

CC2: Reconciliation of regulatory capital to balance sheet

Sumitomo Mitsui Banking Corporation and Subsidiaries

(Millions of yen)

Items	a	b	c
	Consolidated balance sheet as in published financial statements (As of March 31, 2019)	Reference to Template CC1	Reference to appended table
Assets			
Cash and due from banks	55,747,048		
Call loans and bills bought	2,665,744		
Receivables under resale agreements	5,082,709		
Receivables under securities borrowing transactions	1,440,159		
Monetary claims bought	4,582,886		
Trading assets	2,452,825		6-a
Money held in trust	0		
Securities	23,469,621		2-b, 6-b
Loans and bills discounted	79,792,401		6-c
Foreign exchanges	1,715,759		
Lease receivables and investment assets	247,835		
Other assets	3,571,248		6-d
Tangible fixed assets	1,409,802		
Intangible fixed assets	375,389		2-a
Net defined benefit asset	324,672		3
Deferred tax assets	23,399		4-a
Customers' liabilities for acceptances and guarantees	8,121,131		
Reserve for possible loan losses	△ 332,343		
Total assets	190,690,293		
Liabilities			
Deposits	123,190,830		
Negotiable certificates of deposit	11,335,486		
Call money and bills sold	572,778		
Payables under repurchase agreements	8,743,386		
Payables under securities lending transactions	680,051		
Commercial paper	2,291,813		
Trading liabilities	1,818,610		6-e
Borrowed money	15,988,948		8
Foreign exchanges	1,196,960		
Bonds	2,955,282		

Due to trust account	1,352,773		
Other liabilities	2,929,172		6-f
Reserve for employee bonuses	34,283		
Reserve for executive bonuses	1,249		
Net defined benefit liability	4,457		
Reserve for executive retirement benefits	669		
Reserve for point service program	468		
Reserve for reimbursement of deposits	7,936		
Deferred tax liabilities	446,993		4-b
Deferred tax liabilities for land revaluation	30,259		4-c
Acceptances and guarantees	8,121,131		
Total liabilities	181,703,543		
Net assets			
Capital stock	1,770,996		1-a
Capital surplus	1,966,353		1-b
Retained earnings	3,743,614		1-c
Treasury stock	Δ 210,003		1-d
Total stockholders' equity	7,270,960		
Net unrealized gains or losses on other securities	1,426,493		
Net deferred gains or losses on hedges	Δ 47,281		5
Land revaluation excess	36,531		
Foreign currency translation adjustments	24,371		
Accumulated remeasurements of defined benefit plans	Δ 5,446		
Total accumulated other comprehensive income	1,434,667	(a)	
Stock acquisition rights	2,210		7-a
Non-controlling interests	278,910		7-b
Total net assets	8,986,749		
Total liabilities and net assets	190,690,293		

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	As of March 31, 2019	Remarks
Capital stock	1,770,996	Including eligible Tier 1 capital instruments subject to transitional arrangement
Capital surplus	1,966,353	Including eligible Tier 1 capital instruments subject to transitional arrangement
Retained earnings	3,743,614	
Treasury stock	(210,003)	Eligible Tier 1 capital instruments subject to transitional arrangement
Total stockholders' equity	7,270,960	

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

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	7,270,960	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,527,346	
of which: retained earnings	3,743,614	
of which: treasury stock (-)	-	
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

Basel III Template No.
1a
2
1c
31a

2. Intangible fixed assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks
Intangible fixed assets	375,389	
Securities	23,469,621	
of which: goodwill attributable to equity-method investees	14,211	

Ref. No.
2-a
2-b

Income taxes related to above

108,261

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks
Goodwill (including those equivalent)	26,214	
Other intangibles other than goodwill and mortgage servicing rights	255,125	Software and other
Mortgage 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)	-	

Basel III Template No.
8
9
20
24
74

3. Net defined benefit asset

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks
Net defined benefit asset	324,672	

Ref. No.
3

Income taxes related to above

99,062

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks
Net defined benefit asset	225,610	

Basel III Template No.
15

4. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks
Deferred tax assets	23,399	
Deferred tax liabilities	446,993	
Deferred tax liabilities for land revaluation	30,259	
Tax effects on intangible fixed assets	108,261	
Tax effects on net defined benefit asset	99,062	

Ref. No.
4-a
4-b
4-c

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,208	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)	220	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	-	
Amount exceeding the 15% threshold on specified items	-	
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	220	

Basel III Template No.
10
21
25
75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks
Net deferred gains or losses on hedges	(47,281)	

Ref. No.
5

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks
Net deferred gains or losses on hedges	(45,242)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"

Basel III Template No.
11

6. Items associated with investments in the capital of financial institutions

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks
Trading assets	2,452,825	Including trading account securities and derivatives for trading assets
Securities	23,469,621	
Loans and bills discounted	79,792,401	Including subordinated loans
Other assets	3,571,248	Including derivatives
Trading liabilities	1,818,610	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	2,929,172	Including derivatives

Ref. No.
6-a
6-b
6-c
6-d
6-e
6-f

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks	Basel III Template No.
Investments in own capital instruments	3		
Common Equity Tier 1 capital	3		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 and other TLAC liabilities	-		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	289,593		
Common Equity Tier 1 capital	-		18
Additional Tier 1 capital	-		39
Tier 2 capital and other TLAC liabilities	-		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	289,593		72
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	642,662		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	25,516		40
Tier 2 capital and other TLAC liabilities	50,000		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	567,146		73

7. Non-controlling interests

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks	Ref. No.
Stock acquisition rights	2,210		7-a
Non-controlling interests	278,910		7-b

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	Remarks	Basel III Template No.
Amount allowed in group CET1	2,181	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	5
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	30-31ab-32
Amount allowed in group AT1	23,795	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	34-35
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	46
Amount allowed in group T2	5,921	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	48-49

8. Other capital instruments

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of March 31, 2019	Remarks	Ref. No.
Borrowed money	15,988,948		8

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of March 31, 2019	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	1,100,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	1,003,250		46