

CC1: Composition of regulatory capital

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(Millions of yen, except percentages)

Basel III Template No.	Items	a	b	c
		As of March 31, 2025	As of December 31, 2024	Reference to Template CC2
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	10,968,839	11,219,168	
1a	of which: capital and capital surplus	2,957,383	2,957,570	
2	of which: retained earnings	8,290,170	8,392,749	
1c	of which: treasury stock (-)	38,512	131,151	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	240,202	—	
	of which: other than the above	—	—	
1b	Stock subscription rights and stock acquisition rights to common shares	767	787	
3	Accumulated other comprehensive income and other disclosed reserves	3,494,393	3,915,663	(a)
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	1,715	1,799	
6	Common Equity Tier 1 capital: instruments and reserves (A)	14,465,716	15,137,419	
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)	832,236	956,916	
8	of which: goodwill (including those equivalent)	283,591	417,722	
9	of which: other intangibles other than goodwill and mortgage servicing rights	548,645	539,194	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,531	2,109	
11	Net deferred gains or losses on hedges	(227,601)	(229,015)	
12	Shortfall of eligible provisions to expected losses	7,093	54,447	
13	Securitisation gain on sale	42,282	43,795	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	29,569	35,496	
15	Net defined benefit asset	685,033	655,278	
16	Investments in own shares (excluding those reported in the Net assets section)	21,355	23,054	
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)	1,047,640	1,182,199	
19+20+21		Amount exceeding the 10% threshold on specified items	441,490	339,918	
19		of which: significant investments in the common stock of financials	441,490	339,918	
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)	2,880,632	3,064,200	
Common Equity Tier 1 capital (CET1)					
29		Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	11,585,083	12,073,219	
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	1,868,708	1,691,398	
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—	
34		Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	15,732	18,643	
36		Additional Tier 1 capital: instruments (D)	1,884,440	1,710,042	

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)	127,505	192,642	
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)	83,202	83,204	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	—	—	
43	Additional Tier 1 capital: regulatory adjustments (E)	210,708	275,846	
Additional Tier 1 capital (AT1)				
44	Additional Tier 1 capital ((D)-(E)) (F)	1,673,732	1,434,195	
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	13,258,816	13,507,414	
Tier 2 capital: instruments and provisions (4)				
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	1,034,733	1,157,735	
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	—	—	
48	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group T2)	3,256	3,736	
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	115,275	121,740	
50a	of which: general reserve for possible loan losses	115,275	121,740	
50b	of which: eligible provisions	—	—	
51	Tier 2 capital: instruments and provisions (H)	1,153,264	1,283,213	

Tier 2 capital: regulatory adjustments (5)				
52	Investments in own Tier 2 instruments	196	196	
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)	222,938	172,631	
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions	—	—	
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)	44,859	47,445	
57	Tier 2 capital: regulatory adjustments (I)	267,994	220,273	
Tier 2 capital (T2)				
58	Tier 2 capital (T2) ((H)-(I)) (J)	885,269	1,062,939	
Total capital (TC = T1 + T2)				
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	14,144,086	14,570,353	
Risk weighted assets (6)				
60	Total risk-weighted assets (RWA) (L)	93,117,128	95,841,896	
Capital ratios (consolidated) and buffers (7)				
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	12.44%	12.59%	
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	14.23%	14.09%	
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	15.18%	15.20%	
64	CET1 specific buffer requirement	3.66%	3.67%	
65	of which: capital conservation buffer requirement	2.50%	2.50%	
66	of which: countercyclical buffer requirement	0.16%	0.17%	
67	of which: G-SIB/D-SIB additional requirement	1.00%	1.00%	
68	CET1 available after meeting the minimum capital requirements	7.18%	7.20%	

Regulatory adjustments (8)				
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	1,307,421	1,359,533	
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	1,202,657	1,241,313	
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)	162,756	37,026	
Provisions included in Tier 2 capital: instruments and provisions (9)				
76	Provisions (general reserve for possible loan losses)	115,275	122,227	
77	Cap on inclusion of provisions (general reserve for possible loan losses)	161,821	121,740	
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")	—	—	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	410,649	438,700	