

## Reconciliation of regulatory capital elements back to the balance sheet (First Quarter ended June 30, 2013)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Million of Yen)

| Items   | Consolidated balance sheet as<br>in published financial<br>statements | Cross-reference to<br>Appended Table | Reference # of Basel III common<br>disclosure template under the<br>Composition of Capital Disclosure<br>(Basel III Template) |
|---|---|--------------------------------------|---|
|   | Amount  |                                      |   |
| (Assets)  |   |                                      |   |
| Cash and due from banks                               | 19,871,706  |                                      |   |
| Call loans and bills bought                           | 1,222,864   |                                      |   |
| Receivables under resale agreements                   | 452,921   |                                      |   |
| Receivables under securities borrowing transactions   | 3,732,448   |                                      |   |
| Monetary claims bought                                | 3,390,745   |                                      |   |
| Trading assets  | 6,855,724   | 7-a                                  |   |
| Money held in trust                                   | 22,854  | 7-b                                  |   |
| Securities  | 29,298,674  | 3-b, 7-c                             |   |
| Loans and bills discounted                            | 64,906,518  | 7-d                                  |   |
| Foreign exchanges                                     | 1,419,544   |                                      |   |
| Lease receivables and investment assets               | 1,724,625   |                                      |   |
| Other assets  | 5,408,882   | 4                                    |   |
| Tangible fixed assets                                 | 2,042,413   |                                      |   |
| Intangible fixed assets                               | 786,450   | 3-a                                  |   |
| Deferred tax assets                                   | 344,641   | 5-a                                  |   |
| Customers' liabilities for acceptances and guarantees | 6,089,449   |                                      |   |
| Reserve for possible loan losses                      | (893,024)   |                                      |   |
| <b>Total assets</b>                                   | <b>146,677,441</b>  |                                      |   |
| (Liabilities)   |   |                                      |   |
| Deposits  | 89,368,802  |                                      |   |
| Negotiable certificates of deposit                    | 10,729,365  |                                      |   |
| Call money and bills sold                             | 2,024,146   |                                      |   |
| Payables under repurchase agreements                  | 1,999,482   |                                      |   |
| Payables under securities lending transactions        | 3,323,593   |                                      |   |
| Commercial paper                                      | 2,310,927   |                                      |   |
| Trading liabilities                                   | 5,474,937   | 7-e                                  |   |
| Borrowed money  | 5,154,111   |                                      |   |
| Foreign exchanges                                     | 480,020   |                                      |   |
| Short-term bonds                                      | 1,051,300   |                                      |   |
| Bonds   | 4,794,681   |                                      |   |
| Due to trust account                                  | 629,165   |                                      |   |
| Other liabilities                                     | 4,068,935   |                                      |   |
| Reserve for employee bonuses                          | 22,948  |                                      |   |
| Reserve for employee retirement benefits              | 43,037  |                                      |   |
| Reserve for executive retirement benefits             | 1,518   |                                      |   |
| Reserve for point service program                     | 19,985  |                                      |   |
| Reserve for reimbursement of deposits                 | 9,758   |                                      |   |
| Reserve for losses on interest repayment              | 214,479   |                                      |   |
| Reserve under the special laws                        | 588   |                                      |   |
| Deferred tax liabilities                              | 75,808  | 5-b                                  |   |
| Deferred tax liabilities for land revaluation         | 39,587  | 5-c                                  |   |
| Acceptances and guarantees                            | 6,089,449   |                                      |   |
| <b>Total liabilities</b>                              | <b>137,926,631</b>  |                                      |   |
| (Net assets)  |   |                                      |   |
| Capital stock   | 2,337,895   | 1-a                                  |   |
| Capital surplus                                       | 758,345   | 1-b                                  |   |
| Retained earnings                                     | 3,006,716   | 1-c                                  |   |
| Treasury stock  | (174,697)   | 1-d                                  |   |
| <b>Total stockholders' equity</b>                     | <b>5,928,260</b>  |                                      |   |
| Net unrealized gains on other securities              | 751,339   |                                      |   |
| Net deferred losses on hedges                         | (63,430)  | 6                                    |   |
| Land revaluation excess                               | 37,277  |                                      |   |
| Foreign currency translation adjustments              | (46,771)  |                                      |   |
| <b>Total accumulated other comprehensive income</b>   | <b>678,414</b>  |                                      | 3   |
| Stock acquisition rights                              | 1,393   | 2,8-a                                |   |
| Minority interests                                    | 2,142,740   | 8-b                                  |   |
| <b>Total net assets</b>                               | <b>8,750,810</b>  |                                      |   |
| <b>Total liabilities and net assets</b>               | <b>146,677,441</b>  |                                      |   |

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

**(Appended Table)**

1. Stockholders' equity

(1) Consolidated balance sheet (Million of Yen)

| Consolidated balance sheet items | Amount    | Remarks | Ref. No. |
|----------------------------------|-----------|---------|----------|
| Capital stock                    | 2,337,895 |         | 1-a      |
| Capital surplus                  | 758,345   |         | 1-b      |
| Retained earnings                | 3,006,716 |         | 1-c      |
| Treasury stock                   | (174,697) |         | 1-d      |
| Total stockholders' equity       | 5,928,260 |         |          |

(2) Composition of capital (Million 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   | 5,928,260 | Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed)) |                        |
| of which: capital and capital surplus  | 3,096,241 |   | 1a                     |
| of which: retained earnings  | 3,006,716 |   | 2                      |
| of which: treasury stock   | (174,697) |   | 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. Stock acquisition rights

(1) Consolidated balance sheet (Million of Yen)

| Consolidated balance sheet items                                  | Amount | Remarks | Ref. No. |
|---|--------|---------|----------|
| Stock acquisition rights  | 1,393  |         | 2        |
| of which: Stock acquisition rights issued by bank holding company | 1,276  |         |          |

(2) Composition of capital (Million of Yen)

| Composition of capital disclosure                         | Amount | Remarks | Basel III Template No. |
|---|--------|---------|------------------------|
| Stock acquisition rights to common shares                 | 1,276  |         | 1b                     |
| Stock acquisition rights to Additional Tier 1 instruments | —      |         | 31b                    |
| Stock acquisition rights to Tier 2 instruments            | —      |         | 46                     |

3. Intangible assets

(1) Consolidated balance sheet (Million of Yen)

| Consolidated balance sheet items                           | Amount     | Remarks | Ref. No. |
|--|------------|---------|----------|
| Intangible fixed assets                                    | 786,450    |         | 3-a      |
| Securities   | 29,298,674 |         | 3-b      |
| of which: goodwill attributable to equity-method investees | 96,343     |         |          |
| Income taxes related to above                              | 148,260    |         |          |

(2) Composition of capital (Million of Yen)

| Composition of capital disclosure   | Amount  | Remarks            | Basel III Template No. |
|---|---------|--------------------|------------------------|
| Goodwill (including those equivalent)   | 465,855 |                    | 8                      |
| Other intangible assets other than goodwill and mortgage servicing rights                     | 268,677 | 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                     |

4. Prepaid pension cost

(1) Consolidated balance sheet (Million of Yen)

| Consolidated balance sheet items | Amount    | Remarks | Ref. No. |
|----------------------------------|-----------|---------|----------|
| Other assets                     | 5,408,882 |         | 4        |
| of which: prepaid pension cost   | 227,355   |         |          |
| Income taxes related to above    | 80,746    |         |          |

(2) Composition of capital (Million of Yen)

| Composition of capital disclosure | Amount  | Remarks | Basel III Template No. |
|-----------------------------------|---------|---------|------------------------|
| Prepaid pension cost              | 146,608 |         | 15                     |

## 5. Deferred tax assets

## (1) Consolidated balance sheet

(Million of Yen)

| Consolidated balance sheet items              | Amount  | Remarks | Ref. No. |
|---|---------|---------|----------|
| Deferred tax assets                           | 344,641 |         | 5-a      |
| Deferred tax liabilities                      | 75,808  |         | 5-b      |
| Deferred tax liabilities for land revaluation | 39,587  |         | 5-c      |
| Tax effects on other intangible assets        | 148,260 |         |          |
| Tax effects on prepaid pension cost           | 80,746  |         |          |

## (2) Composition of capital

(Million of Yen)

| Composition of capital disclosure   | Amount  | Remarks   | Basel III Template No. |
|---|---------|---|------------------------|
| Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) | 10,623  | This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities. | 10                     |
| Deferred tax assets arising from temporary differences (net of related tax liability)   | 472,133 | 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   | —       |   | 21                     |
| Amount exceeding the 15% threshold on specified items   | —       |   | 25                     |
| Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)              | 472,133 |   | 75                     |

## 6. Deferred gains or losses on derivatives under hedge accounting

## (1) Consolidated balance sheet

(Million of Yen)

| Consolidated balance sheet items | Amount   | Remarks | Ref. No. |
|----------------------------------|----------|---------|----------|
| Net deferred losses on hedges    | (63,430) |         | 6        |

## (2) Composition of capital

(Million of Yen)

| Composition of capital disclosure | Amount   | Remarks  | Basel III Template No. |
|-----------------------------------|----------|--|------------------------|
| Net deferred losses on hedges     | (61,866) | Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income" | 11                     |

## 7. Items associated with investments in the capital of financial institutions

## (1) Consolidated balance sheet

(Million of Yen)

| Consolidated balance sheet items | Amount     | Remarks   | Ref. No. |
|----------------------------------|------------|---|----------|
| Trading assets                   | 6,855,724  | Including trading account securities and derivatives for trading assets           | 7-a      |
| Money held in trust              | 22,854     |   | 7-b      |
| Securities                       | 29,298,674 |   | 7-c      |
| Loans and bills discounted       | 64,906,518 | Including subordinated loans  | 7-d      |
| Trading liabilities              | 5,474,937  | Including trading account securities sold and derivatives for trading liabilities | 7-e      |

## (2) Composition of capital

(Million of Yen)

| Composition of capital disclosure   | Amount  | Remarks | Basel III Template No. |
|---|---------|---------|------------------------|
| Investments in own capital instruments  | 9,167   |         |                        |
| Common Equity Tier 1 capital  | 9,167   |         | 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) | 788,921 |         |                        |
| Common Equity Tier 1 capital  | 139,563 |         | 18                     |
| Additional Tier 1 capital   | 1,663   |         | 39                     |
| Tier 2 capital  | 61,874  |         | 54                     |
| Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)  | 585,819 |         | 72                     |
| Significant investments in the capital of Other Financial Institutions, net of eligible short positions   | 501,293 |         |                        |
| Amount exceeding the 10% threshold on specified items   | —       |         | 19                     |
| Amount exceeding the 15% threshold on specified items   | —       |         | 23                     |
| Additional Tier 1 capital   | 157,783 |         | 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)  | 218,510 |         | 73                     |

## 8. Minority interests

## (1) Consolidated balance sheet

(Million of Yen)

| Consolidated balance sheet items | Amount    | Remarks | Ref. No. |
|----------------------------------|-----------|---------|----------|
| Stock acquisition rights         | 1,393     |         | 8-a      |
| Minority interests               | 2,142,740 |         | 8-b      |

## (2) Composition of capital

(Million of Yen)

| Composition of capital disclosure  | Amount  | Remarks | Basel III Template No. |
|--|---------|---------|------------------------|
| Amount allowed to be included in group Common Equity Tier 1  | 135,830 |         | 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   | 130,291 |         | 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  | 30,367  |         | 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.