

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

Sumitomo Mitsui Financial Group, Inc. 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	32,991,113		
Call loans and bills bought	1,248,235		
Receivables under resale agreements	522,860		
Receivables under securities borrowing transactions	3,780,260		
Monetary claims bought	3,552,658		
Trading assets	6,957,419	7-a	
Money held in trust	23,120		
Securities	27,152,781	3-b, 7-b	
Loans and bills discounted	68,227,688	7-c	
Foreign exchanges	1,790,406		
Lease receivables and investment assets	1,827,251		
Other assets	4,181,512		
Tangible fixed assets	2,346,788		
Intangible fixed assets	819,895	3-a	
Net defined benefit asset	119,932	4	
Deferred tax assets	173,180	5-a	
Customers' liabilities for acceptances and guarantees	6,566,818		
Reserve for possible loan losses	(747,536)		
Total assets	161,534,387		
(Liabilities)			
Deposits	94,331,925		
Negotiable certificates of deposit	13,713,539		
Call money and bills sold	4,112,428		
Payables under repurchase agreements	1,710,101		
Payables under securities lending transactions	5,330,974		
Commercial paper	2,374,051		
Trading liabilities	4,779,969	7-d	
Borrowed money	7,020,841		
Foreign exchanges	451,658		
Short-term bonds	1,145,200		
Bonds	5,090,894		
Due to trust account	699,329		
Other liabilities	4,712,069		
Reserve for employee bonuses	69,419		
Reserve for executive bonuses	4,921		
Net defined benefit liability	45,385		
Reserve for executive retirement benefits	2,004		
Reserve for point service program	20,355		
Reserve for reimbursement of deposits	14,858		
Reserve for losses on interest repayment	190,182		
Reserve under the special laws	771		
Deferred tax liabilities	103,390	5-b	
Deferred tax liabilities for land revaluation	38,276	5-c	
Acceptances and guarantees	6,566,818		
Total liabilities	152,529,368		
(Net assets)			
Capital stock	2,337,895	1-a	
Capital surplus	758,349	1-b	
Retained earnings	3,480,085	1-c	
Treasury stock	(175,115)	1-d	
Total stockholders' equity	6,401,215		
Net unrealized gains on other securities	949,508		
Net deferred losses on hedges	(60,946)	6	
Land revaluation excess	35,749		
Foreign currency translation adjustments	27,239		
Remeasurements of defined benefit plans	(73,579)		
Total accumulated other comprehensive income	877,971		3
Stock acquisition rights	1,791	2, 8-a	
Minority interests	1,724,041	8-b	
Total net assets	9,005,019		
Total liabilities and net assets	161,534,387		

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	2,337,895		1-a
Capital surplus	758,349		1-b
Retained earnings	3,480,085		1-c
Treasury stock	(175,115)		1-d
Total stockholders' equity	6,401,215		

(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	6,401,215	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		1a
of which: retained earnings	3,480,085		2
of which: treasury stock (-)	175,115		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 (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,791		2
of which: Stock acquisition rights issued by bank holding company	1,634		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Stock acquisition rights to common shares	1,634		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 (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	819,895		3-a
Securities	27,152,781		3-b
of which: goodwill attributable to equity-method investees	110,898		
Income taxes related to above	161,233		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	477,922		8
Other intangible assets other than goodwill and mortgage servicing rights	291,636	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. Net defined benefit asset

(1) Consolidated balance sheet (Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net defined benefit asset	119,932		4
Income taxes related to above	42,607		

(2) Composition of capital (Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	77,325		15

5. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	173,180		5-a
Deferred tax liabilities	103,390		5-b
Deferred tax liabilities for land revaluation	38,276		5-c
Tax effects on other intangible assets	161,233		
Tax effects on net defined benefit asset	42,607		

(2) Composition of capital

(Millions 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)	13,087	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)	247,009	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)	247,009		75

6. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net deferred losses on hedges	(60,946)		6

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(58,809)	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

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading assets	6,957,419	Including trading account securities and derivatives for trading assets	7-a
Securities	27,152,781		7-b
Loans and bills discounted	68,227,688	Including subordinated loans	7-c
Trading liabilities	4,779,969	Including trading account securities sold and derivatives for trading liabilities	7-d

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	7,592		
Common Equity Tier 1 capital	7,592		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)	795,704		
Common Equity Tier 1 capital	113,916		18
Additional Tier 1 capital	1,060		39
Tier 2 capital	32,014		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	648,713		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	509,990		
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)	226,344		73

8. Minority interests

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	1,791		8-a
Minority interests	1,724,041		8-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	150,155		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	145,035		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	34,422		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.