

Capital Structure Information (First Quarter ended June 30, 2014)

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen, except percentages)

Items		Amounts excluded under transitional arrangements	Basel III Template No.
Common Equity Tier 1 capital: instruments and reserves			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,578,716	/	1a+2-1c-26
of which: capital and capital surplus	3,096,247	/	1a
of which: retained earnings	3,657,602	/	2
of which: treasury stock (-)	175,133	/	1c
of which: cash dividends to be paid (-)	—	/	26
of which: other than the above	—	/	
Stock acquisition rights to common shares	1,753	/	1b
Accumulated other comprehensive income and other disclosed reserves	184,900	739,603	3
Adjusted minority interests, etc. (amount allowed to be included in group Common Equity Tier 1)	145,249	/	5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	84,911	/	
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)	84,911	/	
Common Equity Tier 1 capital: instruments and reserves (A)	6,995,532	/	6
Common Equity Tier 1 capital: regulatory adjustments			
Total intangible assets (excluding those relating to mortgage servicing rights)	151,053	604,215	8+9
of which: goodwill (including those equivalent)	92,410	369,641	8
of which: other intangible assets other than goodwill and mortgage servicing rights	58,643	234,574	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,899	7,597	10
Net deferred losses on hedges	(8,398)	(33,592)	11
Shortfall of eligible provisions to expected losses	—	—	12
Gain on sale on securitization transactions	8,774	35,098	13

Gains and losses due to changes in own credit risk on fair valued liabilities	1,047	4,190	14
Net defined benefit asset	23,404	93,616	15
Investments in own shares (excluding those reported in the Net assets section)	1,836	7,347	16
Reciprocal cross-holdings in common equity	—	—	17
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)	18,201	72,805	18
Amount exceeding the 10% threshold on specified items	—	—	19+20+21
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—	19
of which: mortgage servicing rights	—	—	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	21
Amount exceeding the 15% threshold on specified items	—	—	22
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	—	—	23
of which: mortgage servicing rights	—	—	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	—		27
Common Equity Tier 1 capital: regulatory adjustments (B)	197,819		28
Common Equity Tier 1 capital (CET1)			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,797,712		29
Additional Tier 1 capital: instruments			
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—		31a
Stock acquisition rights to Additional Tier 1 instruments	—		31b
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		
			30

Adjusted minority interests, etc. (amount allowed to be included in group Additional Tier 1)	144,464		34-35
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,209,471		33+35
of which: instrument issued by bank holding companies and their special purpose vehicles	1,209,471		33
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	—		35
Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(9,150)		
of which: foreign currency translation adjustments	(9,150)		
Additional Tier 1 capital: instruments (D)	1,344,786		36
Additional Tier 1 capital: regulatory adjustments			
Investments in own Additional Tier 1 instruments	—	—	37
Reciprocal cross-holdings in Additional Tier 1 instruments	—	—	38
Non-significant Investments in the Additional Tier 1 capital of Other Financial Institutions, net of eligible short positions (amount above 10% threshold)	172	690	39
Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	31,728	126,914	40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	379,460		
of which: goodwill and others	344,362		
of which: gain on sale on securitization transactions	35,098		
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		42
Additional Tier 1 capital: regulatory adjustments (E)	411,362		43
Additional Tier 1 capital (AT1)			
Additional Tier 1 capital ((D)-(E)) (F)	933,424		44
Tier 1 capital (T1 = CET1 + AT1)			
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,731,137		45
Tier 2 capital: instruments and provisions			

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	—		46
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	174,372		
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		
Adjusted minority interests, etc. (amount allowed to be included in group Tier 2)	33,113		48-49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,627,426		47+49
of which: instruments issued by bank holding companies and their special purpose vehicles	—		47
of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,627,426		49
Total of general reserve for possible loan losses and eligible provisions included in Tier 2	53,327		50
of which: general reserve for possible loan losses	53,284		50a
of which: eligible provisions	43		50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	541,116		
of which: unrealized gains on other securities after 55% discount	514,584		
of which: land revaluation excess after 55% discount	26,532		
Tier 2 capital: instruments and provisions (H)	2,429,356		51
Tier 2 capital: regulatory adjustments			
Investments in own Tier 2 instruments	—	—	52
Reciprocal cross-holdings in Tier 2 instruments	—	—	53
Non-significant Investments in the Tier 2 capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	4,989	19,956	54
Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)	25,000	100,000	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	142,534		
of which: Tier 2 and deductions under Basel II	142,534		
Tier 2 capital: regulatory adjustments (I)	172,523		57
Tier 2 capital (T2)			
Tier 2 capital (T2) ((H)-(I)) (J)	2,256,832		58

Total capital (TC = T1 + T2)			
Total capital (TC = T1 + T2) ((G)+(J)) (K)	9,987,969		59
Risk weighted assets			
Total of items included in risk weighted assets subject to transitional arrangements	253,155		
of which: Non-significant Investments in the capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	116,907		
of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	70,582		
of which: significant investments in Tier 2 capital of Other Financial Institutions (net of eligible short positions)	23,780		
Risk weighted assets (L)	61,703,643		60
Capital ratio (consolidated)			
Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	11.01%		61
Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	12.52%		62
Total risk-weighted capital ratio (consolidated) ((K)/(L))	16.18%		63
Regulatory adjustments			
Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	675,213		72
Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	243,251		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	187,588		75
Provisions included in Tier 2 capital: instruments and provisions			
Provisions (general reserve for possible loan losses)	53,284		76
Cap on inclusion of provisions (general reserve for possible loan losses)	76,948		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	43		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	290,355		79
Capital instruments subject to transitional arrangements			
Current cap on Additional Tier 1 instruments subject to transitional arrangements	1,300,686		82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	—		83
Current cap on Tier 2 instruments subject to transitional arrangements	1,627,426		84

Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	99,428		85
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