

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 June 30, 2022)	Reference to Template CC1	Reference to appended table
Assets			
Cash and due from banks	74,646,634		
Call loans and bills bought	2,091,072		
Receivables under resale agreements	5,231,799		
Receivables under securities borrowing transactions	4,777,896		
Monetary claims bought	5,760,257		
Trading assets	8,297,478		7-a
Money held in trust	6,810		
Securities	39,347,789		3-b, 7-b
Loans and bills discounted	96,688,452		7-c
Foreign exchanges	4,448,520		
Lease receivables and investment assets	226,746		
Other assets	12,657,021		7-d
Tangible fixed assets	1,493,839		
Intangible fixed assets	920,660		3-a
Net defined benefit asset	634,325		4
Deferred tax assets	75,710		5-a
Customers' liabilities for acceptances and guarantees	13,098,225		
Reserve for possible loan losses	(711,407)		
Total assets	269,691,834		
Liabilities			
Deposits	153,172,245		
Negotiable certificates of deposit	13,792,741		
Call money and bills sold	1,018,146		
Payables under repurchase agreements	19,045,789		
Payables under securities lending transactions	1,388,565		
Commercial paper	1,992,918		
Trading liabilities	7,119,225		7-e
Borrowed money	17,951,970		9-a
Foreign exchanges	1,859,257		
Short-term bonds	433,500		
Bonds	10,543,167		9-b
Due to trust account	2,395,740		
Other liabilities	13,006,313		7-f
Reserve for employee bonuses	31,915		
Net defined benefit liability	40,569		
Reserve for executive retirement benefits	923		
Reserve for point service program	26,360		
Reserve for reimbursement of deposits	4,254		
Reserve for losses on interest repayment	126,586		
Reserves under the special laws	3,902		
Deferred tax liabilities	164,908		5-b
Deferred tax liabilities for land revaluation	29,192		5-c
Acceptances and guarantees	13,098,225		
Total liabilities	257,246,417		
Net assets			
Capital stock	2,341,878		1-a
Capital surplus	693,809		1-b
Retained earnings	7,024,916		1-c
Treasury stock	(13,116)		1-d
Total stockholders' equity	10,047,488		
Net unrealized gains or losses on other securities	1,264,690		
Net deferred gains or losses on hedges	1,394		6
Land revaluation excess	36,324		
Foreign currency translation adjustments	879,507		
Accumulated remeasurements of defined benefit plans	115,611		
Total accumulated other comprehensive income	2,297,528	(a)	
Stock acquisition rights	1,226		2, 8-a
Non-controlling interests	99,173		8-b
Total net assets	12,445,416		
Total liabilities and net assets	269,691,834		

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 June 30, 2022	Remarks
Capital stock	2,341,878	
Capital surplus	693,809	
Retained earnings	7,024,916	
Treasury stock	(13,116)	
Total stockholders' equity	10,047,488	

Ref. No.

1-a

1-b

1-c

1-d

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	10,047,488	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,035,687	
of which: retained earnings	7,024,916	
of which: treasury stock (-)	13,116	
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 June 30, 2022	Remarks
Stock acquisition rights	1,226	
of which: Stock acquisition rights issued by bank holding company	1,226	

Ref. No.

2

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Stock acquisition rights to common shares	1,226	
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 June 30, 2022	Remarks
Intangible fixed assets	920,660	
Securities	39,347,789	
of which: goodwill attributable to equity-method investees	135,874	

Ref. No.

3-a

3-b

Income taxes related to above	176,495	
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(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Goodwill (including those equivalent)	457,766	
Other intangibles other than goodwill and mortgage servicing rights	422,272	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 June 30, 2022	Remarks
Net defined benefit asset	634,325	
Income taxes related to above	194,024	

Ref. No.

4

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Net defined benefit asset	440,301	

Basel III Template No.

15

5. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of June 30, 2022	Remarks
Deferred tax assets	75,710	
Deferred tax liabilities	164,908	
Deferred tax liabilities for land revaluation	29,192	
Tax effects on intangible fixed assets	176,495	
Tax effects on net defined benefit asset	194,024	

Ref. No.

5-a

5-b

5-c

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	12,983	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)	259,447	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)	259,447	

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 June 30, 2022	Remarks
Net deferred gains or losses on hedges	1,394	

Ref. No.

6

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks
Net deferred gains or losses on hedges	1,740	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 June 30, 2022	Remarks
Trading assets	8,297,478	Including trading account securities and derivatives for trading assets
Securities	39,347,789	
Loans and bills discounted	96,688,452	Including subordinated loans
Other assets	12,657,021	Including derivatives
Trading liabilities	7,119,225	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	13,006,313	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 June 30, 2022	Remarks	Basel III Template No.
Investments in own capital instruments	1,040		
Common Equity Tier 1 capital	1,040		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)	1,235,329		
Common Equity Tier 1 capital	119,528		18
Additional Tier 1 capital	1,374		39
Tier 2 capital and other TLAC liabilities	23,438		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	1,090,987		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)	1,190,975		
Amount exceeding the 10% threshold on specified items	45,422		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	25,525		40
Tier 2 capital and other TLAC liabilities	40,992		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	1,079,034		73

8. Non-controlling interests

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of June 30, 2022	Remarks	Ref. No.
Stock acquisition rights	1,226		8-a
Non-controlling interests	99,173		8-b

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	Remarks	Basel III Template No.
Amount allowed in group CET1	1,296	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	21,391	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	5,073	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 June 30, 2022	Remarks	Ref. No.
Borrowed money	17,951,970		9-a
Bonds	10,543,167		9-b
Total	28,495,137		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of June 30, 2022	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	734,899		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	762,510		46