

## Capital Ratio and Leverage Ratio Information (Non-consolidated)

Sumitomo Mitsui Banking Corporation

### ■ CC1: Composition of regulatory capital

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b	c
		As of March 31,2020	As of March 31,2019	Reference to Template CC2
<b>Common Equity Tier 1 capital: instruments and reserves (1)</b>				
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,166,883	6,382,096	
1a	of which: capital and capital surplus	3,335,548	3,335,548	
2	of which: retained earnings	2,875,747	3,196,677	
1c	of which: treasury stock (-)	—	—	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	44,411	150,128	
	of which: other than the above	—	—	
1b	Stock acquisition rights to common shares	—	—	
3	Valuation and translation adjustment and other disclosed reserves	1,284,923	1,430,047	(a)
6	Common Equity Tier 1 capital: instruments and reserves (A)	7,451,807	7,812,144	
<b>Common Equity Tier 1 capital: regulatory adjustments (2)</b>				
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	162,839	164,075	
8	of which: goodwill	—	—	
9	of which: other intangibles other than goodwill and mortgage servicing rights	162,839	164,075	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	—	
11	Net deferred gains or losses on hedges	187,152	(20,578)	
12	Shortfall of eligible provisions to expected losses	—	19,757	
13	Securitisation gain on sale	62,486	60,286	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	—	—	
15	Prepaid pension cost	239,000	222,859	
16	Investments in own shares (excluding those reported in the Net assets section)	—	—	
17	Reciprocal cross-holdings in common equity	—	—	
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	—	—	
19+20+21	Amount exceeding the 10% threshold on specified items	—	—	
19	of which: significant investments in the common stock of financials	—	—	
20	of which: mortgage servicing rights	—	—	
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	
22	Amount exceeding the 15% threshold on specified items	—	—	
23	of which: significant investments in the common stock of financials	—	—	
24	of which: mortgage servicing rights	—	—	
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	—	—	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	651,480	446,401	
<b>Common Equity Tier 1 capital (CET1)</b>				
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,800,327	7,365,742	

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b	c	
		As of March 31,2020	As of March 31,2019	Reference to Template CC2	
<b>Additional Tier 1 capital: instruments (3)</b>					
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	—	
	31b	Stock acquisition rights to Additional Tier 1 instruments	—	—	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	1,185,000	1,100,000	
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—	
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	—	173,000		
36	Additional Tier 1 capital: instruments (D)	1,185,000	1,273,000		
<b>Additional Tier 1 capital: regulatory adjustments</b>					
37	Investments in own Additional Tier 1 instruments	—	—		
38	Reciprocal cross-holdings in Additional Tier 1 instruments	—	—		
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	—	—		
40	Significant investments in the Additional Tier 1 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	25,525	25,516		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—	—		
43	Additional Tier 1 capital: regulatory adjustments (E)	25,525	25,516		
<b>Additional Tier 1 capital (AT1)</b>					
44	Additional Tier 1 capital ((D)-(E)) (F)	1,159,474	1,247,483		
<b>Tier 1 capital (T1 = CET1 + AT1)</b>					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,959,801	8,613,226		
<b>Tier 2 capital: instruments and provisions (4)</b>					
46		Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	—	
		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	961,777	1,003,250	
		Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	358,595	488,222		
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	4,472	—		
50a	of which: general reserve for possible loan losses	—	—		
50b	of which: eligible provisions	4,472	—		
51	Tier 2 capital: instruments and provisions (H)	1,324,845	1,491,472		

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b	c
		As of March 31,2020	As of March 31,2019	Reference to Template CC2
<b>Tier 2 capital: regulatory adjustments (5)</b>				
52	Investments in own Tier 2 instruments	—	—	
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	—	—	
54	Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	—	—	
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	82,643	50,000	
57	Tier 2 capital: regulatory adjustments (I)	82,643	50,000	
<b>Tier 2 capital (T2)</b>				
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,242,202	1,441,472	
<b>Total capital (TC = T1 + T2)</b>				
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	9,202,003	10,054,699	
<b>Risk weighted assets (6)</b>				
60	Total risk-weighted assets (RWA) (L)	52,248,875	49,574,518	
<b>Capital ratio (7)</b>				
61	Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))	13.01%	14.85%	
62	Tier 1 risk-weighted capital ratio ((G)/(L))	15.23%	17.37%	
63	Total risk-weighted capital ratio ((K)/(L))	17.61%	20.28%	
<b>Regulatory adjustments (8)</b>				
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	198,628	281,885	
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	491,896	516,070	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—	—	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	—	—	
<b>Provisions included in Tier 2 capital: instruments and provisions (9)</b>				
76	Provisions (general reserve for possible loan losses)	—	—	
77	Cap on inclusion of provisions (general reserve for possible loan losses)	2,727	3,671	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	4,472	—	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	258,012	248,544	
<b>Capital instruments subject to transitional arrangements (10)</b>				
82	Current cap on AT1 instruments subject to transitional arrangements	247,471	371,207	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	—	—	
84	Current cap on T2 instruments subject to transitional arrangements	403,448	605,172	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	—	—	

(Millions of yen)

Items	As of March 31,2020	As of March 31,2019
Required capital ((L) × 8%)	4,179,910	3,965,961

## ■ CC2: Reconciliation of regulatory capital to balance sheet

Sumitomo Mitsui Banking Corporation

(Millions of yen)

Items	a		b		c	d
	Balance sheet as in published financial statements		Under regulatory scope of consolidation			
	As of March 31, 2020	As of March 31, 2019	As of March 31, 2020	As of March 31, 2019		
(Assets)						
Cash and due from banks	57,971,293	54,205,583	57,971,293	54,205,583		
Call loans	645,967	2,134,392	645,967	2,134,392		
Receivables under resale agreements	5,963,377	3,364,070	5,963,377	3,364,070		
Receivables under securities borrowing transactions	943,940	1,222,284	943,940	1,222,284		
Monetary claims bought	1,562,083	1,470,872	1,562,083	1,470,872		
Trading assets	3,189,980	1,534,100	3,189,980	1,534,100		6-a
Securities	27,058,633	24,336,638	27,058,633	24,328,778		6-b
Loans and bills discounted	80,187,382	76,401,807	80,187,382	76,401,807		6-c
Foreign exchanges	1,896,157	1,627,105	1,896,157	1,627,105		
Other assets	4,178,263	2,895,757	4,178,263	2,895,757		6-d
Tangible fixed assets	794,957	802,501	794,957	802,501		
Intangible fixed assets	234,707	236,352	234,707	236,352		2
Prepaid pension cost	344,481	321,031	344,481	321,031		3
Customers' liabilities for acceptances and guarantees	9,399,524	9,078,706	9,399,524	9,078,706		
Reserve for possible loan losses	(279,702)	(275,185)	(279,702)	(275,185)		
Reserve for possible losses on investments	(127,256)	(7,363)	(127,256)	(7,363)		
<b>Total assets</b>	<b>193,963,791</b>	<b>179,348,654</b>	<b>193,963,791</b>	<b>179,340,794</b>		
(Liabilities)						
Deposits	119,973,324	116,091,103	119,973,324	116,084,925		
Negotiable certificates of deposit	10,580,261	11,581,605	10,580,261	11,581,605		
Call money	3,068,726	796,761	3,068,726	796,761		
Payables under repurchase agreements	8,728,522	7,364,577	8,728,522	7,364,577		
Payables under securities lending transactions	571,095	418,912	571,095	418,912		
Commercial paper	642,447	1,634,811	642,447	1,634,811		
Trading liabilities	2,959,613	1,348,931	2,959,613	1,348,931		6-e
Borrowed money	21,561,177	15,567,626	21,561,177	15,392,856		7
Foreign exchanges	1,519,777	1,213,861	1,519,777	1,213,861		
Bonds	1,894,369	2,910,794	1,894,369	2,910,794		
Due to trust account	1,735,889	1,292,699	1,735,889	1,292,699		
Other liabilities	3,453,008	1,659,172	3,453,008	1,657,565		6-f
Reserve for employee bonuses	13,794	13,285	13,794	13,285		
Reserve for executive bonuses	939	937	939	937		
Reserve for point service program	388	468	388	468		
Reserve for reimbursement of deposits	3,900	7,425	3,900	7,425		
Deferred tax liabilities	330,699	374,529	330,699	374,529		4-a
Deferred tax liabilities for land revaluation	30,111	30,259	30,111	30,259		4-b
Acceptances and guarantees	9,399,524	9,078,706	9,399,524	9,078,706		
<b>Total liabilities</b>	<b>186,467,572</b>	<b>171,386,468</b>	<b>186,467,572</b>	<b>171,203,913</b>		
(Net assets)						
Capital stock	1,770,996	1,770,996	1,770,996	1,770,996		1-a
Capital surplus	1,774,554	1,774,554	1,774,554	1,774,554		1-b
Retained earnings	2,875,747	3,196,504	2,875,747	3,196,677		1-c
Treasury stock	(210,003)	(210,003)	(210,003)	(210,003)		1-d
<b>Total stockholders' equity</b>	<b>6,211,295</b>	<b>6,532,053</b>	<b>6,211,295</b>	<b>6,532,225</b>		
Net unrealized gains or losses on other securities	1,073,795	1,427,008	1,073,795	1,427,008		
Net deferred gains or losses on hedges	185,163	(22,444)	185,163	(22,542)		5
Land revaluation excess	25,964	25,568	25,964	25,568		
Foreign currency translation adjustments	—	—	—	13		
<b>Total valuation and translation adjustments</b>	<b>1,284,923</b>	<b>1,430,131</b>	<b>1,284,923</b>	<b>1,430,047</b>	(a)	
Non-controlling interests	—	—	—	174,606		
<b>Total net assets</b>	<b>7,496,219</b>	<b>7,962,185</b>	<b>7,496,219</b>	<b>8,136,880</b>		
<b>Total liabilities and net assets</b>	<b>193,963,791</b>	<b>179,348,654</b>	<b>193,963,791</b>	<b>179,340,794</b>		

(Appended Table)

## 1. Stockholders' equity

## (1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Capital stock	1,770,996	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	1,774,554	1,774,554	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,875,747	3,196,677		1-c
Treasury stock	(210,003)	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,211,295	6,532,225		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,211,295	6,532,225	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,335,548	3,335,548		1a
of which: retained earnings	2,875,747	3,196,677		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 absorber clause upon entering into effectively bankruptcy	31a

## 2. Intangible fixed assets

## (1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Intangible fixed assets	234,707	236,352		2
Income taxes related to above	71,867	72,276		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	Remarks	Basel III Template No.
Goodwill	—	—		8
Other intangibles other than goodwill and mortgage servicing rights	162,839	164,075	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	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Prepaid pension cost	344,481	321,031		3
Income taxes related to above	105,480	98,171		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	Remarks	Basel III Template No.
Prepaid pension cost	239,000	222,859		15

## 4. Deferred tax assets

## (1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Deferred tax liabilities	330,699	374,529		4-a
Deferred tax liabilities for land revaluation	30,111	30,259		4-b
Tax effects on intangible fixed assets	71,867	72,276		
Tax effects on prepaid pension cost	105,480	98,171		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	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	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Net deferred gains or losses on hedges	185,163	(22,542)		5

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	Remarks	Basel III Template No.
Net deferred gains or losses on hedges	187,152	(20,578)	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	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Trading assets	3,189,980	1,534,100	Including trading account securities and derivatives for trading assets	6-a
Securities	27,058,633	24,328,778		6-b
Loans and bills discounted	80,187,382	76,401,807	Including subordinated loans	6-c
Other assets	4,178,263	2,895,757	Including derivatives	6-d
Trading liabilities	2,959,613	1,348,931	Including trading account securities sold and derivatives for trading liabilities	6-e
Other liabilities	3,453,008	1,657,565	Including derivatives	6-f

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	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 and other TLAC liabilities	—	—		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	198,628	281,885		
Common Equity Tier 1 capital	—	—		18
Additional Tier 1 capital	—	—		39
Tier 2 capital and other TLAC liabilities	—	—		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	198,628	281,885		72
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	600,065	591,586		
Amount exceeding the 10% threshold on specified items	—	—		19
Amount exceeding the 15% threshold on specified items	—	—		23
Additional Tier 1 capital	25,525	25,516		40
Tier 2 capital and other TLAC liabilities	82,643	50,000		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	491,896	516,070		73

## 7. Other capital instruments

## (1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2020	As of March 31, 2019	Remarks	Ref. No.
Borrowed money	21,561,177	15,392,856		7

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2020	As of March 31, 2019	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	1,185,000	1,100,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	961,777	1,003,250		46

## ■ Composition of Leverage Ratio

(In million yen, %)

Corresponding line # on Basel III disclosure template (Table2)	Corresponding line # on Basel III disclosure template (Table1)	Items	As of March 31, 2020	As of March 31, 2019
<b>On-balance sheet exposures (1)</b>				
1		On-balance sheet exposures before deducting adjustment items	171,987,707	162,689,001
1a	1	Total assets reported in the balance sheet	193,963,791	179,340,794
1b	3	The amount of assets that are deducted from the total assets reported in the balance sheet (except adjustment items) (-)	21,976,084	16,651,792
2	7	The amount of adjustment items pertaining to Tier 1 capital (-)	427,366	432,209
3		Total on-balance sheet exposures (a)	171,560,340	162,256,791
<b>Exposures related to derivative transactions (2)</b>				
4		Replacement cost associated with derivatives transactions, etc. (with the 1.4 alpha factor applied)		
		Replacement cost associated with derivatives transactions, etc.	3,412,019	1,314,321
5		Add-on amount for potential future exposure associated with derivatives transactions, etc. (with the 1.4 alpha factor applied)		
		Add-on amount associated with derivatives transactions, etc.	2,201,998	2,017,546
		The amount of receivables arising from providing cash margin in relation to derivatives transactions, etc.	497,394	506,786
6		The amount of receivables arising from providing collateral, provided where deducted from the balance sheet pursuant to the operative accounting framework		
		The amount of receivables arising from providing cash margin, provided where deducted from the balance sheet pursuant to the operative accounting framework	—	—
7		The amount of deductions of receivables (out of those arising from providing cash variation margin) (-)	225,519	283,480
8		The amount of client-cleared trade exposures for which a bank acting as clearing member is not obliged to make any indemnification (-)		
9		Adjusted effective notional amount of written credit derivatives	—	—
10		The amount of deductions from effective notional amount of written credit derivatives (-)	—	—
11	4	Total exposures related to derivative transactions (b)	5,885,893	3,555,174
<b>Exposures related to repo transactions (3)</b>				
12		The amount of assets related to repo transactions, etc.	6,907,318	4,586,354
13		The amount of deductions from the assets above (line 12) (-)	—	—
14		The exposures for counterparty credit risk for repo transactions, etc.	366,826	542,831
15		The exposures for agent repo transaction		
16	5	Total exposures related to repo transactions, etc. (c)	7,274,144	5,129,185
<b>Exposures related to off-balance sheet transactions (4)</b>				
17		Notional amount of off-balance sheet transactions	53,501,369	58,704,798
18		The amount of adjustments for conversion in relation to off-balance sheet transactions (-)	31,790,200	37,308,724
19	6	Total exposures related to off-balance sheet transactions (d)	21,711,168	21,396,073
<b>Leverage ratio (5)</b>				
20		The amount of capital (Tier 1 capital) (e)	7,959,801	8,613,226
21	8	Total exposures ((a)+(b)+(c)+(d)) (f)	206,431,546	192,337,226
22		Leverage ratio ((e)/(f))	3.85%	4.47%

Reason for the significant difference from the leverage ratio on a non-consolidated basis in the previous fiscal year

Decrease in leverage ratio on a non-consolidated basis is attributable to an increase in total exposures, due to a decrease in capital associated with a decline in net unrealized gains or losses on other securities and a decrease in retained earnings due to dividend payments, along with an increase in on-balance sheet assets primarily comprising loans and bills discounted and cash and due from banks.