

# Sumitomo Mitsui Financial Group, Inc. (SMFG)

## Financial Results for the Fiscal Year ended March 31, 2007

Head Office: 1-2, Yurakucho 1-chome, Chiyoda-ku, Tokyo, Japan  
 Stock Exchange Listings: Tokyo Stock Exchange, Osaka Securities Exchange, Nagoya Stock Exchange (code: 8316)  
 URL: <http://www.smfg.co.jp>  
 President: Teisuke Kitayama  
 Date of Ordinary General Meeting of Shareholders: June 28, 2007  
 Date of Payment of Year-End Dividends: June 28, 2007

(Note) Amounts less than one million yen have been omitted.

### 1. Consolidated Financial Results (for the fiscal year ended March 31, 2007)

#### (1) Operating Results (Millions of yen, except per share data and percentages)

	Ordinary Income		Ordinary Profit		Net Income	
Fiscal Year ended March 31, 2007	¥ 3,901,259	5.3 %	¥ 798,610	(17.1) %	¥ 441,351	(35.7) %
ended March 31, 2006	3,705,136	3.5	963,554	—	686,841	—

	Net Income per Share	Net Income per Share (Diluted)	Return on Net Assets	Ordinary Profit on Total Assets	Ordinary Profit on Ordinary Income
Fiscal Year ended March 31, 2007	¥ 57,085.83	¥ 51,494.17	13.1 %	0.8 %	20.5 %
ended March 31, 2006	94,733.62	75,642.94	33.2	0.9	26.0

(Notes)

1. Equity in earnings (losses) of affiliates

(a) for the fiscal year ended March 31, 2007: ¥ (104,170) million (b) for the fiscal year ended March 31, 2006: ¥ 31,887 million

2. Percentages shown in Ordinary Income, Ordinary Profit and Net Income are the increase (decrease) from the previous fiscal year.

#### (2) Financial Position

(Millions of yen, except per share data and percentages)

	Total Assets	Net Assets	Net Assets Ratio	Net Assets per Share	Capital Ratio
March 31, 2007	¥ 100,858,309	¥ 5,331,279	3.9 %	¥ 469,228.59	(Preliminary) 11.31 %
March 31, 2006	107,010,575	4,454,399	4.2	400,168.90	12.39

(Notes)

1. Stockholders' equity

(a) as of March 31, 2007: ¥ 3,922,986 million (b) as of March 31, 2006: ¥ — million

2. Net assets ratio = {(Net assets as of year-end – Stock acquisition rights as of year-end – Minority interests as of year-end) / Total assets as of year-end} X 100

3. Capital ratio as of March 31, 2007 is calculated under Basel II. Capital ratio as of March 31, 2006 was calculated under the former method.

#### (3) Cash Flows

(Millions of yen)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at year-end
Fiscal Year ended March 31, 2007	¥ (6,760,740)	¥ 4,769,454	¥ (1,244,945)	¥ 1,927,024
ended March 31, 2006	2,208,354	(662,482)	679,464	5,159,822

### 2. Dividends on Common Stock

(Millions of yen, except per share data and percentages)

	Dividends per Share			Total Dividends (Annual)	Dividend Payout Ratio	Ratio of Dividends to Net Assets
	Interim	Year-End	Annual			
Fiscal Year ended March 31, 2006	¥ —	¥ 3,000	¥ 3,000	¥ 22,253	3.4 %	1.1 %
ended March 31, 2007	—	7,000	7,000	53,660	12.5	1.6
ending March 31, 2008 (Forecast)	5,000	5,000	10,000	76,657	14.5	

(Notes)

1. Dividend Payout Ratio and Ratio of Dividends to Net Assets are reported on a consolidated basis.

2. Dividends on unlisted preferred stock are reported on page 3.

### 3. Earnings Forecast on a Consolidated Basis (for the fiscal year ending March 31, 2008)

(Millions of yen, except per share data and percentages)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share
Six Months ending September 30, 2007	¥ 1,950,000	6.8%	¥ 400,000	12.0%	¥ 220,000	(9.7)%	¥ 28,224.73
Fiscal Year ending March 31, 2008	4,100,000	5.1	980,000	22.7	540,000	22.4	69,668.19

(Note)

Percentages shown in Ordinary Income, Ordinary Profit and Net Income are the increase (decrease) from the results of the previous fiscal year.

## 4. Other Information

## (1) There was a change in significant consolidated subsidiary in the fiscal year

Newly consolidated : 2 companies (SMFG Preferred Capital USD 1 Limited and one other company)

Excluded : None

(Note) The details are reported on page 6, "Overview of SMFG Group."

## (2) Change in significant accounting principles, policies and presentation

(a) There was a change due to revision of accounting standards.

(b) There was a change due to other reason.

(Note) The details are reported in Notes to Consolidated Balance Sheet (notes 12 and 34 to 38) on page 14 and 17 and Notes to Consolidated Statement of Cash Flows (note 4) on page 24.

## (3) Number of common stocks issued

(a) Number of shares issued (including treasury shares)

(i) as of March 31, 2007: 7,733,653 shares (ii) as of March 31, 2006: 7,424,172 shares

(b) Number of treasury shares

(i) as of March 31, 2007: 168,630 shares (ii) as of March 31, 2006: 6,307 shares

(Note) Number of shares used in calculating "Net income per share" (on a consolidated basis) is reported on page 36.

## [Reference] Parent Company Only Financial Information on a Nonconsolidated Basis

## 1. Nonconsolidated Financial Results (for the fiscal year ended March 31, 2007)

## (1) Operating Results

(Millions of yen, except per share data and percentages)

	Operating Income		Operating Profit		Ordinary Profit		Net Income	
Fiscal Year								
ended March 31, 2007	¥ 376,479	578.6 %	¥ 372,838	613.1 %	¥ 364,477	655.2 %	¥ 363,535	395.2 %
ended March 31, 2006	55,482	(78.6)	52,285	(79.6)	48,264	(81.0)	73,408	(70.9)

	Net Income per Share	Net Income per Share (Diluted)
Fiscal Year		
ended March 31, 2007	¥ 46,326.41	¥ 41,973.46
ended March 31, 2006	6,836.35	6,737.46

(Note) Percentages shown in Operating Income, Operating Profit, Ordinary Profit and Net Income are the increase (decrease) from the previous fiscal year.

## (2) Financial Position

(Millions of yen, except per share data and percentages)

	Total Assets	Net Assets	Net Assets Ratio	Net Assets per Share
March 31, 2007	¥ 3,959,444	¥ 2,997,898	75.7 %	¥ 342,382.75
March 31, 2006	4,166,332	3,935,426	94.5	330,206.27

(Note) Stockholders' equity

(a) as of March 31, 2007: ¥2,997,898 million (b) as of March 31, 2006: ¥ – million

## 2. Earnings Forecast on a Nonconsolidated Basis (for the fiscal year ending March 31, 2008)

(Millions of yen, except per share data and percentages)

	Operating Income		Operating Profit		Ordinary Profit	
Six months ending September 30, 2007	¥ 24,000	(92.5)%	¥ 22,000	(93.1)%	¥ 17,000	(94.7)%
Fiscal year ending March 31, 2008	105,000	(72.1)	100,000	(73.2)	90,000	(75.3)

	Net Income		Net Income per Share
Six months ending September 30, 2007	¥ 14,000	(95.6)%	¥ 981.07
Fiscal year ending March 31, 2008	85,000	(76.6)	9,397.77

(Note) Percentages shown in Operating Income, Operating Profit, Ordinary Profit and Net Income are the increase (decrease) from the results of the previous fiscal year.

This document contains certain forward-looking statements. Such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and actual results may materially differ from those contained in the forward-looking statements as a result of various factors.

The following items are among the factors that could cause actual results to differ materially from the forward-looking statements in this document: business conditions in the banking industry, the regulatory environment, new legislation, competition with other financial services companies, changing technology and evolving banking industry standards and similar matters.

## Dividends on Preferred Stock

(Millions of yen, except per share data)

Type	Record Date	Cash Dividends per Share			Aggregate Amount of Dividends
		Interim Term-end	Year-end	Annual	
Preferred stock (type 1)	Fiscal year ended March 31, 2006	¥ –	¥ 10,500	¥ 10,500	¥ 367
	Fiscal year ended March 31, 2007	–	–	–	–
	Fiscal year ended March 31, 2008 (forecast)	–	–	–	–
Preferred stock (type 2)	Fiscal year ended March 31, 2006	–	28,500	28,500	2,850
	Fiscal year ended March 31, 2007	–	–	–	–
	Fiscal year ended March 31, 2008 (forecast)	–	–	–	–
Preferred stock (type 3)	Fiscal year ended March 31, 2006	–	13,700	13,700	9,521
	Fiscal year ended March 31, 2007	–	–	–	–
	Fiscal year ended March 31, 2008 (forecast)	–	–	–	–
Preferred stock (1st to 12th series type 4)	Fiscal year ended March 31, 2006	–	135,000	135,000	6,763
	Fiscal year ended March 31, 2007	–	135,000	135,000	6,763
	Fiscal year ended March 31, 2008 (forecast)	67,500	67,500	135,000	6,763
Preferred stock (1st series type 6)	Fiscal year ended March 31, 2006	–	88,500	88,500	6,195
	Fiscal year ended March 31, 2007	–	88,500	88,500	6,195
	Fiscal year ended March 31, 2008 (forecast)	44,250	44,250	88,500	6,195

## Calculation for Indices

## - Return on Net Assets:

$$\frac{\text{Net income} - \text{Dividends on preferred stock}}{\{(\text{Stockholders' equity at beginning of year} - \text{Number of preferred stocks issued at beginning of year} \times \text{Issue price}) + (\text{Stockholders' equity at year-end} - \text{Number of preferred stocks issued at year-end} \times \text{Issue price})\} / 2} \times 100$$

## - Dividend Payout Ratio:

$$\frac{\text{Dividends on common stock}}{\text{Net income} - \text{Dividends on preferred stock}} \times 100$$

## - Ratio of Dividends to Net Assets:

$$\frac{\text{Dividends on common stock}}{\{(\text{Stockholders' equity at beginning of year} - \text{Number of preferred stocks issued at beginning of year} \times \text{Issue price}) + (\text{Stockholders' equity at year-end} - \text{Number of preferred stocks issued at year-end} \times \text{Issue price})\} / 2} \times 100$$

## - Forecasted Net Income Per Share:

$$\frac{\text{Forecasted net income} - \text{Forecasted preferred stock dividends}}{\text{Number of common stocks issued at year-end (excluding treasury stock)}}$$