



**Sumitomo Mitsui Financial Group Announces**  
**Revision of Earnings and Dividends Forecasts of**  
**a Consolidated Subsidiary (Kansai Urban Banking Corporation)**

TOKYO, March 13, 2009 --- Sumitomo Mitsui Financial Group, Inc. (“SMFG”) hereby announces that Kansai Urban Banking Corporation, a consolidated subsidiary of SMFG, has revised its earnings forecast for the fiscal year 2008 ending March 31, 2009 published on November 4, 2008 and the year-end dividends forecast published on May 15, 2008 (see Appendix).

Notice concerning Revision of Earnings Forecast  
and Year-End Dividends Forecast for Fiscal Year 2008

OSAKA, March 13, 2009 --- Kansai Urban Banking Corporation (KUBC) hereby announces that its board of directors has resolved, at its meeting held today, to revise its earnings forecast for the fiscal year 2008 ending March 31, 2009 published on November 4, 2008 and the year-end dividends forecast published on May 15, 2008, as follows:

1. Revision of earnings forecast for the fiscal year 2008 (from April 1, 2008 to March 31, 2009)

(1) Consolidated

(JPY million, except for percentages and per share amounts)

	Ordinary Income	Ordinary Profit	Net Income	Net Income per Share
Forecast previously published (A)	109,000	9,200	6,000	JPY 12.53
<b>Revised forecast (B) (Note 1)</b>	<b>108,000</b>	<b>-37,000</b>	<b>-25,000</b>	<b>-JPY52.13</b>
Difference (B - A)	-1,000	-46,200	-31,000	-
Percentage change (%)	-0.91	-	-	-
(Ref.) fiscal year 2007	112,619	18,866	13,055	JPY 27.25

(2) Non-consolidated

(JPY million, except for percentages and per share amounts)

	Ordinary Income	Ordinary Profit	Net Income	Net Income per Share
Forecast previously published (A)	97,000	9,000	6,000	JPY 12.53
<b>Revised forecast (B) (Note 1)</b>	<b>96,000</b>	<b>-37,000</b>	<b>-25,000</b>	<b>-JPY52.13</b>
Difference (B - A)	-1,000	-46,000	-31,000	-
Percentage change (%)	-1.03	-	-	-
(Ref.) fiscal year 2007	97,357	18,402	12,074	JPY 25.20

(Note 1) The net income per share as indicated in this revised forecast takes into account the increase in the number of issued and outstanding shares through a third-party allotment to be implemented on March 31, 2009.

2. Revision of year-end dividends forecast for the fiscal year 2008

	Dividend per Share (JPY)	
	Year-end	Fiscal 2008
Forecast previously published (A)	5.00	5.00
<b>Revised forecast (B)</b>	<b>3.00</b>	<b>3.00</b>
Difference (B - A)	-2.00	-2.00
(Ref.) fiscal year 2007	5.00	5.00

### 3. Reasons for the revision

#### (1) Revision of earnings forecast

##### (i) Non-consolidated basis

With the local economies greatly affected by the worsening global financial and economic circumstances, financial institutions find themselves in a severe environment exemplified by an increase in business failures and sluggish stock markets.

Under these difficult circumstances, as published today in our press release entitled “Basic Agreement on Merger between Kansai Urban Banking Corporation and Biwako Bank, Ltd.,” we have entered into a basic merger agreement with Biwako Bank, Ltd. in order to become a regional bank with top-level financial soundness in the Kansai Area and a broad operating base able to respond to the transition to *Doshusei* (regional government system) with the view to offering small and medium-sized companies as well as individual customers with enhanced financial services and thereby contributing to the development of the regional economies in this severe environment .

Further, we have increased provisions for possible loan losses in anticipation of the further deterioration of real estate markets and creditworthiness of corporate clients, and to enhance the financial stability of KUBC and that of the new bank. As a result, KUBC expects ordinary loss of JPY 37 billion for fiscal 2008, JPY 46 billion below the previous forecast. Net loss is expected be JPY 25 billion, a shortfall of JPY 31 billion.

##### (ii) Consolidated basis

KUBC expects ordinary loss of JPY 37 billion for fiscal 2008, JPY 46.2 billion below the previous forecast. Net loss is expected be JPY 25 billion, a shortfall of JPY 31 billion. These principally reflect the revisions of the non-consolidated earnings forecast.

(Reference 1) Earnings forecast on a non-consolidated basis (for the fiscal year 2008)

(JPY million)

	Previous Forecast (i)	Results for Apr.-Dec.	Revised Forecast (ii)	Difference (ii)-(i)
Core Banking Profit	29,000	20,708	26,000	-3,000
Banking Profit (before provision of allowance for general loan losses)	28,000	20,133	23,400	-4,600
Ordinary Profit	9,000	3,628	-37,000	-46,000
Net Income	6,000	2,567	-25,000	-31,000
Total Credit Cost	18,500	15,698	59,000	40,500
Of which, transfer to general reserve allowance for loan losses	3,500	177	14,500	11,000
Capital Ratio (Note 2)	Approx. 9%	9.62%	Approx. 10%	

(Reference 2) Earnings forecast on a consolidated basis (for the fiscal year 2008)

(JPY million)

	Previous Forecast (i)	Results for Apr.-Dec.	Revised Forecast (ii)	Difference (ii)-(i)
Ordinary Profit	9,200	4,145	-37,000	-46,200
Net Income	6,000	2,686	-25,000	-31,000
Capital Ratio (Note 2)	Approx. 9%	9.56%	Approx. 10%	

(Note 2) The capital ratio as indicated in this revised forecast takes into account the issuance of preferred securities and third-party allotment scheduled on March 30 and March 31, 2009, respectively (details of which were separately published today).

(2) Revision of year-end dividends forecast

The revision of the year-end dividends forecast reflects the above-mentioned revision of the earnings forecast.

END

The forecasts presented in this material are based on information available as of today. Please note that actual results may vary from these forecasts due to various factors that may arise in the future.