

## 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, 2022)	Reference to Template CC1	Reference to appended table
<b>Assets</b>			
Cash and due from banks	67,732,445		
Call loans and bills bought	8,534,488		
Receivables under resale agreements	5,176,821		
Receivables under securities borrowing transactions	5,006,489		
Monetary claims bought	5,827,112		
Trading assets	9,272,856		7-a
Money held in trust	12,163		
Securities	31,146,428		3-b, 7-b
Loans and bills discounted	98,945,464		7-c
Foreign exchanges	2,470,814		
Lease receivables and investment assets	237,208		
Other assets	14,246,951		7-d
Tangible fixed assets	1,568,623		
Intangible fixed assets	901,860		3-a
Net defined benefit asset	649,628		4
Deferred tax assets	84,312		5-a
Customers' liabilities for acceptances and guarantees	13,532,943		
Reserve for possible loan losses	(710,441)		
Total assets	264,636,170		
<b>Liabilities</b>			
Deposits	155,673,900		
Negotiable certificates of deposit	13,810,620		
Call money and bills sold	1,411,243		
Payables under repurchase agreements	15,585,134		
Payables under securities lending transactions	1,124,564		
Commercial paper	2,403,602		
Trading liabilities	8,982,871		7-e
Borrowed money	11,713,921		9-a
Foreign exchanges	1,549,821		
Short-term bonds	353,000		
Bonds	9,607,770		9-b
Due to trust account	2,277,954		
Other liabilities	13,766,271		7-f
Reserve for employee bonuses	48,249		
Net defined benefit liability	35,745		
Reserve for executive retirement benefits	1,063		
Reserve for point service program	27,602		
Reserve for reimbursement of deposits	11,544		
Reserve for losses on interest repayment	108,833		
Reserves under the special laws	3,902		
Deferred tax liabilities	101,112		5-b
Deferred tax liabilities for land revaluation	28,930		5-c
Acceptances and guarantees	13,532,943		
Total liabilities	252,160,605		
<b>Net assets</b>			
Capital stock	2,342,537		1-a
Capital surplus	694,103		1-b
Retained earnings	7,381,273		1-c
Treasury stock	(64,937)		1-d
Total stockholders' equity	10,352,977		
Net unrealized gains or losses on other securities	1,031,941		
Net deferred gains or losses on hedges	(59,970)		6
Land revaluation excess	35,850		
Foreign currency translation adjustments	898,475		
Accumulated remeasurements of defined benefit plans	106,684		
Total accumulated other comprehensive income	2,012,981	(a)	
Stock acquisition rights	1,185		2, 8-a
Non-controlling interests	108,419		8-b
Total net assets	12,475,564		
Total liabilities and net assets	264,636,170		

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, 2022	Remarks
Capital stock	2,342,537	
Capital surplus	694,103	
Retained earnings	7,381,273	
Treasury stock	(64,937)	
Total stockholders' equity	10,352,977	

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, 2022	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	10,352,977	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,036,640	
of which: retained earnings	7,381,273	
of which: treasury stock (-)	64,937	
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, 2022	Remarks
Stock acquisition rights	1,185	
of which: Stock acquisition rights issued by bank holding company	1,185	

Ref. No.

2

#### (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks
Stock acquisition rights to common shares	1,185	
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, 2022	Remarks
Intangible fixed assets	901,860	
Securities	31,146,428	
of which: goodwill attributable to equity-method investees	141,380	

Ref. No.

3-a

3-b

Income taxes related to above	179,933	
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#### (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks
Goodwill (including those equivalent)	434,320	
Other intangibles other than goodwill and mortgage servicing rights	428,987	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, 2022	Remarks
Net defined benefit asset	649,628	
Income taxes related to above	198,708	

Ref. No.

4

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks
Net defined benefit asset	450,919	

Basel III Template  
No.

15

## 5. Deferred tax assets

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2022	Remarks
Deferred tax assets	84,312	
Deferred tax liabilities	101,112	
Deferred tax liabilities for land revaluation	28,930	
Tax effects on intangible fixed assets	179,933	
Tax effects on net defined benefit asset	198,708	

Ref. No.

5-a

5-b

5-c

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	9,084	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)	352,950	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)	352,950	

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, 2022	Remarks
Net deferred gains or losses on hedges	(59,970)	

Ref. No.

6

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks
Net deferred gains or losses on hedges	(60,280)	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, 2022	Remarks
Trading assets	9,272,856	Including trading account securities and derivatives for trading assets
Securities	31,146,428	
Loans and bills discounted	98,945,464	Including subordinated loans
Other assets	14,246,951	Including derivatives
Trading liabilities	8,982,871	Including trading account securities sold and derivatives for trading liabilities
Other liabilities	13,766,271	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, 2022	Remarks	Basel III Template No.
Investments in own capital instruments	2,100		
Common Equity Tier 1 capital	2,100		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)	1,177,365		
Common Equity Tier 1 capital	69,467		18
Additional Tier 1 capital	766		39
Tier 2 capital and other TLAC liabilities	10,900		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	1,096,230		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)	1,412,890		
Amount exceeding the 10% threshold on specified items	200,815		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	82,978		40
Tier 2 capital and other TLAC liabilities	39,813		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	1,089,284		73

## 8. Non-controlling interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2022	Remarks	Ref. No.
Stock acquisition rights	1,185		8-a
Non-controlling interests	108,419		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2022	Remarks	Basel III Template No.
Amount allowed in group CET1	1,279	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	28,419	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	5,272	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, 2022	Remarks	Ref. No.
Borrowed money	11,713,921		9-a
Bonds	9,607,770		9-b
Total	21,321,692		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 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	755,022		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	694,306		46