

Capital Structure Information

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen, except percentages)

Basel III Template No.	Items	As of September 30, 2018	As of June 30, 2018
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	8,795,967	8,667,502
1a	of which: capital and capital surplus	3,074,053	3,096,968
2	of which: retained earnings	5,856,833	5,652,748
1c	of which: treasury stock (-)	16,292	82,213
26	of which: cash dividends to be paid (-)	118,626	-
	of which: other than the above	-	-
1b	Stock acquisition rights to common shares	2,555	2,567
3	Accumulated other comprehensive income and other disclosed reserves	1,746,036	1,801,206
5	Adjusted non-controlling interests, etc. (amount allowed to be included in group Common Equity Tier 1)	328	335
6	Common Equity Tier 1 capital: instruments and reserves (A)	10,544,888	10,471,611
Common Equity Tier 1 capital: regulatory adjustments			
8+9	Total intangible assets (excluding those relating to mortgage servicing rights)	687,357	697,291
8	of which: goodwill (including those equivalent)	281,856	285,351
9	of which: other intangible assets other than goodwill and mortgage servicing rights	405,500	411,940
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,194	1,472
11	Net deferred gains or losses on hedges	(100,047)	(80,019)
12	Shortfall of eligible provisions to expected losses	107,559	83,975
13	Gain on sale on securitization transactions	62,028	60,434
14	Gains and losses due to changes in own credit risk on fair valued liabilities	3,360	2,732
15	Net defined benefit asset	277,054	272,082
16	Investments in own shares (excluding those reported in the Net assets section)	8,763	7,465
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)	1,047,272	1,045,434
Common Equity Tier 1 capital (CET1)				
29		Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	9,497,616	9,426,177
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	600,000	597,969
		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)	238,679	230,102
33+35		Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	586,630	650,343
33		of which: instruments issued by bank holding companies and their special purpose vehicles	586,630	650,343
35		of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	-	-
36		Additional Tier 1 capital: instruments (D)	1,425,309	1,478,415
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)	0	81,640
42		Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-
43		Additional Tier 1 capital: regulatory adjustments (E)	0	81,640
Additional Tier 1 capital (AT1)				
44		Additional Tier 1 capital ((D)-(E)) (F)	1,425,309	1,396,775
Tier 1 capital (T1 = CET1 + AT1)				
45		Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	10,922,925	10,822,952

Tier 2 capital: instruments and provisions			
	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	1,002,592	1,001,293
	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)	53,369	53,920
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	566,383	594,817
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)	566,383	594,817
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	77,339	76,281
50a	of which: general reserve for possible loan losses	77,339	76,281
50b	of which: eligible provisions	-	-
51	Tier 2 capital: instruments and provisions (H)	1,699,685	1,726,312
Tier 2 capital: regulatory adjustments			
52	Investments in own Tier 2 instruments	0	0
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	50,000
57	Tier 2 capital: regulatory adjustments (I)	50,000	50,000
Tier 2 capital (T2)			
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,649,685	1,676,312
Total capital (TC = T1 + T2)			
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	12,572,611	12,499,264
Risk weighted assets			
60	Risk weighted assets (L)	63,630,215	64,022,210
Capital ratio (consolidated)			
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	14.92%	14.72%
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	17.16%	16.90%
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	19.75%	19.52%

Regulatory adjustments			
72	Non-significant Investments in the capital of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	768,594	781,422
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	630,574	616,568
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)	2,080	1,418
Provisions included in Tier 2 capital: instruments and provisions			
76	Provisions (general reserve for possible loan losses)	77,339	76,281
77	Cap on inclusion of provisions (general reserve for possible loan losses)	92,460	87,380
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	286,495	290,636
Capital instruments subject to transitional arrangements			
82	Current cap on Additional Tier 1 instruments subject to transitional arrangements	650,343	650,343
83	Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	-	84,356
84	Current cap on Tier 2 instruments subject to transitional arrangements	813,713	813,713
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	-	-