

## 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, 2023)	Reference to Template CC1	Reference to appended table
<b>Assets</b>			
Cash and due from banks	76,597,791		
Call loans and bills bought	5,220,292		
Receivables under resale agreements	9,102,532		
Receivables under securities borrowing transactions	5,725,705		
Monetary claims bought	5,826,598		
Trading assets	9,809,675		7-a
Money held in trust	14,072		
Securities	36,844,297		3-b, 7-b
Loans and bills discounted	103,187,383		7-c
Foreign exchanges	2,164,372		
Lease receivables and investment assets	262,190		
Other assets	14,306,787		7-d
Tangible fixed assets	1,454,506		
Intangible fixed assets	935,275		3-a
Net defined benefit asset	732,223		4
Deferred tax assets	98,409		5-a
Customers' liabilities for acceptances and guarantees	14,214,427		
Reserve for possible loan losses	(718,483)		
Total assets	285,778,057		
<b>Liabilities</b>			
Deposits	162,642,194		
Negotiable certificates of deposit	13,883,422		
Call money and bills sold	1,853,100		
Payables under repurchase agreements	18,590,061		
Payables under securities lending transactions	1,258,607		
Commercial paper	2,937,771		
Trading liabilities	8,530,207		7-e
Borrowed money	15,023,796		9-a
Foreign exchanges	2,174,199		
Short-term bonds	835,000		
Bonds	12,326,574		9-b
Due to trust account	1,540,538		
Other liabilities	15,310,945		7-f
Reserve for employee bonuses	69,582		
Net defined benefit liability	36,600		
Reserve for executive retirement benefits	1,014		
Reserve for point service program	33,509		
Reserve for reimbursement of deposits	7,506		
Reserve for losses on interest repayment	105,374		
Reserves under the special laws	4,345		
Deferred tax liabilities	466,168		5-b
Deferred tax liabilities for land revaluation	27,938		5-c
Acceptances and guarantees	14,214,427		
Total liabilities	271,872,888		
<b>Net assets</b>			
Capital stock	2,344,038		1-a
Capital surplus	685,712		1-b
Retained earnings	7,672,596		1-c
Treasury stock	(90,615)		1-d
Total stockholders' equity	10,611,732		
Net unrealized gains or losses on other securities	1,852,607		
Net deferred gains or losses on hedges	(34,130)		6
Land revaluation excess	35,399		
Foreign currency translation adjustments	1,197,327		
Accumulated remeasurements of defined benefit plans	117,285		
Total accumulated other comprehensive income	3,168,488	(a)	
Stock acquisition rights	991		2, 8-a
Non-controlling interests	123,957		8-b
Total net assets	13,905,168		
Total liabilities and net assets	285,778,057		

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, 2023	Remarks
Capital stock	2,344,038	
Capital surplus	685,712	
Retained earnings	7,672,596	
Treasury stock	(90,615)	
Total stockholders' equity	10,611,732	

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, 2023	Remarks
Directly issued qualifying common share capital plus related capital surplus and retained earnings	10,611,732	Stockholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
of which: capital and capital surplus	3,029,750	
of which: retained earnings	7,672,596	
of which: treasury stock (-)	90,615	
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, 2023	Remarks
Stock acquisition rights	991	
of which: Stock acquisition rights issued by bank holding company	991	

Ref. No.

2

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks
Stock acquisition rights to common shares	991	
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, 2023	Remarks
Intangible fixed assets	935,275	
Securities	36,844,297	
of which: goodwill attributable to equity-method investees	259,314	

Ref. No.

3-a

3-b

Income taxes related to above	200,505	
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## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks
Goodwill (including those equivalent)	524,910	
Other intangibles other than goodwill and mortgage servicing rights	469,173	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, 2023	Remarks	Ref. No.
Net defined benefit asset	732,223		4
Income taxes related to above	224,034		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks	Basel III Template No.
Net defined benefit asset	508,188		15

5. Deferred tax assets

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2023	Remarks	Ref. No.
Deferred tax assets	98,409		5-a
Deferred tax liabilities	466,168		5-b
Deferred tax liabilities for land revaluation	27,938		5-c
Tax effects on intangible fixed assets	200,505		
Tax effects on net defined benefit asset	224,034		

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,088	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related tax liability)	36,339	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	—		21
Amount exceeding the 15% threshold on specified items	—		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	36,339		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, 2023	Remarks	Ref. No.
Net deferred gains or losses on hedges	(34,130)		6

(2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks	Basel III Template No.
Net deferred gains or losses on hedges	(98,001)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	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, 2023	Remarks	Ref. No.
Trading assets	9,809,675	Including trading account securities and derivatives for trading assets	7-a
Securities	36,844,297		7-b
Loans and bills discounted	103,187,383	Including subordinated loans	7-c
Other assets	14,306,787	Including derivatives	7-d
Trading liabilities	8,530,207	Including trading account securities sold and derivatives for trading liabilities	7-e
Other liabilities	15,310,945	Including derivatives	7-f

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks	Basel III Template No.
Investments in own capital instruments	7,989		
Common Equity Tier 1 capital	7,989		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)	1,838,646		
Common Equity Tier 1 capital	470,399		18
Additional Tier 1 capital	46,944		39
Tier 2 capital and other TLAC liabilities	93,653		54
Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deductions (before risk weighting)	1,227,649		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)	1,609,766		
Amount exceeding the 10% threshold on specified items	303,628		19
Amount exceeding the 15% threshold on specified items	—		23
Additional Tier 1 capital	82,978		40
Tier 2 capital and other TLAC liabilities	42,549		55
Significant investments in the common stock of other financials that are below the thresholds for deductions (before risk weighting)	1,180,609		73

## 8. Non-controlling interests

## (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	As of Dec. 31, 2023	Remarks	Ref. No.
Stock acquisition rights	991		8-a
Non-controlling interests	123,957		8-b

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 31, 2023	Remarks	Basel III Template No.
Amount allowed in group CET1	1,455	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	33,319	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	6,889	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, 2023	Remarks	Ref. No.
Borrowed money	15,023,796		9-a
Bonds	12,326,574		9-b
Total	27,350,371		

## (2) Composition of capital

(Millions of yen)

Composition of capital disclosure	As of Dec. 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	1,125,388		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	949,329		46