

## 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 Mar. 31, 2023)	Reference to Template CC1	Reference to appended table
<b>Assets</b>			
Cash and due from banks	75,913,960		
Call loans and bills bought	5,684,812		
Receivables under resale agreements	5,785,945		
Receivables under securities borrowing transactions	5,576,612		
Monetary claims bought	5,558,287		
Trading assets	8,751,204		7-a
Money held in trust	12,957		
Securities	33,213,165		3-b, 7-b
Loans and bills discounted	98,404,137		7-c
Foreign exchanges	1,942,764		
Lease receivables and investment assets	226,302		
Other assets	13,243,899		7-d
Tangible fixed assets	1,494,527		
Intangible fixed assets	897,848		3-a
Net defined benefit asset	704,654		4
Deferred tax assets	74,084		5-a
Customers' liabilities for acceptances and guarantees	13,693,771		
Reserve for possible loan losses	(750,369)		
Total assets	270,428,564		
<b>Liabilities</b>			
Deposits	158,770,253		
Negotiable certificates of deposit	13,025,555		
Call money and bills sold	2,569,055		
Payables under repurchase agreements	16,772,716		
Payables under securities lending transactions	1,521,271		
Commercial paper	2,349,956		
Trading liabilities	8,066,745		7-e
Borrowed money	13,674,830		9-a
Foreign exchanges	1,465,847		
Short-term bonds	424,000		
Bonds	10,365,003		9-b
Due to trust account	2,413,464		
Other liabilities	11,923,748		7-f
Reserve for employee bonuses	96,254		
Reserve for executive bonuses	3,307		
Net defined benefit liability	35,449		
Reserve for executive retirement benefits	1,133		
Reserve for point service program	28,659		
Reserve for reimbursement of deposits	10,845		
Reserve for losses on interest repayment	128,378		
Reserves under the special laws	3,902		
Deferred tax liabilities	265,354		5-b
Deferred tax liabilities for land revaluation	27,952		5-c
Acceptances and guarantees	13,693,771		
Total liabilities	257,637,458		
<b>Net assets</b>			
Capital stock	2,342,537		1-a
Capital surplus	694,052		1-b
Retained earnings	7,423,600		1-c
Treasury stock	(151,798)		1-d
Total stockholders' equity	10,308,391		
Net unrealized gains or losses on other securities	1,373,521		
Net deferred gains or losses on hedges	(13,293)		6
Land revaluation excess	35,005		
Foreign currency translation adjustments	843,614		
Accumulated remeasurements of defined benefit plans	133,226		
Total accumulated other comprehensive income	2,372,074	(a)	
Stock acquisition rights	1,145		2, 8-a
Non-controlling interests	109,495		8-b
Total net assets	12,791,106		
Total liabilities and net assets	270,428,564		

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 Mar. 31, 2023	Remarks	Ref. No.
Capital stock	2,342,537		1-a
Capital surplus	694,052		1-b
Retained earnings	7,423,600		1-c
Treasury stock	(151,798)		1-d
<b>Total stockholders' equity</b>	<b>10,308,391</b>		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	10,308,391	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and capital surplus	3,036,589		1a
of which: retained earnings	7,423,600		2
of which: treasury stock (-)	151,798		1c
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	31a

2. Stock acquisition rights

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Mar. 31, 2023	Remarks	Ref. No.
Stock acquisition rights	1,145		2
of which: Stock acquisition rights issued by bank holding company	1,145		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks	Basel III Template No.
Stock acquisition rights to common shares	1,145		1b
Stock acquisition rights to Additional Tier 1 instruments	—		31b
Stock acquisition rights to Tier 2 instruments	—		46

3. Intangible fixed assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Mar. 31, 2023	Remarks	Ref. No.
Intangible fixed assets	897,848		3-a
Securities	33,213,165		3-b
of which: goodwill attributable to equity-method investees	128,509		

Income taxes related to above

185,267

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks	Basel III Template No.
Goodwill (including those equivalent)	405,810		8
Other intangibles other than goodwill and mortgage servicing rights	435,279	Software and other	9
Mortgage servicing rights	—		
Amount exceeding the 10% threshold on specified items	—		20
Amount exceeding the 15% threshold on specified items	—		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—		74

4. Net defined benefit asset

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Mar. 31, 2023	Remarks
Net defined benefit asset	704,654	
Income taxes related to above	215,618	

Ref. No.
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks
Net defined benefit asset	489,035	

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5. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Mar. 31, 2023	Remarks
Deferred tax assets	74,084	
Deferred tax liabilities	265,354	
Deferred tax liabilities for land revaluation	27,952	
Tax effects on intangible fixed assets	185,267	
Tax effects on net defined benefit asset	215,618	

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

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	6,899	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)	199,927	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)	199,927	

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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 Mar. 31, 2023	Remarks
Net deferred gains or losses on hedges	(13,293)	

Ref. No.
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks
Net deferred gains or losses on hedges	(74,959)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"

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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 Mar. 31, 2023	Remarks
Trading assets	8,751,204	Including trading account securities and derivatives for trading assets
Securities	33,213,165	
Loans and bills discounted	98,404,137	Including subordinated loans
Other assets	13,243,899	Including derivatives
Trading liabilities	8,066,745	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	11,923,748	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 Mar. 31, 2023	Remarks	Basel III Template No.
Investments in own capital instruments	7,205		
Common Equity Tier 1 capital	7,205		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)	1,340,937		
Common Equity Tier 1 capital	187,705		18
Additional Tier 1 capital	2,547		39
Tier 2 capital and other TLAC liabilities	36,190		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	1,114,494		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)	1,337,050		
Amount exceeding the 10% threshold on specified items	118,285		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	82,978		40
Tier 2 capital and other TLAC liabilities	40,062		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	1,095,724		73

## 8. Non-controlling interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Mar. 31, 2023	Remarks	Ref. No.
Stock acquisition rights	1,145		8-a
Non-controlling interests	109,495		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	Remarks	Basel III Template No.
Amount allowed in group CET1	1,404	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	29,268	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	5,825	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 Mar. 31, 2023	Remarks	Ref. No.
Borrowed money	13,674,830		9-a
Bonds	10,365,003		9-b
Total	24,039,833		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Mar. 31, 2023	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	766,214		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	766,438		46