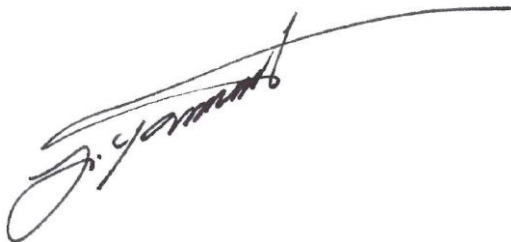


SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

Sumitomo Mitsui Banking Corporation, Hong Kong Branch with its principal activities in providing banking and related financial services is pleased to release the Key Financial Information Disclosure Statement for the year ended 31 March 2023. The information contained therein is in full compliance with the disclosure standards set out in the Hong Kong Monetary Authority's Supervisory Policy Manual on CA-D-1 (Guideline on the Application of the Banking (Disclosure) Rules) and is not false or misleading.

All figures reported are based on the underlying accounting records of the Branch and have been subject to analytical review to ensure that all figures have been correctly compiled, in all material respects, from the books and records of the Branch.

For and on behalf of
Sumitomo Mitsui Banking Corporation
(Incorporated in Japan with Limited Liability)
Hong Kong Branch



Toshiaki Yamamoto
Chief Executive

28th July 2023

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

1. Income Statement

	Year ended 31-Mar-2023 In HKD '000	Year ended 31-Mar-2022 In HKD '000
Net interest income	1,469,688	1,648,802
Interest income	16,285,739	3,090,388
Interest expense	(14,816,051)	(1,441,586)
Net fees and commission income	344,981	356,353
Fees and commission income	376,783	417,748
Fees and commission expenses	(31,802)	(61,395)
Other operating income	280,905	279,710
Gains less losses arising from trading in foreign currencies	127,870	(305,129)
Gains less losses from other trading activities	74,145	467,771
Others	78,890	117,068
Operating expenses	(665,135)	(632,323)
Staff expenses	(456,299)	(458,040)
Other operating expenses	(208,836)	(174,283)
Charges of Impairment losses and provisions for impaired loans and receivables	(1,646,830)	(772,120)
Gains less losses from the disposal of property, plant and equipment and investment properties	(2)	(16)
(Loss) / Profit before taxation	(216,393)	880,406
Taxation expense	(259,749)	(79,948)
(Loss) / Profit after taxation	(476,142)	800,458

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
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2. Balance Sheet

	31-Mar-2023 In HKD '000	30-Sep-2022 In HKD '000
<u>Assets</u>		
Cash and balances with banks	5,270,481	7,952,057
Placements with banks maturing between one and twelve months	9,226,498	15,998,255
Amount due from overseas offices	62,375,358	78,307,731
Trade bills	27,405	128,721
Loans and receivables	137,060,555	158,502,708
Advances to customers	126,046,745	143,264,348
Advances to banks	1,317,119	1,833,295
Accrued interest receivables and other accounts	12,647,060	16,267,981
Provisions for bad and doubtful debts (1) (2)	(2,950,369)	(2,862,916)
Investment securities	42,588,457	41,056,752
Property, plant and equipment and investment properties	45,421	49,176
Total assets	256,594,175	301,995,400
<u>Liabilities</u>		
Deposits and balances from banks	9,486,394	14,281,202
Deposits from customers	81,956,204	63,127,007
Demand deposits and current accounts	2,858,082	2,515,780
Savings deposits	11,001,531	13,420,618
Time, call and notice deposits	68,096,591	47,190,609
Amount due to overseas offices	151,090,204	206,858,456
Certificates of deposit issued	1,727,000	853,000
Other liabilities	12,334,373	16,875,735
Total liabilities	256,594,175	301,995,400

(1) There were no general provisions made to advances to customers and advances to banks as of 31 March 2023 and 30 September 2022.
(2) There were no specific provisions made to advances to bank as of 31 March 2023 and 30 September 2022.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

3. Analysis of gross amount of loans and advances to customers

(a) Breakdown by industry sectors

	31-Mar-2023 In HKD '000	% of advances covered by collateral	30-Sep-2022 In HKD '000	% of advances covered by collateral
Industrial, commercial and financial				
Property development	23,376,485	0.00%	21,872,805	2.12%
Property investment	19,797,710	0.00%	16,252,055	9.44%
Financial concerns	10,394,423	0.00%	12,218,460	0.00%
Stockbrokers	574,078	58.65%	207,704	0.79%
Wholesale and retail trade	3,235,262	0.00%	7,760,937	0.00%
Manufacturing	4,648,943	0.00%	5,816,953	0.25%
Transport and transport equipment	4,694,359	50.16%	4,684,854	40.99%
Recreational activities	120,000	0.00%	84,000	0.00%
Information technology	2,395,141	0.00%	2,077,943	0.00%
Others	7,029,558	0.00%	6,212,542	6.27%
Total loans and advances for use in Hong Kong	76,265,959	3.53%	77,188,253	5.60%
Trade finance	907,131	0.00%	4,398,910	0.00%
Loans and advances for use outside Hong Kong	48,873,655	9.18%	61,677,185	10.06%
Gross loans and advances to customers	126,046,745	5.69%	143,264,348	7.35%

(b) Breakdown by geographical areas

Advances to customers by geographical area for which exceeding 10% of the aggregate gross advances to customers are disclosed according to the location of the counterparties after recognizing the transfer of risk.

	31-Mar-2023 In HKD '000	30-Sep-2022 In HKD '000
Gross advances to customers		
Hong Kong	82,432,291	91,686,929

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

4. Non-bank Mainland China Exposures

Non-bank mainland China exposures are identified in accordance with the definitions set out in the “Return of Mainland Activities” issued by the Hong Kong Monetary Authority.

		31-Mar-2023 In HKD million		
		On-balance sheet exposures	Off-balance sheet exposures	Total
1.	Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	13,681	1,384	15,065
2.	Local governments, local government-owned entities and their subsidiaries and JVs	3,279	0	3,279
3.	PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	8,697	1,013	9,710
4.	Other entities of central government not reported in item 1 above	5,405	195	5,600
5.	Other entities of local government not reported in item 2 above	4,002	0	4,002
6.	PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	8,296	169	8,465
7.	Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	4,619	362	4,981
Total		47,979	3,123	51,102
Total assets after provision		256,594		
On-balance sheet exposures as percentage of total assets		18.70%		

		30-Sep-2022 In HKD million		
		On-balance sheet exposures	Off-balance sheet exposures	Total
1.	Central government, central government-owned entities and their subsidiaries and joint ventures (JVs)	23,505	1,445	24,950
2.	Local governments, local government-owned entities and their subsidiaries and JVs	3,245	0	3,245
3.	PRC nationals residing in Mainland China or other entities incorporated in Mainland China and their subsidiaries and JVs	11,232	2,629	13,861
4.	Other entities of central government not reported in item 1 above	4,746	50	4,796
5.	Other entities of local government not reported in item 2 above	4,027	0	4,027
6.	PRC nationals residing outside Mainland China or entities incorporated outside Mainland China where the credit is granted for use in Mainland China	11,479	715	12,194
7.	Other counterparties where the exposures are considered by the reporting institution to be non-bank Mainland China exposures	4,279	266	4,545
Total		62,513	5,105	67,618
Total assets after provision		301,995		
On-balance sheet exposures as percentage of total assets		20.70%		

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

5. Provisions for non-performing advances (1) (2)

	31-Mar-2023 In HKD '000	% of total loans & advances to customers	30-Sep-2022 In HKD '000	% of total loans & advances to customers
Non-performing advances to customers	4,206,599	3.34%	4,587,208	3.20%
Specific provisions made in respect of such advances	2,950,369	NA	2,862,916	NA
Value of collateral in respect of such advances	40,946	NA	30,359	NA

6. Overdue and rescheduled assets (3) (4)

	31-Mar-2023 In HKD '000	% of total loans & advances to customers	30-Sep-2022 In HKD '000	% of total loans & advances to customers
<u>(a) Overdue assets</u>				
Overdue advances to customers				
more than 3 months and less than 6 months	0	0.00%	1,393,442	0.97%
more than 6 months and less than 1 year	3,574,898	2.84%	0	0.00%
more than 1 year	625,694	0.50%	1,008,648	0.70%
	<u>4,200,592</u>		<u>2,402,090</u>	
Current market value of collateral held against the covered portion of overdue loans and advances	<u>34,939</u>		<u>0</u>	
Covered portion of overdue loans and advances	34,939		0	
Uncovered portion of overdue loans and advances	<u>4,165,653</u>		<u>2,402,090</u>	
	<u>4,200,592</u>		<u>2,402,090</u>	
Specific provisions made in respect of such advances	<u>2,950,369</u>		<u>1,331,986</u>	
<u>(b) Rescheduled assets</u>				
Rescheduled advances to customers (excluding those overdue for more than 3 months)	0	0.00%	2,142,045	1.50%

7. Repossessed assets

There were no repossessed assets held as of 31 March 2023 and 30 September 2022.

- (1) There were no non-performing loans and advances to banks or other financial institutions as of 31 March 2023 and 30 September 2022.
(2) SMBC maintains general provisions for overseas branch in the head office position.
(3) There were no overdue or rescheduled loans and advances to banks and other financial institutions as of 31 March 2023 and 30 September 2022.
(4) There were no other assets for which overdue more than three months as of 31 March 2023 and 30 September 2022.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
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8. Off-balance sheet exposures

Contractual amounts of significant off-balance sheet exposures are disclosed.

	31-Mar-2023 In HKD '000	30-Sep-2022 In HKD '000
<u>(a) Contingent liabilities and commitments</u>		
Direct credit substitutes	1,901,415	2,284,950
Transaction-related contingencies	580,041	566,988
Trade-related contingencies	866,305	1,849,289
Forward forward deposits placed	4,159,650	9,605,432
Other commitments	137,912,843	138,109,575
<u>(b) Derivatives</u>		
Exchange rate contracts	346,755,416	438,980,527
Interest rate contracts	309,379,328	224,888,087
Others	0	0

Fair value of each type of derivatives transaction are disclosed.

	31-Mar-2023 In HKD '000	30-Sep-2022 In HKD '000
<u>Assets</u>		
Exchange rate contracts	4,096,040	7,604,514
Interest rate contracts	5,369,305	6,277,670
Others	0	0
<u>Liabilities</u>		
Exchange rate contracts	3,726,211	7,308,654
Interest rate contracts	3,206,412	3,770,657
Others	0	0

There was no bilateral netting agreement as of 31 March 2023 and 30 September 2022.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

9. Liquidity information disclosures

Governance of liquidity risk management

Sumitomo Mitsui Banking Corporation (“the Bank”), Hong Kong Branch (“the Branch”) adopts the Bank’s Global Policy for Fund Liquidity Risk Management (“the Global Policy”) formulated and set by the Corporate Risk Management Department (Head Office, Tokyo) to ensure the maintenance of satisfactory liquidity to meet its obligations when they fall due. The Global Policy provides the Branch with the directions to implement an effective process to manage money gap, liquidity contingency plan and supplementary liquidity.

In addition to the Global Policy, Statement of Liquidity Management Policy and Procedures for Monitoring Liquidity Maintenance Ratio have also been formulated and documented locally to identify, measure, monitor, report and manage liquidity risks and related liquidity and funding requirements under both normal and stressed conditions.

The liquidity and funding requirements are managed in a manner such that all local statutory requirements, internal limits and guidelines are properly monitored and controlled at an appropriate interval.

Structure and responsibilities for liquidity risk management

The Branch manages liquidity risks in an integrated manner. The information relating to the liquidity risk management is reported in monthly ALM Committee meeting. The local policies are reviewed and approved by the senior management and ALM Committee on an annual basis to address any changes in a statutory or reporting requirements where appropriate.

The internal limits and guidelines are also subject to review on a regular basis and in a timely manner to cope with any changes in market conditions where necessary. Internal Audit Department conducts periodical independent reviews on the Branch’s liquidity management framework to ensure the adequacy and effectiveness of all liquidity risk functions.

Liquidity risk monitoring

Liquidity risk management monitoring forms an integral part of the liquidity framework. By detecting emerging liquidity risk at an early stage, the Branch can withstand both normal and stressed conditions especially in times of limited funding assess. Different measurements and indicators such as the calculation of Liquidity Maintenance Ratio, Core Funding Ratio, Maturity Profile and Cash Flow Analysis are adopted in the risk management monitoring mechanism.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

9. Liquidity information disclosures (continued)

Funding strategy

The maintenance of satisfactory liquidity is one of the most important policies. The Branch aims to maintain diversified and stable funding sources with an appropriate mix of liabilities including borrowing in the inter-bank market, customer deposits, issuance of negotiable certificates of deposits and inter-groups funding. Appropriate amount of high-quality liquid assets is held to obtain funding from Repo market or through liquidation in stress events.

Besides, contingency funding plans is developed in preparation for the situation in which the liquidity risk materializes for the Branch due to various internal and external factors.

Stress testing

Liquidity stress testing on all currencies basis as well as each significant currency basis is regularly conducted to project the Branch's cash flow under stress scenarios by applying a set of prescribed stress assumptions to the cash flow position. The Branch seeks to manage the sufficiency of liquidity cushion by reviewing stress test results to ensure projected cash outflows under various stress assumptions are properly covered.

	For the quarter ended 31-Mar-2023	For the quarter ended 31-Mar-2022
Average Liquidity maintenance ratio ("LMR")	<u>52.33%</u>	<u>50.00%</u>
Average Core funding ratio ("CFR")	<u>112.24%</u>	<u>94.27%</u>

The average liquidity maintenance ratio and the average core funding ratio are calculated based on the arithmetic mean of each month's corresponding average with reporting period made in accordance with the requirements specified under Banking (Disclosure) Rules.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

9. Liquidity information disclosures (continued)

Liquidity Risk Mismatch

The following table analyses the on and off-balance sheet items, with reference to the completion instructions for Part 4 of Return of Liquidity Monitoring Tools issued by the Hong Kong Monetary Authority.

As at 31-Mar-2023

In HKD '000	Total amount	Contractual maturity of cashflow						
		Up to 7 days	Between 8 days to 1 month	Between 1 to 3 months	Between 3 months to 1 year	Between 1 to 5 years	Over 5 years	No specific maturity
On-balance sheet liabilities								
Deposits and balances due to banks	161,197,308	28,698,609	7,188,226	18,040,408	19,726,483	87,543,582	0	0
Deposits from customers	82,273,066	28,399,279	13,584,440	26,082,657	13,908,155	298,535	0	0
Certificates of deposit issued	1,727,726	0	0	490	100,236	1,447,000	180,000	0
Other liabilities (1)	11,396,073	2,469,960	582,394	3,776,930	16,522,372	76,551,004	3,138,655	2,545,297
Total on-balance sheet liabilities	256,594,173	59,567,848	21,355,060	47,900,485	50,257,246	165,840,121	3,318,655	2,545,297
Total off-balance sheet liabilities	28,551,699	25,777,737	1,501,102	993,529	279,331	0	0	0
On-balance sheet assets								
Cash and balances due from banks	78,446,453	20,974,574	9,537,102	26,330,967	11,671,987	9,838,042	93,781	0
Loans and advances to customers	126,375,073	4,184,865	8,720,024	6,568,727	28,769,078	69,082,931	4,842,849	4,206,599
Trade bills	27,525	4,718	18,918	3,720	169	0	0	0
Investment securities	40,992,511	40,992,511	0	0	0	0	0	0
Other assets (1)	12,057,873	1,271,666	661,457	4,066,419	17,382,124	78,771,843	3,690,761	1,908,438
Total on-balance sheet assets	257,899,435	67,428,334	18,937,501	36,969,833	57,823,358	157,692,816	8,627,391	6,115,037
Total off-balance sheet assets	45,737,866	41,578,216	3,926,150	0	233,500	0	0	0
Net liquidity mismatch		23,660,965	7,489	(11,924,181)	7,520,281	(8,147,305)	5,308,736	
Cumulative liquidity mismatch		23,660,965	23,668,454	11,744,273	19,264,554	11,117,249	16,425,985	

As at 31-Mar-2022

In HKD '000	Total amount	Contractual maturity of cashflow						
		Up to 7 days	Between 8 days to 1 month	Between 1 to 3 months	Between 3 months to 1 year	Between 1 to 5 years	Over 5 years	No specific maturity
On-balance sheet liabilities								
Deposits and balances due to banks	238,669,273	31,674,853	11,348,364	60,525,453	39,384,734	95,735,869	0	0
Deposits from customers	52,656,155	25,086,938	10,270,160	11,790,120	4,974,844	534,093	0	0
Certificates of deposit issued	2,008,456	0	0	381,380	1,477,076	150,000	0	0
Other liabilities (1)	9,466,911	1,697,292	1,080,861	707,891	7,362,015	66,669,884	12,865,465	1,549,247
Total on-balance sheet liabilities	302,800,795	58,459,083	22,699,385	73,404,844	53,198,669	163,089,846	12,865,465	1,549,247
Total off-balance sheet liabilities	25,780,891	25,132,002	360,563	249,289	39,037	0	0	0
On-balance sheet assets								
Cash and balances due from banks	104,377,111	30,157,414	11,699,803	26,173,744	24,186,572	12,114,547	45,031	0
Loans and advances to customers	152,799,591	9,690,118	16,627,732	9,889,778	27,412,077	76,470,748	8,173,334	4,535,804
Trade bills	1,126,959	3,104	374,331	656,601	92,923	0	0	0
Investment securities	36,987,482	36,987,482	0	0	0	0	0	0
Other assets (1)	7,573,106	646,373	288,195	785,116	7,005,776	65,664,336	12,729,589	847,325
Total on-balance sheet assets	302,864,249	77,484,491	28,990,061	37,505,239	58,697,348	154,249,631	20,947,954	5,383,129
Total off-balance sheet assets	39,149,050	39,149,050	0	0	0	0	0	0
Net liquidity mismatch		33,042,456	5,930,113	(36,148,894)	5,459,642	(8,840,215)	8,082,489	
Cumulative liquidity mismatch		33,042,456	38,972,569	2,823,675	8,283,317	(556,898)	7,525,591	

(1) The replacement costs of derivative contracts are reported in the "Total amount" column only while the notional amounts of derivative contracts are reported only in the respective maturity buckets.

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
Key Financial Information Disclosure Statement as of 31 March 2023

10. International claims

International claims disclose exposures by major countries or geographical segments of which not less than 10% of the institution's total international claims after considering any recognized risk transfer defined in the Return of International Banking Statistics issued by the Hong Kong Monetary Authority.

31-Mar-2023 In HKD million					
	Banks	Official sector	Non bank private sector		Total
			Non-bank financial institutions	Non-financial private sector	
Developing Asia and Pacific	13,395	7	2,758	6,533	22,693
of which: China	11,473	7	2,757	5,396	19,633
Developed countries	63,017	24,316	2,437	4,485	94,255
of which: Japan	62,600	0	595	1,904	65,099
of which: United States	0	24,316	1,706	125	26,147
Offshore centres	1,051	0	16,298	52,630	69,979
of which: Hong Kong	1,051	0	14,093	26,636	41,780
30-Sep-2022 In HKD million					
	Banks	Official sector	Non bank private sector		Total
			Non-bank financial institutions	Non-financial private sector	
Developing Asia and Pacific	19,706	554	1,459	11,360	33,079
of which: China	17,003	554	1,459	9,802	28,818
Developed countries	79,531	11,475	1,204	9,130	101,340
of which: Japan	79,407	0	736	4,022	84,165
Offshore centres	1,260	0	11,778	70,805	83,843
of which: Hong Kong	1,260	0	11,569	42,055	54,884

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11. Currency risk

This information concerning the foreign currency exposures of the bank is calculated in the method set out in the Return of Foreign Currency Position issued by the Hong Kong Monetary Authority. Currencies which constitute individually 10% or more of the total net position in all foreign currencies are disclosed.

	31-Mar-2023	31-Mar-2023	31-Mar-2023
	In HKD million	In HKD million	In HKD million
	USD	JPY	Total
Spot assets	134,787	18,484	153,271
Spot liabilities	(175,086)	(18,050)	(193,136)
Forward purchases	205,120	47,534	252,654
Forward sales	(164,420)	(48,189)	(212,609)
Net option position	0	1	1
Net long (short) position	401	(220)	181
Net structural position	0	0	0

	30-Sep-2022	30-Sep-2022	30-Sep-2022
	In HKD million	In HKD million	In HKD million
	USD	JPY	Total
Spot assets	157,076	29,255	186,331
Spot liabilities	(223,819)	(29,496)	(253,315)
Forward purchases	267,096	100,613	367,709
Forward sales	(199,333)	(100,562)	(299,895)
Net option position	0	0	0
Net long (short) position	1,020	(190)	830
Net structural position	0	0	0

SUMITOMO MITSUI BANKING CORPORATION, Hong Kong Branch
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12. Consolidated group disclosures

The information set out below was based on consolidated accounts of Sumitomo Mitsui Financial Group, Inc. (the holding company of the Bank) as of 31 March 2023.

<u>Capital and Capital Adequacy</u>	<u>31-Mar-2023</u> <u>In JPY million</u>	<u>30-Sep-2022</u> <u>In JPY million</u>
Stockholder's equity	10,308,391	10,321,399
Capital adequacy ratio ⁽¹⁾	15.98%	15.63%
Tier 1 Capital adequacy ratio ⁽¹⁾	14.94%	14.64%
<u>Other Financial Information</u>	<u>31-Mar-2023</u> <u>In JPY million</u>	<u>30-Sep-2022</u> <u>In JPY million</u>
Total assets	270,428,564	271,748,777
Total liabilities	257,637,458	258,987,935
Total loans and advances and bills discounted	98,404,137	100,873,464
Total deposit	158,770,253	157,082,471
	<u>Year ended</u> <u>31-Mar-2023</u> <u>In JPY million</u>	<u>Year ended</u> <u>31-Mar-2022</u> <u>In JPY million</u>
Pre-tax profit	1,098,472	929,588

(1) The capital adequacy ratio is computed in accordance to the capital adequacy guidelines adopted by Financial Services Agency applicable to Japanese banks with international operations and has incorporated an allowance for market risk.

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13. Remuneration System

Pursuant to section 3.1.2 of Supervisory Policy Manual (CG-5) "Guideline on a Sound Remuneration System" issued by the Hong Kong Monetary Authority, Sumitomo Mitsui Banking Corporation Hong Kong Branch as an overseas incorporated Authorized Institution is not required to make separate disclosures in relation to its own remuneration system as Sumitomo Mitsui Financial Group will provide the relevant disclosures in its annual report.

14. Disclosure Statement Available to Public

Copies of the Disclosure Statement are displayed in the receptions of branches of Sumitomo Mitsui Bank, Hong Kong on 7/F, One International Finance Centre, 1 Harbour View Street, Hong Kong and on 19/F, the Metropolis Tower, 10 Metropolis Drive, Hung Hom, Kowloon.

A copy of the Disclosure Statement has been lodged with the Hong Kong Monetary Authority's Public Registry and is available on the website https://www.smbc.co.jp/global/location_oversea/hongkong/index.html for public inspection.