

## Capital Structure Information

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen, except percentages)

Basel III Template No.	Items	As of June 30, 2015	Amounts excluded under transitional arrangements	As of March 31, 2015	Amounts excluded under transitional arrangements
<b>Common Equity Tier 1 capital: instruments and reserves</b>					
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	7,177,955		6,909,010	
1a	of which: capital and capital surplus	3,095,217		3,095,225	
2	of which: retained earning	4,258,030		4,098,425	
1c	of which: treasury stock (-)	175,292		175,261	
26	of which: cash dividends to be paid (-)	—		109,379	
	of which: other than the above	—		—	
1b	Stock acquisition rights to common shares	2,176		2,085	
3	Accumulated other comprehensive income and other disclosed reserves	816,831	1,225,246	801,543	1,202,315
5	Adjusted non-controlling interests, etc. (amount allowed to be included in group Common Equity Tier 1)	154,093		153,863	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	67,825		70,451	
	of which: non-controlling interests and other items corresponding to common share capital issued by consolidated subsidiaries (amount allowed to be included in group Common Equity Tier 1)	67,825		70,451	
6	Common Equity Tier 1 capital: instruments and reserves (A)	8,218,881		7,936,954	
<b>Common Equity Tier 1 capital: regulatory adjustments</b>					
8+9	Total intangible assets (excluding those relating to mortgage servicing rights)	301,382	452,073	303,449	455,174
8	of which: goodwill (including those equivalent)	170,556	255,835	174,118	261,177
9	of which: other intangible assets other than goodwill and mortgage servicing rights	130,825	196,238	129,330	193,996
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,523	2,285	2,003	3,004
11	Net deferred losses on hedges	(17,252)	(25,878)	(11,477)	(17,216)
12	Shortfall of eligible provisions to expected losses	13,421	20,132	12,822	19,233
13	Gain on sale on securitization transactions	19,618	29,428	18,683	28,025

14	Gains and losses due to changes in own credit risk on fair valued liabilities	1,819	2,728	2,597	3,896
15	Net defined benefit asset	99,197	148,796	102,160	153,241
16	Investments in own shares (excluding those reported in the Net assets section)	5,866	8,799	3,954	5,931
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)	10,507	15,760	26,239	39,359
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)	436,083		460,433	
<b>Common Equity Tier 1 capital (CET1)</b>					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	7,782,797		7,476,520	

<b>Additional Tier 1 capital: instruments</b>						
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 non-controlling interests, etc. (amount allowed to be included in group Additional Tier 1)	182,101	/	182,251	/	
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,133,614	/	1,124,296	/	
33	of which: instrument issued by bank holding companies and their special purpose vehicles	1,133,614	/	1,124,296	/	
35	of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	—	/	—	/	
	Total of items included in Additional Tier 1 capital: items subject to transitional arrangements	94,134	/	93,785	/	
	of which: foreign currency translation adjustments	94,134	/	93,785	/	
36	Additional Tier 1 capital: instruments (D)	1,409,850	/	1,400,333	/	
<b>Additional Tier 1 capital: regulatory adjustments</b>						
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)	78	117	203	304	
40	Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	63,452	95,178	63,453	95,180	

	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	281,148		284,571	
	of which: goodwill and others	241,654		246,929	
	of which: gain on sale on securitization transactions	29,428		28,025	
	of which: amount equivalent to 50% of shortfall of eligible provisions to expected losses	10,066		9,616	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—		—	
43	Additional Tier 1 capital: regulatory adjustments (E)	344,679		348,227	
<b>Additional Tier 1 capital (AT1)</b>					
44	Additional Tier 1 capital ((D)-(E)) (F)	1,065,171		1,052,105	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	8,847,968		8,528,626	
<b>Tier 2 capital: instruments and provisions</b>					
	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	481,290		374,988	
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—		—	
48-49	Adjusted non-controlling interests, etc. (amount allowed to be included in group Tier 2)	40,134		39,348	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,423,997		1,423,997	
47	of which: instruments issued by bank holding companies and their special purpose vehicles	—		—	
49	of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,423,997		1,423,997	
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	68,808		64,776	
50a	of which: general reserve for possible loan losses	68,808		64,776	
50b	of which: eligible provisions	—		—	

	Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	715,121		699,394	
	of which: unrealized gains on other securities after 55% discount	695,755		679,578	
	of which: land revaluation excess after 55% discount	19,366		19,816	
51	Tier 2 capital: instruments and provisions (H)	2,729,352		2,602,505	
<b>Tier 2 capital: regulatory adjustments</b>					
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)	1,719	2,578	4,043	6,065
55	Significant investments in the Tier 2 capital of Other Financial Institutions (net of eligible short positions)	50,000	75,000	50,023	75,034
	Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	109,734		111,149	
	of which: Tier 2 and deductions under Basel II	109,734		111,149	
57	Tier 2 capital: regulatory adjustments (I)	161,453		165,216	
<b>Tier 2 capital (T2)</b>					
58	Tier 2 capital (T2) ((H)-(I)) (J)	2,567,899		2,437,289	
<b>Total capital (TC = T1 + T2)</b>					
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	11,415,868		10,965,916	
<b>Risk weighted assets</b>					
	Total of items included in risk weighted assets subject to transitional arrangements	173,471		210,891	
	of which: intangible assets (excluding those relating to mortgage servicing rights)	33,251		32,434	
	of which: net defined benefit asset	33,041		33,867	
	of which: Non-significant Investments in the capital of Other Financial Institutions, net of eligible short positions (amount above the 10% threshold)	27,083		64,835	
	of which: significant investments in Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	52,936		52,936	
60	Risk weighted assets (L)	66,440,821		66,136,801	

<b>Capital ratio (consolidated)</b>					
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	11.71%		11.30%	
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	13.31%		12.89%	
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	17.18%		16.58%	
<b>Regulatory adjustments</b>					
72	Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	831,237		798,335	
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	487,211		477,320	
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)	3,999		5,285	
<b>Provisions included in Tier 2 capital: instruments and provisions</b>					
76	Provisions (general reserve for possible loan losses)	68,808		64,776	
77	Cap on inclusion of provisions (general reserve for possible loan losses)	84,830		84,065	
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	317,055		312,347	
<b>Capital instruments subject to transitional arrangements</b>					
82	Current cap on Additional Tier 1 instruments subject to transitional arrangements	1,138,100		1,138,100	
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	1,423,997		1,423,997	
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	31,881		43,258	