

Sumitomo Mitsui Financial Group (“SMFG”) reports the financial results for the six months ended September 30, 2010.

1. Operating Results

In the six months ended September 30, 2010, consolidated gross profit increased by ¥250.7 billion year-on-year to ¥1,316.8 billion. Factors that contributed to the increase include year-over-year increase in gross banking profit of ¥119.2 billion by Sumitomo Mitsui Banking Corporation (“SMBC”) due mainly to an increase in gains on bonds, and the gross profit of Nikko Cordial Securities Inc. that became a consolidated subsidiary in October 2009.

Consolidated general and administrative expenses increased by ¥122.6 billion year-on-year to ¥655.6 billion due mainly to an increase in the number of consolidated subsidiaries such as Nikko Cordial Securities, while SMBC recorded ¥345.3 billion on a non-consolidated basis, almost the same as a year earlier.

Total credit cost decreased by ¥162.7 billion year-on-year to ¥105.8 billion on a consolidated basis, due mainly to a decrease of ¥113.6 billion at SMBC as a result of measures tailored to borrowers to improve their business and financial situations.

As a result of the factors mentioned above, SMFG recorded ordinary profit of ¥540.6 billion, year-on-year increase of ¥318.4 billion, and net income of ¥417.5 billion, year-on-year increase of ¥294.0 billion on a consolidated basis.

<Consolidated>

(Billions of yen)

	Six months ended September 30, 2010	Change from the six months ended September 30, 2009	Fiscal Year ended March 31, 2010 (reference)
Consolidated gross profit	¥ 1,316.8	¥ 250.7	¥ 2,236.6
General and administrative expenses	(655.6)	(122.6)	(1,161.3)
Total credit cost	(105.8)	162.7	(473.0)
Gains (losses) on stocks, net	(22.6)	(13.7)	(10.1)
Ordinary profit	540.6	318.4	558.8
Net income	417.5	294.0	271.6

<SMBC, Non-consolidated>

Gross banking profit	¥ 838.6	¥ 119.2	¥ 1,455.3
Expenses (excluding non-recurring losses)	(345.3)	(3.6)	(685.8)
Banking profit (*)	493.3	115.6	769.5
Gains on bonds, net	151.2	112.3	37.3
Total credit cost	(43.3)	113.6	(254.7)
Gains (losses) on stocks, net	(18.3)	18.6	3.9
Ordinary profit	393.0	245.9	462.7
Net income	351.2	238.6	318.0

(*) Banking profit (before provision for general reserve for possible loan losses)