

## Liquidity Coverage Ratio Information (Consolidated)

Sumitomo Mitsui Banking Corporation and Subsidiaries

Since March 31, 2015, the “Liquidity Coverage Ratio” (hereinafter referred to as “LCR”), the liquidity ratio regulation under the Basel III, has been introduced in Japan. In addition to the application of uniform international standards, SMBC calculates its consolidated LCR using the calculation formula stipulated in the “Criteria for Evaluating the Soundness of Liquidity Status Set Forth by a Bank as a Benchmark for Judging its Soundness of Management, Based on the Provision of Article 14-2 of the Banking Act” (Notification No. 60 issued by the Japanese Financial Services Agency in 2014; hereinafter referred to as the “LCR Notification”).

### ■ Disclosure of Qualitative Information about Liquidity Coverage Ratio

#### 1. Intra-period Changes in Consolidated LCR

As described on the following page, the LCR has remained stable with no significant fluctuation since the introduction of the liquidity ratio regulation on March 31, 2015.

#### 2. Assessment of Consolidated LCR

The LCR Notification stipulates the minimum requirement of the LCR for 2018 at 90%, and 100% from 2019 onwards. The LCR of SMBC (consolidated) exceeds the minimum requirements of the LCR for 2018 and for 2019 onwards, having no cause for concern. In terms of the future LCR forecasts, SMBC does not expect significant deviations from the disclosed ratios. In addition, the actual LCR does not differ significantly from the initial forecast.

#### 3. Composition of High-Quality Liquid Assets

Regarding the high-quality liquid assets allowed to be included in the calculation, there are no significant changes in locations and properties of currency denominations, categories and so on. In addition, in respect of major currencies (those of which the aggregate amount of liabilities denominated in a certain currency accounts for 5% or more of SMBC's total liabilities on the consolidated basis), there is no significant mismatch in currency denomination between the total amount of the high-quality liquid assets allowed to be included in the calculation and the amount of net cash outflows.

#### 4. Other Information Concerning Consolidated LCR

SMBC has not applied “special provisions concerning qualifying operational deposits” prescribed in Article 29 of the LCR Notification and “increased liquidity needs related to market valuation changes on derivative or other transactions simulated through Scenario Approach” prescribed in Article 38 of the LCR Notification. Meanwhile, SMBC records “cash outflows related to small-sized consolidated subsidiaries,” etc. under “cash outflows based on other contracts” prescribed in Article 60 of the LCR Notification.

## ■ Disclosure of Quantitative Information about Liquidity Coverage Ratio (Consolidated)

(In million yen, %, the number of data)

Item		Current Quarter (From 2019/1/1 To 2019/3/31)		Prior Quarter (From 2018/10/1 To 2018/12/31)	
<b>High-Quality Liquid Assets (1)</b>					
1	Total high-quality liquid assets (HQLA)	63,295,852		63,573,365	
<b>Cash Outflows (2)</b>		<b>TOTAL UNWEIGHTED VALUE</b>	<b>TOTAL WEIGHTED VALUE</b>	<b>TOTAL UNWEIGHTED VALUE</b>	<b>TOTAL WEIGHTED VALUE</b>
2	Cash outflows related to unsecured retail funding	49,498,644	3,879,145	48,794,925	3,830,031
3	of which, Stable deposits	15,325,816	461,276	15,003,093	450,303
4	of which, Less stable deposits	34,172,828	3,417,869	33,791,832	3,379,728
5	Cash outflows related to unsecured wholesale funding	65,960,285	33,120,999	65,164,271	32,262,249
6	of which, Qualifying operational deposits	—	—	—	—
7	of which, Cash outflows related to unsecured wholesale funding other than qualifying operational deposits and debt securities	60,421,380	27,582,094	60,566,560	27,664,538
8	of which, Debt securities	5,538,905	5,538,905	4,597,711	4,597,711
9	Cash outflows related to secured funding, etc.		143,251		115,021
10	Cash outflows related to derivative transactions, etc. funding programs, credit and liquidity facilities	22,270,514	7,206,152	22,910,054	7,594,563
11	of which, Cash outflows related to derivative transactions, etc.	1,101,703	1,101,703	1,317,653	1,317,653
12	of which, Cash outflows related to funding programs	396,429	396,429	363,907	363,907
13	of which, Cash outflows related to credit and liquidity facilities	20,772,382	5,708,020	21,228,494	5,913,003
14	Cash outflows related to contractual funding obligations, etc.	6,607,593	5,124,925	6,356,380	4,746,425
15	Cash outflows related to contingencies	65,772,699	1,310,014	66,268,915	1,238,241
16	Total cash outflows		50,784,486		49,786,531
<b>Cash Inflows (3)</b>		<b>TOTAL UNWEIGHTED VALUE</b>	<b>TOTAL WEIGHTED VALUE</b>	<b>TOTAL UNWEIGHTED VALUE</b>	<b>TOTAL WEIGHTED VALUE</b>
17	Cash inflows related to secured lending, etc.	3,334,466	367,764	2,886,957	511,103
18	Cash inflows related to collection of loans, etc.	3,284,080	2,294,153	2,604,514	1,813,909
19	Other cash inflows	2,507,259	1,113,161	2,618,680	1,085,408
20	Total cash inflows	9,125,806	3,775,079	8,110,151	3,410,420
<b>Consolidated Liquidity Coverage Ratio (4)</b>					
21	Total HQLA allowed to be included in the calculation		63,295,852		63,573,365
22	Net cash outflows		47,009,407		46,376,110
23	Consolidated liquidity coverage ratio (LCR)		134.6%		137.0%
24	The number of data used to calculate the average value		58		62

Notes: 1. The data after the introduction of the liquidity ratio regulation on March 31, 2015 is available on Sumitomo Mitsui Financial Group's website.  
([https://www.smfg.co.jp/english/investor/financial/basel\\_3.html](https://www.smfg.co.jp/english/investor/financial/basel_3.html))

2. The average values are calculated based on daily data in accordance with Notification No. 7 issued by the Japanese Financial Services Agency in 2015. Some data, such as attribute information of customers and data on consolidated subsidiaries, is updated on the monthly or quarterly basis.

## ■ Breakdown of High-Quality Liquid Assets

(In million yen)

Item		Current Quarter (From 2019/1/1 To 2019/3/31)	Prior Quarter (From 2018/10/1 To 2018/12/31)
1	Cash and due from banks	51,493,412	52,667,872
2	Securities	11,802,440	10,905,493
3	of which, government bonds, etc.	9,453,776	8,529,560
4	of which, municipal bonds, etc.	79,243	61,560
5	of which, other bonds	869,375	862,568
6	of which, stocks	1,400,047	1,451,805
7	Total high-quality liquid assets (HQLA)	63,295,852	63,573,365

Note: The above amounts are those of high-quality liquid assets in accordance with the liquidity ratio regulation under the Basel III and do not correspond to the financial amounts.  
The amounts stated are those after multiplying factors in the liquidity ratio regulation under the Basel III.