

Reconciliation of regulatory capital elements back to the balance sheet (Year ended March 31, 2014)

Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen)

Items	Consolidated balance sheet as in published financial statements	Cross-reference to Appended Table	Reference # of Basel III common disclosure template under the Composition of Capital Disclosure (Basel III Template)
	Amount		
(Assets)			
Cash and due from banks	32,826,744		
Call loans and bills bought	1,248,235		
Receivables under resale agreements	522,860		
Receivables under securities borrowing transactions	3,737,208		
Monetary claims bought	3,420,145		
Trading assets	6,846,729	6-a	
Money held in trust	14,572		
Securities	27,092,373	2-b, 6-b	
Loans and bills discounted	69,754,391	6-c	
Foreign exchanges	1,790,406		
Lease receivables and investment assets	218,360		
Other assets	1,703,060		
Tangible fixed assets	976,903		
Intangible fixed assets	445,686	2-a	
Net defined benefit asset	115,847	3	
Deferred tax assets	101,929	4-a	
Customers' liabilities for acceptances and guarantees	5,632,563		
Reserve for possible loan losses	(623,876)		
Total assets	155,824,141		
(Liabilities)			
Deposits	94,543,064		
Negotiable certificates of deposit	13,973,339		
Call money and bills sold	4,113,650		
Payables under repurchase agreements	1,708,801		
Payables under securities lending transactions	5,328,427		
Commercial paper	2,374,051		
Trading liabilities	4,740,484	6-d	
Borrowed money	5,101,073		
Foreign exchanges	451,658		
Short-term bonds	302,500		
Bonds	4,906,764		
Due to trust account	699,329		
Other liabilities	3,145,635		
Reserve for employee bonuses	55,272		
Reserve for executive bonuses	4,244		
Net defined benefit liability	14,625		
Reserve for executive retirement benefits	814		
Reserve for point service program	2,025		
Reserve for reimbursement of deposits	14,858		
Reserve for losses on interest repayment	774		
Reserve under the special laws	402		
Deferred tax liabilities	30,739	4-b	
Deferred tax liabilities for land revaluation	38,276	4-c	
Acceptances and guarantees	5,632,563		
Total liabilities	147,183,378		
(Net assets)			
Capital stock	1,770,996	1-a	
Capital surplus	2,717,397	1-b	
Retained earnings	2,468,427	1-c	
Treasury stock	(210,003)	1-d	
Total stockholders' equity	6,746,818		
Net unrealized gains on other securities	938,235		
Net deferred losses on hedges	(59,626)	5	
Land revaluation excess	35,675		
Foreign currency translation adjustments	6,779		
Remeasurements of defined benefit plans	(74,755)		
Total accumulated other comprehensive income	846,308		3
Stock acquisition rights	157	7-a	
Minority interests	1,047,479	7-b	
Total net assets	8,640,763		
Total liabilities and net assets	155,824,141		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appended Table)

1. Stockholders' equity

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-a
Capital surplus	2,717,397	Including eligible Tier 1 capital instruments subject to transitional arrangement	1-b
Retained earnings	2,468,427		1-c
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement	1-d
Total stockholders' equity	6,746,818		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,746,818	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	4,278,391		1a
of which: retained earnings	2,468,427		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 assets

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	445,686		2-a
Securities	27,092,373		2-b
of which: goodwill attributable to equity-method investees	99,260		
Income taxes related to above	102,138		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	258,148		8
Other intangible assets other than goodwill and mortgage servicing rights	184,658	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. Net defined benefit asset

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit asset	115,847		3
Income taxes related to above	41,159		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	74,687		15

4. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks
Deferred tax assets	101,929	
Deferred tax liabilities	30,739	
Deferred tax liabilities for land revaluation	38,276	

Ref. No.
4-a
4-b
4-c

Tax effects on other intangible assets	102,138	
Tax effects on net defined benefit asset	41,159	

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	6,175	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)	182,664	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)	182,664	

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25
75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks
Net deferred losses on hedges	(59,626)	

Ref. No.
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks
Net deferred losses on hedges	(57,489)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"

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6. Items associated with investments in the capital of financial institutions

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks
Trading assets	6,846,729	Including trading account securities and derivatives for trading assets
Securities	27,092,373	
Loans and bills discounted	69,754,391	Including subordinated loans
Trading liabilities	4,740,484	Including trading account securities sold and derivatives for trading liabilities

Ref. No.
6-a
6-b
6-c
6-d

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	77		
Common Equity Tier 1 capital	77		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	-		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation ("Other Financial Institutions"), net of eligible short positions, where the bank does not own more than 10% of the issued share capital ("Non-significant Investment") (amount above the 10% threshold)	666,349		
Common Equity Tier 1 capital	-		18
Additional Tier 1 capital	-		39
Tier 2 capital	-		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	666,349		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	747,599		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	158,645		40
Tier 2 capital	125,000		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	463,953		73

7. Minority interests

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	157		7-a
Minority interests	1,047,479		7-b

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Amount allowed to be included in group Common Equity Tier 1	158,494		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		30-31ab-32
Amount allowed to be included in group Additional Tier 1	13,846		34-35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		46
Amount allowed to be included in group Tier 2	3,171		48-49

Note:

Amounts in the "Composition of capital disclosure" are based on those before considering under transitional arrangements and includes "Amounts excluded under transitional arrangements" disclosed in "Capital Structure Information" as well as amounts included as regulatory capital. In addition, items for regulatory purpose under transitional arrangement are excluded from this table.