

Sumitomo Mitsui Financial Group, Inc.

Sumitomo Mitsui Financial Group Announces
Revision of Earnings Forecasts of
a Consolidated Subsidiary (SAKURA KCS Corporation)

TOKYO, October 22, 2004 --- Sumitomo Mitsui Financial Group, Inc. (SMFG) hereby announces that SAKURA KCS Corporation, a consolidated subsidiary of SMFG, has revised its earnings forecasts published on May 21, 2004 (see Appendix).

(Appendix)

SAKURA KCS Corporation Announces
Revision of Earnings Forecasts for Fiscal Year 2004

KOBE, Japan, October 22, 2004 --- SAKURA KCS Corporation hereby announces that it has revised its earnings forecasts published on May 21, 2004.

1. Revision of fiscal 2004 earnings forecasts: First half ended September 30, 2004

| (Consolidated) | | (Millions of yen) | | |
|----------------------------------|-----------|-------------------|------------------|------------|
| | | Sales | Operating profit | Net income |
| Previous forecast | (A) | 11,510 | 95 | 135 |
| Revised forecast | (B) | 11,262 | 223 | 242 |
| Difference | (B) - (A) | (248) | 128 | 107 |
| Percentage change | | - 2.2% | 134.7% | 79.3% |
| (Ref.) First half of fiscal 2003 | | 11,485 | 113 | 95 |

| (Non-consolidated) | | (Millions of yen) | | |
|----------------------------------|-----------|-------------------|------------------|------------|
| | | Sales | Operating profit | Net income |
| Previous forecast | (A) | 11,200 | 70 | 120 |
| Revised forecast | (B) | 10,941 | 216 | 246 |
| Difference | (B) - (A) | (259) | 146 | 126 |
| Percentage change | | - 2.3% | 208.6% | 105.0% |
| (Ref.) First half of fiscal 2003 | | 11,181 | 67 | 67 |

2. Revision of fiscal 2004 earnings forecasts: Full term ending March 31, 2005

| (Consolidated) | | (Millions of yen) | | |
|--------------------|-----------|-------------------|------------------|------------|
| | | Sales | Operating profit | Net income |
| Previous forecast | (A) | 24,180 | 570 | 340 |
| Revised forecast | (B) | 23,600 | 740 | 440 |
| Difference | (B) - (A) | (580) | 170 | 100 |
| Percentage change | | - 2.4% | 29.8% | 29.4% |
| (Ref.) Fiscal 2003 | | 24,065 | 679 | 369 |

(Non-consolidated)

(Millions of yen)

| | Sales | Operating profit | Net income |
|-------------------------|--------|------------------|------------|
| Previous forecast (A) | 23,550 | 510 | 305 |
| Revised forecast (B) | 23,000 | 680 | 400 |
| Difference (B) - (A) | (550) | 170 | 95 |
| Percentage change | - 2.3% | 33.3% | 31.1% |
| (Ref.) Fiscal year 2003 | 23,435 | 577 | 308 |

3. Factors behind the revision

On a consolidated basis, operating profit for the first half ended September 30, 2004 is expected to be 134.7% higher than the previous forecast, mainly due to the improvement of the gross profit margin rate in the systems development business and the reduction of sales and general administrative expenses, though sales are expected to be 2.2% lower than the previous forecast. Net income is expected to be 79.3% higher, partly due to 163 million yen of gains on sale of stocks of affiliated companies.

On a non-consolidated basis, operating profit and net income are expected to be 208.6% and 105.0% higher than the previous forecasts, respectively. At the same time, the interim-dividends will be maintained at the same level as before (5 yen per share).

In accordance with the revisions shown above, we hereby revise our earnings forecasts for the fiscal year ending March 31, 2005 compared with the previous forecasts as follows:

(Consolidated basis)

Sales: -2.4% Operating profit: +29.8% Net income: +29.4%

(Non-consolidated basis)

Sales: -2.3% Operating profit: +33.3% Net income: +31.1%