certain rate, and equivalent to the future exposure fluctuation amount) to the mark-to-market replacement cost calculated by evaluating the market price of the transaction.

### CVA (credit value adjustment) amount

Capital charges for market-price fluctuation of derivatives transaction due to deteriorated creditworthiness of a counterparty.

### EL

Abbreviation for Expected Loss  
Average loss expected to occur over the coming one year.

### Historical simulation method

Method of simulating future fluctuations without the use of random numbers, by using historical data for risk factors.

### Internal models approach

Methods of measuring market risk equivalent amount as the value at risk (VaR) calculated with models determined by each bank.

### Internal models method

One of the methods of market-based approach using the VaR model to calculate the loss for shares held by the bank applying the Internal Ratings-Based Approach, and dividing such loss amount by 8% to obtain the credit risk-weighted asset of the equity exposure.

### The Internal Ratings-Based (IRB) Approach

A method of calculating the risk asset by applying PD (Probability of Default) estimated internally by financial institution which conducts sophisticated risk management. There are two methods to calculate exposures to corporate client, etc.: the Advanced Internal Ratings-Based (AIRB) Approach and the Foundation Internal Ratings-Based (FIRB) Approach. The former uses self-estimated LGD and EAD values, while the latter uses LGD and EAD values designated by the authorities.

### LGD

Abbreviation for Loss Given Default  
Percentage of loss assumed in the event of default by obligor; ratio of uncollectible amount of the exposure owned in the event of default.

### Market-based approach

Method of calculating the risk assets of equity exposures, etc., by using the simple risk weight method or internal model method.

### Market risk equivalent amount

Pursuant to the Basel Capital Accord capital adequacy regulations, the required capital amount imposed on the market-related risk calculated for the four risk categories of mainly the trading book: interest rates, stocks, foreign exchange and commodities.

### Object finance

For providing credit for purchasing ships or aircraft, the only source of repayments for the financing should be profits generated from the said tangible assets; and the said tangible assets serve as collaterals, and having an appreciable extent of control over the said tangible assets and profits generated from the said tangible assets.

### Operational risk equivalent amount

Operational risk capital requirements under the Basel Capital Accord capital adequacy regulations.

### Originator

The term “originator” is used in the case that SMFG is directly or indirectly involved in the formation of underlying assets for securitization transactions when SMFG has the securitization exposure; or the cases of providing the back-up line for ABCP issued by the securitization conduit for the purpose of obtaining exposure from the third party, or providing ABL to the securitization conduit (as sponsor).

### Outlier framework

Monitoring standard for interest rate risk in the banking book, as set forth in the Pillar 2 of Basel Capital Accord.

### PD

Abbreviation for Probability of Default  
Probability of becoming default by obligor during one year.

**Project finance**

Out of credit provided for specified businesses such as electric power plants and transportation infrastructure, the only source of repayments is profits generated from the said businesses, and the collateral is tangible assets of the said businesses, and having an appreciable extent of control over the said tangible assets and profits generated from the said tangible assets.

**Qualifying Revolving Retail Exposures (QRRE)**

Exposure which may fluctuate up to the upper limit set forth by an agreement according to the individual's voluntary decision, such as card loan and credit card, etc., and the upper limit of the exposure without any collateral is 10 million yen or less.

**Risk weight**

Indicator which indicates the extent of credit risk determined by the types of assets (claims) owned. Risk weight becomes higher for assets with high risk of default.

**Securitization transaction**

It is a transaction which stratifies the credit risk for the underlying assets into more than two exposures of senior/subordinated structure and has the quality of transferring part of or entire exposure to the third party.

**Simple risk weight method**

One of market-based approaches for calculating the risk-weighted asset amount for the equity exposure, etc. by multiplying the listed shares and unlisted shares with the risk weights of 300% and 400%, respectively.

**Slotting criteria**

For risk-weighted asset calculation under the Internal Ratings-Based (IRB) Approach, it is a method of mapping the credit rating to the risk-weight in 5 levels set forth by the Financial Services Agency for Specialised Lending.

**Specialized Lending (SL)**

General term used for project finance, object finance, commodity finance and lending for commercial real estate.

**The Standardized Approach (SA)**

Method of calculating risk-weighted assets by multiplying each obligor classification (corporation, financial institution, country, retail, etc.) by the risk-weight designated by the authorities.

**Trading**

Market operations which gain profits by taking advantage of fluctuations of market prices in the short-term or price differences among markets.

**Standardized method**

Method of calculating market risk using formula determined by the Financial Services Agency.

**Underlying assets**

General term used for assets which serve as the source of payments for principal and interest for securitization exposures, etc.

**VaR**

Abbreviation for Value at Risk

Forecasted maximum loss incurred by the relevant portfolio under certain probability.