



# Pillar 3 disclosures

**SMBC Bank International plc**

As of 30 September 2024

# Contents

3	1. Overview
4	2. Key metrics
5	3. Own funds
7	4. Own funds requirements and risk weighted exposure amounts
7	5. Credit risk exposures
15	6. Standardised approach
18	7. Exposures to counterparty credit risk
20	8. Market risk management
21	9. Interest rate risk in the banking book
21	10. Leverage ratio
24	11. Liquidity risk management

## Document disclaimer

- The purpose of the Pillar 3 disclosures as contained within this Disclosure Document is to explain how SMBC Bank International plc (SMBC BI or the Bank) complies with certain prudential requirements and to provide information about the management of risks relating to those requirements.
- The information has been subject to internal review but has not been audited by the Bank's external auditor, KPMG.
- Although Pillar 3 disclosures are designed to provide transparent capital and liquidity disclosures by banks on a common basis, the information contained in this Disclosure Document may not be directly comparable with that made available by other banks. This may be due to several factors such as:
  - the different approaches to calculating capital allowed under the Prudential regulatory requirements.
  - the mix of corporate exposure types between banks.
  - the different risk appetites and profiles of banks; and
  - the different waivers applied for and granted by the Prudential Regulation Authority (PRA).

## 1. Overview

### 1.1 Background

From 1 January 2022, UK Pillar 3 disclosure requirements are set out under the Disclosure Part of the PRA Rulebook and are broadly aligned to the equivalent revisions that have already come into force under the EU version of CRR II.

In addition to summary capital and leverage disclosures, specific Pillar 3 templates are required to be disclosed by large institutions on a quarterly and semi-annual basis and these are included within this report with the following exceptions:

- Template CR8 (RWA flow statements of credit risk exposures under the IRB approach) is not applicable to SMBC BI
- Template CCR7 (RWA flow statements of CCR exposures under the IMM) is not applicable to SMBC BI.
- Template MR2-B (RWA flow statements of market risk exposures under the IMA) is not applicable to SMBC BI.

The information presented in this Pillar 3 report is not required to be, and has not been, subject to external audit.

All the quantitative information contained in this Disclosure Document are in US Dollar millions unless otherwise stated.

## 2. Key metrics

The key metrics dashboard provides an overview of the Bank's prudential regulatory situation including its capital, leverage ratios and liquidity ratios.

Table 1: KM1 Key metrics

		30 September 2024	31 March 2024	30 September 2023
	<b>Available own funds (amounts)</b>			
1	Common Equity Tier 1 (CET1) capital	5,465	5,477	5,084
2	Tier 1 capital	5,465	5,477	5,084
3	Total capital	5,465	5,477	5,084
	<b>Risk weighted exposure amounts</b>			
4	Total risk weighted exposure amount	30,156	28,122	29,061
	<b>Capital ratios (as a percentage of risk weighted exposure amount)</b>			
5	CET1 ratio (%)	18.1	19.5	17.5
6	Tier 1 ratio (%)	18.1	19.5	17.5
7	Total capital ratio (%)	18.1	19.5	17.5
	<b>Additional own funds requirements based on SREP* (as a percentage of risk weighted exposure amount)</b>			
UK 7a	Additional CET1 SREP requirements (%)	1.0	1.0	0.7
UK 7b	Additional Tier 1 SREP requirements (%)	0.3	0.3	0.2
UK 7c	Additional Tier 2 SREP requirements (%)	0.5	0.5	0.3
UK 7d	Total SREP own funds requirements (%)	9.8	9.8	9.3
	<b>Additional own funds requirements based on SREP* (as a percentage of risk weighted exposure amount)</b>			
8	Capital conservation buffer (%)	2.5	2.5	2.5
9	Institution specific countercyclical capital buffer (%)	1.13	1.06	0.99
11	Combined buffer requirement (%)	3.63	3.56	3.5
UK 11a	Overall capital requirements (%)	13.5	13.4	12.8
12	CET1 available after meeting the total SREP own funds requirements (%)	8.3	9.6	8.2
	<b>Leverage ratio</b>			
13	Total exposure measure excluding claims on central banks	40,131	37,072	37,292
14	Leverage ratio excluding claims on central banks (%)	13.6	14.8	13.6
	<b>Additional leverage ratio disclosure requirements</b>			
14a	Fully loaded ECL accounting model leverage ratio excluding claims on central banks (%)	13.6	14.8	13.6
14b	Leverage ratio including claims on central banks (%)	8.8	9.2	8.3
14c	Average leverage ratio excluding claims on central banks (%)	14.3	14.0	13.7
14d	Average leverage ratio including claims on central banks (%)	9.0	9.0	8.5
14e	Countercyclical leverage ratio buffer (%)	0.4	0.4	0.3
	<b>Liquidity coverage ratio</b>			
15	Total high quality liquid assets (HQLA) (Weighted value – average)	25,369	25,071	25,074
UK 16a	Cash outflows – Total weighted value	18,932	19,489	19,937
UK 16b	Cash inflows – Total weighted value	3,281	3,380	3,700
16	Total net cash outflows (adjusted value)	15,651	16,110	16,237
17	Liquidity coverage ratio (%)	162.1	155.6	154.4
	<b>Net stable funding ratio</b>			
18	Total available stable funding	23,060	23,986	23,965

19	Total required stable funding	16,693	16,912	16,870
20	NSFR ratio (%)	138.1	141.8	142.1

\* Supervisory Review and Evaluation Process.

### 3. Own funds

**Table 2: CC1 Composition of regulatory own funds**

The Bank determines its own funds on the basis laid down in the UK CRR. CET1 capital and risk weighted assets (RWAs) are calculated applying the transitional arrangements under the UK CRR, including the International Financial Reporting Standard (IFRS) 9 transitional arrangements.

		(a)		(b)
		30 September 2024	31 March 2024	Balance sheet source in table CC2
<b>Common Equity Tier 1 (CET1) capital: instruments and reserves</b>				
1	Capital instruments and the related share premium accounts	3,200.1	3,200.1	a
2	Retained earnings	2,275.9	2,275.9	b
3	Accumulated other comprehensive income (and other reserves)	106.7	103.8	c
6	<b>CET1 capital before regulatory adjustments</b>	<b>5,582.7</b>	<b>5,579.8</b>	
<b>Common Equity Tier 1 (CET1) capital: regulatory adjustments</b>				
7	Additional value adjustments	(4.8)	(4.3)	h
8	Intangible assets (net of related tax liability)	(78.2)	(70.2)	d
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value	(6.3)	(3.6)	e
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing			
15	Defined benefit pension fund assets	(27.6)	(24.2)	f
27a	Other regulatory adjustments to CET1 capital (including IFRS 9 transitional adjustments when relevant)	(0.8)	(0.8)	g
28	<b>Total regulatory adjustments to CET1</b>	<b>(117.7)</b>	<b>(103.1)</b>	
29	<b>CET1 capital</b>	<b>5,464.9</b>	<b>5,476.7</b>	
60	<b>Total risk exposure amount</b>	<b>30,156</b>	<b>28,122.2</b>	
<b>Capital ratios and buffers</b>				
61	CET1 (as a percentage of total risk exposure amount)	18.1%	19.5%	
62	Tier 1 (as a percentage of total risk exposure amount)	18.1%	19.5%	
63	Total capital (as a percentage of total risk exposure amount)	18.1%	19.5%	
64	Institution CET1 overall capital requirement (CET1 requirement in accordance with Article 92 (1) CRR, plus additional CET1 requirement which the institution is required to hold in accordance with point (a) of Article 104(1) CRD, plus combined buffer requirement in accordance with Article 128(6) CRD) expressed as a percentage of risk exposure amount)	9.2%	9.1%	
65	of which: capital conservation buffer requirement	2.5%	2.5%	
66	of which: countercyclical buffer requirement	1.1%	1.1%	
68	<b>CET1 available to meet buffers (as a percentage of risk exposure amount)</b>	<b>9.0%</b>	<b>10.4%</b>	
<b>Amounts below the thresholds for deduction (before risk weighting)</b>				
75	Deferred tax assets arising from temporary differences (amount below 17.65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)	38	47	

**Table 3: CC2 reconciliation of regulatory own funds to balance sheet in the audited financial statements.**

The Bank's financial statements are prepared in accordance with IFRS, and regulatory own funds are prepared under prudential rules. The financial statement forms the basis for the calculation of regulatory capital requirements. There is no difference in the regulatory and accounting scope of consolidation.

difference in the regulatory and accounting scope of consolidation.

		Balance sheet as in published financial statements	Under regulatory scope of consolidation	Reference to table CC1
		30 September 2024		
Assets – Breakdown by asset class according to the balance sheet in the published financial statements				
1	Cash and balances at central banks	22,532.2		
2	Settlement balances	175.5		
3	Loans and advances to banks	3,781.1		
4	Loans and advances to customers	18,373.3		
5	Reverse repurchase agreements	2,226.0		
6	Investment securities	718.1		
7	Derivative assets	1,955.5		
8	Other assets	791.6		
9	Intangible assets and goodwill	78.2		
	of which subject to capital deduction (Goodwill & intangible assets)	78.2		d
10	Property and equipment	236.9		
11	Deferred tax asset	38.0		
12	Pensions surplus	37.0		
	of which subject to capital deduction (Defined Benefit Pension Assets)	37.0		f
13	Accruals and Prepayments	483.8		
	Total assets	50,943.4		
Liabilities – Breakdown by liability class according to the balance sheet in the published financial statements				
1	Deposits by banks	21,153.0		
2	Customer accounts	20,183.7		
3	Debts securities in issue	1,032.4		
4	Derivatives liabilities	2,002.2		
	Of which: subject to capital deduction (prudential valuation adjustment)	4.8		h
	Of which subject to prudential filter (Fair value loss from the institution's own credit risk related to derivative liabilities)	0.8		g
5	Other liabilities	771.1		
6	Other provisions	12.3		
7	Deferred tax liability	27.9		
	Of which associated with Defined Benefit Pension Assets	9.4		f
	Total liabilities	45,182.7		
Shareholders' equity				
1	Called up share capital	3,200.1		a
2	Retained earnings	2,453.9		b
	Of which unrecognised current year profits	(178.1)		b
3	Other reserves	106.7		c
	of which subject to prudential filter (fair value reserves related to gains or losses on cash flow hedges)	6.3		e
	Total shareholders' equity	5,760.7		

#### 4. Own funds requirements and risk weighted exposure amounts

**Table 4: OV1 Overview of risk weighted exposure amounts.**

This table provides a breakdown of the risk weighted exposure amounts (RWEAs) and the total own funds requirements, by exposure class and calculation approach, of SMBC BI as at 30 September 2024. Total own funds requirements are calculated as RWEAs multiplied by 8%.

		RWEAs			Total own funds requirements		
		30 September 2024	30 June 2024	31 March 2024	30 September 2024	30 June 2024	31 March 2024
1	Credit risk (excluding CCR)	25,673	24,198	24,153	2,054	1,944	1,970
2	Of which the standardised approach	25,673	24,198	24,153	2,054	1,944	1,970
6	Counterparty credit risk – CCR	1,963	1,825	1,759	157	138	139
7	Of which the standardised approach	1,963	1,825	1,759	157	138	139
UK 8a	Of which exposures to a CCP	0.1	0.1	0.2	0	0	0
UK 8b	Of which credit valuation adjustment – CVA	222	228	259	18	18	20
20	Position, foreign exchange and commodities risks (market risk)	505	552	195	40	44	37
21	Of which the standardised approach	505	552	195	40	44	37
UK 22a	Large exposures						
23	Operational risk	2,016	2,016	2,016	161	161	140
UK 23a	Of which basic indicator approach						
UK 23b	Of which standardised approach	2,016	2,016	2,016	161	161	140
24	Amounts below the thresholds for deduction (subject to 250% risk weight) (for information)	95	111	117	8	9	5
29	<b>Total</b>	<b>30,156</b>	<b>28,591</b>	<b>28,122</b>	<b>2,412</b>	<b>2,287</b>	<b>2,285</b>

#### 5. Credit risk exposures

##### Analysis of non-performing and forborne exposures

**Table 5: CQ1 Credit quality of forborne exposures**

The following table presents the credit quality of the performing and non-performing forborne exposures by portfolio and exposure class.

30 September 2024

	Gross carrying amount/ Nominal amounts of exposures with forbearance measures				Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collaterals received and financial guarantees received on forborne exposures	
	Non-performing forborne			On performing forborne exposures	On non-performing forborne exposures		Of which: Collateral and financial guarantees received on non-performing exposures with forbearance measures	
	Performing forborne	Of which defaulted	Of which impaired					
Loans and advances	87	38	38	38	(0)	(3)	0	0
Other financial corporations	0	0	0	0	0	0	0	0
Non-financial corporations	87	38	38	38	(0)	(3)	0	0

<b>Total</b>	87	38	38	38	0	(3)	0	0
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31 March 2024

	Gross carrying amount/ Nominal amounts of exposures with forbearance measures			Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions		Collaterals received and financial guarantees received on forborne exposures		
	Non-performing forborne			On performing forborne exposures	On non-performing forborne exposures	Of which: Collateral and financial guarantees received on non-performing exposures with forbearance measures		
	Performing forborne	Of which defaulted	Of which impaired					
Loans and advances	121	58	58	(0)	(8)	28		28
Other financial corporations	–					–		
Non-financial corporations	121	58	58	(0)	(8)	28		28
<b>Total</b>	121	58	58	(0)	(8)	28		28

Table 6: CQ4: Quality of non-performing exposures by geography

30 September 2024

	Gross carrying/Nominal amount			of which: non-performing		Accumulated impairment	Provisions on off-balance sheet commitments and financial guarantee given	Accumulated negative changes in fair value due to credit risk on non-performing exposures
		of which: defaulted	of which: subject to impairment					
<b>On-balance sheet exposures</b>	<b>25,536</b>	<b>335</b>	<b>335</b>	<b>25,536</b>	<b>(260)</b>	–	–	–
United Kingdom	9,502	113	113	9,502	(24)	–	–	–
France	3,981	66	66	3,981	(70)	–	–	–
Saudi Arabia	867	0	0	867	(17)	–	–	–
Japan	1,881	0	0	1,881	(0)	–	–	–
Netherlands	478	16	16	478	(9)	–	–	–
United States	525	3	3	525	(0)	–	–	–
South Africa	821	0	0	821	(0)	–	–	–
Switzerland	814	27	27	814	(2)	–	–	–
Turkey	230	0	0	230	(1)	–	–	–
Russian Federation	178	0	0	178	(120)	–	–	–
Other countries	6,257	110	110	6,257	(16)	–	–	–
<b>Off-balance sheet exposures</b>	<b>19,805</b>	<b>61</b>	<b>61</b>	<b>0</b>	<b>–</b>	<b>12</b>		<b>–</b>
France	7,164	0	0	0	–	1		–
United Kingdom	7,013	59	59	0	–	6		–
Saudi Arabia	57	0	0	0	–	0		–
Spain	93	0	0	0	–	0		–
South Africa	395	0	0	0	–	0		–
Netherlands	782	1	1	0	–	2		–

Cayman Islands	159	0	0	0	–	1	–
Japan	258	0	0	0	–	0	–
Hong Kong	0	0	0	0	–	0	–
Jersey	73	0	0	0	–	0	–
Other countries	3,811	0	0	0	–	2	–
<b>Total</b>	<b>45,341</b>	<b>396</b>	<b>396</b>	<b>25,536</b>	<b>(260)</b>	<b>12</b>	<b>–</b>

31 March 2024

		Gross carrying/Nominal amount				Provisions on off-balance sheet commitments and financial guarantee given	Accumulated negative changes in fair value due to credit risk on non-performing exposures
		of which: non-performing					
			of which: defaulted	of which: subject to impairment	Accumulated impairment		
On-balance sheet exposures	24,294	253	253	24,294	(269)	—	—
United Kingdom	8,372	95	95	8,372	(28)	—	—
France	3,722	64	64	3,722	(57)	—	—
Saudi Arabia	1,022	—	—	1,022	(23)	—	—
Japan	1,857	—	—	1,857	(0)	—	—
Netherlands	699	34	34	699	(23)	—	—
United States	502	—	—	502	(1)	—	—
South Africa	782	—	—	782	(0)	—	—
Switzerland	758	26	26	758	(2)	—	—
Turkey	185	—	—	185	(1)	—	—
Russian Federation	251	—	—	251	(122)	—	—
Other countries	6,144	33	33	6,144	(12)	—	—
Off-balance sheet exposures	17,567	9	9	—	—	11	
France	6,890	—	—	—	—	1	
United Kingdom	6,148	8	8	—	—	5	
Saudi Arabia	58	—	—	—	—	—	
Spain	90	—	—	—	—	—	
South Africa	152	—	—	—	—	—	
Netherlands	533	1	1	—	—	1	
Cayman Islands	242	—	—	—	—	2	
Japan	176	—	—	—	—	—	
Hong Kong	123	—	—	—	—	—	
Jersey	32	—	—	—	—	—	
Other countries	3,125	—	—	—	—	2	
Total	41,860	262	262	24,294	(269)	11	—

**Table 7: CR1: Performing and non-performing exposures and related provisions**

The table presents the credit quality of the performing and non-performing exposures by portfolio and exposure class showing the impairment stage.

30 September 2024

	Gross carrying amount/nominal amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Collateral and financial guarantees received	
	Performing exposures			Non-performing exposures			Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions			On performing exposures	On non-performing exposures
	Of which Stage 1	Of which Stage 2		Of which Stage 2	Of which Stage 3		Of which Stage 1	Of which Stage 2		Of which Stage 2	Of which Stage 3			
Cash balances at central banks and other demand deposits	22,661	22,661	–	–	–	–	–	–	–	–	–	–	–	–
Loans and advances	24,506	23,185	1,320	335	–	335	(162)	(14)	(148)	(99)	–	(99)	11,540	50
Central Banks	21	21	–	–	–	–	(0)	(0)	(0)	–	–	–	–	–
General governments	373	373	–	–	–	–	(0)	(0)	(0)	–	–	–	–	–
Credit institutions	4,325	4,184	141	–	–	–	(83)	(1)	(82)	–	–	–	2,507	–
Other financial corp	4,502	4,402	100	56	–	56	(1)	(1)	(0)	–	–	–	2,810	–
Non-financial corporations	15,284	14,203	1,080	279	–	279	(77)	(11)	(66)	(99)	–	(99)	6,223	50
Households	1	1	–	–	–	–	–	–	–	–	–	–	–	–
Debt securities	696	696	–	–	–	–	–	–	–	–	–	–	–	–
General governments	685	685	–	–	–	–	–	–	–	–	–	–	–	–
Other financial corporations	11	11	–	–	–	–	–	–	–	–	–	–	–	–
Off-balance sheet exposures	19,744	19,028	717	61	–	61	12	6	6	1	–	1	–	–
Central banks	–	–	–	–	–	–	–	–	–	–	–	–	–	–
General governments	–	–	–	–	–	–	(0)	(0)	(0)	–	–	–	–	–
Credit institutions	647	518	129	–	–	–	1	0	1	–	–	–	–	–
Other financial corporations	975	975	–	–	–	–	0	0	0	–	–	–	–	–
Non-financial corporations	18,122	17,534	588	61	–	61	10	6	5	1	–	1	–	–
<b>Total</b>	<b>67,607</b>	<b>65,569</b>	<b>2,037</b>	<b>396</b>	<b>–</b>	<b>396</b>	<b>(150)</b>	<b>(8)</b>	<b>(142)</b>	<b>(98)</b>	<b>–</b>	<b>(98)</b>	<b>11,540</b>	<b>50</b>

31 March 2024

	Gross carrying amount/nominal amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions						Collateral and financial guarantees received	
	Performing exposures			Non-performing exposures			Performing exposures – accumulated impairment and provisions			Non-performing exposures – accumulated impairment, accumulated negative changes in fair value due to credit risk and provisions			On performing exposures	On non-performing exposures
	Of which Stage 1	Of which Stage 2		Of which Stage 2	Of which Stage 3		Of which Stage 1	Of which Stage 2		Of which Stage 2	Of which Stage 3			
Cash balances at central banks and other demand deposits	23,503	23,503	–	–	–	–	–	–	–	–	–	–	–	–
Loans and advances	23,393	21,488	1,905	253	–	253	(173)	(15)	(158)	(96)	–	(96)	10,449	50
General governments	201	201	0	–	–	–	(0)	(0)	(0)	–	–	–	–	–
Credit institutions	4,387	4,184	203	–	–	–	(82)	(1)	(82)	–	–	–	3,670	–
Other financial corporations	3,544	3,490	54	35	–	35	(1)	(0)	(0)	(0)	–	(0)	756	–
Non-financial corporations	15,240	13,592	1,648	218	–	218	(90)	(13)	(77)	(96)	–	(96)	6,024	50
Debt securities	648	648	–	–	–	–	–	–	–	–	–	–	–	–
General governments	638	638	–	–	–	–	–	–	–	–	–	–	–	–
Other financial corporations	10	10	–	–	–	–	–	–	–	–	–	–	–	–
Off-balance sheet exposures	17,558	16,920	638	9	–	9	10	4	6	1	–	1	–	–
Central banks	–	–	–	–	–	–	–	–	–	–	–	–	–	–
General governments	0	0	–	–	–	–	0	–	0	–	–	–	–	–
Credit institutions	767	716	51	–	–	–	3	1	2	–	–	–	–	–
Other financial corporations	1,136	1,136	–	–	–	–	0	0	–	–	–	–	–	–
Non-financial corporations	15,655	15,068	587	9	–	9	7	3	4	1	–	1	–	–
<b>Total</b>	<b>64,652</b>	<b>62,109</b>	<b>2,543</b>	<b>262</b>	<b>–</b>	<b>262</b>	<b>(164)</b>	<b>(11)</b>	<b>(152)</b>	<b>(95)</b>	<b>–</b>	<b>(95)</b>	<b>10,449</b>	<b>50</b>

**Table 8: CR1-A: Maturity of exposures**

The table presents the maturity analysis of SMBC BI's credit quality of the performing and non-performing exposures split by the residual contractual maturity band of the portfolio. Net exposure value represents the gross carry amount less provisions.

30 September 2024

	Net exposure value					Total
	On demand	≤ 1 year	> 1 year ≤ 5 years	> 5 years	No stated maturity	
Loans and advances	–	11,272	8,775	4,437	–	24,484
Debt securities	–	696	–	–	–	696
<b>Total</b>	–	11,968	8,775	4,437	–	25,180

31 March 2024

	Net exposure value					Total
	On demand	≤ 1 year	> 1 year ≤ 5 years	> 5 years	No stated maturity	
Loans and advances	–	10,404	8,645	4,240	–	23,289
Debt securities	–	648	–	–	–	648
<b>Total</b>	–	11,052	8,645	4,240	–	23,937

**Table 9: CR2: Changes in the stock of non-performing loans and advances**

30 September 2024

	Gross carrying amount
<b>Initial stock of non-performing loans and advances</b>	253
Inflows to non-performing portfolios	136
Outflows from non-performing portfolios	(54)
Outflows due to write-offs	(5)
Outflow due to other situations	(49)
<b>Final stock of non-performing loans and advances</b>	335

31 March 2024

	Gross carrying amount
<b>Initial stock of non-performing loans and advances</b>	426
Inflows to non-performing portfolios	–
Outflows from non-performing portfolios	174
Outflows due to write-offs	–
Outflow due to other situations	174
<b>Final stock of non-performing loans and advances</b>	253

**Table 10: CCyB1 Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer**

The following table presents information for the calculation of SMBC BI's countercyclical capital buffer.

30 September 2024

Breakdown by country	Exposure relevant to CCyB	Own funds requirement	Risk weighted exposure amounts	Own funds req. weights %	Countercyclical buffer rate (%)
Australia	70	6	70	0.3%	1.0%
Belgium	51	4	51	0.2%	0.5%
Bermuda	172	14	172	0.7%	0.0%
British Virgin Islands	268	11	134	0.5%	0.0%
Cayman Islands	504	59	743	3.0%	0.0%
Czechia	155	10	120	0.5%	1.3%
Finland	33	3	33	0.1%	0.0%
France	5,944	445	5,557	22.2%	1.0%
Germany	47	4	47	0.2%	0.8%
Greece	15	1	15	0.1%	0.0%
Guernsey	70	6	70	0.3%	0.0%
Hong kong	0	0	0	0.0%	1.0%
Hungary	62	5	62	0.2%	0.5%
Ireland	308	25	308	1.2%	1.5%
Japan	426	30	372	1.5%	0.0%
Jersey	726	61	762	3.0%	0.0%
Luxembourg	987	79	987	4.0%	0.5%
Morocco	70	5	58	0.2%	0.0%
Netherlands	877	67	831	3.3%	2.0%
Nigeria	442	36	444	1.8%	0.0%
Norway	90	7	90	0.4%	2.5%
Oman	43	3	43	0.2%	0.0%
Qatar	48	2	24	0.1%	0.0%
Russian Federation	66	8	99	0.4%	0.0%
Saudi Arabia	794	53	663	2.7%	0.0%
Singapore	361	28	347	1.4%	0.0%
Slovakia	6	0	6	0.0%	1.5%
South Africa	927	74	927	3.7%	0.0%
Spain	68	5	68	0.3%	0.0%
Sweden	14	1	14	0.1%	2.0%
Switzerland	587	47	586	2.3%	0.0%
United Arab Emirates	81	6	81	0.3%	0.0%
United Kingdom	9,877	780	9,746	38.8%	2.0%
United States	732	46	572	2.3%	0.0%
Other countries	1,169	79	989	4%	0.0%
<b>Total</b>	<b>26,087</b>	<b>2,007</b>	<b>25,090</b>	<b>100%</b>	

31 March 2024

Breakdown by country	Exposure relevant to CCyB	Own funds requirement	Risk weighted exposure amounts	Own funds req. weights %	Countercyclical buffer rate (%)
Australia	58	5	58	0.2%	1.0%
Belgium	51	4	51	0.2%	0.0%
Bermuda	175	14	175	0.7%	0.0%
Cayman Islands	454	55	690	2.9%	0.0%
Czechia	141	9	109	0.5%	2.0%
France	6,220	470	5,881	24.9%	1.0%
Germany	48	4	48	0.2%	0.8%
Guernsey	119	10	119	0.5%	0.0%
Hong Kong	106	8	106	0.4%	1.0%
Hungary	61	5	61	0.3%	0.0%
Ireland	318	25	318	1.3%	1.0%
Isle of Man	30	2	30	0.1%	0.0%
Italy	0	0	0	0.0%	0.0%
Japan	95	7	82	0.3%	0.0%
Jersey	810	68	848	3.6%	0.0%
Luxembourg	683	55	683	2.9%	0.5%
Morocco	113	8	106	0.4%	0.0%
Netherlands	934	73	913	3.9%	1.0%
Nigeria	498	37	465	2.0%	0.0%
Norway	103	8	103	0.4%	2.5%
Oman	44	4	44	0.2%	0.0%
Qatar	51	2	26	0.1%	0.0%
Russian Federation	134	16	194	0.8%	0.0%
Saudi Arabia	933	59	734	3.1%	0.0%
Singapore	562	42	522	2.2%	0.0%
Slovakia	7	1	7	0.0%	1.5%
South Africa	719	58	719	3.0%	0.0%
Spain	68	5	68	0.3%	0.0%
Sweden	12	1	12	0.0%	2.0%
Switzerland	480	38	480	2.0%	0.0%
United Arab Emirates	105	8	105	0.4%	0.0%
United Kingdom	8,563	671	8,393	35.5%	2.0%
United States	552	40	504	2.1%	0.0%
Other countries	1,199	77	964	4.6%	0.0%
<b>Total</b>	<b>24,447</b>	<b>1,889</b>	<b>23,617</b>	<b>100%</b>	

**Table 11: CCyB2 Amount of institution-specific countercyclical capital buffer**

30 September 2024

	Total
Total risk weighted assets	30,156
Institution specific countercyclical capital buffer rate	1.13%
Institution specific countercyclical capital buffer requirement	339

  

31 March 2024	Total
Total risk weighted assets	28,122
Institution specific countercyclical capital buffer rate	1.06%
Institution specific countercyclical capital buffer requirement	297

## 6. Standardised approach

Credit risk is the risk of any losses the Bank may incur due to reduction or loss of the value of assets (including off-balance sheet assets) arising from any credit events, such as the deterioration of a borrower's financial standing. Credit risks are calculated based on the borrower's overall ability to repay. For these purposes the Bank has adopted the standardised approach to calculate credit RWA.

**Table 12: CR4 Credit risk exposure and CRM effects**

The following table presents the credit risk standardised exposures by exposure classes on two different bases before and after credit conversion factor (CCF) and credit risk mitigation (CRM).

30 September 2024

Exposure classes	Exposures before CCF and before CRM		Exposures post CCF and post CRM		RWAs and RWAs density	
	On-balance sheet exposures	Off-balance sheet exposures	On-balance sheet exposures	Off-balance sheet amount	RWAs	RWAs density (%)
1 Central governments or central banks	23,628	0	24,118	4	399	1.7%
3 Public sector entities	25	0	100	0	20	20.0%
4 Multilateral development banks	898	0	750	40	714	90.3%
6 Institutions	2,790	424	859	725	711	44.9%
7 Corporates	17,836	19,233	14,882	8,583	22,092	94.2%
8 Retail	0	0	0	0	0	75.0%
9 Secured by mortgages on immovable property	757	0	757	0	757	100.0%
10 Exposures in default	178	60	126	30	224	143.4%
11 Exposures associated with particularly high risk	149	10	93	5	147	150.0%
14 Collective investment undertakings	21	5	21	5	321	1250.0%
15 Equity	0	0	0	0	0	100.0%
16 Other items	288	0	288	0	288	100.0%
17 Total	46,570	19,731	41,994	9,392	25,673	50.0%

31 March 2024

Exposure classes	Exposures before CCF and before CRM		Exposures post CCF and post CRM		RWAs and RWAs density	
	On-balance sheet exposures	Off-balance sheet exposures	On-balance sheet exposures	Off-balance sheet amount	RWAs	RWAs density (%)
1 Central governments or central banks	23,834	0	24,750	49	287	1.2%
3 Public sector entities	25	0	97	0	19	20.0%
4 Multilateral development banks	669	76	567	16	528	90.7%
6 Institutions	2,466	387	1,208	484	683	40.4%
7 Corporates	17,384	16,811	14,399	7,363	20,540	94.4%
8 Retail	0	0	0	0	0	75.0%
9 Secured by mortgages on immovable property	1,049	0	1,049	0	1,049	100.0%
10 Exposures in default	146	8	63	4	92	135.9%
11 Exposures associated with particularly high risk	311	29	225	5	345	150.0%
14 Collective investment undertakings	20	6	20	6	322	1250.0%
16 Other items	288	0	288	0	288	100.0%
17 Total	46,191	17,317	42,665	7,927	24,153	47.7%

**Table 13: CR5 standardised approach**

The following tables outline the credit risk standardised exposure classes by the prescribed risk weight as at 30 September 2024 and 31 March 2024.

Exposure classes	Risk weight								Total	Of which unrated
	0%	20%	50%	75%	100%	150%	250%	1250%		
Central governments or central banks	23,776	-	7	-	300	-	38	-	24,122	300
Regional government or local authorities	-	-	-	-	-	-	-	-	-	-
Public sector entities	-	100	-	-	-	-	-	-	100	25
Multilateral development banks	58	-	37	-	695	-	-	-	790	732
International organisations	-	-	-	-	-	-	-	-	-	-
Institutions	-	735	571	-	278	-	-	-	1,584	517
Corporates	-	722	1,609	-	20,627	506	-	-	23,465	17,616
Retail exposures	-	-	-	0	-	-	-	-	0	0
Exposures secured by mortgages on immovable property	-	-	-	-	757	-	-	-	757	757
Exposures in default	-	-	-	-	21	135	-	-	156	156
Exposures associated with particularly high risk	-	-	-	-	-	98	-	-	98	98
Units or shares in collective investment undertakings	-	-	-	-	0	-	-	26	26	26
Equity exposures	-	-	-	-	0	-	-	-	0	0
Other items	-	-	-	-	288	-	-	-	288	288
<b>As at 30 September 2024</b>	<b>23,834</b>	<b>1,557</b>	<b>2,225</b>	<b>0</b>	<b>22,966</b>	<b>739</b>	<b>38</b>	<b>26</b>	<b>51,386</b>	<b>20,515</b>

Exposure classes	Risk weight								Total	Of which unrated
	0%	20%	50%	75%	100%	150%	250%	1250%		
Central governments or central banks	24,521	67	15	–	150	–	47	–	24,799	150
Regional government or local authorities										
Public sector entities	–	97	–	–	–	–	–	–	97	25
Multilateral development banks	54	–	–	–	528	–	–	–	582	528
International organisations										
Institutions	–	951	496	–	244	–	–	–	1,692	593
Corporates	–	458	1,878	–	18,770	656	–	–	21,762	16,677
Retail exposures	–	–	–	0	–	–	–	–	0	0
Exposures secured by mortgages on immovable property	–	–	–	–	1,049	–	–	–	1,049	1,049
Exposures in default	–	–	–	–	19	48	–	–	67	55
Exposures associated with particularly high risk	–	–	–	–	–	230	–	–	230	230
Units or shares in collective investment undertakings	–	–	–	–	–	–	–	26	26	26
Equity exposures	–	–	–	–	0	–	–	–	0	0
Other items	–	–	–	–	288	–	–	–	288	288
<b>As at 31 March 2024</b>	<b>24,575</b>	<b>1,574</b>	<b>2,389</b>	<b>0</b>	<b>21,048</b>	<b>934</b>	<b>47</b>	<b>26</b>	<b>50,592</b>	<b>19,621</b>

**Table 14: CR3 CRM techniques overview: Use of CRM techniques**  
30 September 2024

	Unsecured carrying amount	Secured carrying amount			
	a	B	Of which secured by collateral C	Of which secured by financial guarantees d	Of which secured by credit derivatives e
Loans and advances	35,911	11,591	8,915	2,675	–
Debt securities	696	–	–	–	–
Total	36,607	11,591	8,915	2,675	–
Of which non-performing exposures	285	50	–	50	–

31 March 2024

	Unsecured carrying amount	Secured carrying amount			
	A	B	Of which secured by collateral c	Of which secured by financial guarantees d	Of which secured by credit derivatives e
Loans and advances	36,199	10,500	7,231	3,269	–
Debt securities	648	–	–	–	–
Total	36,847	10,500	7,231	3,269	–
Of which non-performing exposures	202	50	–	50	–

## 7. Exposures to counterparty credit risk

Counterparty credit risk is the risk of a counterparty to a contract (recorded in either the trading book or non-trading book) defaulting before the final settlement of cash flow obligations. The size of the potential loss could be reduced by the application of netting or collateral agreements with the counterparty.

**Table 15: CCR1 Analysis of CCR exposure by approach**

The following table presents the SA-CCR method (for derivatives) used to calculate counterparty credit risk exposure.

30 September 2024

	Replacement cost	Potential future exposure	Alpha used for computing regulatory exposure value	Exposure value pre CRM	Exposure value post CRM	Exposure value	RWEA
SA-CCR (for derivatives)	469	978	1.4	1,966	1,966	1,966	1,593
Financial collateral comprehensive method (for securities financing transactions)*				2,361	197	197	147
<b>Total</b>				4,327	2,163	2,163	1,740

\* Note that Securities Financing Transactions are included here for completeness and they are included under credit risk elsewhere in the document

31 March 2024

	Replacement cost	Potential future exposure	Alpha used for computing regulatory exposure value	Exposure value pre CRM	Exposure value post CRM	Exposure value	RWEA
SA-CCR (for derivatives)	414	985	1.4	1,955	1,955	1,955	1,492
Financial collateral comprehensive method (for securities financing transactions)				1,710	36	36	7
<b>Total</b>				3,666	1,992	1,992	1,500

**Table 16: CCR2 Transactions subject to own funds requirements for CVA risk**

30 September 2024

	Exposure value	RWEA
Transactions subject to the standardised method	765	222
<b>Total transactions subject to own funds requirements for CVA risk</b>	765	222

31 March 2024

	Exposure value	RWEA
Transactions subject to the standardised method	746	259
<b>Total transactions subject to own funds requirements for CVA risk</b>	746	259

**Table 17: CCR3 Standardised approach – CCR exposures by regulatory exposure class and risk weights**

The following table presents the counterparty credit risk position subject to the standardised risk-weight method by exposure classes and prescribed risk weight.

30 September 2024

	Risk weight											Total exposure value
Exposure classes	0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	
Central governments or central banks									0			0
Institutions					130	626						756
Corporates					2	10			1,395	1		1,407
Total exposure value					131	636			1,395	1		2,163

31 March 2024

	Risk weight											Total exposure value
Exposure classes	0%	2%	4%	10%	20%	50%	70%	75%	100%	150%	Others	
Central governments or central banks									0			0
Institutions					124	749						873
Corporates					0	37			1,082			1,119
Total exposure value					124	786			1,082			1,992

**Table 18: CCR5 Standardised approach – Composition of collateral for CCR exposures**

The table presents a breakdown of the types of collateral posted or received relating to derivative transactions or securities financing transactions (SFTs).

30 September 2024

Collateral type	Collateral used in derivatives transactions				Collateral used in SFTs	
	Fair value of collateral received		Fair value of collateral posted		Fair value of collateral received	Fair value of collateral posted
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash		188		272		
Debt					2,220	
<b>Total</b>		188		272	2,220	

31 March 2024

Collateral type	Collateral used in derivatives transactions				Collateral used in SFTs	
	Fair value of collateral received		Fair value of collateral posted		Fair value of collateral received	Fair value of collateral posted
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash		473		201		
Debt					1,716	
<b>Total</b>		473		201	1,716	

Table 19: CCR8 – Exposures to central counterparties (CCPs)

30 September 2024

	Exposure value	RWEA
<b>Exposures to QCCPs (total)</b>		<b>0.1</b>
Prefunded default fund contributions	2.5	0.1

31 March 2024

	Exposure value	RWEA
<b>Exposures to QCCPs (total)</b>		<b>0.2</b>
Prefunded default fund contributions	2.5	0.2

## 8. Market risk management

### Market risk

Market risk is the risk that movements in interest rates, foreign exchange rates or stock prices will change the market value of financial products, leading to a loss. As articulated in the Bank's risk strategy, SMBC BI generates revenue as a direct result of taking credit risk through its lending portfolio. Therefore, the Bank has an active appetite for well-controlled credit risk and limited appetite for market risk.

Table 20: MR1 Market risk under the standardised approach

30 September 2024

	RWE amounts
<b>Outright products</b>	
1 Interest rate risk (general and specific)	90
2 Equity risk (general and specific)	–
3 Foreign exchange risk	396
4 Commodity risk	–
<b>Options</b>	
5 Simplified approach	–
6 Delta-plus method	19
7 Scenario approach	–
8 Securitisation (specific risk)	–
<b>9 Total</b>	<b>505</b>

31 March 2024

		RWE amounts
<b>Outright products</b>		
1	Interest rate risk (general and specific)	32
2	Equity risk (general and specific)	
3	Foreign exchange risk	155
4	Commodity risk	
<b>Options</b>		
5	Simplified approach	
6	Delta-plus method	7
7	Scenario approach	
8	Securitisation (specific risk)	
9	<b>Total</b>	<b>195</b>

## 9. Interest rate risk in the banking book

### 9.1 IRRBB risk management objectives and policies

Table 21: IRRBB1 – Quantitative information on IRRBB

		a	b	c	d	e	f
In reporting currency		$\Delta$ EVE*		$\Delta$ NI**		Tier 1 capital	
Period		30 September 2024	31 March 2024	30 September 2024	31 March 2024	30 September 2024	31 March 2024
010	Parallel shock up	(0.32)	(2.1)	101.3	211.0		
020	Parallel shock down	(26.6)	(27.2)	(195.6)	(211.0)		
030	Steeper shock	(22.2)	(18.5)				
040	Flattener shock	(4.6)	(10.2)				
050	Short rates shock up	(4)	(11.7)				
060	Short rates shock down	(36.8)	(27.9)				
070	<b>Maximum</b>	<b>(36.8)</b>	<b>(27.9)</b>		(211.0)		
080	<b>Tier 1 capital</b>					<b>5,465</b>	<b>5,477</b>

\* Change in economic value of equity

\*\* Change in net interest income

## 10. Leverage ratio

The Bank's leverage ratio is calculated as its Tier 1 capital divided by its total exposure measure. The total exposure measure is the sum of the exposure values of all assets and off-balance sheet items not deducted when determining the Tier 1 capital.

The table below presents SMBC BI's leverage ratio calculation and provides a breakdown of the on- and off-balance sheet exposures that are used. Further analysis of qualitative items includes descriptions of the processes used to manage the risk of excessive leverage and the factors that had an impact on the leverage ratio.

Table 22: LR1 – LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

30 September 2024

	Applicable amount
Total assets as per published financial statements	50,943
Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	0
Adjustment for exemption of exposures to central banks	(21,635)
Adjustment for derivative financial instruments	387
Adjustment for securities financing transactions (SFTs)	122
Adjustment for off-balance sheet items (i.e., conversion to credit equivalent amounts of off-balance sheet exposures)	10,287
Other adjustments	26
<b>Total exposure measure</b>	<b>40,131</b>

31 March 2024

	Applicable amount
Total assets as per published financial statements	50,064
Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	0
Adjustment for exemption of exposures to central banks	(22,367)
Adjustment for derivative financial instruments	599
Adjustment for securities financing transactions (SFTs)	3
Adjustment for off-balance sheet items (i.e., conversion to credit equivalent amounts of off-balance sheet exposures)	8,759
Other adjustments	14
<b>Total exposure measure</b>	<b>37,072</b>

Table 23: LR2 – LRCom: Leverage ratio common disclosure

		Leverage ratio exposures	
		30 September 2024	31 March 2024
<b>On-balance sheet exposures (excluding derivatives and SFTs)</b>			
1	On-balance sheet items (excluding derivatives and SFTs but including collateral)	46,894	46,489
6	Asset amounts deducted in determining Tier 1 capital (leverage)	(106)	(94)
7	<b>Total on-balance sheet exposures (excluding derivatives and SFTs)</b>	<b>46,788</b>	<b>46,395</b>
<b>Derivative exposures</b>			
8	Replacement cost associated with SA-CCR derivatives transactions (i.e., net of eligible cash variation margin)	746	1,026
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	1,597	1,546
13	<b>Total derivatives exposures</b>	<b>2,342</b>	<b>2,572</b>
<b>Securities financing transaction (SFT) exposures</b>			
14	Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions	2,226	1,710
16	Counterparty credit risk exposure for SFT assets	122	3
18	<b>Total securities financing transaction exposures</b>	<b>2,348</b>	<b>1,713</b>
<b>Other off-balance sheet exposures</b>			
19	Off-balance sheet exposures at gross notional amount	19,868	17,365

20	Adjustments for conversion to credit equivalent amounts	(9,581)	(8,606)
21	General provisions deducted in determining Tier 1 capital (leverage) and specific provisions associated with off-balance sheet exposures	–	–
22	<b>Off-balance sheet exposures</b>	<b>10,287</b>	<b>8,759</b>
<b>Capital and total exposure measure</b>			
23	Tier 1 capital (leverage)	5,465	5,477
24	Total exposure measure including claims on central banks	61,766	59,440
UK 24a	Claims on central banks excluded	(21,635)	(22,367)
UK 24b	<b>Total exposure measure excluding claims on central banks</b>	<b>40,131</b>	<b>37,072</b>
<b>Leverage ratio</b>			
25	Leverage ratio excluding claims on central banks (%)	13.6%	14.8%
UK 25a	Fully loaded ECL* accounting model leverage ratio excluding claims on central banks (%)	13.6%	14.8%
UK 25b	Leverage ratio excluding central bank reserves as if the temporary treatment of unrealised gains and losses measured at fair value through other comprehensive income had not been applied (%)	13.6%	14.8%
UK 25c	Leverage ratio including claims on central banks (%)	8.8%	9.2%
26	Regulatory minimum leverage ratio requirement (%)	3.3%	3.3%
<b>Additional leverage ratio disclosure requirements - leverage ratio buffers</b>			
27	Leverage ratio buffer (%)	0.4%	0.4%
UK-27b	Of which: countercyclical leverage ratio buffer (%)	0.4%	0.4%
<b>Additional leverage ratio disclosure requirements – disclosure of mean values</b>			
28	Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable	1,986	1,684
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	2,226	1,710
UK-31	Average total exposure measure including claims on central banks	60,656	60,937
UK-32	Average total exposure measure excluding claims on central banks	38,110	39,167
UK-33	Average leverage ratio including claims on central banks	9.0%	9.0%
UK-34	Average leverage ratio excluding claims on central banks	14.3%	14.0%

\* Expected credit loss.

Table 24: LR3 – LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)  
30 September 2024

	Leverage ratio exposures
<b>Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:</b>	<b>46,894</b>
Trading book exposures	–
Banking book exposures, of which:	<b>46,894</b>
Covered bonds	–
Exposures treated as sovereigns	24,172
Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	795
Institutions	5,647
Secured by mortgages of immovable properties	757
Retail exposures	0
Corporates	14,869
Exposures in default	126
Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	528

31 March 2024

	Leverage ratio exposures
Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	46,489
Trading book exposures	-
Banking book exposures, of which:	46,489
Covered bonds	-
Exposures treated as sovereigns	24,804
Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	610
Institutions	4,928
Secured by mortgages of immovable properties	1,049
Retail exposures	0
Corporates	14,386
Exposures in default	63
Other exposures (e.g. equity, securitisations, and other non-credit obligation assets)	649

## 11. Liquidity risk management

### Liquidity risk

Table 25: LIQ1 – Quantitative information of LCR

		Total unweighted value (average)				Total weighted value (average)			
UK 1a	Quarter ending on (DD Month YYYY)	30 Sep 2024	30 June 2024	31 March 2024	31 Dec 2023	30 Sep 2024	30 June 2024	31 March 2024	31 Dec 2023
UK 1b	Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
<b>High quality liquid assets</b>									
1	Total high quality liquid assets (HQLA)					25,369	25,342	25,071	25,660
<b>Cash outflows</b>									
5	Unsecured wholesale funding	20,853	21,186	21,657	22,555	14,639	14,965	15,370	16,240
7	Non-operational deposits (all counterparties)	20,506	20,842	21,338	22,191	14,293	14,620	15,051	15,877
8	Unsecured debt	347	345	319	364	347	345	319	364
10	Additional requirements	1,011	1,034	1,056	1,073	1,011	1,034	1,056	1,073
11	Outflows related to derivative exposures and other collateral requirements	1,011	1,034	1,056	1,073	1,011	1,034	1,056	1,073
13	Credit and liquidity facilities	14,106	13,743	13,486	13,188	2,919	2,828	2,704	2,529
14	Other contractual funding obligations	160	239	362	436	109	114	124	129
15	Other contingent funding obligations	24,420	24,335	24,263	24,113	254	243	235	231
16	Total cash outflows	-	-	-	-	18,932	19,184	19,489	20,203
<b>Cash inflows</b>									
17	Secured lending (e.g., reverse repos)	1,696	1,598	1,487	1,394	-	-	-	-

18	Inflows from fully performing exposures	3,847	3,610	3,470	3,348	2,973	2,786	2,672	2,571
19	Other cash inflows	323	560	756	809	308	543	708	732
20	Total cash inflows	5,865	5,768	5,713	5,551	3,281	3,329	3,380	3,302
UK 20c	Inflows subject to 75% cap	5,865	5,768	5,713	5,551	3,281	3,329	3,380	3,302
<b>Total adjusted value</b>									
UK 21	Liquidity buffer					25,369	25,342	25,071	25,660
22	Total net cash outflows					15,651	15,855	16,110	16,901
23	Liquidity coverage ratio					162.1%	159.8%	155.6%	151.8%

**Table 26: LIQ2: Net stable funding ratio**

The NSFR requires SMBC BI to have sufficient available stable funding to meet its required stable funding over a one-year horizon. Based on current regulatory requirements and guidance which came into effect on 1 January 2022, the minimum level is 100%.

30 September 2024

		Unweighted value by residual maturity				Weighted value
		No maturity	< 6 months	6 months to < 1yr	≥ 1yr	
Available stable funding Items						
1	Capital items and instruments	5,483	–	–	–	5,483
2	<i>Own funds</i>	5,483	–	–	–	5,483
7	Wholesale funding:	–	31,726	1,672	8,893	17,572
9	<i>Other wholesale funding</i>	–	31,726	1,672	8,893	17,572
11	Other liabilities:	30	322	0	5	5
12	NSFR derivative liabilities	30				
13	<i>All other liabilities and capital instruments not included in the above categories</i>	–	311	0	5	5
14	Total available stable funding	–	–	–	–	23,060
Required stable funding Items						
15	Total high quality liquid assets (HQLA)					–
UK-15a	Assets encumbered for more than 12 months in cover pool		–	–	–	–
16	Deposits held at other financial institutions for operational purposes		–	–	–	–
17	Performing loans and securities:		8,076	2,064	13,819	15,175
18	<i>Performing securities financing transactions with financial customers collateralised by Level 1 HQLA subject to 0% haircut</i>		1,842	–	–	–
19	<i>Performing securities financing transactions with financial customer collateralised by other assets and loans and advances to financial institutions</i>		2,699	637	2,375	2,963
20	<i>Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns and public sector entities, of which:</i>		3,523	1,427	11,423	12,185
24	<i>Other loans and securities that are not in default and do not qualify as HQLA, including exchange-</i>		12	0	21	27

	<i>traded equities and trade finance on-balance sheet products</i>				
26	Other assets:	1,241	22	422	730
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs	–	–	3	2
29	NSFR derivative assets	19	–	–	19
30	NSFR derivative liabilities before deduction of variation margin posted	572	–	–	29
31	All other assets not included in the above categories	649	22	419	681
32	Off-balance sheet items	16,931	–	–	788
33	<b>Total required stable funding</b>	–	–	–	16,693
34	<b>Net stable funding ratio (%)</b>				138.1

