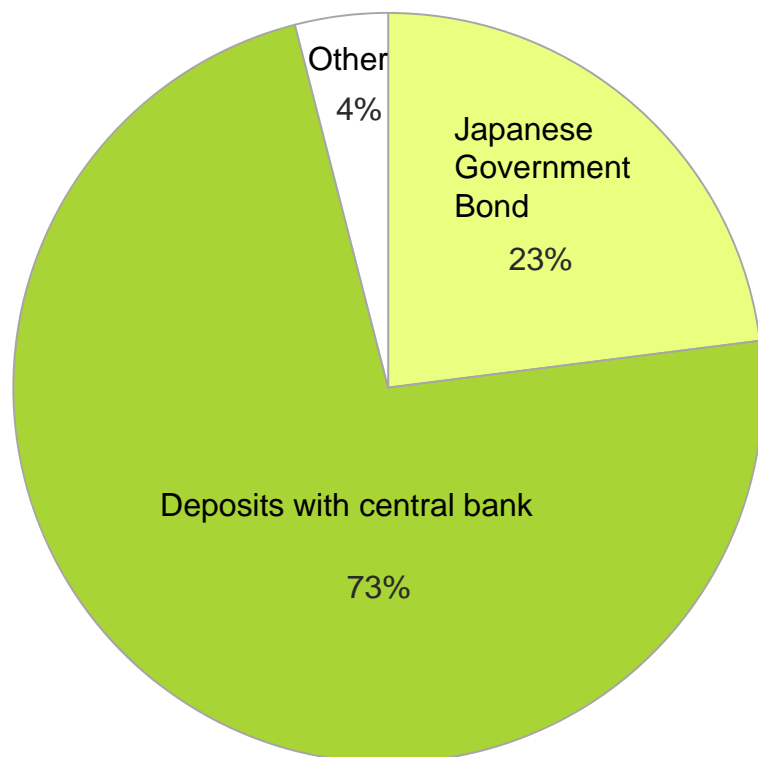


■ Unencumbered Assets

- Unencumbered assets represent securities or similar assets that are not pledged as collateral or deposits with the central bank in excess of the required reserves.
- SMFG holds such assets in the amount of approximately 39 trillion yen as of March 31, 2014, the breakdown of which is as shown below.



(Note)

1. Unencumbered assets referred to in this item do not necessarily correspond to sufficient high-quality liquid assets as defined in liquidity requirements under Basel III.
2. Unencumbered assets referred to in this item are computed by SMFG on a pro forma basis. Accordingly, it does not necessarily correspond to its official financial data. For assets pledged for financial purposes, please refer to Annual Report 2014 (p.87).

Liquidity requirements under Basel III

- The liquidity coverage ratio (LCR) will be introduced as one of the liquidity requirements under Basel III in 2015, which will require each bank to hold sufficient high-quality liquid assets (HQLA) to cover its total net cash outflows over 30 days in the case of stressed conditions.
- SMFG has sufficient value of good liquid assets, including deposits with the Central Bank and Japanese government bonds.