

**Composition of capital as of March 31, 2015**

&lt;Sumitomo Mitsui Trust Bank, Limited.&gt;

[Consolidated, International standard]

(Millions of yen, except percentages)

Basel III template No.	Items	March 31, 2015	Amounts excluded under transitional arrangements	March 31, 2014	Amounts excluded under transitional arrangements
<b>Common Equity Tier 1 capital: instruments and reserves</b>					
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	1,819,450		1,754,560	
1a	of which: capital stock and capital surplus	834,289		834,296	
2	of which: retained earnings	1,019,706		950,835	
1c	of which: treasury stock (deduction)	-		-	
26	of which: earnings to be distributed (deduction)	34,545		30,571	
	of which: others	-		-	
1b	Subscription rights to common shares	-		-	
3	Accumulated other comprehensive income	209,448	314,173	39,010	156,042
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	-		-	
	Amount allowed in group Common Equity Tier 1 subject to transitional arrangements	11,228		14,363	
	of which: common share capital issued by subsidiaries and held by third parties	11,228		14,363	
6	Common Equity Tier 1 capital: instruments and reserves (A)	2,040,127		1,807,935	
<b>Common Equity Tier 1 capital: regulatory adjustments</b>					
8+9	Intangible assets other than mortgage servicing rights *	51,166	76,750	33,113	132,452
8	of which: goodwill (including those equivalent)	36,613	54,919	20,473	81,895
9	of which: other intangible assets	14,553	21,830	12,639	50,556
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences *	237	356	643	2,575
11	Deferred gains or losses on derivatives under hedge accounting	(6,262)	(9,393)	(1,255)	(5,020)
12	Shortfall of eligible provisions to expected losses	22,093	33,140	19,826	79,307
13	Securitization gain on sale	2,534	3,801	1,488	5,955
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	-	-
15	Defined-benefit pension fund net assets (assets for retirement benefits) *	51,538	77,307	19,326	77,305
16	Investments in own shares (excluding those reported in the Net assets section)	-	-	-	-
17	Reciprocal cross-holdings in common equity	-	-	-	-
18	Investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	6,983	10,474	6,797	27,191
19+20+21	Amount above the 10% threshold on the specified items	-	-	-	-
19	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	-	-
20	of which: mortgage servicing rights	-	-	-	-
21	of which: deferred tax assets arising from temporary differences *	-	-	-	-
22	Amount exceeding the 15% threshold on the specified items	-	-	-	-
23	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	-	-
24	of which: mortgage servicing rights	-	-	-	-
25	of which: deferred tax assets arising from temporary differences *	-	-	-	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	128,291		79,942	
<b>Common Equity Tier 1 capital (CET1)</b>					
29	Common Equity Tier 1 capital (C) = (A)-(B)	1,911,835		1,727,992	

(Millions of yen, except percentages)

Basel III template No.	Items	March 31, 2015	Amounts excluded under transitional arrangements	March 31, 2014	Amounts excluded under transitional arrangements
<b>Additional Tier 1 capital: instruments</b>					
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-	-	-
	31b	Subscription rights to Additional Tier 1 instruments	-	-	-
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	-	-	-
		Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-	-	-
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	9,573		9,184	
33+35	Eligible Tier 1 capital instruments subject to phase out from Additional Tier 1 capital	160,000		269,000	
33	of which: directly issued and issued by special purpose vehicles	160,000		269,000	
35	of which: issued by subsidiaries	-		-	
	Amount allowed in group Additional Tier 1 subject to transitional arrangements	7,703		4,182	
	of which: foreign currency translation adjustment	7,703		4,182	
36	Additional Tier 1 capital: instruments (D)	177,277		282,367	
<b>Additional Tier 1 capital: regulatory adjustments</b>					
37	Investments in own Additional Tier 1 instruments	-	-	-	-
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-	-
39	Investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	2,737	4,106	4,640	18,561
40	Significant investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	-	-
	Regulatory adjustments applied to Additional Tier 1 subject to transitional arrangements	75,632		126,084	
	of which: goodwill equivalents	53,809		78,534	
	of which: equivalent to intangible fixed assets recorded through business combination	1,451		1,940	
	of which: equivalent to capital increase due to securitization transactions	3,801		5,955	
	of which: equivalent to 50% of shortfall of eligible provisions to expected losses	16,570		39,653	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		-	
43	Additional Tier 1 capital: regulatory adjustments (E)	78,370		130,725	
<b>Additional Tier 1 capital (AT1)</b>					
44	Additional Tier 1 capital (F) = (D)-(E)	98,906		151,642	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>					
45	Tier 1 capital (G) = (C)+(F)	2,010,742		1,879,635	
<b>Tier 2 capital: instruments and provisions</b>					
46		Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-	-	-
		Subscription rights to Tier 2 instruments	-	-	-
		Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	30,000	-	-
		Qualifying Tier 2 instruments issued by special purpose vehicles	-	-	-
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	2,165		2,096	
47+49	Eligible Tier 2 capital instruments subject to phase out from Tier 2 capital	574,183		686,327	
47	of which: directly issued and issued by special purpose vehicles	574,183		686,327	
49	of which: issued by subsidiaries	-		-	
50	Provisions allowed in group Tier 2	399		509	
50a	of which: general allowance for credit losses	399		509	
50b	of which: excess amount of eligible provisions to expected losses	-		-	
	Amount allowed in group Tier 2 subject to transitional arrangements	203,953		136,180	
	of which: 45% of net unrealized gain on available-for-sale securities	203,081		134,172	
	of which: 45% of revaluation reserve for land	871		2,007	
51	Tier 2 capital: instruments and provisions (H)	810,703		825,114	

(Millions of yen, except percentages)

Basel III template No.	Items	March 31, 2015	Amounts excluded under transitional arrangements	March 31, 2014	Amounts excluded under transitional arrangements
<b>Tier 2 capital: regulatory adjustments</b>					
52	Investments in own Tier 2 instruments	-	-	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-
54	Investments in the Tier 2 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	7,140	10,710	14,113	56,452
55	Significant investments in the Tier 2 instruments of banking, financial and insurance entities that are outside of the scope of regulatory consolidation, net of eligible short positions	-	-	1,140	4,560
	Regulatory adjustments applied to Tier 2 subject to transitional arrangements	19,401		52,947	
	of which: investments in the instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	2,831		13,293	
	of which: equivalent to 50% of shortfall of eligible provisions to expected losses	16,570		39,653	
57	Tier 2 capital: regulatory adjustments (I)	26,542		68,200	
<b>Tier 2 capital (T2)</b>					
58	Tier 2 capital (J) = (H)-(I)	784,160		756,913	
<b>Total capital (TC = T1 + T2)</b>					
59	Total capital (K) = (G)+(J)	2,794,903		2,636,548	
<b>Total risk weighted assets</b>					
	Risk weighed assets subject to transitional arrangements	148,198		266,013	
	of which: intangible assets other than mortgage servicing rights *	20,379		48,616	
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences *	356		2,575	
	of which: defined-benefit pension fund net assets *	77,307		77,305	
	of which: investments in the instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	50,155		137,516	
60	Total risk weighted assets (L)	18,810,539		18,783,256	
<b>Capital ratios (consolidated)</b>					
61	Common Equity Tier 1 capital ratio (C)/(L)	10.16%		9.19%	
62	Tier 1 capital ratio (G)/(L)	10.68%		10.00%	
63	Total capital ratio (K)/(L)	14.85%		14.03%	
<b>Regulatory adjustments (before risk weighting)</b>					
72	Investments in the instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount below the threshold for deduction)	203,978		158,386	
73	Significant investments in the common stock of banking, financial and insurance entities (amount below the thresholds for deduction)	49,788		43,486	
74	Mortgage servicing rights (amount below the thresholds for deduction)	-		-	
75	Deferred tax assets arising from temporary differences (amount below the thresholds for deduction)	-		67,759	
<b>Provisions included in Tier 2 capital: instruments and provisions</b>					
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to applicable of cap)	399		509	
77	Cap on inclusion of provisions in Tier 2 under standardized approach	4,372		5,354	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal rating-based approach (prior to applicable of cap)	-		-	
79	Cap on inclusion of provisions in Tier 2 under internal ratings-based approach	99,791		99,576	
<b>Capital instruments subject to phase out arrangements</b>					
82	Current cap on Additional Tier 1 instruments subject to phase out arrangements	272,300		311,200	
83	Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)	-		-	
84	Current cap on Tier 2 instruments subject to phase out arrangements	600,536		686,327	
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	-		74,956	

\* net of related deferred tax liabilities