Sumitomo Mitsui Financial Group, Inc.

# Major Questions and Answers on the Financial Results for the Three Months ended June 30, 2010.

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.

The followings are frequently asked questions and their answers on the financial results for the three months ended June 30, 2010, announced on July 28, 2010.

Q1.What was the reason for the decrease in credit costs?

A1. Total credit cost on SMBC non-consolidated basis in 1Q, FY3/2011 was JPY10.8 billion, a JPY 58.5 billion decrease year over year, or 5% of the full-year forecast of JPY 220.0 billion announced on May 14, 2010. This was partly due to detailed responses to our clients, the reversal of provision for reserve for possible loan losses through collection etc. and the decrease of Total credit cost for foreign-currency-denominated claims attributable to the appreciation of yen.
Total credit cost on SMFG consolidated basis in 1Q, FY3/2011 was JPY31.8 billion, a JPY 88.0 billion decrease year over year, partly due to the year-over-year decrease of credit costs also in other group companies than SMBC.

Q2. Please explain the reason why SMFG did not announce the revision of its earnings forecast?

A2. Consolidated net income in 1Q, FY3/2011 was approximately 130% of the first-half forecast and 60% of the full-year forecast announced on May 14, 2010.
This was mainly because SMBC showed good performance due to the factors including the decrease in Total credit cost. SMFG, however, does not revise the first-half and full-year earnings forecasts for FY3/2011 because of the necessity to assess future business environment which remains uncertain, including domestic and overseas economies and capital markets.

Q3. Is there a possibility of another common equity offering?

A3. We aim to maintain a consolidated Tier I ratio of over around 10%. It was 11.15% as of March 31, 2010 and we do not intend to execute another common equity offering from the viewpoint of meeting capital requirement under discussion.

Q4. Please comment on the media reports stating that SMFG is seeking to acquire U.S. regional banks.

A4. In order to achieve sustainable growth of SMFG's enterprise value, we are discussing and analyzing strategic options at various organizational levels and from various perspectives, such as acquisitions, strategic investments, alliances and establishment of subsidiaries in domestic and international markets, including the growing Asian market.

The media reports are focusing on pieces of information regarding such discussions. We do not have any specific plan and no decision has been made at this moment.