

Capital Structure Information

Sumitomo Mitsui Banking Corporation

(Millions of yen, except percentages)

Basel III Template No.	Items	As of September 30, 2015	Amounts excluded under transitional arrangements	As of September 30, 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	6,122,595		6,135,298	
1a	of which: capital and capital surplus	4,031,192		4,042,266	
2	of which: retained earnings	2,282,438		2,257,716	
1c	of which: treasury stock (-)	-		-	
26	of which: cash dividends to be paid (-)	191,034		164,685	
	of which: other than the above	-		-	
1b	Stock acquisition rights to common shares	-		-	
3	Valuation and translation adjustment and other disclosed reserves	520,999	781,499	214,442	857,770
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	-		-	
6	Common Equity Tier 1 capital: instruments and reserves (A)	6,643,595		6,349,741	
Common Equity Tier 1 capital: regulatory adjustments					
8+9	Total intangible assets (excluding those relating to mortgage servicing rights)	56,933	85,400	24,954	99,819
8	of which: goodwill (including those equivalent)	-	-	-	-
9	of which: other intangible assets other than goodwill and mortgage servicing rights	56,933	85,400	24,954	99,819
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-	-
11	Net deferred losses on hedges	(37,108)	(55,663)	(15,712)	(62,849)
12	Shortfall of eligible provisions to expected losses	34,940	52,410	20,845	83,380
13	Gain on sale on securitization transactions	18,998	28,498	8,494	33,977
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	-	-
15	Prepaid pension cost	74,708	112,063	36,828	147,312
16	Investments in own shares (excluding those reported in the Net assets section)	-	-	-	-
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)	148,472		75,410	
Common Equity Tier 1 capital (CET1)					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	6,495,123		6,274,330	

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	300,000	/	-	/
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-	/	-	/
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	861,546	/	839,318	/	
	Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	(202)	/	(545)	/	
	of which: foreign currency translation adjustments	(202)	/	(545)	/	
36	Additional Tier 1 capital: instruments (D)	1,161,344	/	838,773	/	
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)	63,692	95,538	31,846	127,384	
	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	54,703	/	75,667	/	
	of which: gain on sale on securitization transactions	28,498	/	33,977	/	
	of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	26,205	/	41,690	/	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deduction	-	/	-	/	
43	Additional Tier 1 capital: regulatory adjustments (E)	118,395	/	107,513	/	

Additional Tier 1 capital (AT1)					
44	Additional Tier 1 capital ((D)-(E)) (F)	1,042,948		731,259	
Tier 1 capital (T1 = CET1 + AT1)					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,538,072		7,005,590	
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	658,860		326,537	
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,412,068		1,533,640	
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	-		-	
50a	of which: general reserve for possible loan losses	-		-	
50b	of which: eligible provisions	-		-	
	Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	514,787		587,868	
	of which: unrealized gains on other securities after 55% discount	498,572		565,566	
	of which: land revaluation excess after 55% discount	16,215		22,301	
51	Tier 2 capital: instruments and provisions (H)	2,585,716		2,448,046	
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	26,205		41,690	
	of which: Tier 2 and deductions under Basel II	26,205		41,690	

57	Tier 2 capital: regulatory adjustments (I)	76,205		66,690	
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I)) (J)	2,509,511		2,381,356	
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	10,047,583		9,386,946	
Risk weighted assets					
	Total of items included in risk weighted assets subject to transitional arrangements	237,169		323,162	
	of which: prepaid pension cost	24,247		13,122	
	of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	182,392		277,366	
60	Risk weighted assets (L)	49,888,406		50,302,392	
Capital ratio					
61	Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))	13.01%		12.47%	
62	Tier 1 risk-weighted capital ratio ((G)/(L))	15.10%		13.92%	
63	Total risk-weighted capital ratio ((K)/(L))	20.14%		18.66%	
Regulatory adjustments					
72	Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	482,426		592,647	
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	651,340		515,277	
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)	-		-	
Provisions included in Tier 2 capital: instruments and provisions					
76	Provisions (general reserve for possible loan losses)	-		-	
77	Cap on inclusion of provisions (general reserve for possible loan losses)	2,190		2,299	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-		-	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	270,899		270,527	

Capital instruments subject to transitional arrangements					
82	Current cap on Additional Tier 1 instruments subject to transitional arrangements	866,150		989,886	
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	1,412,068		1,613,792	
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	16,282		-	