

Net Stable Funding Ratio Information (Non-consolidated)

Sumitomo Mitsui Banking Corporation

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 non-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 Non-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 Non-consolidated NSFR

The Liquidity Ratio Notification stipulates the minimum requirement of the NSFR at 100%. The NSFR of SMBC (non-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 (Non-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:	8,041,611	355,506	10,507	2,916,496	10,963,361	7,596,190	235,568	85,987	2,848,040	10,487,225
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	8,041,611	0	0	2,738,547	10,780,158	7,596,190	0	0	2,677,523	10,273,713
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:	59,959,908	0	0	110,462	55,078,228	60,050,212	0	0	104,035	55,171,889
5	Stable deposits	20,076,959	0	0	0	19,073,111	20,453,260	0	0	0	19,430,597
6	Less stable deposits	39,882,949	0	0	110,462	36,005,116	39,596,952	0	0	104,035	35,741,292
7	Wholesale funding; of which:	72,032,695	51,600,933	7,921,803	18,627,849	58,879,107	68,123,877	52,684,338	4,929,869	20,326,550	57,234,975
8	Operational deposits	—	—	—	—	—	—	—	—	—	—
9	Other wholesale funding	72,032,695	51,600,933	7,921,803	18,627,849	58,879,107	68,123,877	52,684,338	4,929,869	20,326,550	57,234,975
10	Liabilities with matching interdependent assets	—	—	—	—	—	—	—	—	—	—
11	Other liabilities; of which:	1,635,971	2,153,841	246,027	660,664	1,577	1,403,736	1,811,013	260,093	143,791	6,733
12	Derivative liabilities				660,664					143,791	
13	All other liabilities and equity not included in the above categories	1,635,971	2,153,841	246,027	0	1,577	1,403,736	1,811,013	260,093	0	6,733
14	Total available stable funding					124,922,274					122,900,824
Required stable funding (RSF) items (2)											
15	HQLA					3,266,446					3,119,416
16	Deposits held at financial institutions for operational purposes	540,326	0	0	0	270,163	429,484	0	0	0	214,742
17	Loans, repo transactions-related assets, securities and other similar assets; of which:	1,750,726	33,555,119	14,264,815	70,696,491	80,291,055	1,604,138	36,050,646	9,479,036	67,856,457	76,473,110
18	Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA)	0	2,501,534	0	0	266,478	0	2,238,116	0	0	46,568
19	Loans to- and repo transactions with- financial institutions (not included in item 18)	301,531	9,513,640	5,599,504	13,214,092	17,567,713	235,344	11,016,735	3,142,933	11,939,023	15,224,103
20	Loans and repo transactions-related assets (not included in item 18, 19 and 22); of which:	977,989	19,701,561	7,830,966	44,342,734	50,664,980	901,444	21,008,218	5,486,158	42,839,413	49,631,016
21	With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk	27,372	3,491,130	1,326,829	4,286,527	4,486,137	126	2,185,107	322,469	908,726	1,252,462
22	Residential mortgages; of which:	0	293,439	291,528	10,625,610	8,181,196	0	291,555	291,509	10,515,609	7,941,357
23	With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk	0	166,105	165,540	5,715,284	3,880,758	0	160,659	160,451	6,442,214	4,347,994
24	Securities that are not in default and do not qualify as HQLA and other similar assets	471,204	1,544,942	542,816	2,514,053	3,610,686	467,349	1,496,020	558,433	2,562,410	3,630,064
25	Assets with matching interdependent liabilities	—	—	—	—	—	—	—	—	—	—
26	Other assets; of which:	9,205,877	506,292	95,961	4,011,748	13,393,597	8,895,287	384,580	87,793	3,359,756	12,487,422
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)				725,614	616,772				791,773	673,007
29	Derivative assets				0	0				0	0
30	Derivative liabilities (before deduction of variation margin posted)				146,686	146,686				117,541	117,541
31	All other assets not included in the above categories	9,205,877	506,292	95,961	3,139,447	12,630,138	8,895,287	384,580	87,793	2,450,441	11,696,874
32	Off-balance sheet items				119,227,142	2,363,560				114,384,923	2,302,066
33	Total required stable funding					99,584,823					94,596,759
34	Non-Consolidated net stable funding ratio (NSFR)					125.4%					129.9%