

**CC2: Reconciliation of regulatory capital to balance sheet**

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen)

Items	a	b	c
	Consolidated balance sheet as in published financial statements (As of Dec. 31, 2021)	Reference to Template CC1	Reference to appended table
<b>Assets</b>			
Cash and due from banks	73,199,223		
Call loans and bills bought	4,732,709		
Receivables under resale agreements	5,246,295		
Receivables under securities borrowing transactions	5,132,038		
Monetary claims bought	5,298,362		
Trading assets	7,408,750		7-a
Money held in trust	310		
Securities	36,450,576		3-b, 7-b
Loans and bills discounted	88,014,485		7-c
Foreign exchanges	3,196,130		
Lease receivables and investment assets	229,075		
Other assets	8,608,481		7-d
Tangible fixed assets	1,483,064		
Intangible fixed assets	934,002		3-a
Net defined benefit asset	591,511		4
Deferred tax assets	45,387		5-a
Customers' liabilities for acceptances and guarantees	10,843,754		
Reserve for possible loan losses	(765,998)		
Total assets	250,648,163		
<b>Liabilities</b>			
Deposits	146,414,241		
Negotiable certificates of deposit	12,724,386		
Call money and bills sold	827,534		
Payables under repurchase agreements	17,220,652		
Payables under securities lending transactions	1,073,187		
Commercial paper	2,350,773		
Trading liabilities	4,999,602		7-e
Borrowed money	18,735,444		9-a
Foreign exchanges	1,362,928		
Short-term bonds	374,000		
Bonds	9,581,058		9-b
Due to trust account	2,333,682		
Other liabilities	8,668,763		7-f
Reserve for employee bonuses	54,351		
Net defined benefit liability	42,546		
Reserve for executive retirement benefits	1,046		
Reserve for point service program	24,565		
Reserve for reimbursement of deposits	6,448		
Reserve for losses on interest repayment	113,038		
Reserves under the special laws	3,990		
Deferred tax liabilities	541,157		5-b
Deferred tax liabilities for land revaluation	29,298		5-c
Acceptances and guarantees	10,843,754		
Total liabilities	238,326,456		
<b>Net assets</b>			
Capital stock	2,341,878		1-a
Capital surplus	693,709		1-b
Retained earnings	6,834,716		1-c
Treasury stock	(13,424)		1-d
Total stockholders' equity	9,856,880		
Net unrealized gains or losses on other securities	2,050,217		
Net deferred gains or losses on hedges	(52,821)		6
Land revaluation excess	36,254		
Foreign currency translation adjustments	230,666		
Accumulated remeasurements of defined benefit plans	108,214		
Total accumulated other comprehensive income	2,372,531	(a)	
Stock acquisition rights	1,498		2, 8-a
Non-controlling interests	90,796		8-b
Total net assets	12,321,706		
Total liabilities and net assets	250,648,163		

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 Dec. 31, 2021	Remarks
Capital stock	2,341,878	
Capital surplus	693,709	
Retained earnings	6,834,716	
Treasury stock	(13,424)	
Total stockholders' equity	9,856,880	

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

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	9,856,880	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,035,588	
of which: retained earnings	6,834,716	
of which: treasury stock (-)	13,424	
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. Stock acquisition rights

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks
Stock acquisition rights	1,498	
of which: Stock acquisition rights issued by bank holding company	1,498	

Ref. No.
2

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Stock acquisition rights to common shares	1,498	
Stock acquisition rights to Additional Tier 1 instruments	—	
Stock acquisition rights to Tier 2 instruments	—	

Basel III Template No.
1b
31b
46

3. Intangible fixed assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks
Intangible fixed assets	934,002	
Securities	36,450,576	
of which: goodwill attributable to equity-method investees	125,141	

Ref. No.
3-a
3-b

Income taxes related to above	182,874	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Goodwill (including those equivalent)	442,329	
Other intangibles other than goodwill and mortgage servicing rights	433,939	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

## 4. Net defined benefit asset

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks
Net defined benefit asset	591,511	
Income taxes related to above	181,223	

Ref. No.
4

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Net defined benefit asset	410,288	

Basel III Template No.
15

## 5. Deferred tax assets

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks
Deferred tax assets	45,387	
Deferred tax liabilities	541,157	
Deferred tax liabilities for land revaluation	29,298	
Tax effects on intangible fixed assets	182,874	
Tax effects on net defined benefit asset	181,223	

Ref. No.
5-a
5-b
5-c

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,760	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)	20,568	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)	20,568	

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 Dec. 31, 2021	Remarks
Net deferred gains or losses on hedges	(52,821)	

Ref. No.
6

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks
Net deferred gains or losses on hedges	(51,597)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"

Basel III Template No.
11

## 7. Items associated with investments in the capital of financial institutions

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks
Trading assets	7,408,750	Including trading account securities and derivatives for trading assets
Securities	36,450,576	
Loans and bills discounted	88,014,485	Including subordinated loans
Other assets	8,608,481	Including derivatives
Trading liabilities	4,999,602	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	8,668,763	Including derivatives

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

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks	Basel III Template No.
Investments in own capital instruments	4,918		
Common Equity Tier 1 capital	4,918		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	—		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)	1,222,859		
Common Equity Tier 1 capital	110,019		18
Additional Tier 1 capital	1,276		39
Tier 2 capital and other TLAC liabilities	19,465		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	1,092,097		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)	1,086,193		
Amount exceeding the 10% threshold on specified items	—		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	25,525		40
Tier 2 capital and other TLAC liabilities	34,503		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	1,026,164		73

## 8. Non-controlling interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks	Ref. No.
Stock acquisition rights	1,498		8-a
Non-controlling interests	90,796		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	Remarks	Basel III Template No.
Amount allowed in group CET1	1,179	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	20,659	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	4,459	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)	48-49

## 9. Other capital instruments

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2021	Remarks	Ref. No.
Borrowed money	18,735,444		9-a
Bonds	9,581,058		9-b
Total	28,316,503		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2021	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	655,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	758,915		46