

Capital Structure Information

Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen, except percentages)

Basel III Template No.	Items	As of March 31, 2015	Amounts excluded under transitional arrangements	As of March 31, 2014	Amounts excluded under transitional arrangements
Common Equity Tier 1 capital: instruments and reserves					
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,697,893		6,426,054	
1a	of which: capital and capital surplus	4,278,414		4,278,391	
2	of which: retained earnings	2,751,080		2,468,427	
1c	of which: treasury stock (-)	-		-	
26	of which: cash dividends to be paid (-)	331,601		320,763	
	of which: other than the above	-		-	
1b	Stock acquisition rights to common shares	-		-	
3	Accumulated other comprehensive income and other disclosed reserves	770,967	1,156,451	169,261	677,046
5	Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	163,992		158,494	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	7,344		26,782	
	of which: minority interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	7,344		26,782	
6	Common Equity Tier 1 capital: instruments and reserves (A)	7,640,198		6,780,594	
Common Equity Tier 1 capital: regulatory adjustments					
8+9	Total intangible assets (excluding those relating to mortgage servicing rights)	175,288	262,932	88,561	354,245
8	of which: goodwill (including those equivalent)	92,138	138,208	51,629	206,519
9	of which: other intangible assets other than goodwill and mortgage servicing rights	83,149	124,724	36,931	147,726
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,048	1,572	1,235	4,940
11	Net deferred losses on hedges	(10,225)	(15,338)	(11,497)	(45,991)
12	Shortfall of eligible provisions to expected losses	887	1,330	-	-
13	Gain on sale on securitization transactions	18,683	28,025	8,136	32,545

14	Gains and losses due to changes in own credit risk on fair valued liabilities	2,597	3,896	1,106	4,424
15	Net defined benefit asset	99,911	149,866	14,937	59,750
16	Investments in own shares (excluding those reported in the Net assets section)	55	83	15	61
17	Reciprocal cross-holdings in common equity	-	-	-	-
18	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)	-	-	-	-
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	-	-
19	of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	-	-
20	of which: mortgage servicing rights	-	-	-	-
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
22	Amount exceeding the 15% threshold on specified items	-	-	-	-
23	of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	-	-	-	-
24	of which: mortgage servicing rights	-	-	-	-
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	288,245		102,493	
Common Equity Tier 1 capital (CET1)					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	7,351,952		6,678,100	

Additional Tier 1 capital: instruments						
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	-		-	
	31b	Stock acquisition rights to Additional Tier 1 instruments	-		-	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-		-	
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-	
34-35	Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	25,321		13,846		
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	860,796		824,074		
33	of which: instrument issued by banks and their special purpose vehicles	860,796		824,074		
35	of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	-		-		
	Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	68,648		5,423		
	of which: foreign currency translation adjustments	68,648		5,423		
36	Additional Tier 1 capital: instruments (D)	954,766		843,344		
Additional Tier 1 capital: regulatory adjustments						
37	Investments in own Additional Tier 1 instruments	-	-	-	-	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-	-	
39	Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	-	-	-	-	
40	Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	63,453	95,180	31,729	126,916	

	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	131,540		179,796	
	of which: goodwill and others	102,850		147,250	
	of which: gain on sale on securitization transactions	28,025		32,545	
	of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	665		-	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deduction	-		-	
43	Additional Tier 1 capital: regulatory adjustments (E)	194,994		211,525	
Additional Tier 1 capital (AT1)					
44	Additional Tier 1 capital ((D)-(E)) (F)	759,772		631,819	
Tier 1 capital (T1 = CET1 + AT1)					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	8,111,724		7,309,919	
Tier 2 capital: instruments and provisions					
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and its breakdown	-		-	
	Stock acquisition rights to Tier 2 instruments	-		-	
	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	374,988		-	
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-	
48-49	Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	2,359		3,171	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,424,169		1,627,622	
47	of which: instruments issued by banks and their special purpose vehicles	1,424,169		1,614,634	
49	of which: instruments issued by subsidiaries (excluding banks' special purpose vehicles)	-		12,988	
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	9,848		35,546	
50a	of which: general reserve for possible loan losses	9,848		10,179	
50b	of which: eligible provisions	-		25,367	

	Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	671,467		488,099	
	of which: unrealized gains on other securities after 55% discount	651,680		461,566	
	of which: land revaluation excess after 55% discount	19,787		26,532	
51	Tier 2 capital: instruments and provisions (H)	2,482,833		2,154,439	
Tier 2 capital: regulatory adjustments					
52	Investments in own Tier 2 instruments	-	-	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-
54	Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	-	-	-	-
55	Significant investments in the Tier 2 capital of Other Financial Institutions(net of eligible short positions)	50,000	75,000	25,000	100,000
	Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	95,379		139,896	
	of which: Tier 2 and deductions under Basel II	95,379		139,896	
57	Tier 2 capital: regulatory adjustments (I)	145,379		164,896	
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I)) (J)	2,337,454		1,989,543	
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	10,449,179		9,299,462	
Risk weighted assets					
	Total of items included in risk weighted assets subject to transitional arrangements	132,839		119,239	
	of which: intangibles assets other than mortgage servicing rights	25,478		13,457	
	of which: net defined benefit asset	32,903		5,422	
	of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	52,936		70,582	
	of which: significant investments in the Tier 2 capital of Other Financial Institutions(net of eligible shortpositions)	17,835		20,068	
60	Risk weighted assets (L)	58,277,062		54,418,600	

Capital ratio (consolidated)					
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	12.61%		12.27%	
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	13.91%		13.43%	
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	17.93%		17.08%	
Regulatory adjustments					
72	Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	691,075		666,349	
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	748,706		463,953	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	6,443		182,664	
Provisions included in Tier 2 capital: instruments and provisions					
76	Provisions (general reserve for possible loan losses)	9,848		10,179	
77	Cap on inclusion of provisions (general reserve for possible loan losses)	22,831		22,830	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-		25,367	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	299,355		279,517	
Capital instruments subject to transitional arrangements					
82	Current cap on Additional Tier 1 instruments subject to transitional arrangements	866,500		990,286	
83	Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	-		-	
84	Current cap on Tier 2 instruments subject to transitional arrangements	1,424,169		1,627,622	
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	44,040		126,725	