

## Composition of Leverage ratio as of December 31, 2018

<Sumitomo Mitsui Trust Holdings, Inc.>

[Consolidated]

(Millions of yen, except percentages)

Corresponding line # on Basel III disclosure template (Table2)	Corresponding line # on Basel III disclosure template (Table1)	Items	December 31, 2018	September 30, 2018
<b>On-balance sheet exposures</b>				
1		On-balance sheet exposures before deducting adjustment items	54,364,929	67,355,088
1a	1	Total assets reported in the consolidated balance sheet	57,069,112	70,001,204
1b	2	The amount of assets of subsidiaries that are not included in the scope of the leverage ratio on a consolidated basis (deduction)	-	-
1c	7	The amount of assets of subsidiaries that are included in the scope of the leverage ratio on a consolidated basis (except those included in the total assets reported in the consolidated balance sheet)	-	-
1d	3	The amount of assets that are deducted from the total assets reported in the consolidated balance sheet (except adjustment items) (deduction)	2,704,183	2,646,115
2	7	The amount of adjustment items pertaining to Tier1 capital (deduction)	275,768	289,889
3		Total on-balance sheet exposures (A)	54,089,160	67,065,199
<b>Exposures related to derivative transactions</b>				
4		Replacement cost associated with derivatives transactions, etc.	314,336	475,917
5		Add-on amount associated with derivatives transactions, etc.	942,313	973,174
		The amount of receivables arising from providing cash margin in relation to derivatives transactions, etc.	628,495	605,319
6		The amount of receivables arising from providing cash margin, provided where deducted from the consolidated balance sheet pursuant to the operative accounting framework	-	-
7		The amount of deductions of receivables (out of those arising from providing cash variation margin) (deduction)	195,569	186,460
8		The amount of client-cleared trade exposures for which a bank or bank holding company acting as clearing member is not obliged to make any indemnification (deduction)		
9		Adjusted effective notional amount of written credit derivatives	83,172	86,400
10		The amount of deductions from effective notional amount of written credit derivatives (deduction)	83,172	86,400
11	4	Total exposures related to derivative transactions (B)	1,689,576	1,867,950
<b>Exposures related to repo transactions</b>				
12		The amount of assets related to repo transactions, etc.	903,060	759,290
13		The amount of deductions from the assets above (line 12) (deduction)	-	-
14		The exposures for counterparty credit risk for repo transactions, etc.	254,346	144,227
15		The exposures for agent repo transaction		
16	5	The Total exposures related to repo transactions, etc. (C)	1,157,406	903,518
<b>Exposures related to off-balance sheet transactions</b>				
17		Notional amount of off-balance sheet transactions	7,348,637	7,355,303
18		The amount of adjustments for conversion in relation to off-balance sheet transactions (deduction)	4,726,884	4,755,593
19	6	Total exposures related to off-balance sheet transactions (D)	2,621,752	2,599,709
<b>Leverage ratio on a consolidated basis</b>				
20		The amount of capital (Tier1 capital) (E)	2,774,428	2,748,224
21	8	Total exposures (F) = (A)+(B)+(C)+(D)	59,557,896	72,436,378
22		Leverage ratio on a consolidated basis (G) = (E)/(F)	4.65%	3.79%

### The key drivers of material changes observed from the end of the previous reporting period to the end of the current reporting period

Total exposures decreased substantially due to exclusion of Japan Trustee Services Bank, Ltd. from the scope of consolidation, which became an affiliated company resulting from its management integration in October 2018.