

## Capital Structure Information

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen, except percentages)

Basel III Template No.	Items	As of December 31, 2018	As of September 30, 2018
<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	8,961,281	8,795,967
1a	of which: capital and capital surplus	3,074,077	3,074,053
2	of which: retained earnings	5,903,515	5,856,833
1c	of which: treasury stock (-)	16,312	16,292
26	of which: cash dividends to be paid (-)	-	118,626
	of which: other than the above	-	-
1b	Stock acquisition rights to common shares	2,554	2,555
3	Accumulated other comprehensive income and other disclosed reserves	1,528,066	1,746,036
5	Adjusted non-controlling interests, etc. (amount allowed to be included in group Common Equity Tier 1)	346	328
6	Common Equity Tier 1 capital: instruments and reserves (A)	10,492,249	10,544,888
<b>Common Equity Tier 1 capital: regulatory adjustments</b>			
8+9	Total intangible assets (excluding those relating to mortgage servicing rights)	612,551	687,357
8	of which: goodwill (including those equivalent)	254,474	281,856
9	of which: other intangible assets other than goodwill and mortgage servicing rights	358,076	405,500
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,155	1,194
11	Net deferred gains or losses on hedges	(78,296)	(100,047)
12	Shortfall of eligible provisions to expected losses	105,728	107,559
13	Gain on sale on securitization transactions	62,257	62,028
14	Gains and losses due to changes in own credit risk on fair valued liabilities	3,658	3,360
15	Net defined benefit asset	280,555	277,054
16	Investments in own shares (excluding those reported in the Net assets section)	4,971	8,763
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	22,143	-
19	of which: significant investments in the common stock of Other Financial Institutions, net of eligible short positions	22,143	-
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)	1,014,724	1,047,272
<b>Common Equity Tier 1 capital (CET1)</b>				
29		Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	9,477,524	9,497,616
<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	600,000	600,000
		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)	60,280	238,679
33+35		Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	584,615	586,630
33		of which: instruments issued by bank holding companies and their special purpose vehicles	584,615	586,630
35		of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	-	-
36		Additional Tier 1 capital: instruments (D)	1,244,895	1,425,309
<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)	-	-
40		Significant investments in the Additional Tier 1 capital of Other Financial Institutions (net of eligible short positions)	25,513	0
42		Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-
43		Additional Tier 1 capital: regulatory adjustments (E)	25,513	0
<b>Additional Tier 1 capital (AT1)</b>				
44		Additional Tier 1 capital ((D)-(E)) (F)	1,219,382	1,425,309
<b>Tier 1 capital (T1 = CET1 + AT1)</b>				
45		Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	10,696,907	10,922,925

<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	995,436	1,002,592
	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)	14,015	53,369
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	521,040	566,383
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)	521,040	566,383
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	59,193	77,339
50a	of which: general reserve for possible loan losses	59,193	77,339
50b	of which: eligible provisions	-	-
51	Tier 2 capital: instruments and provisions (H)	1,589,684	1,699,685
<b>Tier 2 capital: regulatory adjustments</b>			
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
<b>Tier 2 capital (T2)</b>			
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,539,684	1,649,685
<b>Total capital (TC = T1 + T2)</b>			
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	12,236,592	12,572,611
<b>Risk weighted assets</b>			
60	Risk weighted assets (L)	59,823,795	63,630,215
<b>Capital ratio (consolidated)</b>			
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	15.84%	14.92%
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	17.88%	17.16%
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	20.45%	19.75%

<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)	706,921	768,594
73	Significant investments in the common stock of Other Financial Institutions that are below the thresholds for deduction (before risk weighting)	949,965	630,574
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)	1,326	2,080
<b>Provisions included in Tier 2 capital: instruments and provisions</b>			
76	Provisions (general reserve for possible loan losses)	72,599	77,339
77	Cap on inclusion of provisions (general reserve for possible loan losses)	59,193	92,460
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	278,669	286,495
<b>Capital instruments subject to transitional arrangements</b>			
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	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)	-	-