

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 31,2022	As of March 31,2021	Reference to Template CC2
Common Equity Tier 1 capital: instruments and reserves (1)				
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,371,952	6,211,517	
1a	of which: capital and capital surplus	3,335,548	3,335,548	
2	of which: retained earnings	3,079,860	2,910,394	
1c	of which: treasury stock (–)	—	—	
26	of which: national specific regulatory adjustments (earnings to be distributed) (–)	43,455	34,424	
	of which: other than the above	—	—	
1b	Stock acquisition rights to common shares	—	—	
3	Valuation and translation adjustment and other disclosed reserves	1,131,074	1,819,924	(a)
6	Common Equity Tier 1 capital: instruments and reserves (A)	7,503,027	8,031,442	
Common Equity Tier 1 capital: regulatory adjustments (2)				
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	173,276	179,363	
8	of which: goodwill	—	—	
9	of which: other intangibles other than goodwill and mortgage servicing rights	173,276	179,363	
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	(182,290)	79,132	
12	Shortfall of eligible provisions to expected losses	—	—	
13	Securitisation gain on sale	56,744	58,866	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	16,670	8,512	
15	Prepaid pension cost	297,060	254,138	
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)	361,462	580,012	
Common Equity Tier 1 capital (CET1)				
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	7,141,565	7,451,429	

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b	c
		As of March 31,2022	As of March 31,2021	Reference to Template CC2
Additional Tier 1 capital: instruments (3)				
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	1,235,000	1,155,000
		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		—	—
36	Additional Tier 1 capital: instruments (D)		1,235,000	1,155,000
Additional Tier 1 capital: regulatory adjustments				
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	25,525
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	25,525
Additional Tier 1 capital (AT1)				
44	Additional Tier 1 capital ((D)-(E)) (F)		1,209,474	1,129,474
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)		8,351,039	8,580,903
Tier 2 capital: instruments and provisions (4)				
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		753,772	863,542
	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		—	201,724
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2		75,445	38,518
50a	of which: general reserve for possible loan losses		—	—
50b	of which: eligible provisions		75,445	38,518
51	Tier 2 capital: instruments and provisions (H)		829,217	1,103,784

(Millions of yen, except percentages)

Basel III Template No.	Items		a	b	c
			As of March 31,2022	As of March 31,2021	Reference to Template CC2
Tier 2 capital: regulatory adjustments (5)					
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)		36,723	33,213	
57	Tier 2 capital: regulatory adjustments	(I)	36,723	33,213	
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I))	(J)	792,494	1,070,571	
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G)+(J))	(K)	9,143,534	9,651,475	
Risk weighted assets (6)					
60	Total risk-weighted assets (RWA)	(L)	61,895,306	56,883,463	
Capital ratios (7)					
61	Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))		11.53%	13.09%	
62	Tier 1 risk-weighted capital ratio ((G)/(L))		13.49%	15.08%	
63	Total risk-weighted capital ratio ((K)/(L))		14.77%	16.96%	
Regulatory adjustments (8)					
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)		591,649	420,240	
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)		297,088	476,700	
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)		—	—	
Provisions included in Tier 2 capital: instruments and provisions (9)					
76	Provisions (general reserve for possible loan losses)		—	—	
77	Cap on inclusion of provisions (general reserve for possible loan losses)		2,638	2,389	
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”)		75,445	38,518	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		293,978	279,988	
Capital instruments subject to transitional arrangements (10)					
82	Current cap on AT1 instruments subject to transitional arrangements		—	123,735	
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		—	201,724	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as “nil”)		—	58,140	

(Millions of yen)

Items	As of March 31,2022	As of March 31,2021
Required capital ((L) × 8%)	4,951,624	4,550,677

■ CC2: Reconciliation of regulatory capital to balance sheet

Sumitomo Mitsui Banking Corporation

(Millions of yen)

Items	a		b	c
	Balance sheet as in published financial statements		Reference to Template CC1	Reference to appended table
	As of March 31, 2022	As of March 31, 2021		
(Assets)				
Cash and due from banks	70,840,809	68,872,236		
Call loans	2,234,818	2,483,453		
Receivables under resale agreements	1,645,410	2,564,708		
Receivables under securities borrowing transactions	1,863,080	1,587,813		
Monetary claims bought	2,290,607	1,765,424		
Trading assets	2,025,767	2,448,415		6-a
Securities	38,238,579	36,487,225		6-b
Loans and bills discounted	87,671,294	81,937,725		6-c
Foreign exchanges	2,721,735	2,048,571		
Other assets	5,291,974	4,291,338		6-d
Tangible fixed assets	766,477	780,803		
Intangible fixed assets	249,750	258,523		2
Prepaid pension cost	428,164	366,298		3
Customers' liabilities for acceptances and guarantees	12,285,466	10,526,389		
Reserve for possible loan losses	(589,208)	(456,405)		
Reserve for possible losses on investments	—	(115,791)		
Total assets	227,964,729	215,846,732		
(Liabilities)				
Deposits	141,015,245	134,685,582		
Negotiable certificates of deposit	13,108,797	12,703,900		
Call money	680,893	671,522		
Payables under repurchase agreements	14,626,237	11,879,494		
Payables under securities lending transactions	305,779	551,377		
Commercial paper	1,229,180	978,109		
Trading liabilities	1,558,679	2,348,232		6-e
Borrowed money	26,700,215	24,825,882		7-a
Foreign exchanges	1,339,163	1,193,427		
Bonds	720,847	1,084,913		7-b
Due to trust account	2,321,699	2,218,601		
Other liabilities	4,255,764	3,571,515		6-f
Reserve for employee bonuses	12,584	13,345		
Reserve for executive bonuses	1,150	1,154		
Reserve for point service program	870	603		
Reserve for reimbursement of deposits	4,974	9,245		
Deferred tax liabilities	221,503	487,964		4-a
Deferred tax liabilities for land revaluation	29,193	29,603		4-b
Acceptances and guarantees	12,285,466	10,526,389		
Total liabilities	220,418,246	207,780,865		
(Net assets)				
Capital stock	1,770,996	1,770,996		1-a
Capital surplus	1,774,554	1,774,554		1-b
Retained earnings	3,079,860	2,910,394		1-c
Treasury stock	(210,003)	(210,003)		1-d
Total stockholders' equity	6,415,408	6,245,942		
Net unrealized gains or losses on other securities	1,288,414	1,719,291		
Net deferred gains or losses on hedges	(182,902)	75,141		5
Land revaluation excess	25,563	25,492		
Total valuation and translation adjustments	1,131,074	1,819,924	(a)	
Total net assets	7,546,483	8,065,866		
Total liabilities and net assets	227,964,729	215,846,732		

Note: The regulatory balance sheet is the same as the accounting balance sheet.

(Appended Table)

1. Stockholders' equity

(1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2022	As of March 31, 2021	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	3,079,860	2,910,394		1-c
Treasury stock	(210,003)	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,415,408	6,245,942		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,415,408	6,245,942	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	3,079,860	2,910,394		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 fixed assets

(1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2022	As of March 31, 2021	Remarks	Ref. No.
Intangible fixed assets	249,750	258,523		2
Income taxes related to above	76,473	79,159		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	Remarks	Basel III Template No.
Goodwill	—	—		8
Other intangibles other than goodwill and mortgage servicing rights	173,276	179,363	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, 2022	As of March 31, 2021	Remarks	Ref. No.
Prepaid pension cost	428,164	366,298		3
Income taxes related to above	131,104	112,160		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	Remarks	Basel III Template No.
Prepaid pension cost	297,060	254,138		15

4. Deferred tax assets

(1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2022	As of March 31, 2021	Remarks
Deferred tax liabilities	221,503	487,964	
Deferred tax liabilities for land revaluation	29,193	29,603	
Tax effects on intangible fixed assets	76,473	79,159	
Tax effects on prepaid pension cost	131,104	112,160	

Ref. No.

4-a

4-b

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	Remarks
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.
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	—	—	
Amount exceeding the 15% threshold on specified items	—	—	
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	—	—	

Basel III Template
No.

10

21

25

75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2022	As of March 31, 2021	Remarks
Net deferred gains or losses on hedges	(182,902)	75,141	

Ref. No.

5

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	Remarks
Net deferred gains or losses on hedges	(182,290)	79,132	Excluding those items whose valuation differences arising from hedged items are recognized as "Total valuation and translation adjustments"

Basel III Template
No.

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, 2022	As of March 31, 2021	Remarks
Trading assets	2,025,767	2,448,415	Including trading account securities and derivatives for trading assets
Securities	38,238,579	36,487,225	
Loans and bills discounted	87,671,294	81,937,725	Including subordinated loans
Other assets	5,291,974	4,291,338	Including derivatives
Trading liabilities	1,558,679	2,348,232	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	4,255,764	3,571,515	Including derivatives

Ref. No.

6-a

6-b

6-c

6-d

6-e

6-f

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	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)	591,649	420,240		
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)	591,649	420,240		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)	359,337	535,439		
Amount exceeding the 10% threshold on specified items	—	—		19
Amount exceeding the 15% threshold on specified items	—	—		23
Additional Tier 1 capital	25,525	25,525		40
Tier 2 capital and other TLAC liabilities	36,723	33,213		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	297,088	476,700		73

7. Other capital instruments

(1) Balance sheet

(Millions of yen)

Balance sheet items	As of March 31, 2022	As of March 31, 2021	Remarks	Ref. No.
Borrowed money	26,700,215	24,825,882		7-a
Bonds	720,847	1,084,913		7-b
Total	27,421,062	25,910,796		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2022	As of March 31, 2021	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	1,235,000	1,155,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	753,772	863,542		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, 2022	As of March 31, 2021
On-balance sheet exposures (1)				
1		On-balance sheet exposures before deducting adjustment items	148,005,600	136,364,396
1a	1	Total assets reported in the balance sheet	169,370,816	156,015,409
1b	3	The amount of assets that are deducted from the total assets reported in the balance sheet (except adjustment items) (-)	21,365,216	19,651,012
2	7	The amount of adjustment items pertaining to Tier 1 capital (-)	495,863	459,027
3		Total on-balance sheet exposures (a)	147,509,736	135,905,368
Exposures related to derivative transactions (2)				
4		Replacement cost associated with derivatives transactions, etc. (with the 1.4 alpha factor applied)		
		Replacement cost associated with derivatives transactions, etc.	1,823,389	1,723,723
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.	2,623,161	2,293,265
		The amount of receivables arising from providing cash margin in relation to derivatives transactions, etc.	1,075,654	722,699
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) (-)	688,742	384,726
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)	4,833,463	4,354,962
Exposures related to repo transactions (3)				
12		The amount of assets related to repo transactions, etc.	3,508,491	4,152,522
13		The amount of deductions from the assets above (line 12) (-)	—	—
14		The exposures for counterparty credit risk for repo transactions, etc.	209,839	281,497
15		The exposures for agent repo transaction		
16	5	Total exposures related to repo transactions, etc. (c)	3,718,330	4,434,019
Exposures related to off-balance sheet transactions (4)				
17		Notional amount of off-balance sheet transactions	81,550,515	60,674,787
18		The amount of adjustments for conversion in relation to off-balance sheet transactions (-)	52,501,700	35,548,380
19	6	Total exposures related to off-balance sheet transactions (d)	29,048,815	25,126,406
Leverage ratio (5)				
20		The amount of capital (Tier 1 capital) (e)	8,351,039	8,580,903
21	8	Total exposures ((a)+(b)+(c)+(d)) (f)	185,110,346	169,820,757
22		Leverage ratio ((e)/(f))	4.51%	5.05%
Leverage ratio (including deposits with the Bank of Japan) (6)				
		Total exposures (f)	185,110,346	169,820,757
		The amount of deposits with the Bank of Japan	58,593,913	59,831,323
		Total exposures (including deposits with the Bank of Japan) (f')	243,704,259	229,652,080
		Leverage ratio (including deposits with the Bank of Japan) ((e)/(f'))	3.42%	3.73%