

UN
environment
programme



finance
initiative

Principles for
Responsible Banking

Responsible Banking Progress Statement for PRB Signatories



Summary

[Sumitomo Mitsui Financial Group, Inc.] FY2025

With the exception of the items listed below, there have been no changes since the March 2025 report.

Principle 1: Alignment	Principle 2: Impact & Target Setting
<p>Content</p> <ul style="list-style-type: none">Sumitomo Mitsui Financial Group (hereinafter referred to as "the Company") is a financial conglomerate headquartered in Japan that operates a wide range of businesses, including banking, leasing, credit card services, securities brokerage, and consumer finance.For more details on SMBC Group's business model, please refer to pages 24-26 and 64-87 of the Annual Report.For more information on our approach to sustainability, please refer to pages 14-18 of the "SMBC Group Sustainability Report 2025" (hereinafter referred to as the "Sustainability Report").SMBC Group aims to contribute to "Fulfilled Growth," ensuring that social challenges are resolved and economic growth is achieved through the creation of social value, and that people living in society can feel a sense of happiness.	<p>Content</p> <ul style="list-style-type: none">We view climate change and financial soundness as priority impact areas.<u>Climate change</u>: The Company has established a KPI of "executing a total of 50 trillion yen in sustainable finance from FY2020 to FY2029" and the cumulative total stands at 34 trillion yen as of FY2024. For details on other indicators and targets, please refer to pages 114-120 of the Sustainability Report.<u>Financial soundness</u>: We have set a KPI of "achieving a cumulative total of 1.5 million people receiving financial and economic education between FY2020 and the end of FY2029" and we exceeded 1.4 million as of FY2024. For more details, please refer to page 33 of the "Impact Report 2025 - Social Value Creation of SMBC Group" (hereinafter referred to as the "Impact Report").We publish this Impact Report with the aim of quantitatively and objectively demonstrating the results of our initiatives aimed at creating social value through the use of impact metrics. We released the first such report in FY2024 and updated it in October 2025 based on subsequent communications at events and discussions with investors.
<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers.] SMFG website: 「 SMBC GROUP REPORT 2025」 SMFG website: 「 SUSTAINABILITY REPORT2025」</p>	<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers.] SMFG website: 「IMPACT REPORT 2025」 SMFG website: 「 SUSTAINABILITY REPORT2025」</p>

<p>Principle 3: Clients & Customers</p>	<p>Principle 4: Stakeholders</p>
<p>Content</p> <ul style="list-style-type: none"> To help bring about a decarbonized society, we are actively supporting projects that contribute to decarbonization both domestically and internationally, while taking part in ongoing dialogue with our customers. In May 2023, we published the "Transition Finance Playbook," which outlines definitions and criteria for transition finance (revised in June 2025). Utilizing this Playbook, we engaged with more than 130 clients by the end of FY2024 and successfully executed 46 transition finance transactions. In November 2024, we issued the "Transition Finance Scorebook", which compiles practical challenges in undertaking transition finance and recommendations for addressing them, and we participated in more than 60 dialogues with clients and government entities by the end of FY2024. As part of our risk management efforts, we have introduced "environmental and social due diligence" whereby we identify and evaluate our clients' environmental and social initiatives and risk mitigation measures, and then use this information to enhance our risk management and engage with our clients. In April 2025, we added the automotive sector (inclusive of automotive parts) and the steel sector to the scope of transition plan assessments within our environmental and social due diligence; we also included the automotive parts sector within the scope of transition risk analysis. 	<p>Content</p> <ul style="list-style-type: none"> We engage with a wide range of stakeholders, including customers, investors, NGOs, employees, local communities, and international initiatives. For more details on our engagement strategy, please visit the "Stakeholder Engagement" section of the SMFG website or refer to page 27 of our Annual Report. For details on our dialogues regarding environmental and human rights issues, please refer to pages 30-31 and 59-60 of the Sustainability Report.
<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers.] SMFG website: "Stakeholder Engagement" SMFG website: 「SUSTAINABILITY REPORT2025」 SMFG website: 「Transition Finance Playbook 3.0」 SMFG website: 「Transition Finance Scorebook 2024」</p>	<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers.] SMFG website: "Stakeholder Engagement" SMFG website: 「SMBC GROUP REPORT 2025」</p>

<p>Principle 5: Governance & Culture</p>	<p>Principle 6: Transparency & Accountability</p>
<p>Content</p> <ul style="list-style-type: none"> • SMBC Group’s sustainability management is driven by the CEO and other CxOs, and operated under a robust governance framework while subject to the oversight of the Board of Directors. • We established the Sustainability Division for Fulfilled Growth in FY2024 to consolidate the Group’s functional capabilities and expertise, and the Division is now responsible for planning and promoting initiatives in both corporate and business areas. In April 2025, we also set up a new organization dedicated to providing advisory services and developing solutions focused on sustainability. • To put our sustainability governance framework into practice, we held study sessions for directors as well as a “Global Advisory Meeting” featuring experts in FY2024. For more details, please refer to page 111 of the Sustainability Report 2025. • We also place a strong emphasis on building our employees’ capabilities and are continuously working to foster their awareness and enhance their expertise through a variety of initiatives. For more details, please refer to page 112 of the Sustainability Report 2025. 	<p>Content</p> <ul style="list-style-type: none"> • This report has not been assured by an independent third party.
<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers,] SMFG website: 「 SUSTAINABILITY REPORT2025」 SMFG website: 「 SMBC GROUP REPORT 2025」</p>	<p>Links & references [References to where additional information can be found in external reporting. Include links and page numbers,]</p>