

# The Mitsui Trust and Banking Company, Limited

1-1, Nihonbashi-Muromachi 2-chome, Chuo-ku, Tokyo 103-0022, Japan  
 Business Results for the First Half of Fiscal Year Ended September 30, 1999 < Consolidated >  
 Listed Stock Exchanges Tokyo, Osaka, London

Date of Board of Directors' Meeting  
 for the Interim Business Closing November 22, '99

for further information  
 General Planning Division  
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## 1. Business Results (from April 1, 1999 to September 30, 1999)

### (1) Business Results

Fiscal Year	Ordinary Income (year on year change)	Ordinary Profits (year on year change)	Net Income (year on year change)
	millions of yen %	millions of yen %	millions of yen %
1st Half of 1999	364,511 ( - )	61,392 ( - )	26,720 ( - )
1st Half of 1998	( )	( )	( )
1998	789,189	-194,870	-176,319

Fiscal Year	Net Income per Common Share (Basic)	Net Income per Common Share (Diluted)
	yen	yen
1st Half of 1999	15.04	14.76
1st Half of 1998		
1998	-135.89	

Note 1. Equity Earnings of Affiliates 1st Half of 1999 ¥-109 million 1st Half of 1998 - million  
 FY 1998 ¥768 million

2. Change in the Accounting Methods : None

### (2) Financial Position

Fiscal Year End	Total Assets	Stockholders' Equity	Stockholders' Equity to Total Assets	Stockholders' Equity per Share	Consolidated BIS Ratio (uniform domestic standard)
	millions of yen	millions of yen	%	yen	%
1st Half of 1999	9,621,616	765,284	8.0	305.74	estimated 14.80
1st Half of 1998					
1998	9,521,113	736,752	7.7	292.83	-

Note 1. Unrealized gain/loss on listed securities as of September 30, 1999 ¥-114,814 million  
 2. Unrealized gain/loss on derivatives transactions as of September 30, 1999 ¥-18,197 million  
 3. Consolidated BIS Ratio (uniform international standard) at March 31, 1999 15.40 %

### (3) Cash Flow Position

Fiscal Year	Net Cash Provided by Operating Activities	Net Cash Used in Investing Activities	Net Cash Used in Financing Activities	Cash and Cash Equivalents at the End of Term
	millions of yen	millions of yen	millions of yen	millions of yen
1st Half of 1999	461,596	-385,999	-3,538	145,893
1st Half of 1998				
1998				

### (4) Principles of Consolidation

The consolidated financial statements include the accounts of The Mitsui Trust and Banking Co., Ltd. and 22 of its subsidiaries.  
 Number of unconsolidated subsidiaries accounted for by the equity method : 0  
 Number of affiliates accounted for by the equity method : 2

## 2. Estimate for This Fiscal Year (from April 1, 1999 to March 31, 2000)

Fiscal Year	Ordinary Income	Ordinary Profits	Net Income
	millions of yen	millions of yen	millions of yen
1999	660,000	125,000	55,000

Estimate of Net Income per Common Share(Basic) Consolidated : ¥30.79 Non-Consolidated : ¥27.48

### [Reference] Business Results for the First Half of Fiscal Year Ended September 30, 1999 < Non-Consolidated >

Ordinary Income (year on year change)	Ordinary Profits (year on year change)	Net Income (year on year change)
millions of yen %	millions of yen %	millions of yen %
337,305 ( -27.0 )	55,239 ( 875.0 )	22,258 ( 335.1 )

Net Income per Common Share (Basic)	Total Assets	Stockholders' Equity
yen	millions of yen	millions of yen
12.19	9,555,349	773,609

# The Mitsui Trust and Banking Company, Limited

## Consolidated Balance Sheets

(Banking Account)

(millions of yen)

	1st Half of FY 1999(A)	FY 1998(B)	(A)-(B)
<b>Assets</b>			
Cash and Due from Banks	405,538	554,879	-149,340
Call Loans and Bills Bought	1,455	130,610	-129,154
Trading Assets	15,438	23,909	-8,471
Money Held in Trust	129,101	103,518	25,583
Securities	3,661,182	3,237,044	424,137
Loans and Bills Discounted	4,549,442	4,624,819	-75,377
Foreign Exchanges	2,600	2,478	122
Other Assets	335,855	259,574	76,280
Premises and Equipment	209,426	221,906	-12,480
Deferred Tax Assets	209,747	244,866	-35,118
Customers' Liabilities for Acceptances and Guarantees	101,827	117,505	-15,677
<b>Total Assets</b>	<b>9,621,616</b>	<b>9,521,113</b>	<b>100,503</b>
<b>Liabilities</b>			
Deposits	3,985,955	3,474,345	511,610
Negotiable Certificates of Deposit	34,460	303,457	-268,997
Call Money and Bills Sold	41,879	53,512	-11,632
Trading Liabilities	14,494	20,695	-6,201
Borrowed Money	406,954	425,032	-18,077
Foreign Exchanges	31	6,336	-6,304
Bonds and Notes	124,315	124,586	-271
Convertible Bonds and Notes	8,188	17,435	-9,247
Payable to Trust Account	3,591,904	3,736,852	-144,948
Other Liabilities	320,139	267,762	52,376
Reserve for Possible Loan Losses	191,587	200,882	-9,294
Reserve for Retirement Allowances	14,429	15,002	-572
Reserve for Possible Losses on Collateralized Real Estate Loans Sold to the Cooperative Credit Purchasing Company (CCPC)	10,155	8,540	1,615
Reserve for Possible Investment Losses	154	1,382	-1,227
Deferred Tax Liabilities for Land Revaluation	3,781	6,364	-2,582
Acceptances and Guarantees	101,827	117,505	-15,677
<b>Total Liabilities</b>	<b>8,850,259</b>	<b>8,779,693</b>	<b>70,565</b>
<b>Minority Interest in Consolidated Subsidiaries</b>			
Minority Interest in Consolidated Subsidiaries	<b>6,072</b>	<b>4,667</b>	<b>1,405</b>
<b>Stockholders' Equity</b>			
Common Stock	386,439	383,430	3,008
Capital Surplus	275,502	272,494	3,008
Land Revaluation Reserve	5,211	8,770	-3,559
Earned Surplus	100,711	75,271	25,440
	767,864	739,966	27,897
Treasury Stock	3	1	1
Stock of Parent Company Owned by Subsidiaries	2,576	3,212	-635
<b>Total Stockholders' Equity</b>	<b>765,284</b>	<b>736,752</b>	<b>28,532</b>
<b>Total Liabilities, Minority Interest in Consolidated Subsidiaries and Stockholders' Equity</b>	<b>9,621,616</b>	<b>9,521,113</b>	<b>100,503</b>

<Note>Amounts less than one million yen are omitted.

# The Mitsui Trust and Banking Company, Limited

## Consolidated Statements of Income

(Banking Account)

(millions of yen)

	1st Half of FY 1999(A)	FY 1998(B)
<b>Ordinary Income</b>	<b>364,511</b>	<b>789,189</b>
Trust Fees	39,005	91,159
Interest Income	154,101	410,784
(Interest on Loans and Bills Discounted)	50,782	134,189
(Interest and Dividends on Securities)	47,433	109,642
Fees and Commissions Received	13,896	28,201
Trading Gains	-	463
Other Operating Income	18,657	41,392
Other Income	138,850	217,187
<b>Ordinary Expenses</b>	<b>303,119</b>	<b>984,060</b>
Interest Expenses	123,285	355,185
(Interest on Deposits)	19,391	60,291
Fees and Commissions Paid	2,069	4,542
Trading Losses	661	1,014
Other Operating Expenses	7,587	30,169
General and Administrative Expenses	55,548	135,173
Other Expenses	113,966	457,975
<b>Ordinary Profits</b>	<b>61,392</b>	<b>-194,870</b>
<b>Extraordinary Profits</b>	<b>697</b>	<b>259</b>
<b>Extraordinary Losses</b>	<b>947</b>	<b>57,952</b>
<b>Income before Income Taxes and Minority Interests</b>	<b>61,142</b>	<b>-252,564</b>
<b>Provision for Income Taxes</b>	<b>1,293</b>	<b>2,331</b>
<b>Income Taxes-Deferred</b>	<b>32,451</b>	<b>-78,414</b>
<b>Minority Interests in Net Income</b>	<b>676</b>	<b>-161</b>
<b>Net Income</b>	<b>26,720</b>	<b>-176,319</b>

<Note>Amounts less than one million yen are omitted.

# The Mitsui Trust and Banking Company, Limited

## Consolidated Statements of Earned Surplus

( Banking Account)

(millions of yen)

	1st Half of FY 1999(A)	FY 1998(B)
<b>Balance at the Beginning of Fiscal Year</b>	<b>75,271</b>	<b>273,016</b>
<b>Additions</b>	<b>3,613</b>	<b>782</b>
Transfer from Land Revaluation Reserve	3,559	-
Increase of Earned Surplus Due to Merger of Consolidated Subsidiaries	53	-
Increase of Earned Surplus Due to the Change of Scope of Companies Accounted for Using the Equity Method	-	63
Prior Year's Adjustment for Deferred Tax	-	718
<b>Deductions</b>	<b>4,894</b>	<b>22,207</b>
Decrease of Earned Surplus Due to Companies Ceasing to be Consolidated Subsidiaries	726	5,263
Cash Dividends	4,167	5,976
Decrease of Earned Surplus Due to the Change of Scope of Consolidated Subsidiaries	-	10,966
<b>Net Income</b>	<b>26,720</b>	<b>-176,319</b>
<b>Balance at the End of Period</b>	<b>100,711</b>	<b>75,271</b>

<Note>Amounts less than one million yen are omitted.

# The Mitsui Trust and Banking Company, Limited

## Consolidated Statement of Cash Flows

(Banking Account)

(millions of yen)

Cash Flows from Operating Activities :	
Net Income Before Income Taxes and Minority Interests	61,142
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:	
Depreciation and Amortization	13,252
Provision for Reserve for Possible Loan Losses	-9,264
Equity in Losses (Gains) on Affiliates	109
Provision for Reserve for Possible Losses on Loans Sold to CCPC	1,615
Provision for Retirement Allowances	-573
Accrued Interest and Dividend Income	-154,101
Accrued Interest Expenses	123,285
Investment Securities Losses (Gains) - Net	-108,949
Losses (Gains) on Monetary Trust Funds	-11,770
Foreign Exchange Losses (Gains) - Net	53,305
Losses (Gains) on Disposal of Premises and Equipment	693
Net Decrease (Increase) in Trading Assets	8,471
Net Increase (Decrease) in Trading Liabilities	-6,201
Net Decrease (Increase) in Loans and Bills Discounted	80,396
Net Increase (Decrease) in Deposits	242,597
Net Decrease (Increase) in Call Loans and Others	129,154
Net Increase (Decrease) in Call Money and Others	-11,632
Net Increase (Decrease) in Collateral under Repurchase Agreements and Securities Lending Transactions	70,877
Net Decrease (Increase) in Interest-Earning Deposits in Other Banks	220,925
Net Decrease (Increase) in Foreign Exchange (Assets)	-122
Net Increase (Decrease) in Foreign Exchange (Liabilities)	-6,304
Interest and Dividends Received	160,525
Interest Paid	-135,576
Other-Net	-260,139
Subtotal	461,715
Paid of Income Taxes	-119
Net Cash Provided by Operating Activities	461,596

( Banking Account)

(millions of yen)

Cash Flows from Investing Activities :	
Purchases of Investment Securities	-2,168,615
Proceeds from Sales of Investment Securities	1,586,576
Proceeds from Maturities of Investment Securities	209,030
Increase in Monetary Trust Funds	-77,500
Decrease in Monetary Trust Funds	65,952
Proceeds from Sales of Premises and Equipment	12,359
Purchases of Premises and Equipment	-13,802
Net Cash Provided by Investing Activities	-385,999
Cash Flows from Financing Activities	
Dividends Paid	-4,167
Dividends Paid to Minority Interests	-5
Decrease in Treasury Stock	634
Net Cash Used in Financing Activities	-3,538
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-0
Net Increase in Cash and Cash Equivalents	72,058
Cash and Cash Equivalents at the Beginning of Term	74,307
Increase of Cash and Cash Equivalents Due to Merger of Consolidated Subsidiaries	765
Decrease of Cash and Cash Equivalents Due to the Change of Scope of Consolidated Subsidiaries	-1,238
Cash and Cash Equivalents at the End of Term	145,893

<Note>Amounts less than one million yen are omitted.