

Liquidity Coverage Ratio Information (Consolidated)

Sumitomo Mitsui Financial Group, Inc. 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, Sumitomo Mitsui Financial Group calculates its consolidated LCR using the calculation formula stipulated in the “Criteria for Evaluating the Soundness of Liquidity Status Set Forth by a Bank Holding Company as a Benchmark for Judging the Soundness of Management of Itself and its Subsidiaries, etc., Based on the Provision of Article 52-25 of the Banking Act, and Which Are Also the Criteria to be Referred to for Judging the Soundness of Management in Banks” (Notification No. 62 issued by the Japanese Financial Services Agency in 2014; hereinafter referred to as the “Liquidity Ratio 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 since the introduction of the liquidity ratio regulation on March 31, 2015.

2. Assessment of Consolidated LCR

The Liquidity Ratio Notification stipulates the minimum requirement of the LCR at 100%. The LCR of Sumitomo Mitsui Financial Group (consolidated) exceeds the minimum requirements of the LCR, having no cause for concern. In terms of the future LCR forecasts, Sumitomo Mitsui Financial Group 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 Sumitomo Mitsui Financial Group'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

Sumitomo Mitsui Financial Group has not applied “special provisions concerning qualifying operational deposits” prescribed in Article 28 of the Liquidity Ratio Notification and “increased liquidity needs related to market valuation changes on derivative or other transactions simulated through Scenario Approach” prescribed in Article 37 of the Liquidity Ratio Notification. Meanwhile, Sumitomo Mitsui Financial Group records “cash outflows related to small-sized consolidated subsidiaries,” etc. under “cash outflows based on other contracts” prescribed in Article 59 of the Liquidity Ratio Notification.

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

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

Item		Current Quarter (From 2024/1/1 To 2024/3/31)		Prior Quarter (From 2023/10/1 To 2023/12/31)	
High-Quality Liquid Assets (1)					
1	Total high-quality liquid assets (HQLA)	86,516,063		87,422,115	
Cash Outflows (2)		TOTAL UNWEIGHTED VALUE	TOTAL WEIGHTED VALUE	TOTAL UNWEIGHTED VALUE	TOTAL WEIGHTED VALUE
2	Cash outflows related to unsecured retail funding	63,443,579	4,923,897	62,845,227	4,892,409
3	of which, Stable deposits	20,341,415	613,074	19,934,640	600,736
4	of which, Less stable deposits	43,102,163	4,310,822	42,910,586	4,291,672
5	Cash outflows related to unsecured wholesale funding	95,792,027	48,320,101	94,161,546	46,887,991
6	of which, Qualifying operational deposits	—	—	—	—
7	of which, Cash outflows related to unsecured wholesale funding other than qualifying operational deposits and debt securities	88,876,677	41,404,751	88,225,105	40,951,550
8	of which, Debt securities	6,915,349	6,915,349	5,936,441	5,936,441
9	Cash outflows related to secured funding, etc.		595,577		397,113
10	Cash outflows related to derivative transactions, etc. funding programs, credit and liquidity facilities	39,596,495	14,389,119	39,048,777	14,238,756
11	of which, Cash outflows related to derivative transactions, etc.	2,214,702	2,214,702	2,226,124	2,226,124
12	of which, Cash outflows related to funding programs	390,248	390,248	478,837	478,837
13	of which, Cash outflows related to credit and liquidity facilities	36,991,543	11,784,168	36,343,816	11,533,794
14	Cash outflows related to contractual funding obligations, etc.	12,655,757	9,018,167	11,756,040	8,368,628
15	Cash outflows related to contingencies	87,751,299	2,248,973	87,462,675	2,236,905
16	Total cash outflows		79,495,836		77,021,804
Cash Inflows (3)		TOTAL UNWEIGHTED VALUE	TOTAL WEIGHTED VALUE	TOTAL UNWEIGHTED VALUE	TOTAL WEIGHTED VALUE
17	Cash inflows related to secured lending, etc.	10,691,925	1,017,005	9,705,981	935,744
18	Cash inflows related to collection of loans, etc.	15,057,425	9,522,642	12,916,581	8,238,313
19	Other cash inflows	5,478,710	3,035,047	5,961,186	2,842,503
20	Total cash inflows	31,228,061	13,574,694	28,583,748	12,016,561
Consolidated Liquidity Coverage Ratio (4)					
21	Total HQLA allowed to be included in the calculation		86,516,063		87,422,115
22	Net cash outflows		65,921,141		65,005,243
23	Consolidated liquidity coverage ratio (LCR)		131.2%		134.4%
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)

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 2024/1/1 To 2024/3/31)	Prior Quarter (From 2023/10/1 To 2023/12/31)
1	Cash and due from banks	78,609,176	78,824,560
2	Securities	7,906,886	8,597,555
3	of which, government bonds, etc.	4,305,298	4,955,008
4	of which, municipal bonds, etc.	160,962	241,978
5	of which, other bonds	1,227,902	1,311,750
6	of which, stocks	2,212,721	2,088,817
7	Total high-quality liquid assets (HQLA)	86,516,063	87,422,115

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.