

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 December 31, 2025	As of September 30, 2025
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	11,628,585	11,281,098
1a	of which: capital and capital surplus	2,933,854	2,959,238
2	of which: retained earnings	8,822,017	8,660,587
1c	of which: treasury stock (-)	127,286	38,638
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	—	300,089
	of which: other than the above	—	—
1b	Stock subscription rights and stock acquisition rights to common shares	642	645
3	Accumulated other comprehensive income and other disclosed reserves	4,022,594	3,584,577
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	1,624	1,645
6	Common Equity Tier 1 capital: instruments and reserves (A)	15,653,446	14,867,966
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)	923,724	902,054
8	of which: goodwill (including those equivalent)	327,574	323,857
9	of which: other intangibles other than goodwill and mortgage servicing rights	596,150	578,196
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,758	1,229
11	Net deferred gains or losses on hedges	(287,075)	(221,525)
12	Shortfall of eligible provisions to expected losses	136,784	124,568
13	Securitisation gain on sale	38,145	39,537
14	Gains and losses due to changes in own credit risk on fair valued liabilities	40,378	31,402
15	Net defined benefit asset	707,245	698,160
16	Investments in own shares (excluding those reported in the Net assets section)	21,541	19,293
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)	1,113,821	1,005,572
19+20+21	Amount exceeding the 10% threshold on specified items	348,728	330,010
19	of which: significant investments in the common stock of financials	348,728	330,010
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)	3,046,052	2,930,304
Common Equity Tier 1 capital (CET1)			
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	12,607,394	11,937,662
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	2,267,816	2,129,029
	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)	19,341	17,253
36	Additional Tier 1 capital: instruments (D)	2,287,157	2,146,282

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)	162,673	162,563	
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)	245,652	245,542	
Additional Tier 1 capital (AT1)				
44	Additional Tier 1 capital ((D)-(E)) (F)	2,041,505	1,900,740	
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	14,648,899	13,838,402	
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	1,328,291	1,138,412	
	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)	3,545	3,254	
50	Total of general reserve for possible loan losses and eligible provisions included in Tier 2	131,197	125,696	
50a	of which: general reserve for possible loan losses	131,197	125,696	
50b	of which: eligible provisions	—	—	
51	Tier 2 capital: instruments and provisions (H)	1,463,034	1,267,363	

Tier 2 capital: regulatory adjustments (5)				
52	Investments in own Tier 2 instruments	144	144	
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)	340,024	292,431	
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)	—	—	
57	Tier 2 capital: regulatory adjustments (I)	340,169	292,576	
Tier 2 capital (T2)				
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,122,864	974,786	
Total capital (TC = T1 + T2)				
59	Total capital (TC = T1 + T2) ((G)+(J)) (K)	15,771,764	14,813,188	
Risk weighted assets (6)				
60	Total risk-weighted assets (RWA) (L)	98,846,128	94,789,426	
Capital ratios (consolidated) and buffers (7)				
61	Common Equity Tier 1 risk-weighted capital ratio (consolidated) ((C)/(L))	12.75%	12.59%	
62	Tier 1 risk-weighted capital ratio (consolidated) ((G)/(L))	14.81%	14.59%	
63	Total risk-weighted capital ratio (consolidated) ((K)/(L))	15.95%	15.62%	
64	CET1 specific buffer requirement	3.67%	3.67%	
65	of which: capital conservation buffer requirement	2.50%	2.50%	
66	of which: countercyclical buffer requirement	0.17%	0.17%	
67	of which: G-SIB/D-SIB additional requirement	1.00%	1.00%	
68	CET1 available after meeting the minimum capital requirements	7.95%	7.62%	

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)	1,406,990	1,327,321
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	1,295,607	1,226,764
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)	55,146	54,969
Provisions included in Tier 2 capital: instruments and provisions (9)			
76	Provisions (general reserve for possible loan losses)	131,197	125,696
77	Cap on inclusion of provisions (general reserve for possible loan losses)	177,130	166,159
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	424,738	410,241