

Attn: Business Human Rights

June 20th, 2018

This is in response to your e-mail sent on June 13th, 2018.

To reflect our commitment to combat Climate Change, we have already announced our commitment to the Paris Agreement and the support to TCFD. Our approach towards Climate Change can be found on our website.

On June 18th, 2018 SMBC has announced the establishment of our policy for financing specific businesses with potentially and significantly adverse environmental and/or social impacts including new financing of coal fired power plants.

We believe that ensuring a smooth transition to a low carbon society is important to achieve a non-carbon society in the future. Therefore, we have strengthened our financing policy on coal-fired power plants by limiting our financial support solely to plants that use advanced technologies which are considered highly efficient.

In addition, our credit policy factors in environmental risks when conducting assessment. We comply with the Equator Principles and conduct appropriate environmental risk assessments for large-scale projects which may potentially exert a major impact on the environment and society.

As a global financial group, we hope to contribute to the development of a fair and sustainable society and to fulfill our social responsibilities through the management of our policies and also from valuable insights of our stakeholders.

1. Action towards Climate Change

<http://www.smfg.co.jp/english/responsibility/environment/climate/>

2. News release on 18th June, 2018

http://www.smbc.co.jp/news_e/e600464_01.html

3. Approaches for Environmental and Social Risks

<http://www.smfg.co.jp/english/responsibility/smfycsr/policy/>

Regards,