

Net Stable Funding Ratio Information (Consolidated)

Sumitomo Mitsui Banking Corporation and Subsidiaries

Since September 30, 2021, the “Net Stable Funding Ratio” (hereinafter referred to as “NSFR”), 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 NSFR 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 “Liquidity Ratio Notification”).

■ Disclosure of Qualitative Information about Net Stable Funding Ratio

1. Intra-period Changes in Consolidated NSFR

As described on the following page, the NSFR has remained stable since the introduction of the liquidity ratio regulation on September 30, 2021.

2. Special Provisions Pertaining to Interdependent Assets and Liabilities

SMBC has not applied the “special provisions pertaining to interdependent assets and liabilities” prescribed in Article 101 of the Liquidity Ratio Notification to its NSFR.

3. Other Information Concerning Consolidated NSFR

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

Disclosure of Quantitative Information about Net Stable Funding Ratio (Consolidated)

(In million yen, %)

Item		Current Quarter (From 2024/1/1 To 2024/3/31)					Prior Quarter (From 2023/10/1 To 2023/12/31)				
		Unweighted value by residual maturity				Weighted value	Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1 year	≥ 1 year		No maturity	< 6 months	6 months to < 1 year	≥ 1 year	
Available stable funding (ASF) items (1)											
1	Capital; of which:	11,333,861	355,506	10,507	2,909,858	14,248,973	10,406,050	235,568	85,987	2,806,905	13,255,949
2	Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions	11,333,861	0	0	2,731,909	14,065,770	10,406,050	0	0	2,636,387	13,042,437
3	Other capital instruments that are not included in the above category	0	355,506	10,507	177,948	183,202	0	235,568	85,987	170,517	213,511
4	Funding from retail and small business customers; of which:	63,900,604	0	0	110,462	58,655,423	63,837,211	0	0	104,035	58,609,199
5	Stable deposits	20,688,331	0	0	0	19,653,915	21,033,494	0	0	0	19,981,819
6	Less stable deposits	43,212,272	0	0	110,462	39,001,507	42,803,716	0	0	104,035	38,627,380
7	Wholesale funding; of which:	73,318,166	60,541,240	7,662,170	18,837,396	62,295,342	69,537,870	59,646,828	4,632,141	20,483,647	60,481,209
8	Operational deposits	—	—	—	—	—	—	—	—	—	—
9	Other wholesale funding	73,318,166	60,541,240	7,662,170	18,837,396	62,295,342	69,537,870	59,646,828	4,632,141	20,483,647	60,481,209
10	Liabilities with matching interdependent assets	—	—	—	—	—	—	—	—	—	—
11	Other liabilities; of which:	1,749,107	6,080,240	0	1,071,583	160,417	1,482,135	6,987,817	0	590,519	126,554
12	Derivative liabilities				971,681					443,040	
13	All other liabilities and equity not included in the above categories	1,749,107	6,080,240	0	99,901	160,417	1,482,135	6,987,817	0	147,479	126,554
14	Total available stable funding					135,360,155					132,472,913
Required stable funding (RSF) items (2)											
15	HQLA					3,280,509					3,134,743
16	Deposits held at financial institutions for operational purposes	489,669	26,418	0	0	258,044	368,701	26,770	0	0	197,735
17	Loans, repo transactions-related assets, securities and other similar assets; of which:	1,774,528	39,306,634	14,769,666	75,266,456	85,810,222	1,628,434	40,958,016	10,116,288	71,817,048	81,381,329
18	Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA)	0	6,213,937	0	23,886	379,736	0	5,405,486	29,672	9,808	133,363
19	Loans to- and repo transactions with- financial institutions (not included in item 18)	316,170	8,273,957	4,976,351	12,220,079	16,176,845	254,441	9,614,922	2,598,849	11,187,305	14,015,969
20	Loans and repo transactions-related assets (not included in item 18, 19 and 22); of which:	987,153	22,544,515	8,764,512	49,094,379	56,519,532	906,644	23,853,285	6,501,818	46,763,377	54,824,523
21	With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk	27,372	4,121,433	1,349,423	4,445,989	4,918,991	126	2,765,653	345,039	1,086,527	1,672,346
22	Residential mortgages; of which:	0	293,556	291,659	10,848,709	8,326,334	0	291,632	291,587	10,735,116	8,084,114
23	With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk	0	166,109	165,559	5,938,383	4,025,783	0	160,668	160,462	6,661,722	4,490,684
24	Securities that are not in default and do not qualify as HQLA and other similar assets	471,204	1,980,666	737,143	3,079,401	4,407,773	467,349	1,792,690	694,360	3,121,440	4,323,359
25	Assets with matching interdependent liabilities	—	—	—	—	—	—	—	—	—	—
26	Other assets; of which:	5,110,007	1,046,403	122,667	8,765,324	14,402,406	4,987,465	811,183	94,600	8,607,432	13,913,464
27	Physical traded commodities, including gold	0				0	0				0
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet)				613,584	521,546				635,701	540,346
29	Derivative assets				0	0				0	0
30	Derivative liabilities (before deduction of variation margin posted)				252,192	252,192				217,339	217,339
31	All other assets not included in the above categories	5,110,007	1,046,403	122,667	7,899,547	13,628,667	4,987,465	811,183	94,600	7,754,391	13,155,778
32	Off-balance sheet items				122,989,934	2,542,881				130,348,822	2,729,245
33	Total required stable funding					106,294,063					101,356,518
34	Consolidated net stable funding ratio (NSFR)					127.3%					130.6%