

# CC1: Composition of regulatory capital

Sumitomo Mitsui Banking Corporation

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b
		As of June 30, 2024	As of March 31, 2024
Common Equity Tier 1 capital: instruments and reserves (1)			
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	6,771,906	6,510,103
1a	of which: capital and capital surplus	3,335,548	3,335,548
2	of which: retained earnings	3,436,357	3,496,700
1c	of which: treasury stock (-)	—	—
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	—	322,145
	of which: other than the above	—	—
1b	Stock subscription rights and stock acquisition rights to common shares	—	—
3	Valuation and translation adjustment and other disclosed reserves	864,418	1,209,362
6	Common Equity Tier 1 capital: instruments and reserves (A)	7,636,324	7,719,466
Common Equity Tier 1 capital: regulatory adjustments (2)			
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	243,670	237,262
8	of which: goodwill	—	—
9	of which: other intangibles other than goodwill and mortgage servicing rights	243,670	237,262
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	—	—
11	Net deferred gains or losses on hedges	(868,254)	(698,455)
12	Shortfall of eligible provisions to expected losses	—	—
13	Securitisation gain on sale	47,473	47,724
14	Gains and losses due to changes in own credit risk on fair valued liabilities	20,100	17,277
15	Prepaid pension cost	347,494	332,807
16	Investments in own shares (excluding those reported in the Net assets section)	—	—
17	Reciprocal cross-holdings in common equity	—	—
18	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)	153,748	69,027

19+20+21	Amount exceeding the 10% threshold on specified items		—	—
19		of which: significant investments in the common stock of financials	—	—
20		of which: mortgage servicing rights	—	—
21		of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—
22	Amount exceeding the 15% threshold on specified items		—	—
23		of which: significant investments in the common stock of financials	—	—
24		of which: mortgage servicing rights	—	—
25		of which: deferred tax assets arising from temporary differences (net of related tax liability)	—	—
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions		—	—
28	Common Equity Tier 1 capital: regulatory adjustments (B)		(55,767)	5,644
Common Equity Tier 1 capital (CET1)				
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)		7,692,091	7,713,821
Additional Tier 1 capital: instruments (3)				
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	—
	31b	Stock subscription rights and stock acquisition rights to Additional Tier 1 instruments	—	—
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	2,167,030	1,967,330
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—
36	Additional Tier 1 capital: instruments (D)		2,167,030	1,967,330
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments		—	—
38	Reciprocal cross-holdings in Additional Tier 1 instruments		—	—
39	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 common share capital of the entity (amount above the 10% threshold)		48,257	14,973
40	Significant investments in the Additional Tier 1 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)		82,978	82,978

42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—	—
43	Additional Tier 1 capital: regulatory adjustments (E)	131,236	97,952
<b>Additional Tier 1 capital (AT1)</b>			
44	Additional Tier 1 capital ((D)-(E)) (F)	2,035,793	1,869,377
<b>Tier 1 capital (T1 = CET1 + AT1)</b>			
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	9,727,884	9,583,198
<b>Tier 2 capital: instruments and provisions (4)</b>			
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards and the breakdown	—	—
	Stock subscription rights and stock acquisition rights to Tier 2 instruments	—	—
	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	955,952	948,121
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	166,691	157,055
50a	of which: general reserve for possible loan losses	—	—
50b	of which: eligible provisions	166,691	157,055
51	Tier 2 capital: instruments and provisions (H)	1,122,644	1,105,176
<b>Tier 2 capital: regulatory adjustments (5)</b>			
52	Investments in own Tier 2 instruments	—	—
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	—	—
54	Investments in the capital and other TLAC liabilities 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 common share capital of the entity (amount above the 10% threshold)	10,089	4,838
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	48,309	45,399
57	Tier 2 capital: regulatory adjustments (I)	58,398	50,237

<b>Tier 2 capital (T2)</b>			
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,064,245	1,054,938
<b>Total capital (TC = T1 + T2)</b>			
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	10,792,130	10,638,137
<b>Risk weighted assets (6)</b>			
60	Total risk-weighted assets (RWA) (L)	75,723,878	74,498,621
<b>Capital ratios (7)</b>			
61	Common Equity Tier 1 risk-weighted capital ratio ((C)/(L))	10.15%	10.35%
62	Tier 1 risk-weighted capital ratio ((G)/(L))	12.84%	12.86%
63	Total risk-weighted capital ratio ((K)/(L))	14.25%	14.27%
<b>Regulatory adjustments (8)</b>			
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	784,583	778,284
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	523,820	522,362
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	—	—
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	—	—
<b>Provisions included in Tier 2 capital: instruments and provisions (9)</b>			
76	Provisions (general reserve for possible loan losses)	—	—
77	Cap on inclusion of provisions (general reserve for possible loan losses)	25,414	25,247
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	166,691	157,055
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	412,610	407,292