

Assets and Liabilities (Consolidated)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

Deposits and Negotiable Certificates of Deposit

Year-End Balance

March 31	Millions of yen	
	2017	2016
Domestic operations:		
Liquid deposits	¥ 68,135,738	¥ 62,436,739
Fixed-term deposits	22,249,043	22,898,011
Others	7,290,869	7,242,799
Subtotal	97,675,651	92,577,550
Negotiable certificates of deposit	6,021,235	6,451,869
Total	¥103,696,887	¥ 99,029,420
Overseas operations:		
Liquid deposits	¥ 12,766,301	¥ 11,763,251
Fixed-term deposits	7,256,466	6,222,716
Others	131,791	105,310
Subtotal	20,154,558	18,091,277
Negotiable certificates of deposit	5,859,702	7,798,564
Total	¥ 26,014,260	¥ 25,889,842
Grand total	¥129,711,148	¥124,919,262

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.
 2. Liquid deposits = Current deposits + Ordinary deposits + Savings deposits + Deposits at notice
 3. Fixed-term deposits = Time deposits + Installment savings

Balance of Loan Portfolio, Classified by Industry

Year-End Balance

March 31	Millions of yen			
	2017		2016	
Domestic operations:				
Manufacturing	¥ 7,714,405	13.55%	¥ 6,372,033	12.00%
Agriculture, forestry, fisheries and mining	120,160	0.21	126,815	0.24
Construction	906,799	1.59	918,357	1.73
Transportation, communications and public enterprises	4,633,725	8.14	4,633,300	8.73
Wholesale and retail	4,556,865	8.00	4,392,082	8.28
Finance and insurance	2,468,763	4.34	2,565,738	4.83
Real estate, goods rental and leasing	8,716,521	15.31	8,237,116	15.52
Services	4,694,153	8.25	4,613,843	8.69
Municipalities	1,108,202	1.95	1,265,341	2.38
Others	22,007,202	38.66	19,960,159	37.60
Subtotal	¥56,926,799	100.00%	¥53,084,789	100.00%
Overseas operations:				
Public sector	¥ 217,056	0.93%	¥ 173,548	0.79%
Financial institutions	1,494,278	6.41	1,347,443	6.13
Commerce and industry	19,037,470	81.67	17,787,538	80.92
Others	2,561,716	10.99	2,672,760	12.16
Subtotal	¥23,310,523	100.00%	¥21,981,290	100.00%
Total	¥80,237,322	—	¥75,066,080	—

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.
 2. Japan offshore banking accounts are included in overseas operations' accounts.

Reserve for Possible Loan Losses

March 31	Millions of yen	
	2017	2016
General reserve	¥431,510	¥395,546
Specific reserve	213,205	228,161
Loan loss reserve for specific overseas countries	1,498	1,311
Reserve for possible loan losses	¥646,215	¥625,019
Amount of direct reduction	¥288,145	¥301,983

Risk-Monitored Loans

March 31	Millions of yen	
	2017	2016
Bankrupt loans	¥ 34,441	¥ 44,748
Non-accrual loans	558,855	594,077
Past due loans (3 months or more)	22,434	19,845
Restructured loans	252,790	266,698
Total	¥868,521	¥925,370
Amount of direct reduction	¥245,719	¥273,009

Notes: Definition of risk-monitored loan categories

1. Bankrupt loans: Credits for which accrued interest is not accounted in revenue; credits extended to borrowers that are undergoing bankruptcy, corporate reorganization and rehabilitation proceedings or debtors receiving orders of disposition by suspension of business at bill clearinghouses
2. Non-accrual loans: Credits for which accrued interest is not accounted in revenue; credits, excluding loans to bankrupt borrowers and loans with grace for interest payment to assist in corporate reorganization or to support business
3. Past due loans (3 months or more): Loans with payment of principal or interest in arrears for more than 3 months, calculated from the day following the contractual due date, excluding borrowers in categories 1. and 2.
4. Restructured loans: Loans to borrowers in severe financial condition given certain favorable terms and conditions to assist in corporate rehabilitation or to support business, excluding borrowers in categories 1. through 3.

Problem Assets Based on the Financial Reconstruction Act

March 31	Millions of yen	
	2017	2016
Bankrupt and quasi-bankrupt assets	¥ 160,665	¥ 178,059
Doubtful assets	491,353	526,763
Substandard loans	275,646	287,921
Total of problem assets	927,665	992,743
Normal assets	91,575,200	85,579,406
Total	¥92,502,865	¥86,572,150
Amount of direct reduction	¥ 288,145	¥ 301,983

Notes: Definition of problem asset categories

1. Bankrupt and quasi-bankrupt assets: Credits to borrowers undergoing bankruptcy, corporate reorganization, and rehabilitation proceedings, as well as claims of a similar nature
2. Doubtful assets: Credits for which final collection of principal and interest in line with original agreements is highly improbable due to deterioration of financial position and business performance, but not insolvency of the borrower
3. Substandard loans: Past due loans (3 months or more) and restructured loans, excluding 1. and 2.
4. Normal assets: Credits to borrowers with good business performance and in financial standing without identified problems and not classified into the 3 categories above

Securities

Year-End Balance

March 31	Millions of yen	
	2017	2016
Domestic operations:		
Japanese government bonds	¥ 8,454,687	¥10,346,596
Japanese local government bonds	90,243	52,070
Japanese corporate bonds	2,731,856	2,679,706
Japanese stocks	3,925,112	3,698,605
Others	5,297,701	5,087,628
Subtotal	¥20,499,601	¥21,864,608
Overseas operations:		
Japanese government bonds	¥ —	¥ —
Japanese local government bonds	—	—
Japanese corporate bonds	78,031	82,314
Japanese stocks	—	—
Others	3,998,504	3,263,832
Subtotal	¥ 4,076,536	¥ 3,346,147
Unallocated corporate assets:		
Japanese government bonds	¥ —	¥ —
Japanese local government bonds	—	—
Japanese corporate bonds	—	—
Japanese stocks	55,654	53,689
Others	—	—
Subtotal	¥ 55,654	¥ 53,689
Total	¥24,631,792	¥25,264,445

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.
2. "Others" include foreign bonds and foreign stocks.

Trading Assets and Liabilities

March 31	Millions of yen							
	2017				2016			
	Domestic operations	Overseas operations	Elimination	Total	Domestic operations	Overseas operations	Elimination	Total
Trading assets	¥5,882,221	¥906,906	¥(33,700)	¥6,755,428	¥7,176,926	¥942,823	¥(56,468)	¥8,063,281
Trading securities	3,543,982	136,723	—	3,680,705	3,431,314	138,744	—	3,570,058
Derivatives of trading securities	56,901	—	—	56,901	13,581	—	—	13,581
Securities related to trading transactions	—	—	—	—	—	—	—	—
Derivatives of securities related to trading transactions	10,586	97	—	10,684	18,098	120	—	18,218
Trading-related financial derivatives	2,172,657	770,086	(33,700)	2,909,043	3,649,936	803,958	(56,468)	4,397,427
Other trading assets	98,093	—	—	98,093	63,995	—	—	63,995
Trading liabilities	¥3,904,067	¥834,564	¥(33,700)	¥4,704,931	¥5,361,628	¥807,507	¥(56,468)	¥6,112,667
Trading securities sold for short sales	2,013,249	58,334	—	2,071,583	2,153,965	43,707	—	2,197,673
Derivatives of trading securities	58,961	—	—	58,961	29,724	—	—	29,724
Securities related to trading transactions sold for short sales	—	—	—	—	—	—	—	—
Derivatives of securities related to trading transactions	8,633	91	—	8,724	17,275	80	—	17,356
Trading-related financial derivatives	1,823,223	776,138	(33,700)	2,565,661	3,160,662	763,719	(56,468)	3,867,913
Other trading liabilities	—	—	—	—	—	—	—	—

- Notes: 1. Domestic operations comprise the operations of SMFG, its domestic consolidated banking subsidiaries (excluding overseas branches) and other domestic consolidated subsidiaries. Overseas operations comprise the operations of the overseas branches of domestic consolidated banking subsidiaries and overseas consolidated subsidiaries.
2. Inter-segment transactions are reported in the "Elimination" column.