

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

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Million 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		
<b>(Assets)</b>			
Cash and due from banks	25,007,372		
Call loans and bills bought	1,017,319		
Receivables under resale agreements	342,000		
Receivables under securities borrowing transactions	3,939,146		
Monetary claims bought	3,236,642		
Trading assets	6,918,858	7-a	
Money held in trust	23,799	7-b	
Securities	27,300,480	3-b, 7-c	
Loans and bills discounted	65,696,779	7-d	
Foreign exchanges	1,548,198		
Lease receivables and investment assets	1,748,235		
Other assets	4,159,465	4	
Tangible fixed assets	2,093,026		
Intangible fixed assets	782,461	3-a	
Deferred tax assets	228,979	5-a	
Customers' liabilities for acceptances and guarantees	6,113,493		
Reserve for possible loan losses	(813,907)		
<b>Total assets</b>	<b>149,342,349</b>		
<b>(Liabilities)</b>			
Deposits	90,280,756		
Negotiable certificates of deposit	11,619,977		
Call money and bills sold	2,174,334		
Payables under repurchase agreements	1,664,541		
Payables under securities lending transactions	3,484,071		
Commercial paper	2,472,168		
Trading liabilities	5,468,620	7-e	
Borrowed money	5,753,508		
Foreign exchanges	412,054		
Short-term bonds	994,400		
Bonds	4,796,328		
Due to trust account	681,721		
Other liabilities	4,012,781		
Reserve for employee bonuses	50,625		
Reserve for employee retirement benefits	44,222		
Reserve for executive retirement benefits	1,663		
Reserve for point service program	19,047		
Reserve for reimbursement of deposits	8,791		
Reserve for losses on interest repayment	188,071		
Reserve under the special laws	666		
Deferred tax liabilities	85,148	5-b	
Deferred tax liabilities for land revaluation	38,724	5-c	
Acceptances and guarantees	6,113,493		
<b>Total liabilities</b>	<b>140,365,719</b>		
<b>(Net assets)</b>			
Capital stock	2,337,895	1-a	
Capital surplus	758,348	1-b	
Retained earnings	3,225,484	1-c	
Treasury stock	(174,955)	1-d	
<b>Total stockholders' equity</b>	<b>6,146,773</b>		
Net unrealized gains on other securities	927,647		
Net deferred losses on hedges	(60,893)	6	
Land revaluation excess	35,882		
Foreign currency translation adjustments	(34,423)		
<b>Total accumulated other comprehensive income</b>	<b>868,212</b>		3
Stock acquisition rights	1,528	2,8-a	
Minority interests	1,960,115	8-b	
<b>Total net assets</b>	<b>8,976,629</b>		
<b>Total liabilities and net assets</b>	<b>149,342,349</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
Capital stock	2,337,895	
Capital surplus	758,348	
Retained earnings	3,225,484	
Treasury stock	(174,955)	
Total stockholders' equity	6,146,773	

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

## (2) Composition of capital

(Million of Yen)

Composition of capital disclosure	Amount	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,146,773	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,096,244	
of which: retained earnings	3,225,484	
of which: treasury stock (-)	174,955	
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

Basel III Template No.
1a
2
1c
31a

## 2. Stock acquisition rights

## (1) Consolidated balance sheet

(Million of Yen)

Consolidated balance sheet items	Amount	Remarks
Stock acquisition rights	1,528	
of which: Stock acquisition rights issued by bank holding company	1,397	

Ref. No.
2

## (2) Composition of capital

(Million of Yen)

Composition of capital disclosure	Amount	Remarks
Stock acquisition rights to common shares	1,397	
Stock acquisition rights to Additional Tier 1 instruments	-	
Stock acquisition rights to Tier 2 instruments	-	

Basel III Template No.
1b
31b
46

## 3. Intangible assets

## (1) Consolidated balance sheet

(Million of Yen)

Consolidated balance sheet items	Amount	Remarks
Intangible fixed assets	782,461	
Securities	27,300,480	
of which: goodwill attributable to equity-method investees	82,764	

Ref. No.
3-a
3-b

Income taxes related to above

149,017

## (2) Composition of capital

(Million of Yen)

Composition of capital disclosure	Amount	Remarks
Goodwill (including those equivalent)	446,159	
Other intangible assets other than goodwill and mortgage servicing rights	270,049	Software and other
Mortgage servicing rights	-	
Amount exceeding the 10% threshold on specified items	-	
Amount exceeding the 15% threshold on specified items	-	
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	

Basel III Template No.
8
9
20
24
74

## 4. Prepaid pension cost

## (1) Consolidated balance sheet

(Million of Yen)

Consolidated balance sheet items	Amount	Remarks
Other assets	4,159,465	
of which: prepaid pension cost	231,496	

Ref. No.
4

Income taxes related to above

82,005

## (2) Composition of capital

(Million of Yen)

Composition of capital disclosure	Amount	Remarks
Prepaid pension cost	149,490	

Basel III Template No.
15

## 5. Deferred tax assets

## (1) Consolidated balance sheet

(Million of Yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	228,979		5-a
Deferred tax liabilities	85,148		5-b
Deferred tax liabilities for land revaluation	38,724		5-c
Tax effects on other intangible assets	149,017		
Tax effects on prepaid pension cost	82,005		

## (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)	8,322	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)	353,938	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)	353,938		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	(60,893)		6

## (2) Composition of capital

(Million of Yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(58,811)	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	6,918,858	Including trading account securities and derivatives for trading assets	7-a
Money held in trust	23,799		7-b
Securities	27,300,480		7-c
Loans and bills discounted	65,696,779	Including subordinated loans	7-d
Trading liabilities	5,468,620	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	7,467		
Common Equity Tier 1 capital	7,467		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)	801,046		
Common Equity Tier 1 capital	126,369		18
Additional Tier 1 capital	1,190		39
Tier 2 capital	52,286		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	621,200		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	503,164		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	158,308		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)	219,855		73

## 8. Minority interests

## (1) Consolidated balance sheet

(Million of Yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,528		8-a
Minority interests	1,960,115		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	141,097		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	131,871		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	30,949		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.