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Overview of 1Q FY3/2027

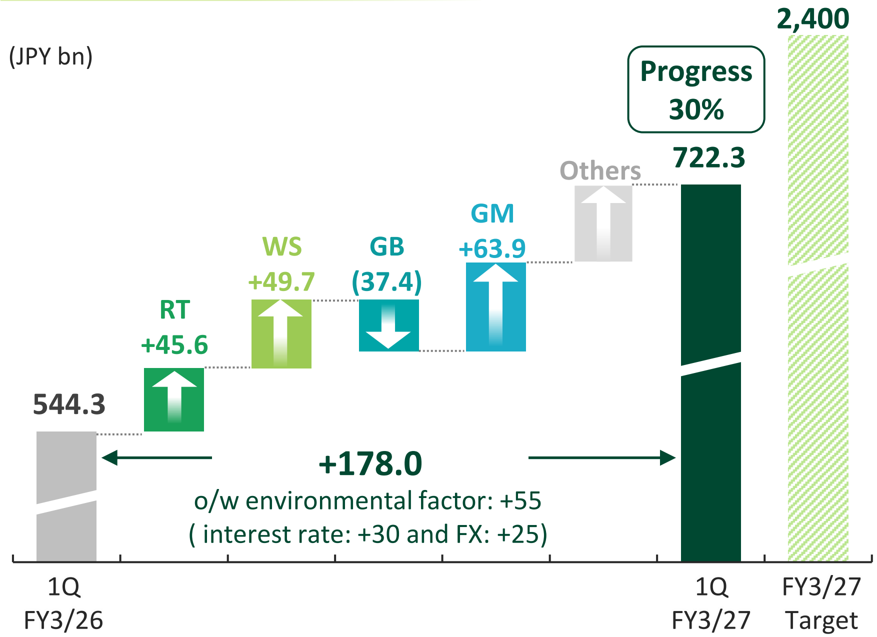
July 31, 2026

SMBC SUMITOMO MITSUI FINANCIAL GROUP

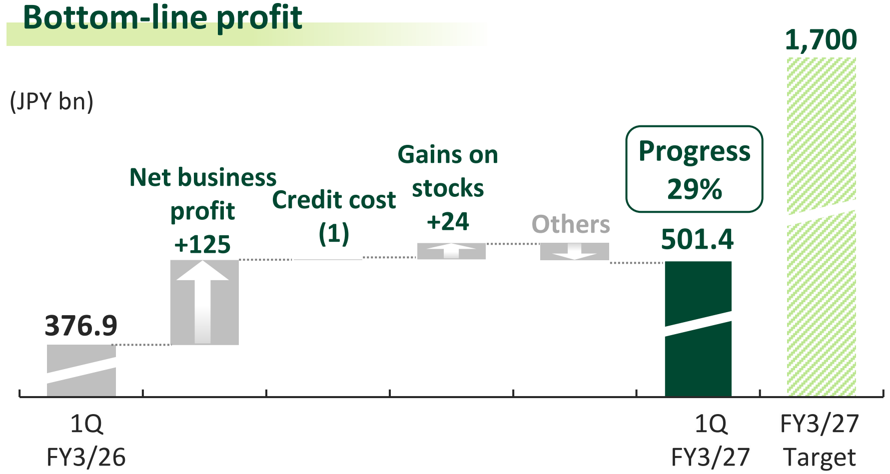
Financial Highlights

- **Both consolidated net business profit and bottom-line profit increased by more than +JPY 100bn, with progress rate reaching approximately 30%.**
- **Profit growth was driven by solid domestic performance and higher GM earnings amid a favorable environment, while GB profit declined due to selective deal origination to enhance profitability.**
- **The anticipated negative impact of Middle East-related risks has not yet materialized.**
  Pursue upside, supported by factors such as higher interest rates in Japan and core business growth.

Consolidated net business profit



Bottom-line profit



Market indicators

		Assumption in FY3/27	Jun.26
Policy rate	**Japan**	0.75%	1.0%
FX	**USD**(JPY)	150	162.39

Income Statement

#	(JPY bn)		1Q FY3/27	YoY	FY3/27 target
1	**Gross profit**		1,403.4	+315.7	
2	**G&A expenses**		712.2	+112.5	
	Overhead ratio		*50.7%*	*(4.4)%*	
3	**Equity in gains (losses) of affiliates**		31.1	(25.1)	
4	**Net business profit**	Progress 30%	722.3	+178.0	2,400
5	**Total credit cost**		74.8	(0.9)	340
6	**Gains (losses) on stocks**		75.5	+34.4	
7	**Other income (expenses)**		(29.9)	(3.5)	
8	**Ordinary profit**		693.1	+209.8	2,390
9	**Extraordinary gains (losses)**		(1.6)	+0.1	
10	**Income taxes**		185.5	+83.2	
11	**Net income**	29%	501.4	+124.5	1,700
12	**ROTE**		13.8%	+2.5%	
13	**ROE incl. OCI**[*2]		12.6%	+2.3%	
14	**ROE**[*3]		17.1%	+3.5%	

- **Gross profit:** increased YoY due to
  1) increase of net interest income in domestic market
  2) increase of fee income in domestic wholesale business, and
  3) good performance in wealth management business, payment business and consumer finance.
  Impact of FX[*1]: +52
- **G&A expenses:** increased YoY mainly due to inflation and higher variable marketing costs, while the overhead ratio significantly improved on top-line growth.
  Impact of FX[*1]: +28
- **Equity in gains of affiliates:** decreased YoY due to absence of the insurance proceeds at SMBCAC: (13), and profit from removing Bank of East Asia from equity method affiliates.
  Impact of FX[*1]: +1
- **Total credit cost:** controlled in line with full-year forecast, while Middle East-related risks have not yet materialized.
- **Gains on stocks:** increased YoY due to absence of the loss on Bank of East Asia share sale: +28, and gains on sales of ETFs in a favorable equity market environment: +46 (YoY 32), while gains on sales of equity holdings decreased: + 39 (YoY (22)).

*1 Impact of FX on SMBC overseas branch: transaction date rate, overseas subsidiary: end-of-period rate
*2 Denominator: Shareholder's equity + total accumulated other comprehensive income *3 Based on shareholder's equity

(Ref.) Group Companies

SMBC

	(JPY bn)	1Q FY3/27	YoY
1	**Gross banking profit**	795.1	+216.7
2	o/w Net interest income	575.6	+159.6
3	o/w Gains (losses) on cancellation of investment trusts	59.6	+40.4
4	Domestic	395.3	+140.7
5	Overseas	180.3	+18.8
6	o/w Net fees and commissions	151.7	+20.1
7	Domestic	56.1	+1.0
8	Overseas	95.6	+19.0
9	o/w Net trading income Net other operating income	66.7	+37.0
10	o/w Gains (lossses) on bonds	(19.8)	(34.1)
11	**Expenses**	328.3	+56.4
12	**Banking profit**	466.8	+160.3
13	**Total credit cost**	13.9	+8.5
14	**Gains (losses) on stocks**	72.7	+13.2
15	**Extraordinary gains (losses)**	(4.8)	+17.5
16	**Net income**	376.6	+123.0

Other Major Group Companies

(left : results of 1Q FY3/27 / right : YoY)

(JPY bn)	SMBC Nikko *1		SMCC *2		SMBC Trust	
Gross profit	177.9	+49.0	231.4	+17.8	21.2	+3.8
Expenses	128.6	+19.1	173.1	+17.0	11.4	+0.5
Net business profit	49.3	+29.8	58.8	(1.7)	9.7	+3.3
Net income	37.1	+17.5	14.5	(17.8)	6.8	+0.7

(Equity method affiliate)

	SMDAM 50%		SMFL*3 50%	
Gross profit	14.3	+4.0	95.3	(1.6)
Expenses	9.0	+1.1	43.9	+1.0
Net business profit	5.3	+2.9	52.3	(4.4)
Net income	1.9	+1.1	25.4	(15.9)

*1 Incl. profits from SMBC Nikko America and SMBC Capital Markets (managerial accounting basis) *2 Incl. SMBCCF
*3 Managerial accounting basis

Impact of Rising JPY Interest Rates

FY3/27: +JPY 180bn YoY from higher interest rates, including +JPY 80bn from the recent hike in June 2026.
Further upside from loan volume growth, spread expansion, and JGB portfolio optimization.

for every +25bps

Year 1: +JPY 110bn*1

Year 5: +JPY 150bn*1

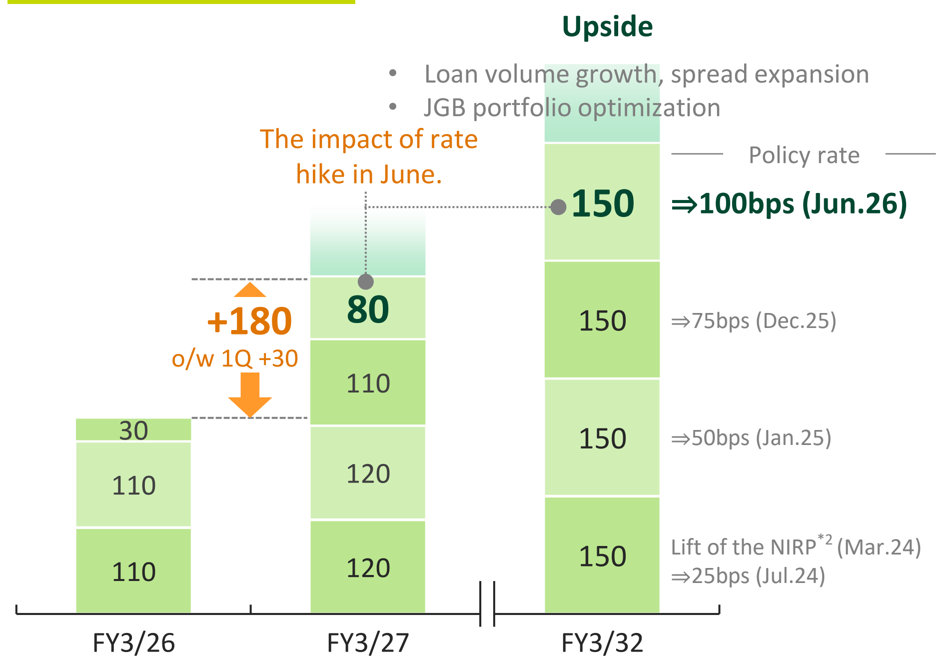
JPY B/S as of Jun.26

(JPY tn)

Investment		Funding	
Loans	**70**	**Deposits**	**135**
Floating rate	40	Saving	90
Fixed rate	20	Time	30
Prime rate	10	Current	15
Market operation	**60**		
BOJ's current account	50		
Short-term JGB	1		
Mid- to long-term JGB	9		
Others	**20**	**Others**	**15**
Yen swap, etc.		Capital funding Market funding	

Impact on NII

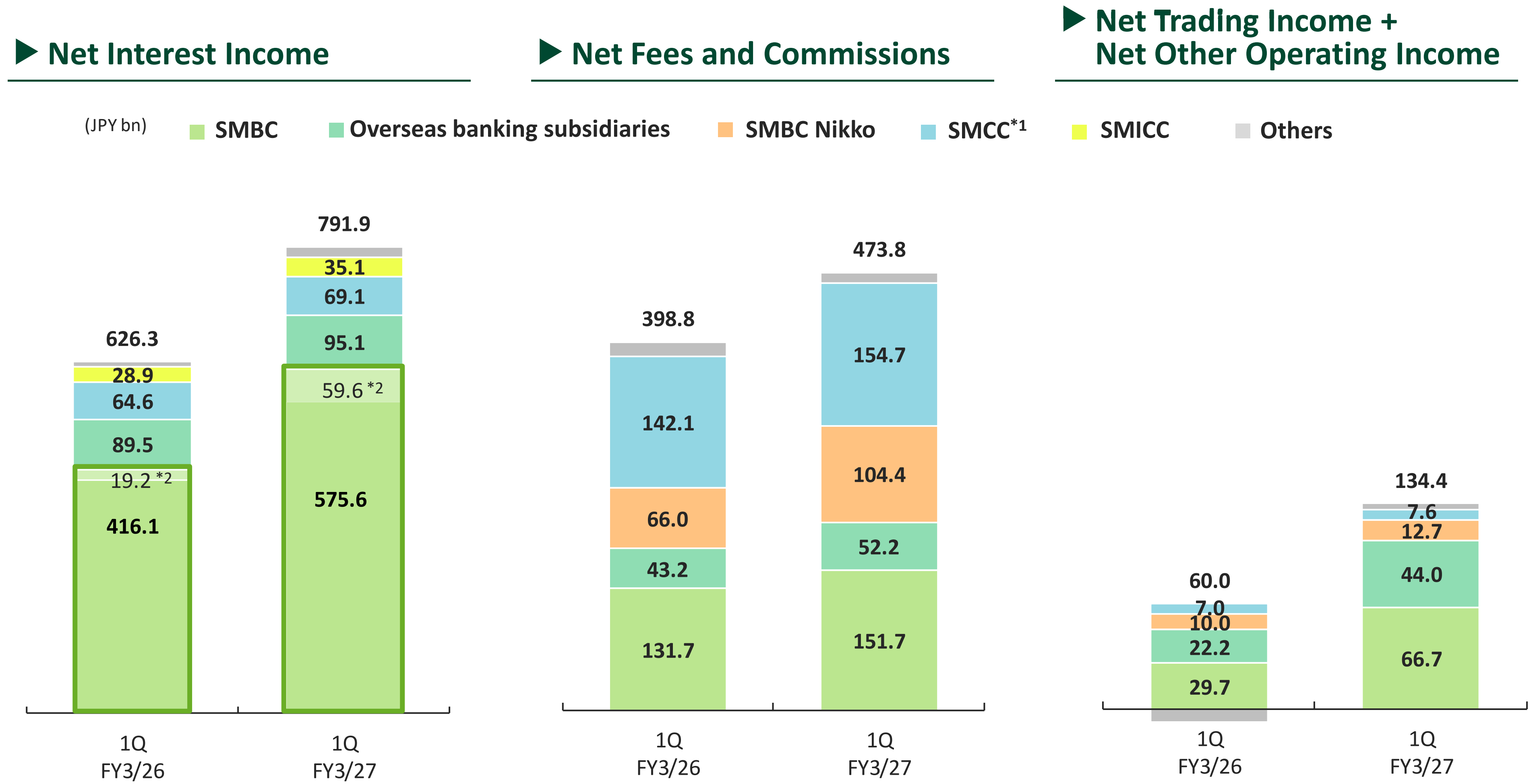
(JPY bn)



*1 +25bps increase in both short-term and long-term rate, deposit rate based on historical results
*2 Negative interest rate policy

Gross Profit

Net interest income increased by loan growth and higher interest rates.
Fee income also increased due to robust corporate activities and higher transaction volumes from Olive.

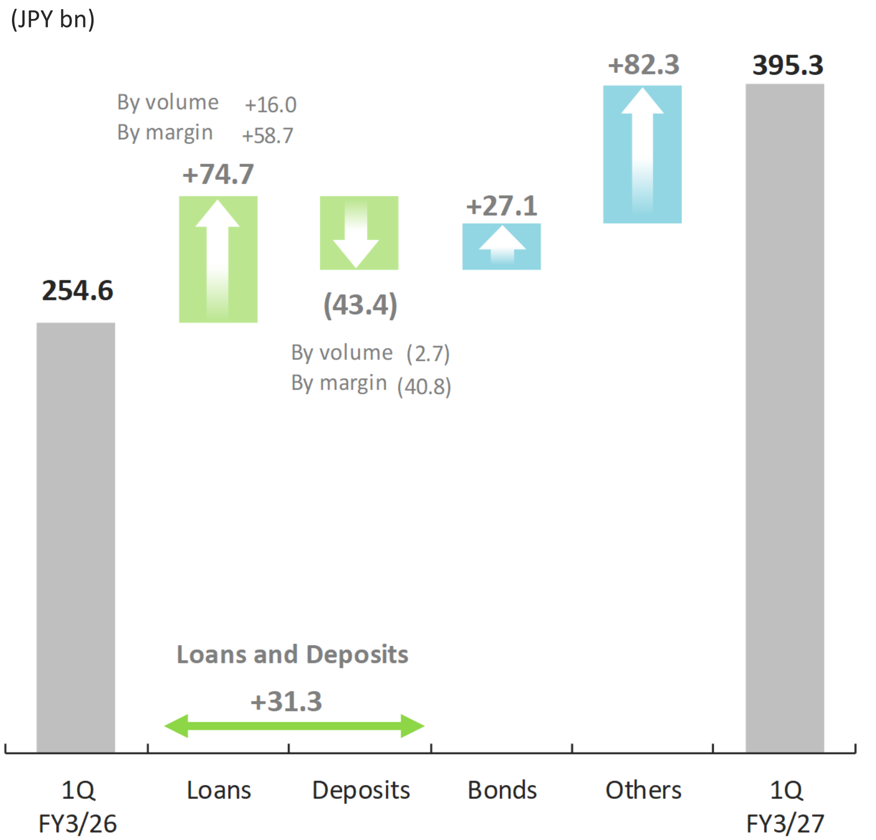


*1 Incl. SMBCCF *2 Gains on cancellation of investment trusts

(Ref.) Net Interest Income (SMBC)

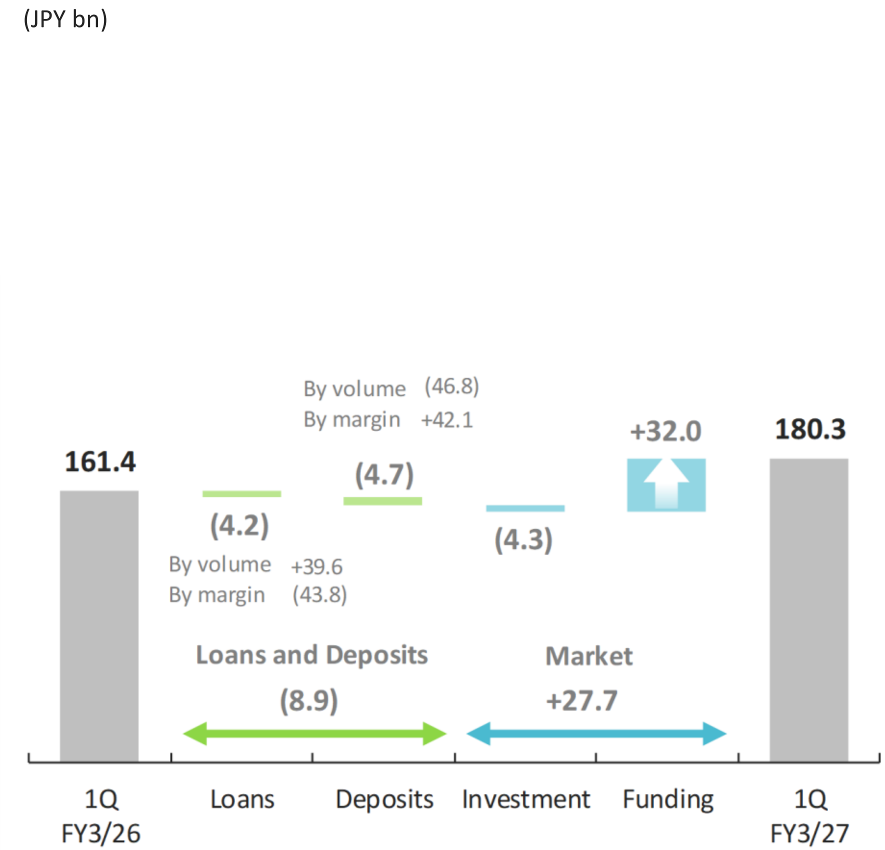
▶ Domestic

- Income from loans and deposits increased due to improved loan-to-deposit spread by higher interest rates and loan growth.



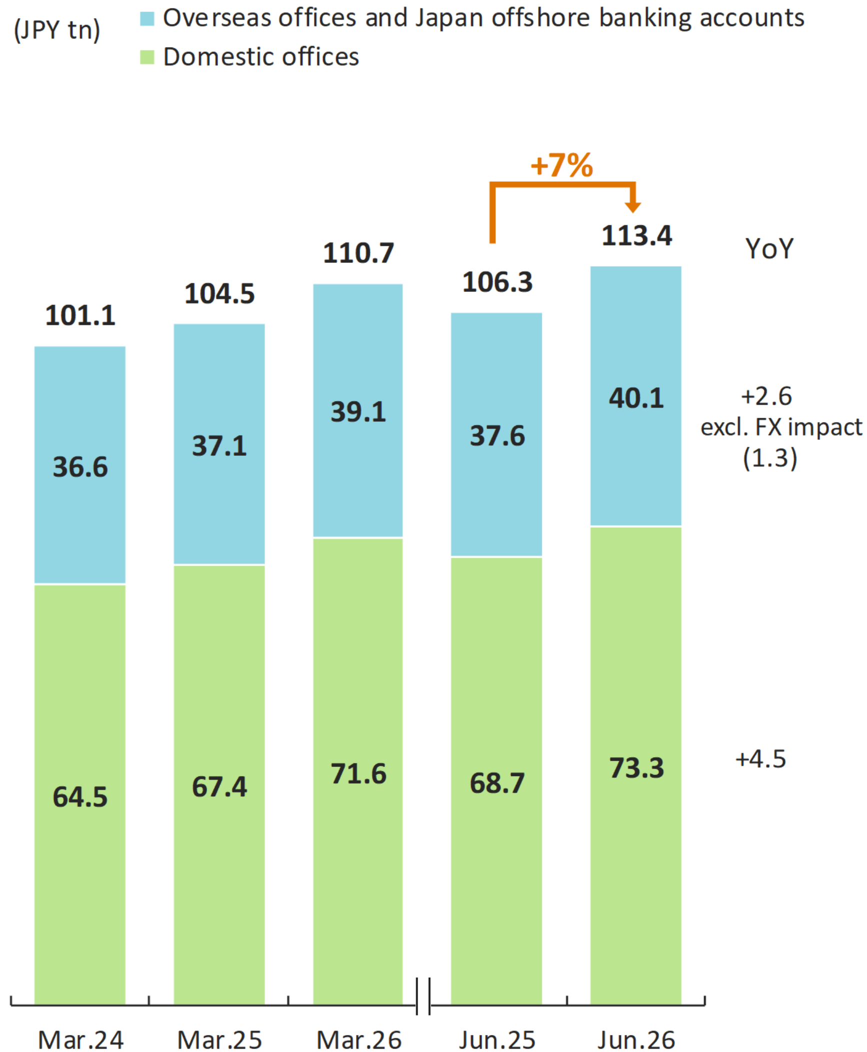
▶ Overseas

- Loan balances declined excluding FX impact but increased in JPY. Income from loans and deposits decreased due to interest rate cuts and growth in deposit volumes.



Loans*1

▶ Loan Balance



▶ Domestic Loan-to-Deposit Spread

(%)	FY3/27 1Q	FY3/27 YoY	FY3/26 1Q	FY3/26 2Q	FY3/26 3Q	FY3/26 4Q
Interest earned on loans and bills discounted	1.61	+0.35	1.26	1.30	1.34	1.47
Interest paid on deposits, etc.	0.30	+0.12	0.18	0.19	0.19	0.26
Loan-to-deposit spread	1.31	+0.23	1.08	1.11	1.15	1.21

▶ Average Loan Balance and Spread*2

	Balance (JPY tn)		Spread (%)	
	1Q FY3/27	YoY*4	1Q FY3/27	YoY
Domestic loans	69.6	+4.9	0.68	+0.02
o/w Large corporations	28.8	+4.4	0.59	+0.03
Mid-sized corporations & SMEs	24.1	+1.5	0.69	+0.02
Individuals	12.0	(0.2)	1.11	+0.02
GBU's interest earning assets*3	347.3 USD bn	(19.5) USD bn	1.43	+0.01

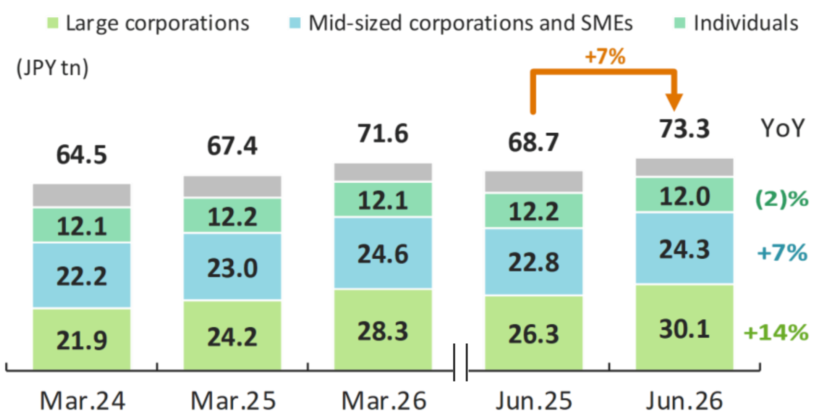
*1 SMBC *2 Managerial accounting basis *3 Sum of SMBC, Major local subsidiaries and SMBC Trust, etc. Sum of loans, trade bills, and securities. The spread shows the difference with the cost of funds *4 After adjustments for FX rates, etc.

Domestic Loans and Deposits*1

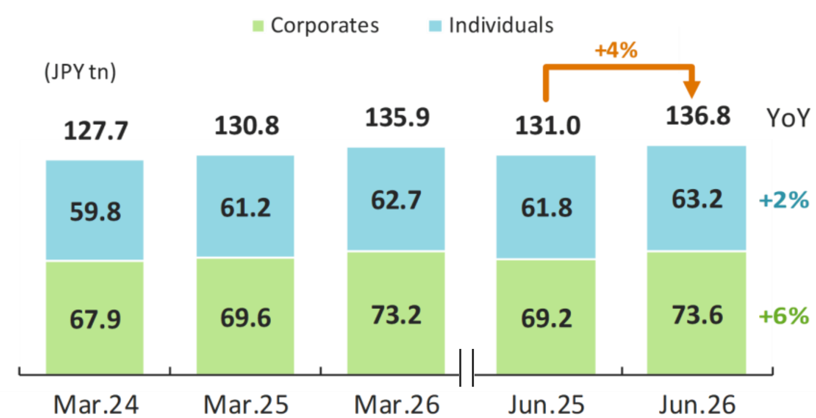
Loan balances grew on strong funding demand, supported by major deals with large corporate clients.

Retail deposits increased, driven by Olive, while corporate deposits grew by capturing surplus funds from large clients.

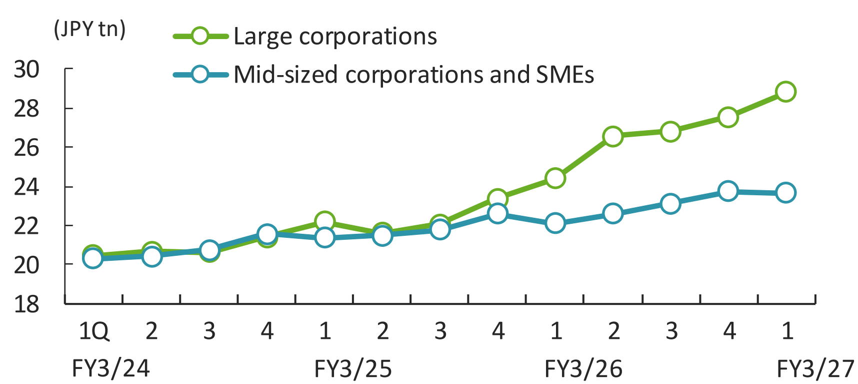
▶ Loan Balance*2,3



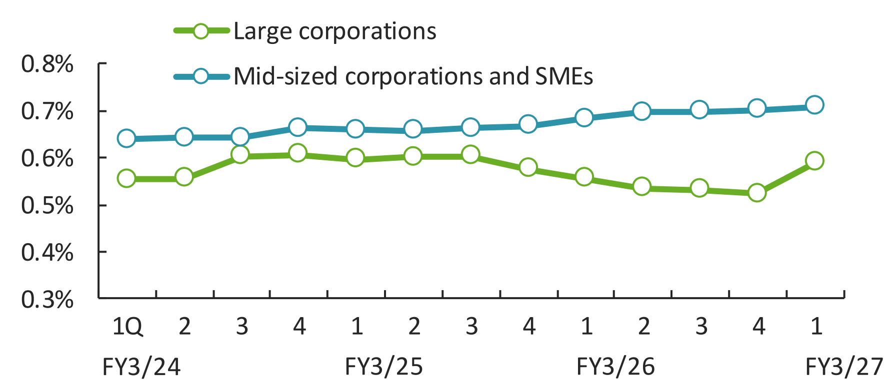
▶ Deposit Balance



▶ Loan Average Balance for Corporates*2,4



▶ Loan Spread for Corporates*2,5

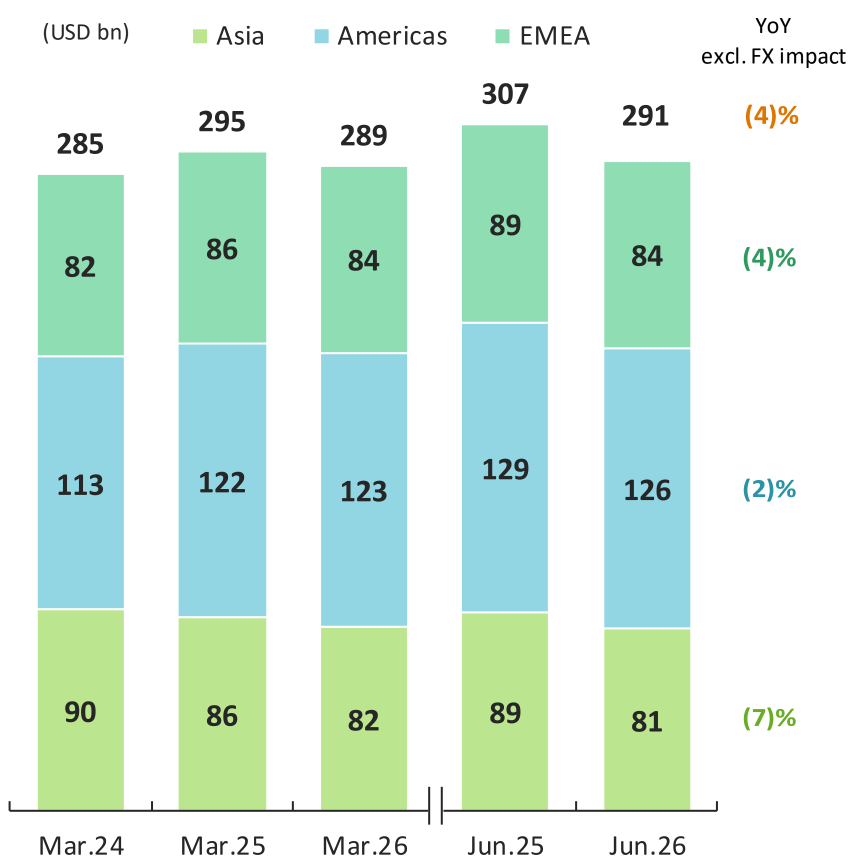


*1 SMBC *2 Managerial accounting basis *3 Changed the definition of mid-sized corporations and SMEs from Sep.25. The figures before Sep.25 have been adjusted retrospectively *4 Quarterly average (excl. loans to the Japanese government). Figures for SMEs are the outstanding balance of Corporate banking division *5 Loan spread of existing loans (excl. loans to the Japanese government)

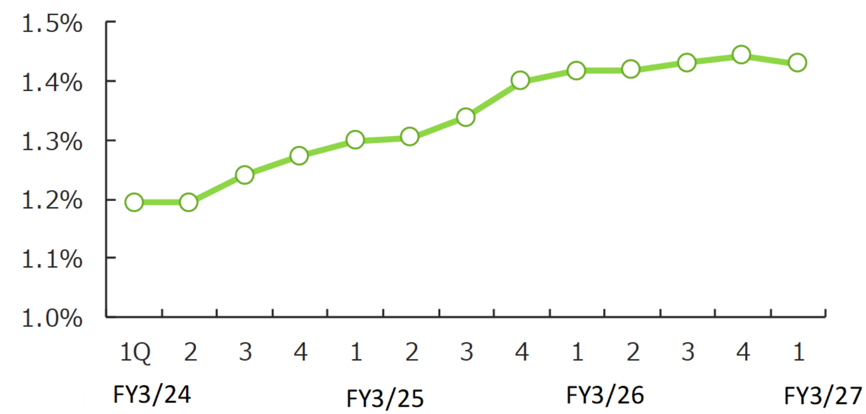
Overseas Loans and Deposits[*1]

Loan balance decreased due to the reduction of low-return assets and selective origination of new deals, while we remain focused on profitability.

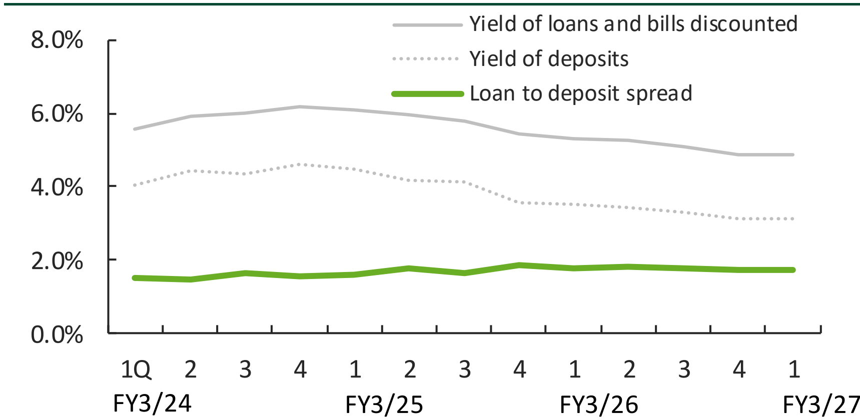
▶ Loan Balance



▶ Loan Spread[*2,3]



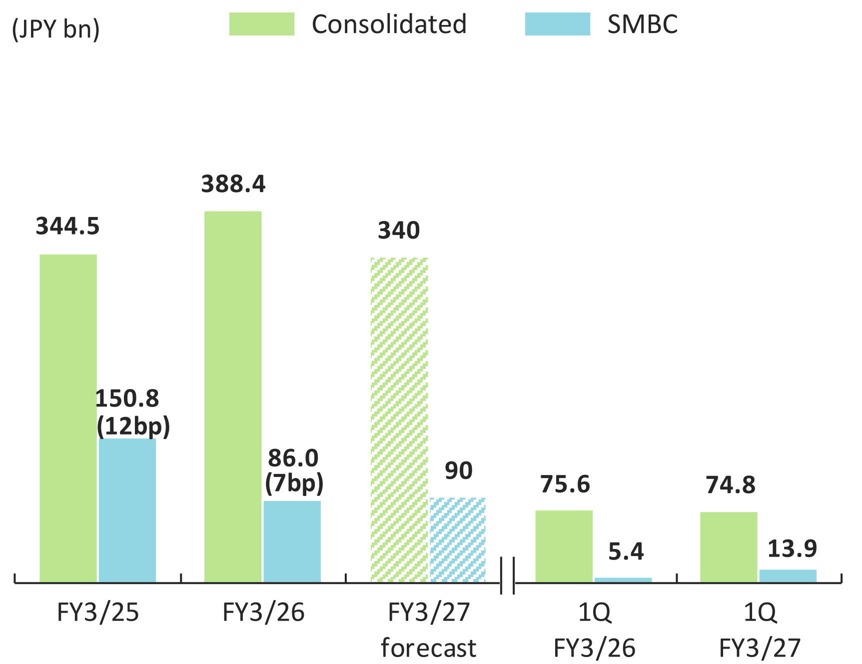
▶ Loan to Deposit Spread



*1 Managerial accounting basis. Sum of SMBC and Major local subsidiaries
*2 Quarterly average loan spread of existing loans
*3 Changed the definition from FY3/25. The figures before have been adjusted retrospectively

Asset Quality

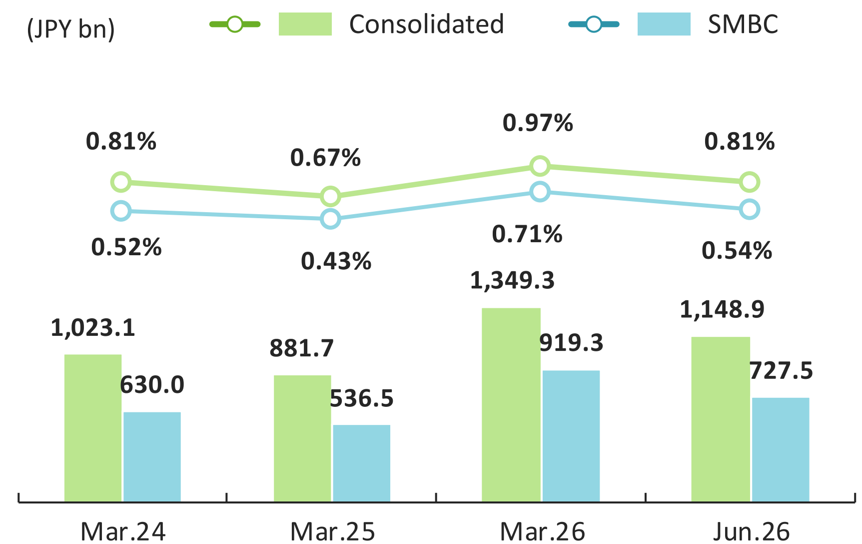
Credit Costs



Major group companies

(JPY bn)	1Q FY3/27	YoY
SMCC	38	+3
o/w SMBCCF	23	+3
Overseas banking subsidiaries	17	(5)
SMICC	12	+0

Non-Performing Loan Ratio*1 and Balance



Non-performing loan balance*2

(JPY bn)

Domestic	455.4	584.4	580.3
Asia	174.9	246.9	230.9
Americas	117.5	367.3	254.1
EMEA	133.9	150.7	83.5

Claims on borrowers requiring caution (excl. claims to substandard borrowers)

(JPY tn)

SMBC	1.7	1.2	1.1

Total claims

(JPY tn)

Consolidated	131	139	142
SMBC	123	130	134

*1 NPL ratio = NPLs based on the Banking Act and the Reconstruction Act (excl. normal assets) / Total claims
*2 Managerial accounting basis

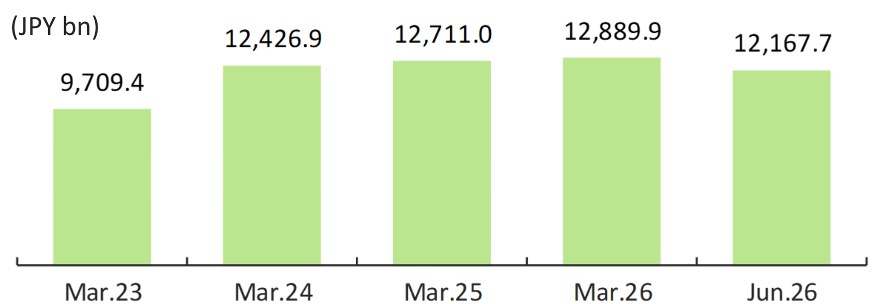
Securities

▶ Breakdown of Other Securities (Consolidated)

(JPY bn)	B/S amount		Unrealized gains (losses)	
	Jun.26	vs Mar.26	Jun.26	vs Mar.26
Held-to-maturity	6,024.9	+1,369.6	(268.5)	(89.8)
Available for sale	33,275.5	(1,526.8)	3,443.2	+223.0
Stocks (domestic)	3,699.0	+195.7	2,696.9	+199.7
Bonds (domestic)	6,399.9	(1,156.8)	(319.1)	(47.9)
o/w JGBs	4,400.9	(1,075.6)	(162.9)	(42.4)
Others	23,176.6	(565.7)	1,065.5 *1	+71.2
o/w Foreign bonds	18,006.1	(528.7)	(343.6)	(43.1)

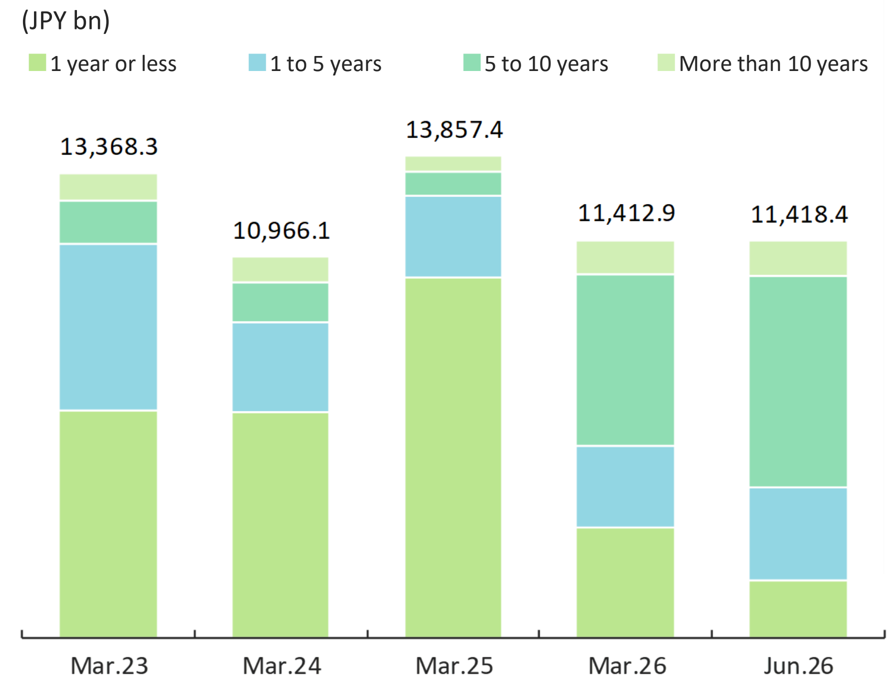
Risk volume is controlled by hedging and others

▶ Foreign Bonds (SMBC)



	Mar.24	Mar.25	Mar.26	Jun.26
Unrealized gains (losses)	(662.2)	(458.9)	(315.1)	(335.9)
Duration *2 (year)	4.2	3.6	2.6	2.7

▶ Yen-Denominated Bonds (SMBC)



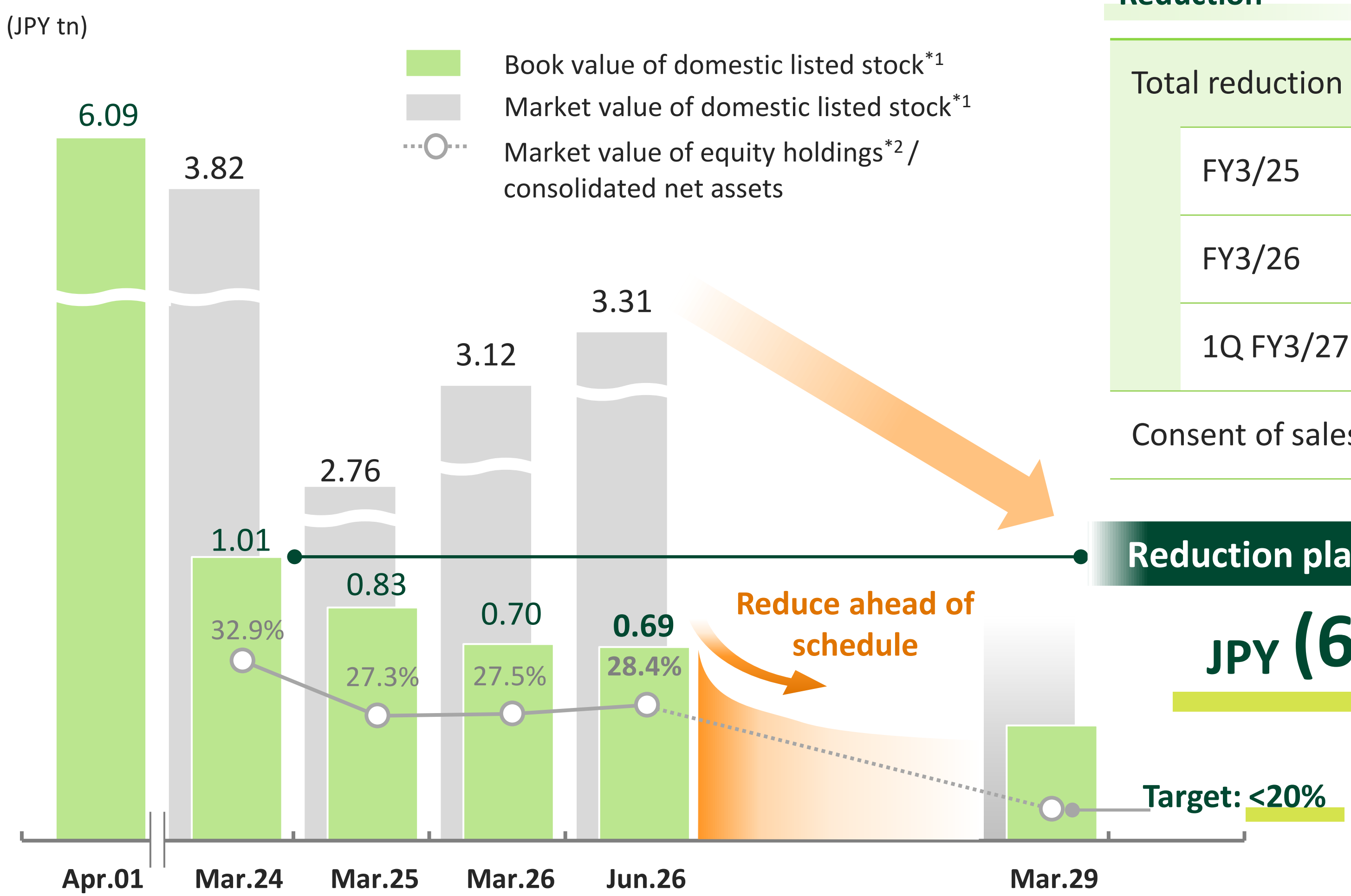
	Mar.24	Mar.25	Mar.26	Jun.26
Unrealized gains (losses) *3	(98.2)	(140.9)	(259.7)	(304.5)
Duration *2 (year)	2.1	1.0	3.9	5.0

	Mar.24	Mar.25	Mar.26	Jun.26
Held-to-maturity	22.3	22.3	4,087.6	5,337.6
JGBs *3	7,547.4	11,180.5	5,296.4	4,131.8

*1 The main difference between foreign bonds and others is unrealized gain on foreign stocks
*2 Managerial accounting basis (excl. bonds classified as held-to-maturity, bonds for which hedge-accounting is applied, and private placement bonds) *3 Excl. held-to-maturity

Reduction of Equity Holdings

Target the standard annual pace of JPY 120bn reduction in the book value.
Focus on reducing the market value, as the ratio has risen due to higher share prices.



Reduction

Total reduction	**JPY 325bn**
FY3/25	**JPY 185bn**
FY3/26	**JPY 124bn**
1Q FY3/27	**JPY 16bn**
Consent of sales	**JPY 60bn**

Reduction plan **(FY3/25-FY3/29)**

JPY (600)bn

*1 Excl. investments after Mar.20 for the business alliance purpose *2 Incl. balance of deemed held shares

Balance Sheet

▶ Consolidated

(vs Mar.26)

Loans

JPY 119.8tn
(+JPY 2.1tn)

Domestic loans*1	JPY 73.3tn

Securities

JPY 40.0tn (+JPY 0.0tn)

JGBs*2	JPY 4.4tn
Foreign bonds*2	JPY 18.0tn

Others

JPY167.7tn
(JPY (3.1)tn)

Cash and due from banks	JPY 71.5tn
BOJ's current account *1	JPY 51.0tn

Deposits

JPY 200.4tn
(JPY (1.0)tn)

Loan to deposit ratio 59.8%

Domestic deposits*1	JPY 136.8tn
NCD	JPY 13.6tn

Others

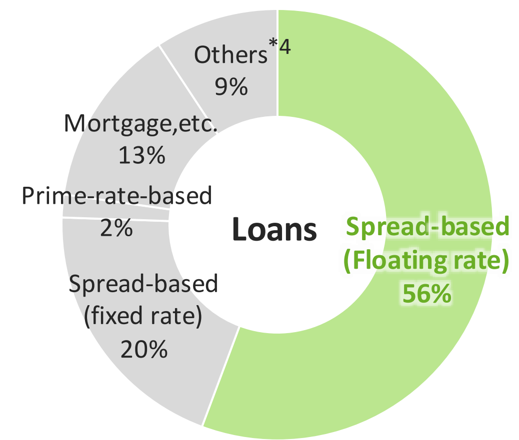
JPY 110.9tn
(JPY (0.3)tn)

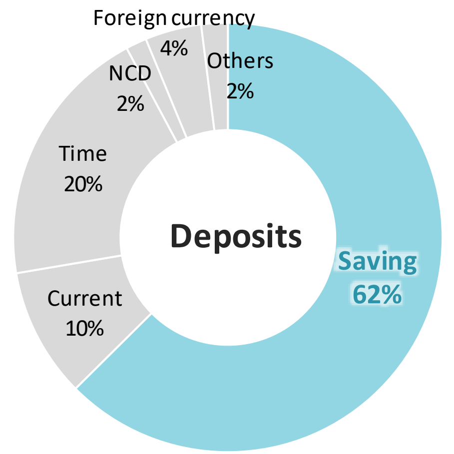
Total net assets

JPY 16.2tn (+JPY 0.3tn)

Total assets JPY 327.5tn (JPY (1.0)tn)

▶ Domestic Loans and Deposits*3





*1 SMBC *2 Excl. held-to-maturity *3 Managerial accounting basis *4 Overdraft, foreign-currency-denominated, etc.

Foreign Currency

Non-JPY Balance Sheet*1,2

(vs Mar.26)

Interest earning assets
USD 345bn
(+USD 4bn)

Others
USD 199bn
(USD (4)bn)

Foreign bonds, NCD
USD 81bn (USD (4)bn)

Deposits*3
USD 311bn
(USD (4)bn)

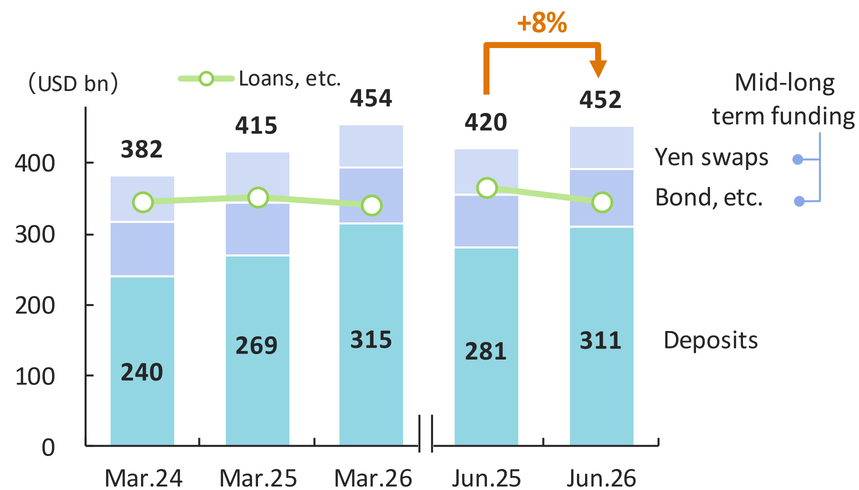
Mid-long term funding*4
USD 140bn
(+USD 2bn)

CD／CP
USD 84bn (USD (9)bn)

Interbank (incl. Repo)
USD 89bn (+USD 7bn)

Assets / Liabilities USD 625bn (USD (4)bn)

Foreign Currency Funding



(Ref.) Impact of Change in Foreign Interest Rate

Loan/deposit

- Most of the loans and deposits are based on market rate
- Net interest income increases by JPY 20bn
  when interest rate increase by 1%, as a part of the deposits
  have low sensitivity to interest rate and vice versa

*1 Managerial accounting basis. Interest-earning assets redefined (Sep.25); prior figures restated
*2 Sum of SMBC and major local subsidiaries
*3 Incl. deposits from central banks *4 Corporate bonds, currency swaps, etc

Results by Business Unit (1)

Retail

- Gross profit increased driven by higher income on deposit and solid performance of wealth management business.
- Overhead ratio improved through steady implementation of cost control initiatives; net business profit improved.

(JPY bn)	1Q FY3/27	YoY*1
Gross profit	428.8	+70.5
o/w Income on deposits	68.1	+22.5
Income on loans *2	15.3	(3.0)
Wealth management business	131.5	+36.5
Payment business	151.9	+9.7
Consumer finance business	83.1	+6.0
Expenses	309.2	+25.7
Overhead Ratio	*72.1%*	*(7.0)%*
Net business profit	120.9	+45.6

	FY3/26	1Q FY3/27	KPI
AM / foreign currency balances (JPY tn)	23	25.7	28
Credit card sales handled (JPY tn)	39	9.9	55

# of Olive accounts	Jun.26 : 8.0 mn

Wholesale

- Income on loans and deposits increased significantly, driven by loan growth and wider spreads
- Fee income also rose on elevated corporate activities; both gross profit and net business profit improved.

(JPY bn)		1Q FY3/27	YoY*1
Gross profit		372.1	+67.3
SMBC	o/w Income on deposits	103.7	+30.0
	Income on loans	78.4	+12.4
	FX and money transfer fees	41.4	+3.6
	Loan syndication	12.5	+1.4
	Structured finance	20.5	+8.7
	Real estate finance	2.9	(2.4)
Securities business		22.0	+0.2
Expenses		126.9	+13.1
Overhead Ratio		*34.1%*	*(3.2)%*
Net business profit		271.5	+49.7

# of Trunk accounts	July.26 : 90 k

*1 Managerial accounting basis (after adjustments of the changes in exchange rates)
*2 Excl. consumer finance

Results by Business Unit (2)

Global

- Gross profit decreased mainly due to lower income on loans reflecting the selective origination
- Net business profit also decreased due to higher expenses and the absence of insurance settlement at SMBCAC.

(JPY bn)	1Q FY3/27	YoY*1
Gross profit	386.7	(6.6)
o/w Income on deposits	50.3	+2.1
Income on loans	138.4	(7.4)
Loan related fees	80.4	+1.0
Securities business	36.0	+10.2
Expenses	269.1	+17.2
Overhead Ratio	*69.6%*	*+5.5%*
Equity in gains(losses) of affiliates	27.3	(12.6)
Net business profit	151.2	(37.4)

	FY3/26	1Q FY3/27	KPI
Net income contribution from Asia Multi-franchise (JPY bn)	50	23	140

Global Markets

- Gross profit increased through nimble operation in a favorable market environment.
- S&T revenue also increased steadily; net business profit improved.

(JPY bn)	1Q FY3/27	YoY*1
Gross profit	233.5	+73.7
o/w SMBC	175.7	+64.2
SMBC Nikko	37.6	+9.9
Expenses	62.9	+10.1
Overhead Ratio	*26.9%*	*(6.1)%*
Net business profit	178.9	+63.9

	FY3/26	1Q FY3/27	KPI
S&T revenue (JPY bn)	377	103.8	500

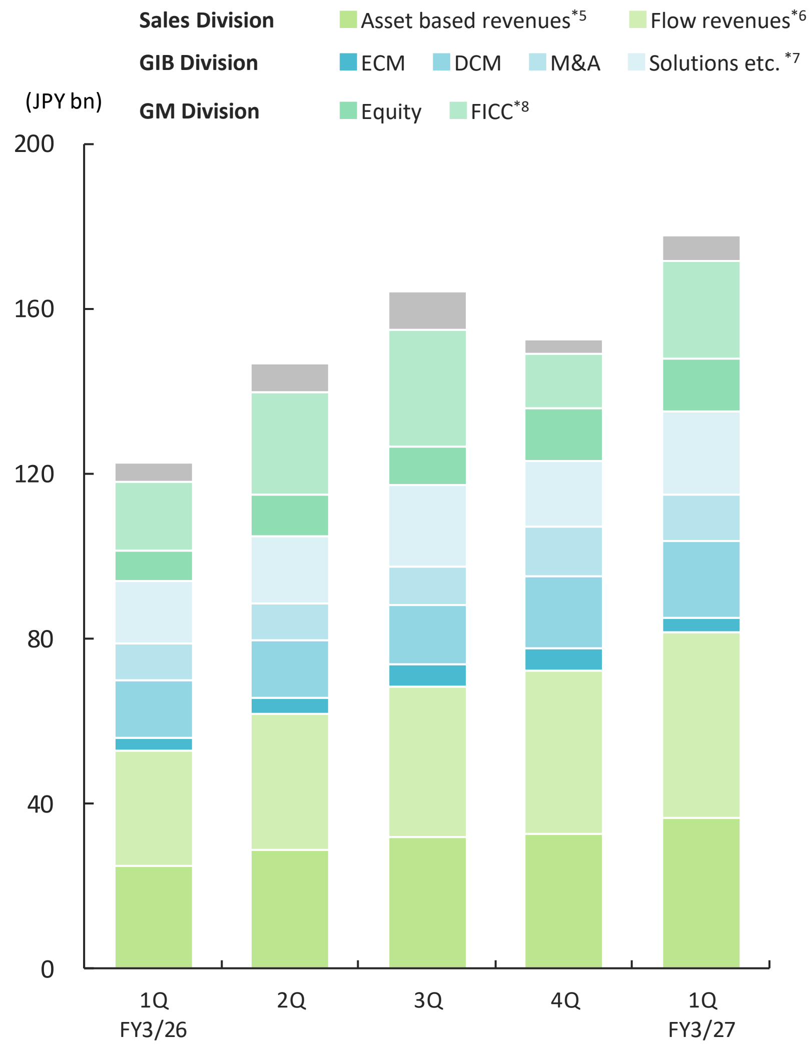
*1 Managerial accounting basis (after adjustments of the changes in exchange rates)

SMBC Nikko[*1]

Financial Results

(JPY bn)	FY3/26	1Q FY3/27	YoY
Net operating revenue	586.4	177.9	+55.2
SG&A expenses	470.7	128.6	+23.7
Operating profits	115.7	49.3	+31.6
o/w Sales Divison	68.4	30.8	+20.3
GIB Division[*2]	48.1	17.3	+6.0
GM Division[*3]	(14.7)	(2.5)	+3.3
Ordinary profits	130.5	52.5	+31.9
Net income	128.3	37.1	+17.5
Client assets[*4] (JPY tn)	91.1	100.0	

Net Operating Revenue



*1 Incl. profits from SMBC Nikko America and SMBC Capital Markets (managerial accounting basis)
*2 Global Investment Banking Division *3 Global Markets Division *4 Non-consolidated
*5 Agency commissions on investment trusts, insurance and fund wrap discretionary investment fee, etc. *6 Equity brokerage commissions, etc.
*7 Mainly, business that utilizes the company's balance sheet and derivatives *8 Fixed Income, Currency and Commodities

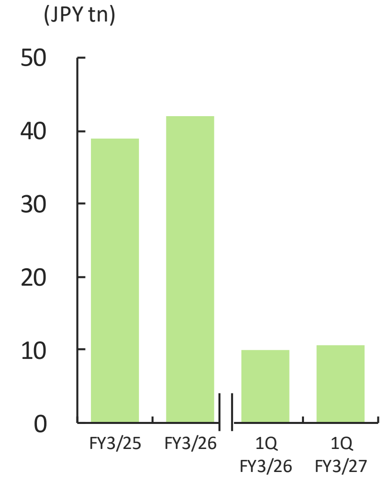
SMCC (Incl. SMBCCF)

▶ Financial Results

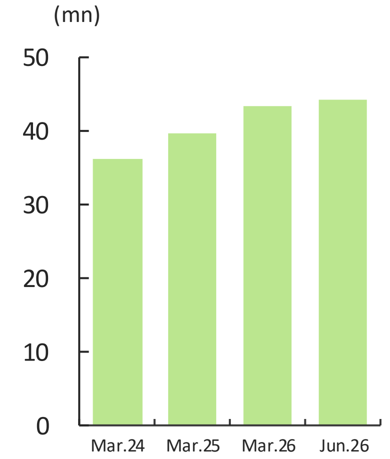
(JPY bn)	FY3/26	1Q FY3/27	YoY
Operating revenue	1,034.7	271.9	+22.5
o/w Commission fee	285.1	77.8	+10.6
Finance	350.7	92.7	+7.8
o/w SMBCCF	169.3	45.4	+4.6
Sales on credit and receipt agency	83.1	21.7	+0.7
Loan guarantee revenue	87.4	21.8	(0.2)
Operating expenses	897.9	251.2	+24.4
o/w For loan losses	134.1	40.3	+4.2
o/w SMBCCF	72.0	24.6	+3.3
For interest repayment	0.0	0.0	-
For loan guarantees	8.7	1.3	(0.6)
Ordinary profit	136.5	20.9	(4.6)
o/w Non-operating revenue	6.5	1.3	(2.5)
Non-operating expenses	6.8	1.1	+0.2
Net income	105.7	14.5	(17.8)

NPL ratio[*1]	10.53%	10.61%
Allowance on interest repayments (provision)[*1,2]	13.0yrs	15.0yrs

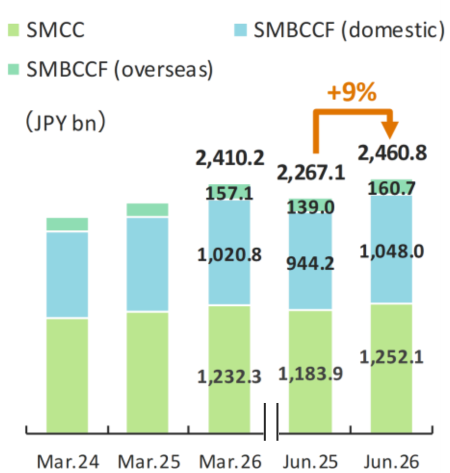
▶ Sales Handled



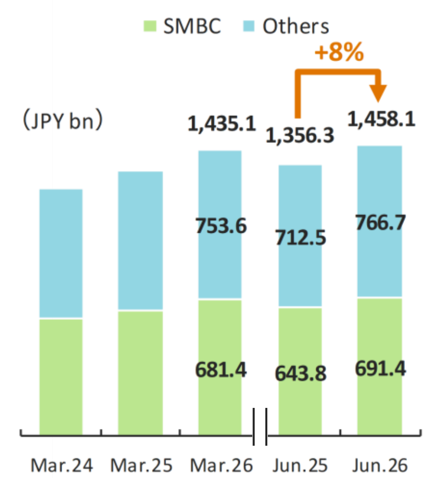
▶ # of Card Holders



▶ Consumer Loans[*3]



▶ Loan Guarantee[*1]



*1 Only SMBCCF *2 Allowance for losses／Interest repayments in the relevant fiscal year
*3 The figure from FY3/23 has been adjusted to the reorganization of SMBC Mobit in Apr.23

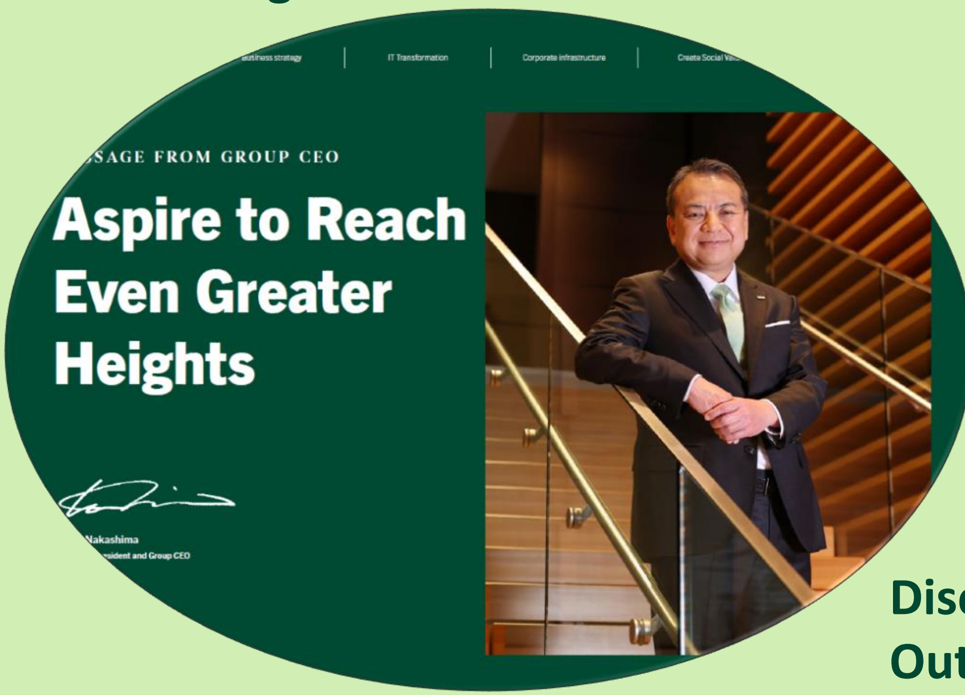
SMBC GROUP REPORT 2026

Management messages and round-table discussion with outside directors are disclosed on the website. Other content are scheduled to be released in August 2026.

https://www.smfg.co.jp/english/investor/financial/annual.html

CFO Message

CEO Message



Discussion with Outside Directors

This document contains “forward-looking statements” (as defined in the U.S. Private Securities Litigation Reform Act of 1995), regarding the intent, belief or current expectations of Sumitomo Mitsui Financial Group, Inc. (“the Company”) and its management with respect to the Company’s future financial condition and results of operations. This document also contains "sustainability statements" related to the sustainability activities of the Company concerning the environmental, social, and governance matters.
In many cases but not all, these statements contain words such as “anticipate,” “believe,” “estimate,” “expect,” “intend,” “may,” “plan,” “probability,” “risk,” “project,” “should,” “seek,” “target,” “will” and similar expressions. Such statements are not guarantees of future performance and involve risks and uncertainties, and actual results may differ from those expressed in or implied by such forward-looking statements or sustainability statements contained or deemed to be contained herein. The risks and uncertainties which may affect future performance or results include: deterioration of Japanese and global economic conditions and financial markets; declines in the value of the Company’s securities portfolio; incurrence of significant credit-related costs; the Company’s ability to successfully implement its business strategy through its subsidiaries, affiliates and alliance partners; and exposure to new risks as the Company expands the scope of its business. Given these and other risks and uncertainties, you should not place undue reliance on forward-looking statements or sustainability statements, which speak only as of the date of this document. The Company undertakes no obligation to update or revise any forward-looking statements or sustainability statements. The sustainability initiatives described in the "sustainability statements" are undertaken in accordance with policies and practices independently determined by the Company, with the aim of supporting and addressing its risk management and other financing and investment objectives. Each decision will be made subject to local legal requirements.
Please refer to the Company’s most recent disclosure documents such as its annual report on Form 20-F and other documents submitted to the U.S. Securities and Exchange Commission, as well as its earnings press releases, for a more detailed description of the risks and uncertainties that may affect its financial conditions, its operating results, and investors’ decisions.

FX rates (TTM)

	Jun.25	Mar.26	Jun.26
USD	144.81	159.90	162.39
EUR	169.67	183.44	185.30

Definitions

SMFG	Sumitomo Mitsui Financial Group, Inc.
SMBC	Sumitomo Mitsui Banking Corporation
SMBC Trust	SMBC Trust Bank
SMFL	Sumitomo Mitsui Finance and Leasing
SMBC Nikko	SMBC Nikko Securities
SMCC	Sumitomo Mitsui Card Company
SMBCCF	SMBC Consumer Finance
SMDAM	Sumitomo Mitsui DS Asset Management
SMBCAC	SMBC Aviation Capital
SMICC	SMFG India Credit Company
Major local subsidiaries	SMBC Bank International, SMBC Bank EU, SMBC (China)

Expenses (non-consolidated)	Excl. non-recurring losses
Net business profit	Before provision for general reserve for possible loan losses

Retail Business Unit (RT)	Domestic retail business
Wholesale Business Unit (WS)	Domestic wholesale business
Global Business Unit (GB)	International business
Global Markets Business Unit (GM)	Market / Treasury related businesses

※ The disclosure of Capital / RWA is scheduled for Aug 14, 2026.