



SUMITOMO MITSUI FINANCIAL GROUP, INC.

Annual Report for the Year ended March 31, 2025

BOARD OF DIRECTORS (As of June 27, 2025)

CHAIRMAN OF THE BOARD
Makoto Takashima

DIRECTOR PRESIDENT
Toru Nakashima

DIRECTOR DEPUTY PRESIDENT AND EXECUTIVE OFFICER
Teiko Kudo

DIRECTORS AND EXECUTIVE OFFICERS

Kazuyuki Anchi	Toshihiro Isshiki	Honami Matsugasaki	Sonosuke Kadonaga
Jun Sawada	Yoriko Goto	Isao Teshirogi	Norimitsu Takashima
Charles D. Lake II	Jenifer Rogers	Yoshihiro Hyakutome	Takeshi Mikami
Keiichiro Nakamura	Akio Isowa	Fumihiko Ito	Takashi Kobayashi
Natsuhiko Samejima	Hideki Takamatsu	Yukihiro Mabuchi	Akio Uemura
Arihiro Nagata			

PRINCIPAL SUBSIDIARIES (As of March 31, 2025)

Sumitomo Mitsui Banking Corporation ("SMBC")
SMBC Trust Bank Ltd.
SMBC Nikko Securities Inc.
Sumitomo Mitsui Card Company, Limited
SMBC Consumer Finance Co., Ltd.
JRI Holdings, Limited
The Japan Research Institute, Limited
Sumitomo Mitsui DS Asset Management Company, Limited
SMBC Bank International plc
SMBC Bank EU AG
Sumitomo Mitsui Banking Corporation (China) Limited
PT Bank SMBC Indonesia Tbk
SMBC Americas Holdings, Inc.
SMBC Guarantee Co., Ltd.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

Year ended March 31	Millions of yen	
	2024	2025
Profit	¥ 968,687	¥ 1,186,877
Other comprehensive income (losses)	1,661,035	(474,327)
Net unrealized gains (losses) on other securities	1,024,910	(420,445)
Net deferred gains (losses) on hedges	(49,928)	(99,721)
Foreign currency translation adjustments	502,786	(18,937)
Remeasurements of defined benefit plans	156,856	(2,819)
Share of other comprehensive income of affiliates	26,410	67,596
Total comprehensive income	2,629,723	712,549
Comprehensive income attributable to owners of parent	2,621,070	703,678
Comprehensive income attributable to non-controlling interests	8,653	8,871

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Basel III basis	2024	2025
1. Tier 1 capital ratio	14.33%	14.23%
Consolidated capital ratio	15.29%	15.18%

2. There is currently no requirement for our Head Office in Japan to confer lower priority to depositors of the foreign offices to the Bank vis-à-vis depositors in Japan, in the repayment of deposits in the event of receivership, winding up proceedings or equivalent proceedings of the Bank.

3. The audited balance sheet and profit and loss statements contain notes that form an integral part of the financial statements. Reference should be made to the complete set of the audited financial statements for a full understanding of the statements and the state of affairs of the Group.

Copies of our Group's Annual Report 2025 can be obtained on written request, from the Facility and Custodian Department, Sumitomo Mitsui Banking Corporation, Singapore Branch, 88 Market Street, #33-01 CapitaSpring, Singapore 048948.

CONSOLIDATED STATEMENTS OF INCOME

Year ended March 31	Millions of yen	
	2024	2025
Ordinary income	¥ 9,353,590	¥ 10,174,894
Interest income	6,213,520	6,928,577
Interest on loans and discounts	3,636,796	3,984,710
Interest and dividends on securities	704,565	935,978
Interest on call loans and bills bought	207,201	182,718
Interest on receivables under resale agreements	119,755	268,048
Interest on receivables under securities borrowing transactions	87,502	120,363
Interest on deposits with banks	580,295	650,205
Interest on lease transactions	12,483	12,185
Interest on deferred payment	21,969	22,320
Other interest income	842,949	752,046
Trust fees	8,195	9,733
Fees and commissions	1,716,335	1,874,934
Trading income	371,135	568,890
Other operating income	609,082	172,329
Lease-related income	37,436	-
Other	571,645	172,329
Other income	435,320	620,428
Recoveries of written-off claims	16,934	16,449
Other	418,386	603,979
Ordinary expenses	7,887,462	8,455,412
Interest expenses	4,332,866	4,590,358
Interest on deposits	1,670,570	1,671,048
Interest on negotiable certificates of deposit	518,385	559,252
Interest on call money and bills sold	43,855	48,050
Interest on payables under repurchase agreements	749,371	837,244
Interest on payables under securities lending transactions	15,792	38,368
Interest on commercial paper	116,199	109,557
Interest on borrowed money	154,318	170,937
Interest on short-term bonds	210	3,298
Interest on bonds	352,806	413,681
Other interest expenses	711,354	738,918
Fees and commissions payments	234,305	315,758
Trading losses	263,379	185,324
Other operating expenses	348,899	336,278
Lease-related expenses	30,915	-
Other	317,984	336,278
General and administrative expenses	2,250,593	2,401,955
Other expenses	457,417	625,736
Provision for reserve for possible loan losses	118,388	167,639
Other	339,028	458,097
Ordinary profit	1,466,128	1,719,482
Extraordinary gains	¥ 8,181	¥ 3,090
Gains on disposal of fixed assets	1,101	3,090
Other extraordinary gains	7,080	-
Extraordinary losses	131,959	22,630
Losses on disposal of fixed assets	9,341	14,843
Losses on impairment of fixed assets	13,696	7,052
Provision for reserve for eventual future operating losses from financial instruments transactions	729	733
Other extraordinary losses	108,191	-
Income before income taxes	1,342,349	1,699,943
Income taxes-current	442,736	577,307
Income taxes-deferred	(69,073)	(64,242)
Income taxes	373,662	513,065
Profit	968,687	1,186,877
Profit attributable to non-controlling interests	5,740	8,881
Profit attributable to owners of parent	¥ 962,946	¥ 1,177,996

CONSOLIDATED BALANCE SHEETS

March 31	Millions of yen	
	2024	2025
Assets:		
Cash and due from banks	¥ 78,143,100	¥ 75,590,583
Call loans and bills bought	5,333,883	5,197,978
Receivables under resale agreements	8,525,688	16,205,759
Receivables under securities borrowing transactions	6,799,541	5,799,821
Monetary claims bought	6,103,091	5,618,985
Trading assets	11,540,063	11,976,375
Money held in trust	23,751	32,272
Securities	37,142,808	40,760,968
Loans and bills discounted	107,013,907	111,136,239
Foreign exchanges	2,068,885	2,712,573
Lease receivables and investment assets	207,645	231,199
Other assets	15,313,546	13,722,960
Tangible fixed assets	1,006,883	1,006,556
Buildings	323,967	329,897
Land	405,761	409,805
Lease assets	29,892	25,850
Construction in progress	40,894	48,832
Other tangible fixed assets	206,368	192,170
Intangible fixed assets	976,706	1,017,322
Software	623,266	731,749
Goodwill	268,833	230,070
Lease assets	323	155
Other intangible fixed assets	84,283	55,348
Net defined benefit asset	913,791	987,288
Deferred tax assets	71,427	71,261
Customers' liabilities for acceptances and guarantees	14,869,558	15,139,799
Reserve for possible loan losses	(817,578)	(925,931)
Total assets	¥295,236,701	¥306,282,015
Liabilities and net assets:		
Liabilities:		
Deposits	¥164,839,357	¥171,498,651
Negotiable certificates of deposit	14,672,275	17,175,391
Call money and bills sold	3,138,049	4,378,276
Payables under repurchase agreements	19,625,877	25,797,136
Payables under securities lending transactions	1,736,935	2,183,655
Commercial paper	2,429,179	2,686,483
Trading liabilities	9,689,434	9,726,615
Borrowed money	14,705,266	11,355,209
Foreign exchanges	2,872,560	1,771,839
Short-term bonds	863,000	728,200
Bonds	13,120,274	13,352,392
Due to trust account	1,246,198	1,041,660
Other liabilities	15,573,044	13,700,199
Reserve for employee bonuses	115,488	130,464
Reserve for executive bonuses	4,411	5,433
Net defined benefit liability	37,263	33,890
Reserve for executive retirement benefits	1,179	1,007
Reserve for point service program	35,622	32,656
Reserve for reimbursement of deposits	9,228	5,573
Reserve for losses on interest repayment	121,947	242,127
Reserves under the special laws	4,631	5,365
Deferred tax liabilities	698,632	422,050
Deferred tax liabilities for land revaluation	27,316	26,424
Acceptances and guarantees	14,869,558	15,139,799
Total liabilities	¥280,436,734	¥291,440,506
Net assets:		
Capital stock	2,344,038	2,345,960
Capital surplus	610,143	611,423
Retained earnings	7,843,470	8,290,170
Treasury stock	(167,671)	(38,512)
Total stockholders' equity	10,629,980	11,209,042
Net unrealized gains (losses) on other securities	2,406,883	1,930,834
Net deferred gains (losses) on hedges	(65,073)	(168,604)
Land revaluation excess	34,936	32,849
Foreign currency translation adjustments	1,362,647	1,411,827
Accumulated remeasurements of defined benefit plans	290,735	287,487
Total accumulated other comprehensive income	4,030,129	3,494,393
Stock acquisition rights	931	767
Non-controlling interests	138,925	137,306
Total net assets	14,799,967	14,841,509
Total liabilities and net assets	¥295,236,701	¥306,282,015

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Sumitomo Mitsui Financial Group, Inc.:

Takashi Kondo
Designated Engagement Partner
Certified Public Accountant

Toshihiro Ozawa
Designated Engagement Partner
Certified Public Accountant

Bumbee Nishi
Designated Engagement Partner
Certified Public Accountant

Opinion

We have audited the accompanying consolidated financial statements of Sumitomo Mitsui Financial Group, Inc. ("the Company") and its consolidated subsidiaries (collectively referred to as "the Group"), which comprise the consolidated balance sheets as at March 31, 2025 and 2024, the consolidated statements of income, comprehensive income, changes in net assets and cash flows for the years then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at March 31, 2025 and 2024, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with accounting principles generally accepted in Japan.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Japan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The other information comprises the information included in the disclosure documents that contain or accompany the audited financial statements, but does not include the financial statements and our auditor's report thereon.

We do not perform any work on the other information as we determine such information does not exist.

Responsibilities of Management and the Audit Committee for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in Japan, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern in accordance with accounting principles generally accepted in Japan.

The Audit Committee is responsible for overseeing the corporate executive officers and the directors' performance of their duties with regard to the design, implementation and maintenance of the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in Japan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of our audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, while the objective of the audit is not to express an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty

exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate whether the presentation and disclosures in the consolidated financial statements are in accordance with accounting standards generally accepted in Japan, the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purpose of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit, significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Audit Committee, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Interest required to be disclosed by the Certified Public Accountants Act of Japan

We do not have any interest in the Group which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

KPMG AZSA LLC
Tokyo Office, Japan
June 19, 2025