

## CC1: Composition of regulatory capital

Sumitomo Mitsui Financial Group, Inc. and Subsidiaries

(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	10,827,049	10,452,598
1a	of which: capital and capital surplus	2,953,949	2,954,181
2	of which: retained earnings	7,954,090	7,843,470
1c	of which: treasury stock (-)	80,990	167,671
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	—	177,382
	of which: other than the above	—	—
1b	Stock subscription rights and stock acquisition rights to common shares	856	931
3	Accumulated other comprehensive income and other disclosed reserves	4,125,482	4,030,129
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	2,261	2,243
6	Common Equity Tier 1 capital: instruments and reserves (A)	14,955,650	14,485,903
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)	980,879	957,397
8	of which: goodwill (including those equivalent)	468,905	461,174
9	of which: other intangibles other than goodwill and mortgage servicing rights	511,973	496,223
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,043	4,693
11	Net deferred gains or losses on hedges	(171,073)	(144,850)
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	27,097	24,314
15	Net defined benefit asset	642,915	634,121
16	Investments in own shares (excluding those reported in the Net assets section)	21,626	6,812
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)	742,944	719,737
19+20+21	Amount exceeding the 10% threshold on specified items	267,390	243,324
19	of which: significant investments in the common stock of financials	267,390	243,324
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)	2,562,298	2,493,275
<b>Common Equity Tier 1 capital (CET1)</b>			
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	12,393,351	11,992,628
<b>Additional Tier 1 capital: instruments (3)</b>			
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	1,655,682
		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)		12,388
36	Additional Tier 1 capital: instruments (D)		1,668,070
			1,476,185

<b>Additional Tier 1 capital: regulatory adjustments</b>			
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)	107,694	74,283
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)	190,672	157,262
<b>Additional Tier 1 capital (AT1)</b>			
44	Additional Tier 1 capital ((D)-(E)) (F)	1,477,397	1,318,922
<b>Tier 1 capital (T1 = CET1 + AT1)</b>			
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	13,870,748	13,311,550
<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	953,835	946,577
	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)	3,274	3,071
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	125,025	129,692
50a	of which: general reserve for possible loan losses	111,747	105,555
50b	of which: eligible provisions	13,278	24,136
51	Tier 2 capital: instruments and provisions (H)	1,082,135	1,079,340

<b>Tier 2 capital: regulatory adjustments (5)</b>			
52	Investments in own Tier 2 instruments	198	99
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)	144,295	147,523
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)	48,309	45,399
57	Tier 2 capital: regulatory adjustments (I)	192,803	193,022
<b>Tier 2 capital (T2)</b>			
58	Tier 2 capital (T2) ((H)-(I)) (J)	889,331	886,318
<b>Total capital (TC = T1 + T2)</b>			
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	14,760,080	14,197,869
<b>Risk weighted assets (6)</b>			
60	Total risk-weighted assets (RWA) (L)	96,712,314	92,848,578
<b>Capital ratios (consolidated) and buffers (7)</b>			
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	12.81%	12.91%
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	14.34%	14.33%
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	15.26%	15.29%
64	CET1 specific buffer requirement	3.68%	3.65%
65	of which: capital conservation buffer requirement	2.50%	2.50%
66	of which: countercyclical buffer requirement	0.18%	0.15%
67	of which: G-SIB/D-SIB additional requirement	1.00%	1.00%
68	CET1 available after meeting the minimum capital requirements	7.26%	7.29%

<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)	1,340,368	1,295,569
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	1,266,074	1,223,595
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)	48,432	45,227
<b>Provisions included in Tier 2 capital: instruments and provisions (9)</b>			
76	Provisions (general reserve for possible loan losses)	118,695	105,555
77	Cap on inclusion of provisions (general reserve for possible loan losses)	111,747	108,011
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")	13,278	24,136
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	451,499	439,582