

Reconciliation of regulatory capital elements back to the balance sheet (Year ended March 31, 2015)

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	39,748,979		
Call loans and bills bought	1,326,965		
Receivables under resale agreements	746,431		
Receivables under securities borrowing transactions	6,477,063		
Monetary claims bought	4,286,592		
Trading assets	7,483,681	7-a	
Money held in trust	7,087		
Securities	29,633,667	3-b, 7-b	
Loans and bills discounted	73,068,240	7-c	
Foreign exchanges	1,907,667		
Lease receivables and investment assets	1,909,143		
Other assets	6,156,091		
Tangible fixed assets	2,770,853		
Intangible fixed assets	819,560	3-a	
Net defined benefit asset	376,255	4	
Deferred tax assets	127,841	5-a	
Customers' liabilities for acceptances and guarantees	7,267,713		
Reserve for possible loan losses	(671,248)		
Total assets	183,442,585		
(Liabilities)			
Deposits	101,047,918		
Negotiable certificates of deposit	13,825,898		
Call money and bills sold	5,873,123		
Payables under repurchase agreements	991,860		
Payables under securities lending transactions	7,833,219		
Commercial paper	3,351,459		
Trading liabilities	5,664,688	7-d	
Borrowed money	9,778,095	9-a	
Foreign exchanges	1,110,822		
Short-term bonds	1,370,800		
Bonds	6,222,918	9-b	
Due to trust account	718,133		
Other liabilities	6,728,951		
Reserve for employee bonuses	73,359		
Reserve for executive bonuses	3,344		
Net defined benefit liability	38,096		
Reserve for executive retirement benefits	2,128		
Reserve for point service program	19,050		
Reserve for reimbursement of deposits	20,870		
Reserve for losses on interest repayment	166,793		
Reserve under the special laws	1,124		
Deferred tax liabilities	601,393	5-b	
Deferred tax liabilities for land revaluation	34,550	5-c	
Acceptances and guarantees	7,267,713		
Total liabilities	172,746,314		
(Net assets)			
Capital stock	2,337,895	1-a	
Capital surplus	757,329	1-b	
Retained earnings	4,098,425	1-c	
Treasury stock	(175,261)	1-d	
Total stockholders' equity	7,018,389		
Net unrealized gains on other securities	1,791,049		
Net deferred losses on hedges	(30,180)	6	
Land revaluation excess	39,014		
Foreign currency translation adjustments	156,309		
Remeasurements of defined benefit plans	47,667		
Total accumulated other comprehensive income	2,003,859		3
Stock acquisition rights	2,284	2, 8-a	
Minority interests	1,671,738	8-b	
Total net assets	10,696,271		
Total liabilities and net assets	183,442,585		

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	757,329		1-b
Retained earnings	4,098,425		1-c
Treasury stock	(175,261)		1-d
Total stockholders' equity	7,018,389		

(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	7,018,389	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,095,225		1a
of which: retained earnings	4,098,425		2
of which: treasury stock (-)	175,261		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	2,284		2
of which: Stock acquisition rights issued by bank holding company	2,085		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Stock acquisition rights to common shares	2,085		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	819,560		3-a
Securities	29,633,667		3-b
of which: goodwill attributable to equity-method investees	92,771		
Income taxes related to above	153,707		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (including those equivalent)	435,296		8
Other intangible assets other than goodwill and mortgage servicing rights	323,327	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	376,255		4
Income taxes related to above	120,853		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net defined benefit asset	255,401		15

5. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	127,841		5-a
Deferred tax liabilities	601,393		5-b
Deferred tax liabilities for land revaluation	34,550		5-c
Tax effects on other intangible assets	153,707		
Tax effects on net defined benefit asset	120,853		

(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)	5,008	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)	5,285	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)	5,285		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	(30,180)		6

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net deferred losses on hedges	(28,694)	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	7,483,681	Including trading account securities and derivatives for trading assets	7-a
Securities	29,633,667		7-b
Loans and bills discounted	73,068,240	Including subordinated loans	7-c
Trading liabilities	5,664,688	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	9,886		
Common Equity Tier 1 capital	9,886		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)	874,552		
Common Equity Tier 1 capital	65,599		18
Additional Tier 1 capital	507		39
Tier 2 capital	10,109		54
Non-significant investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	798,335		72
Significant investments in the capital of Other Financial Institutions, net of eligible short positions	761,011		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	158,633		40
Tier 2 capital	125,057		55
Significant investments in the common stocks of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	477,320		73

8. Minority interests

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Stock acquisition rights	2,284		8-a
Minority interests	1,671,738		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	153,863		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	182,251		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	39,348		48-49

9. Other capital instruments

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	9,778,095		9-a
Bonds	6,222,918		9-b

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	—		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	374,988		46

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.