Reconciliation of regulatory capital elements back to the balance sheet

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen)

Items		balance sheet nancial statements	Cross-reference to Appended Table	Reference # of Basel III commor disclosure template under the Composition of Capital Disclosur (Basel III Template)
	As of September 30, 2017	As of September 30, 2016		(Sasci III Template)
(Assets)	As of September 50, 2017	As of September 30, 2010		
Cash and due from banks	49,333,064	39,289,020		
Call loans and bills bought	1,952,757	1,332,654		
Receivables under resale agreements	1,198,627	746,170		
Receivables under securities borrowing transactions	9,589,363	7,453,809		
Monetary claims bought	4,667,042	3,855,571		
Trading assets	6,235,885	7,312,065	7-a	
Money held in trust	2,544	4,315		
Securities	24,426,107	21,864,561	3-b, 7-b	
Loans and bills discounted	81,162,078	75,966,141	7-c	
Foreign exchanges	2,506,683	1,546,229		
Lease receivables and investment assets	2,374,127	2,345,220		
Other assets	8,051,523	7,383,293		
Tangible fixed assets	3,574,624	2,875,970	2	
Intangible fixed assets	926,137	1,005,907	3-a	
Net defined benefit asset Deferred tax assets	329,413 55,253	228,967	4	
Customers' liabilities for acceptances and guarantees	55,253 8,525,224	119,901 7,231,260	5-a	
Reserve for possible loan losses	(607,966)	(588,279)		
Total assets	204,302,493	179,972,782		
(Liabilities)	201,302,173	177,772,702		
Deposits	119,938,693	110,746,141		
Negotiable certificates of deposit	12,896,156	10,180,560		
Call money and bills sold	1,890,031	1,159,907		
Payables under repurchase agreements	3,794,797	1,964,416		
Payables under securities lending transactions	9,344,314	6,469,282		
Commercial paper	2,333,488	2,052,828		
Trading liabilities	4,639,549	5,546,469	7-d	
Borrowed money	10,696,045	7,099,948	9-a	
Foreign exchanges	1,126,460	816,229		
Short-term bonds	1,190,100	1,124,100	0.5	
Bonds Due to trust account	8,578,207 1,215,144	7,092,842 1,035,457	9-b	
Other liabilities	5,695,922	6,284,843		
Reserve for employee bonuses	57,785	51,146		
Net defined benefit liability	57,352	56,255		
Reserve for executive retirement benefits	2,175	2,069		
Reserve for point service program	22,394	20,968		
Reserve for reimbursement of deposits	8,721	12,326		
Reserve for losses on interest repayment	119,204	184,813		
Reserve under the special laws	2,037	1,474		
Deferred tax liabilities	436,139	365,307	5-b	
Deferred tax liabilities for land revaluation	31,244	32,167	5-c	
Acceptances and guarantees	8,525,224	7,231,260		
Total liabilities	192,601,191	169,530,819		
(Net assets) Capital stock	2,338,743	2,337,895	1-a	
Capital surplus	758,193	757,301	1-a 1-b	
Retained earnings	5,351,360	4,791,135	1-c	
Treasury stock	(12,480)	(175,404)	1-d	
Total stockholders' equity	8,435,817	7,710,928		
Net unrealized gains on other securities	1,687,457	1,249,967		
Net deferred gains or losses on hedges	(45,882)	80,617	6	
Land revaluation excess	37,650	39,410		
Foreign currency translation adjustments	41,074	(107,012)		
Remeasurements of defined benefit plans	16,400	(50,797)		
Total accumulated other comprehensive income	1,736,699	1,212,184		3
Stock acquisition rights	3,192	3,190	2, 8-a	
Non-controlling interests	1,525,591	1,515,659	8-b	
Total net assets	11,701,301	10,441,962		
Total liabilities and net assets	204,302,493	179,972,782		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appended Table)

Net defined benefit asset

Consolidated balance sheet items	As of September	As of September	Remarks	Ref. N
apital stock	30, 2017 2,338,743	30, 2016 2,337,895		1-8
apital surplus	758,193	757,301		1-1
etained earnings	5,351,360	4,791,135		1-0
reasury stock otal stockholders' equity	(12,480) 8,435,817	(175,404) 7,710,928		1-0
	2,122,221	.,,,,,,,,		
c) Composition of capital	As of September	As of September	(Millions of yen)	Basel III Te
Composition of capital disclosure	30, 2017	30, 2016	Remarks Stockholders' equity attributable to common shares (before	No.
irectly issued qualifying common share capital plus related pital surplus and retained earnings	8,435,817	7,710,928	adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,096,937	3,095,197		1a 2
of which: retained earnings of which: treasury stock (-)	5,351,360 12,480	4,791,135 175,404		1c
of which: other than the above	-	-		
irectly issued qualifying Additional Tier 1 instruments plus lated capital surplus of which: classified as equity under oplicable accounting standards and the breakdown	-	-	Stockholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effectively bankruptcy	318
Stock acquisition rights) Consolidated balance sheet			(Millions of yen)	
Consolidated balance sheet items	As of September 30, 2017	As of September 30, 2016	Remarks	Ref. N
tock acquisition rights	3,192	3,190		2
of which: Stock acquisition rights issued by bank holding company	2,900	2,931		
c) Composition of capital			(Millions of yen)	
Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks	Basel III To No.
tock acquisition rights to common shares tock acquisition rights to Additional Tier 1 instruments	2,900	2,931		1b
tock acquisition rights to Tier 2 instruments	-	-		46
· ·	As of September	As of September	(Millions of yen) Remarks	Ref. N
Consolidated balance sheet Consolidated balance sheet items	As of September 30, 2017 926,137	As of September 30, 2016 1,005,907	(Millions of yen) Remarks	
Consolidated balance sheet items tangible fixed assets ecurities	30, 2017	30, 2016		3-8
Consolidated balance sheet Consolidated balance sheet items attangible fixed assets	30, 2017 926,137	30, 2016 1,005,907		3-a
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets ccurities of which: goodwill attributable to equity-method investees	30, 2017 926,137 24,426,107 30,241	30, 2016 1,005,907 21,864,561 33,157		3-a
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets curities of which: goodwill attributable to equity-method investees	30, 2017 926,137 24,426,107	30, 2016 1,005,907 21,864,561 33,157		3-8
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets curities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital	30, 2017 926,137 24,426,107 30,241	30, 2016 1,005,907 21,864,561 33,157		3-t
Consolidated balance sheet Consolidated balance sheet items Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Income taxes related to above Composition of capital Composition of capital disclosure	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016	Remarks	Ref. N 3-a 3-b Basel III Tr No.
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets ecurities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure coodwill (including those equivalent)	30, 2017 926,137 24,426,107 30,241 189,637 As of September	30, 2016 1,005,907 21,864,561 33,157 192,561	Remarks (Millions of yen)	3-a 3-b
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets curities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure codwill (including those equivalent) ther intangible assets other than goodwill and mortgage	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen)	3-£ 3-b Basel III T. No.
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets ecurities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure codwill (including those equivalent) ther intangible assets other than goodwill and mortgage revicing rights	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen) Remarks	3-t 3-t Basel III T No
Consolidated balance sheet Consolidated balance sheet items Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible fixed assets ecurities Composition of capital tributable to equity-method investees Composition of capital tributable to equity-method investees Composition of capital disclosure condwill (including those equivalent) ther intangible assets other than goodwill and mortgage ervicing rights Composition of capital therefore in the property of the property is a servicing rights Amount exceeding the 10% threshold on specified	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen) Remarks	3-4 3-1 3-1 Basel III T No 8
Consolidated balance sheet Consolidated balance sheet items Intagible fixed assets ecurities of which: goodwill attributable to equity-method investees Income taxes related to above Composition of capital Composition of capital disclosure Goodwill (including those equivalent) of their intangible assets other than goodwill and mortgage ervicing rights Intragage servicing rights	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen) Remarks	3-4 3-1 Basel III T No 8 9
Consolidated balance sheet Consolidated balance sheet items attangible fixed assets ecurities of which: goodwill attributable to equity-method investees accome taxes related to above Composition of capital Composition of capital disclosure coodwill (including those equivalent) ther intangible assets other than goodwill and mortgage ervicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen) Remarks	3-£ 3-E Basel III T. No. 8 9
Consolidated balance sheet Consolidated balance sheet items Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible assets related to above Composition of capital Composition of capital disclosure oodwill (including those equivalent) ther intangible assets other than goodwill and mortgage ervicing rights Iortgage servicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) Net defined benefit asset	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753	Remarks (Millions of yen) Remarks	3
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets curities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure condwill (including those equivalent) ther intangible assets other than goodwill and mortgage rivicing rights lortgage servicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	30, 2017	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks Software and other	3-i 3-i 3-i Basel III T No 8 9 20 24 74
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets courties of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure codwill (including those equivalent) ther intangible assets other than goodwill and mortgage rvicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) Net defined benefit asset) Consolidated balance sheet Consolidated balance sheet items	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks (Millions of yen) (Millions of yen)	3-4 3-1 Basel III T. No. 8 9 20 24 74
Consolidated balance sheet Consolidated balance sheet items Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible asset related to above Composition of capital Composition of capital disclosure oodwill (including those equivalent) ther intangible assets other than goodwill and mortgage revicing rights Itangible assets other than goodwill and mortgage revicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) Net defined benefit asset Consolidated balance sheet items et defined benefit asset	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254 - - As of September 30, 2017	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks (Millions of yen) (Millions of yen)	3-£ 3-£ Basel III Tr. No. 8 9 20 24 74
Consolidated balance sheet Consolidated balance sheet items tangible fixed assets securities of which: goodwill attributable to equity-method investees come taxes related to above Composition of capital Composition of capital disclosure condwill (including those equivalent) ther intangible assets other than goodwill and mortgage rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) Net defined benefit asset) Consolidated balance sheet Consolidated balance sheet items et defined benefit asset come taxes related to above	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254 - - As of September 30, 2017 329,413	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks (Millions of yen) Remarks (Millions of yen) Remarks	3-£ 3-£ Basel III Tr. No. 8 9 20 24 74
Consolidated balance sheet Consolidated balance sheet items Itangible fixed assets ecurities of which: goodwill attributable to equity-method investees Itangible fixed assets of which: goodwill attributable to equity-method investees Itangible fixed assets Itangible fixed assets Itangible fixed assets Composition of capital disclosure Itangible assets other than goodwill and mortgage ervicing rights Itangible assets other than goodwill and mortgage ervicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) Net defined benefit asset Consolidated balance sheet Consolidated balance sheet items fet defined benefit asset Income taxes related to above	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017 328,488 438,254 - As of September 30, 2017 99,959 As of September	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks (Millions of yen) Remarks (Millions of yen)	3-a 3-b Basel III Tr. No. 8 9 20 24 74 Ref. N 4
ntangible fixed assets fecurities of which: goodwill attributable to equity-method investees ncome taxes related to above 2) Composition of capital Composition of capital disclosure Goodwill (including those equivalent) Other intangible assets other than goodwill and mortgage ervicing rights Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) 5. Net defined benefit asset 1) Consolidated balance sheet	30, 2017 926,137 24,426,107 30,241 189,637 As of September 30, 2017	30, 2016 1,005,907 21,864,561 33,157 192,561 As of September 30, 2016 400,753 445,750	Remarks (Millions of yen) Remarks (Millions of yen) Remarks (Millions of yen) Remarks	3-8 3-6 Basel III Tr No. 8 9 20 24 74

229,453

159,445

5. Deferred tax assets

(1)	Conce	didatad	halance	choot

	lions	

(1) Consolidated balance sheet			(Millions of yen)	
Consolidated balance sheet items	As of September 30, 2017	As of September 30, 2016	Remarks	Ref. No.
Deferred tax assets	55,253	119,901		5-a
Deferred tax liabilities	436,139	365,307		5-b
Deferred tax liabilities for land revaluation	31,244	32,167		5-c
Tax effects on other intangible assets	189,637	192,561		
Tax effects on net defined benefit asset	99,959	69,522		

(2) Composition of capital (Millions of ven)

Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,791	3,225	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
Deferred tax assets arising from temporary differences (net of related tax liability)	3,909	15,403	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
Amount exceeding the 10% threshold on specified items	1	ī	
Amount exceeding the 15% threshold on specified items	-	i	
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	3,909	15,403	

Basel III Template No.
10

21 25 75

6. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

(Millions of yen)

(-)	(
Consolidated balance sheet items	As of September 30, 2017	As of September 30, 2016	Remarks
Net deferred gains or losses on hedges	(45,882)	80,617	

Ref. No.	
6	

(2) Composition of capital (Millions of yen)

-	(2) Composition of Capital	(initions of jen)		
	Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks
	Net deferred gains or losses on hedges	(44,712)	82,470	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"

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7. Items associated with investments in the capital of financial institutions (1) Consolidated balance sheet

(1) Consolidated balance sheet			(Willions of Jen)	
Consolidated balance sheet items	As of September		Remarks	
	30, 2017	30, 2016		L
Trading assets	6,235,885	7 312 065	Including trading account securities and derivatives for trading	
Trading assets	0,233,003	7,512,005	assets	
Securities	24,426,107	21,864,561		
Loans and bills discounted	81,162,078	75,966,141	Including subordinated loans	
Trading liabilities	4,639,549	5 546 460	Including trading account securities sold and derivatives for trading liabilities	
Trading habilities	4,039,349	3,340,409	trading liabilities	

Ref. No.	
7-a	
7-b	
7-c	
7-d	

Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks		Basel III Template No.
Investments in own capital instruments	9,947	9,722			
Common Equity Tier 1 capital	9,947	9,722			16
Additional Tier 1 capital	-	-			37
Tier 2 capital	0	-			52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-	-			
Common Equity Tier 1 capital	-	-		l f	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)	707,716	649,301			
Common Equity Tier 1 capital	-	-		l	18
Additional Tier 1 capital	-	-		J	39
Ti - 2 it-1				1 [5.4

Addi	itional Tier 1 capital	-	1	
Tier 2	2 capital	-	1	
Finar	-significant investments in the capital of Other ncial Institutions that are below the thresholds for actions (before risk weighting)	707,716	649,301	
-	vestments in the capital of Other Financial et of eligible short positions	689,924	642,421	
Amo items	ount exceeding the 10% threshold on specified s	-	-	
Amo items	ount exceeding the 15% threshold on specified s	-	-	
Addi	itional Tier 1 capital	81,640	80,066	
Tier 2	2 capital	50,000	50,000	
Othe	ificant investments in the common stocks of er Financial Institutions that are below the sholds for deductions (before risk weighting)	558,284	512,355	

(2) Composition of capital

8. Non-controlling interests (1) Consolidated balance sheet

(Millions of yen)	

(Millions of yen)

(1) Consolidated balance sheet			(Millions of Jen)	
Consolidated balance sheet items	As of September 30, 2017	As of September 30, 2016	Remarks	
Stock acquisition rights	3,192	3,190		Ī
Non-controlling interests	1,525,591	1,515,659		Γ

(2) Composition of capital			(Millions of yen)	
Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks	Basel III Temp No.
Amount allowed to be included in group Common Equity Tier 1	174,786	164,809		5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-	-		30-31ab-
Amount allowed to be included in group Additional Tier 1	219,963	198,679		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	49,182	45,514		48-49

9. Other capital instruments

(1) Consolidated balance sheet (Millions of yen)

ĺ	Consolidated balance sheet items	As of September 30, 2017	As of September 30, 2016	Remarks
ľ	Borrowed money	10,696,045	7,099,948	
ſ	Bonds	8,578,207	7,092,842	

Ref. No.
9-a
9-b

Ref. No. 8-a 8-b

(2) Composition of capital		(Millions of yen)

Composition of capital disclosure	As of September 30, 2017	As of September 30, 2016	Remarks
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	450,000	300,000	
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	901,505	883,592	

Basel III Template No.
32
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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