

## Financial Data:

### Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings")

Consolidated Balance Sheets (Unaudited)	2
Consolidated Statements of Income (Unaudited)	3
Consolidated Statements of Comprehensive Income (Unaudited)	4
Consolidated Statements of Changes in Net Assets (Unaudited)	5
Consolidated Statements of Cash Flows (Unaudited)	8
Notes to the Interim Consolidated Financial Statements (Unaudited)	10
Non-Consolidated Balance Sheets (Unaudited)	50
Non-Consolidated Statements of Income (Unaudited)	51
Non-Consolidated Statements of Changes in Net Assets (Unaudited)	52
Statement of Trust Account (Unaudited)	55
Notes to the Interim Statements of Trust Account (Unaudited)	56

## Financial Data:

## Consolidated Balance Sheets (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries  
As of September 30, 2022 and March 31, 2022

	Millions of Yen		Millions of U.S. Dollars
	As of Sep. 30, 2022	As of Mar. 31, 2022	As of Sep. 30, 2022
<b>Assets:</b>			
Cash and Due from Banks	¥ 19,677,853	¥ 18,223,364	\$ 135,887
Call Loans and Bills Bought	—	5,000	—
Receivables under Resale Agreements	—	150,741	—
Receivables under Securities Borrowing Transactions	509,341	652,534	3,517
Monetary Claims Bought	743,313	854,093	5,133
Trading Assets (Note 2)	1,792,292	967,565	12,377
Money Held in Trust	15,563	16,308	107
Securities (Notes 1, 2, 3, 5, and 11)	7,226,946	7,879,235	49,906
Loans and Bills Discounted (Notes 3, 4, 5, and 6)	32,281,534	30,876,507	222,923
Foreign Exchanges (Note 3)	36,294	29,494	251
Lease Receivables and Investment Assets (Note 5)	678,617	688,141	4,686
Other Assets (Notes 3 and 5)	4,850,838	3,354,333	33,498
Tangible Fixed Assets (Notes 7 and 8)	222,270	224,535	1,535
Intangible Fixed Assets	135,724	125,667	937
Assets for Retirement Benefits	197,917	192,223	1,367
Deferred Tax Assets	15,093	15,613	104
Customers' Liabilities for Acceptances and Guarantees (Note 3)	591,211	541,228	4,083
Allowance for Loan Losses	(136,793)	(163,369)	(945)
<b>Total Assets</b>	<b>¥ 68,838,019</b>	<b>¥ 64,633,220</b>	<b>\$ 475,368</b>
<b>Liabilities:</b>			
Deposits (Note 5)	¥ 34,509,006	¥ 33,230,162	\$ 238,305
Negotiable Certificates of Deposit	7,764,336	6,587,944	53,617
Call Money and Bills Sold	970,997	799,524	6,705
Payables under Repurchase Agreements (Note 5)	1,254,473	1,485,033	8,663
Trading Liabilities	1,740,213	906,686	12,017
Borrowed Money (Notes 5 and 9)	5,927,905	7,153,498	40,936
Foreign Exchanges	748	1,275	5
Short-Term Bonds Payable	2,746,875	2,387,553	18,969
Bonds Payable (Note 10)	2,323,386	2,076,604	16,044
Borrowed Money from Trust Account	4,357,661	4,298,827	30,092
Other Liabilities	3,800,540	2,312,326	26,245
Provision for Bonuses	14,953	21,087	103
Provision for Directors' Bonuses	110	181	1
Provision for Stocks Payment	896	732	6
Liabilities for Retirement Benefits	13,731	13,553	95
Provision for Reward Points Program	20,558	19,965	142
Provision for Reimbursement of Deposits	3,253	3,626	22
Provision for Contingent Losses	1,297	1,649	9
Deferred Tax Liabilities	41,514	44,081	287
Deferred Tax Liabilities for Land Revaluation (Note 7)	2,388	2,388	16
Acceptances and Guarantees	591,211	541,228	4,083
<b>Total Liabilities</b>	<b>¥ 66,086,063</b>	<b>¥ 61,887,931</b>	<b>\$ 456,364</b>
<b>Net Assets:</b>			
Total Shareholders' Equity:	¥ 2,557,970	¥ 2,517,528	\$ 17,664
Capital Stock	261,608	261,608	1,807
Capital Surplus	576,151	576,114	3,979
Retained Earnings	1,752,804	1,682,519	12,104
Treasury Stock	(32,593)	(2,714)	(225)
Total Accumulated Other Comprehensive Income:	163,973	198,028	1,132
Valuation Differences on Available-for-Sale Securities	215,153	277,617	1,486
Deferred Gains (Losses) on Hedges	(33,244)	(42,759)	(230)
Revaluation Reserve for Land (Note 7)	(6,839)	(6,839)	(47)
Foreign Currency Translation Adjustments	30,281	12,719	209
Remeasurements of Defined Benefit Plans	(41,375)	(42,708)	(286)
Subscription Rights to Shares	952	1,006	7
Non-Controlling Interests	29,059	28,725	201
<b>Total Net Assets</b>	<b>¥ 2,751,956</b>	<b>¥ 2,745,288</b>	<b>\$ 19,004</b>
<b>Total Liabilities and Net Assets</b>	<b>¥ 68,838,019</b>	<b>¥ 64,633,220</b>	<b>\$ 475,368</b>
	Yen		U.S. Dollars
<b>Net Assets per Share of Common Stock</b>	<b>¥ 7,406.88</b>	<b>¥ 7,249.70</b>	<b>\$ 51.15</b>

See accompanying notes.

The figures in U.S. Dollars are converted from yen for convenience of readers outside Japan at the rate of ¥144.81 to U.S. \$1.00, the exchange rate as of September 30, 2022.

## Financial Data:

## Consolidated Statements of Income (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries  
For the Six Months Ended September 30, 2022 and 2021

	Millions of Yen		Millions of U.S. Dollars
	Six Months Ended Sep. 30, 2022	Six Months Ended Sep. 30, 2021	Six Months Ended Sep. 30, 2022
<b>Income:</b>			
Trust Fees	¥ 54,824	¥ 53,675	\$ 379
Interest Income:	259,960	189,717	1,795
Interest on Loans and Discounts	175,400	129,793	1,211
Interest and Dividends on Securities	54,623	51,980	377
Fees and Commissions	214,913	212,523	1,484
Trading Income	9,016	38,200	62
Other Ordinary Income	245,585	151,888	1,696
Other Income (Note 1)	40,830	51,268	282
<b>Total Income</b>	<b>¥ 825,131</b>	<b>¥ 697,274</b>	<b>\$ 5,698</b>
<b>Expenses:</b>			
Interest Expenses:	¥ 162,242	¥ 52,077	\$ 1,120
Interest on Deposits	50,394	14,592	348
Fees and Commissions Payments	61,094	66,712	422
Trading Expenses	40,752	92	281
Other Ordinary Expenses	146,251	152,085	1,010
General and Administrative Expenses (Note 2)	226,881	215,972	1,567
Other Expenses (Note 3)	43,426	58,886	300
<b>Total Expenses</b>	<b>¥ 680,648</b>	<b>¥ 545,827</b>	<b>\$ 4,700</b>
<b>Income before Income Taxes</b>	<b>¥ 144,483</b>	<b>¥ 151,447</b>	<b>\$ 998</b>
Income Taxes:	39,905	39,982	276
Current	20,588	29,750	142
Deferred	19,316	10,232	133
<b>Net Income</b>	<b>104,578</b>	<b>111,464</b>	<b>722</b>
Net Income Attributable to Non-Controlling Interests	546	434	4
<b>Net Income Attributable to Owners of the Parent</b>	<b>¥ 104,032</b>	<b>¥ 111,029</b>	<b>\$ 718</b>
	Yen		U.S. Dollars
<b>Net Income per Share of Common Stock</b>	<b>¥ 279.82</b>	<b>¥ 296.43</b>	<b>\$ 1.93</b>
<b>Diluted Net Income per Share of Common Stock</b>	<b>¥ 279.65</b>	<b>¥ 296.25</b>	<b>\$ 1.93</b>

See accompanying notes.

## Financial Data:

## Consolidated Statements of Comprehensive Income (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries  
For the Six Months Ended September 30, 2022 and 2021

	Millions of Yen		Millions of U.S. Dollars
	Six Months Ended Sep. 30, 2022	Six Months Ended Sep. 30, 2021	Six Months Ended Sep. 30, 2022
<b>Net Income</b>	<b>¥ 104,578</b>	<b>¥ 111,464</b>	<b>\$ 722</b>
Other Comprehensive Income (Loss):			
Valuation Differences on Available-for-Sale Securities	¥ (58,231)	¥ (2,549)	\$ (402)
Deferred Gains (Losses) on Hedges	7,995	(2,874)	55
Foreign Currency Translation Adjustments	10,913	452	75
Remeasurements of Defined Benefit Plans	1,325	135	9
Share of Other Comprehensive Income of Equity-Method Affiliated Companies	4,222	1,575	29
<b>Total Other Comprehensive Income (Loss)</b>	<b>¥ (33,773)</b>	<b>¥ (3,260)</b>	<b>\$ (233)</b>
<b>Comprehensive Income:</b>	<b>¥ 70,804</b>	<b>¥ 108,203</b>	<b>\$ 489</b>
Comprehensive Income Attributable to Owners of the Parent	¥ 69,977	¥ 107,719	\$ 483
Comprehensive Income Attributable to Non-Controlling Interests	827	484	6

## Financial Data:

# Consolidated Statements of Changes in Net Assets (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries  
For the Six Months Ended September 30, 2022 and 2021

For the Six Months Ended September 30, 2022

	Millions of Yen				
	Shareholders' Equity				
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at the Beginning of the Period	¥ 261,608	¥ 576,114	¥ 1,682,519	¥ (2,714)	¥ 2,517,528
Changes during the Period					
Cash Dividends			(33,747)		(33,747)
Net Income Attributable to Owners of the Parent			104,032		104,032
Purchase of Treasury Stock				(30,012)	(30,012)
Disposal of Treasury Stock		0		132	133
Purchase of Shares of Consolidated Subsidiaries		36			36
Net Changes of Items Other Than Shareholders' Equity					
Total Changes during the Period	—	36	70,284	(29,879)	40,442
Balance at the End of the Period	¥ 261,608	¥ 576,151	¥ 1,752,804	¥ (32,593)	¥ 2,557,970

	Millions of Yen								
	Accumulated Other Comprehensive Income						Subscription Rights to Shares	Non-Controlling Interests	Total Net Assets
	Valuation Differences on Available-for-Sale Securities	Deferred Gains (Losses) on Hedges	Revaluation Reserve for Land	Foreign Currency Translation Adjustments	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income			
Balance at the Beginning of the Period	¥ 277,617	¥ (42,759)	¥ (6,839)	¥ 12,719	¥ (42,708)	¥ 198,028	¥ 1,006	¥ 28,725	¥ 2,745,288
Changes during the Period									
Cash Dividends									(33,747)
Net Income Attributable to Owners of the Parent									104,032
Purchase of Treasury Stock									(30,012)
Disposal of Treasury Stock									133
Purchase of Shares of Consolidated Subsidiaries									36
Net Changes of Items Other Than Shareholders' Equity	(62,463)	9,514	—	17,561	1,332	(34,054)	(54)	334	(33,774)
Total Changes during the Period	(62,463)	9,514	—	17,561	1,332	(34,054)	(54)	334	6,667
Balance at the End of the Period	¥ 215,153	¥ (33,244)	¥ (6,839)	¥ 30,281	¥ (41,375)	¥ 163,973	¥ 952	¥ 29,059	¥ 2,751,956

See accompanying notes.

## For the Six Months Ended September 30, 2021

	Millions of Yen				
	Shareholders' Equity				Total Shareholders' Equity
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	
Balance at the Beginning of the Period	¥ 261,608	¥ 576,114	¥ 1,581,096	¥ (2,815)	¥ 2,416,003
Cumulative Effects of Changes in Accounting Policies			(9,636)		(9,636)
Restated Balance	261,608	576,114	1,571,460	(2,815)	2,406,367
Changes during the Period					
Cash Dividends			(28,122)		(28,122)
Net Income Attributable to Owners of the Parent			111,029		111,029
Purchase of Treasury Stock				(9)	(9)
Disposal of Treasury Stock		(0)		103	103
Purchase of Shares of Consolidated Subsidiaries					—
Net Changes of Items Other Than Shareholders' Equity					
Total Changes during the Period	—	(0)	82,907	94	83,001
Balance at the End of the Period	¥ 261,608	¥ 576,114	¥ 1,654,367	¥ (2,721)	¥ 2,489,368

	Millions of Yen								
	Accumulated Other Comprehensive Income						Subscription Rights to Shares	Non-Controlling Interests	Total Net Assets
	Valuation Differences on Available-for-Sale Securities	Deferred Gains (Losses) on Hedges	Revaluation Reserve for Land	Foreign Currency Translation Adjustments	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income			
Balance at the Beginning of the Period	¥ 329,429	¥ (44,926)	¥ (6,739)	¥ 4,000	¥ (4,007)	¥ 277,756	¥ 1,024	¥ 27,772	¥ 2,722,556
Cumulative Effects of Changes in Accounting Policies								(0)	(9,636)
Restated Balance	329,429	(44,926)	(6,739)	4,000	(4,007)	277,756	1,024	27,772	2,712,920
Changes during the Period									
Cash Dividends									(28,122)
Net Income Attributable to Owners of the Parent									111,029
Purchase of Treasury Stock									(9)
Disposal of Treasury Stock									103
Purchase of Shares of Consolidated Subsidiaries									—
Net Changes of Items Other Than Shareholders' Equity	(2,569)	(2,748)	—	1,867	140	(3,310)	(6)	30	(3,287)
Total Changes during the Period	(2,569)	(2,748)	—	1,867	140	(3,310)	(6)	30	79,714
Balance at the End of the Period	¥ 326,859	¥ (47,675)	¥ (6,739)	¥ 5,867	¥ (3,867)	¥ 274,445	¥ 1,017	¥ 27,802	¥ 2,792,634

See accompanying notes.

For the Six Months Ended September 30, 2022

	Millions of U.S. Dollars				
	Shareholders' Equity				Total Shareholders' Equity
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	
Balance at the Beginning of the Period	\$ 1,807	\$ 3,978	\$ 11,619	\$ (19)	\$ 17,385
Changes during the Period					
Cash Dividends			(233)		(233)
Net Income Attributable to Owners of the Parent			718		718
Purchase of Treasury Stock				(207)	(207)
Disposal of Treasury Stock		0		1	1
Purchase of Shares of Consolidated Subsidiaries		0			0
Net Changes of Items Other Than Shareholders' Equity					
Total Changes during the Period	—	0	485	(206)	279
Balance at the End of the Period	\$ 1,807	\$ 3,979	\$ 12,104	\$ (225)	\$ 17,664

	Millions of U.S. Dollars								
	Accumulated Other Comprehensive Income						Subscription Rights to Shares	Non-Controlling Interests	Total Net Assets
	Valuation Differences on Available-for-Sale Securities	Deferred Gains (Losses) on Hedges	Revaluation Reserve for Land	Foreign Currency Translation Adjustments	Remeasurements of Defined Benefit Plans	Total Accumulated Other Comprehensive Income			
Balance at the Beginning of the Period	\$ 1,917	\$ (295)	\$ (47)	\$ 88	\$ (295)	\$ 1,368	\$ 7	\$ 198	\$ 18,958
Changes during the Period									
Cash Dividends									(233)
Net Income Attributable to Owners of the Parent									718
Purchase of Treasury Stock									(207)
Disposal of Treasury Stock									1
Purchase of Shares of Consolidated Subsidiaries									0
Net Changes of Items Other Than Shareholders' Equity	(431)	66	—	121	9	(235)	(0)	2	(233)
Total Changes during the Period	(431)	66	—	121	9	(235)	(0)	2	46
Balance at the End of the Period	\$ 1,486	\$ (230)	\$ (47)	\$ 209	\$ (286)	\$ 1,132	\$ 7	\$ 201	\$ 19,004

See accompanying notes.

## Financial Data:

## Consolidated Statements of Cash Flows (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries  
For the Six Months Ended September 30, 2022 and 2021

	Millions of Yen		Millions of U.S. Dollars
	Six Months Ended Sep. 30, 2022	Six Months Ended Sep. 30, 2021	Six Months Ended Sep. 30, 2022
<b>Cash Flows from Operating Activities:</b>			
Income before Income Taxes	¥ 144,483	¥ 151,447	\$ 998
Depreciation and Amortization	16,060	14,961	111
Impairment Losses	377	732	3
Amortization of Goodwill	3,949	3,940	27
Equity in Losses (Earnings) of Affiliated Companies	(9,675)	(7,399)	(67)
Increase (Decrease) in Allowance for Loan Losses	(26,575)	(11,576)	(184)
Increase (Decrease) in Provision for Bonuses	(6,133)	(3,939)	(42)
Increase (Decrease) in Provision for Directors' Bonuses	(70)	(217)	(0)
Increase (Decrease) in Provision for Stocks Payment	163	56	1
Decrease (Increase) in Assets for Retirement Benefits	(3,804)	(8,604)	(26)
Increase (Decrease) in Liabilities for Retirement Benefits	176	254	1
Increase (Decrease) in Provision for Reward Points Program	593	589	4
Increase (Decrease) in Provision for Reimbursement of Deposits	(373)	(312)	(3)
Increase (Decrease) in Provision for Contingent Losses	(351)	(36)	(2)
Interest Income	(259,960)	(189,717)	(1,795)
Interest Expenses	162,242	52,077	1,120
Loss (Gain) Related to Securities	27,323	9,437	189
Loss (Gain) on Money Held in Trust	859	(774)	6
Foreign Exchange Losses (Gains)	(290,647)	(16,054)	(2,007)
Loss (Gain) on Disposal of Fixed Assets	258	(83)	2
Net Decrease (Increase) in Trading Assets	(824,727)	105,516	(5,695)
Net Increase (Decrease) in Trading Liabilities	833,526	(86,815)	5,756
Net Decrease (Increase) in Loans and Bills Discounted	(1,405,026)	(62,883)	(9,703)
Net Increase (Decrease) in Deposit	1,278,844	(389,239)	8,831
Net Increase (Decrease) in Negotiable Certificates of Deposit	1,176,391	978,406	8,124
Net Increase (Decrease) in Borrowed Money (excluding Subordinated Borrowings)	(1,225,592)	274,644	(8,463)
Net Decrease (Increase) in Due from Banks (excluding Due from the Bank of Japan)	(209,608)	(132,345)	(1,447)
Net Decrease (Increase) in Call Loans	266,635	136,962	1,841
Net Decrease (Increase) in Receivables under Securities Borrowing Transactions	143,192	43,037	989
Net Increase (Decrease) in Call Money	(59,086)	(111,213)	(408)
Net Decrease (Increase) in Foreign Exchange-Assets	(6,799)	(6,849)	(47)
Net Increase (Decrease) in Foreign Exchange-Liabilities	(526)	649	(4)
Net Decrease (Increase) in Lease Receivables and Investment Assets	9,523	2,494	66
Net Increase (Decrease) in Short-Term Bonds Payable	359,321	(58,087)	2,481
Increase (Decrease) in Straight Bonds-Issuance and Redemption	322,881	317,142	2,230
Net Increase (Decrease) in Borrowed Money from Trust Account	58,833	(741,337)	406
Interest Received	242,085	201,153	1,672
Interest Paid	(144,912)	(61,612)	(1,001)
Other, Net	(36,881)	79,840	(255)
Subtotal	¥ 536,971	¥ 484,243	\$ 3,708
Income Taxes (Paid) Refunded	(33,562)	(30,209)	(232)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>¥ 503,409</b>	<b>¥ 454,033</b>	<b>\$ 3,476</b>

(Continued)



	Millions of Yen		Millions of U.S. Dollars
	Six Months Ended Sep. 30, 2022	Six Months Ended Sep. 30, 2021	Six Months Ended Sep. 30, 2022
<b>Cash Flows from Investing Activities:</b>			
Purchase of Securities	¥ (2,787,698)	¥ (4,634,716)	\$ (19,251)
Proceeds from Sales of Securities	733,251	2,501,560	5,064
Proceeds from Redemption of Securities	2,870,321	2,033,541	19,821
Increase in Money Held in Trust	—	(4,400)	—
Purchase of Tangible Fixed Assets	(2,950)	(3,589)	(20)
Proceeds from Sales of Tangible Fixed Assets	19	1,709	0
Purchase of Intangible Fixed Assets	(25,216)	(20,205)	(174)
Purchase of Shares of Affiliated Companies Accounted for Using the Equity Method	(1,176)	(41,815)	(8)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>¥ 786,550</b>	<b>¥ (167,916)</b>	<b>\$ 5,432</b>
<b>Cash Flows from Financing Activities:</b>			
Payments for Redemption of Subordinated Bonds and Bonds with Subscription Rights to Shares	(76,100)	—	(526)
Cash Dividends Paid	(33,737)	(28,117)	(233)
Cash Dividends Paid to Non-Controlling Interests	(456)	(342)	(3)
Purchase of Treasury Stock	(30,012)	(9)	(207)
Proceeds from Sales of Treasury Stock	0	0	0
<b>Net Cash Provided by (Used in) Financing Activities</b>	<b>¥ (140,306)</b>	<b>¥ (28,469)</b>	<b>\$ (969)</b>
Effect of Exchange Rate Change on Cash and Cash Equivalents	¥ 95,227	¥ 28,464	\$ 658
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>¥ 1,244,880</b>	<b>¥ 286,112</b>	<b>\$ 8,597</b>
Cash and Cash Equivalents at the Beginning of the Period	¥ 15,733,650	¥ 16,799,146	\$ 108,650
<b>Cash and Cash Equivalents at the End of the Period (Note 1)</b>	<b>¥ 16,978,531</b>	<b>¥ 17,085,259</b>	<b>\$ 117,247</b>

See accompanying notes.

## Financial Data:

## Notes to the Interim Consolidated Financial Statements (Unaudited)

**Basis of Presentation of Financial Statements**

The accompanying interim consolidated financial statements (banking account) have been prepared from the accounts maintained by Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings") and its consolidated subsidiaries (together, the "SuMi TRUST Group") in accordance with accounting principles generally accepted in Japan and certain accounting and disclosure rules under the Financial Instruments and Exchange Act of Japan and the Banking Act of Japan, which are different in certain respects as to the application and disclosure requirements of International Financial Reporting Standards.

In preparing these interim consolidated financial statements, the interim consolidated financial statements of SuMi TRUST Holdings issued in Japan have been reclassified and rearranged in order to present them in a form that is more familiar to readers outside Japan.

The interim consolidated financial statements are stated in Japanese yen, the currency of the country in which SuMi TRUST Holdings is incorporated and operates. The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥144.81 to U.S. \$1, the approximate rate of exchange as of September 30, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, total balances may not be equal to the sum of individual amounts.

**Significant Accounting Policies and Practices****1. Scope of Consolidation**

(1) Consolidated Subsidiaries as of September 30, 2022:

57 companies

Principal Company:

Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank")

Sumitomo Mitsui Trust Asset Management Co., Ltd.

Nikko Asset Management Co., Ltd.

Sumitomo Mitsui Trust Loan & Finance Co., Ltd.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd.

Changes in the consolidated subsidiaries during the interim period ended September 30, 2022, are as follows:

STB Finance Cayman Limited and one other company are excluded from the scope of consolidation effective from the interim period ended September 30, 2022, due to liquidation.

**(2) Unconsolidated Subsidiaries**

Principal Companies:

Cattleya Co., Ltd.

Apollo Aligned Alternatives (C-2), L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of consolidation in accordance with Article 5, Paragraph 1, Item 2 of "Ordinance on Terminology, Forms and Preparation Methods of Interim Financial Statements, etc.," because they are operators engaged in leasing activities through silent partnership arrangements and their assets and profits/losses do not belong to the subsidiaries.

Apollo Aligned Alternatives (C-2), L.P. and other unconsolidated subsidiaries are excluded from the scope of consolidation because they are immaterial to the extent that excluding such companies from consolidation would not prevent a reasonable assessment of the corporate group's financial position and financial results. Such materiality is determined based on the size of their assets, ordinary income, net income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), retained earnings (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), accumulated other comprehensive income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), and other financial data.

**2. Application of the Equity Method**

(1) Unconsolidated Subsidiaries Accounted for by the Equity Method:

None

(2) Affiliated Companies Accounted for by the Equity Method:

29 companies

Principal Companies:

Custody Bank of Japan, Ltd.

SBI Sumishin Net Bank, Ltd.

Changes in the affiliated companies accounted for by the equity method during the interim period ended September 30, 2022, are as follows:

Yuryo Loan Co., Ltd. and three other companies are excluded from the scope of the application of the equity method effective from the interim period ended September 30, 2022, due to their reduced significance on the consolidated financial statements.

### (3) Unconsolidated Subsidiaries and Affiliated Companies That Are Not Accounted for by the Equity Method

Principal Companies:

Cattleya Co., Ltd.

Apollo Aligned Alternatives (C-2), L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of the application of the equity method in accordance with Article 7, Paragraph 1, Item 2 of "Ordinance on Terminology, Forms and Preparation Methods of Interim Financial Statements, etc.," because they are operators engaged in leasing activities through silent partnership arrangements, and their assets and profits/losses do not belong to the subsidiaries.

Apollo Aligned Alternatives (C-2), L.P. and other unconsolidated subsidiaries and affiliated companies that are not accounted for by the equity method are excluded from the scope of application of the equity method because such exclusion would not materially affect the interim consolidated financial statements. Such materiality is determined based on the size of their net income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), retained earnings (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), accumulated other comprehensive income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), and other financial data.

### 3. Interim Balance Sheet Dates of the Consolidated Subsidiaries

(1) The interim balance sheet dates of consolidated subsidiaries are as follows:

October 31:	2 companies
February 28:	1 company
March 31:	4 companies
May 31:	1 company
June 30:	6 companies
September 30:	43 companies

(2) Subsidiaries are consolidated using the interim financial statements as of the following dates:

- Subsidiaries with an interim balance sheet date of October 31: Provisionally prepared interim financial statements as of July 31
- A subsidiary with an interim balance sheet date of February 28: Provisionally prepared interim financial statements as of August 31
- Subsidiaries with an interim balance sheet date of March 31: Provisionally prepared interim financial statements as of September 30
- A subsidiary with an interim balance sheet date of May 31: Provisionally prepared interim financial statements as of August 31
- Other subsidiaries: Interim financial statements as of their respective interim balance sheet dates.

Material transactions arising between the interim consolidated balance sheet date, September 30, 2022, and the above interim balance sheet dates of consolidated subsidiaries have been reflected in the interim consolidated financial statements.

### 4. Significant Accounting Policies

(1) Trading Assets/Liabilities and Income/Expenses

Trading account activities are conducted to seek profits by taking advantage of short-term fluctuations in interest rates, currency rates, financial markets or other indicators, or intermarket differences (for trading purposes). The fluctuations in such items are presented as "Trading Assets" or "Trading Liabilities" in the interim consolidated balance sheets on a trade-date basis, and gains and losses from such transactions are presented as "Trading Income" or "Trading Expenses" in the interim consolidated statements of income.

For the measurement of trading assets and trading liabilities, securities and monetary claims are stated at their fair values as of the interim consolidated balance sheet date, and trading-related financial derivatives, such as swaps, futures, and options, are stated at the amounts that would be settled if they were terminated on the interim consolidated balance sheet date.

Trading income and trading expenses include interest income or expenses, adjusting valuation differences of securities and monetary claims during the interim period

and differences in resulting gains or losses from the settlement of financial derivatives assuming that the settlement was made as of September 30, 2022.

Regarding valuation of specific market risks and credit risks for derivative transactions, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

## (2) Securities

(a) Under the accounting standards for financial instruments in Japan, SuMi TRUST Holdings is required to determine the purposes for holding each security and classify such security into (i) securities held for trading purposes ("Trading Securities"), (ii) debt securities intended to be held to maturity ("Held-to-Maturity Debt Securities"), (iii) equity securities issued by subsidiaries and affiliated companies, or (iv) all other securities that are not classified in any of the above categories ("Available-for-Sale Securities"). "Held-to-Maturity Debt Securities" are carried at amortized cost using the moving-average method (the straight-line method). Equity securities issued by unconsolidated subsidiaries and affiliated companies not accounted for by the equity method are stated at moving-average cost. "Available-for-Sale Securities" are valued at the market price (cost of securities sold is calculated using primarily the moving-average method). Equity securities with no market prices are carried at cost using the moving-average method.

Valuation differences on "Available-for-Sale Securities" are recorded as a separate component of net assets and reported in the interim consolidated balance sheets.

(b) Securities in money held in trust are classified and accounted for in the same manner as those described in 4. (1) and 4. (2) (a) above.

## (3) Financial Derivatives

Financial derivatives, excluding those for trading purposes, are stated at fair value.

Regarding valuation of specific market risks and credit risks, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

## (4) Depreciation and Amortization Methods

### (a) Tangible fixed assets other than lease assets

Tangible fixed assets are depreciated using primarily the straight-line method.

Useful lives of major asset categories:

Buildings: 3 to 60 years

Others: 2 to 20 years

### (b) Intangible fixed assets

Intangible fixed assets are amortized using the straight-line method. Software for internal use is amortized over the useful life specified by SuMi TRUST Holdings or the consolidated subsidiaries, which is generally five years.

Goodwill is amortized over a reasonable number of years, determined for each case, up to a maximum of 20 years. However, if immaterial, goodwill is expensed in its entirety in the year in which it arises.

### (c) Lease assets

The lease assets under "Tangible Fixed Assets" that are related to finance leases that do not transfer ownership of the lease assets to lessees are depreciated and amortized using the straight-line method over the lease term, assuming a residual value of zero.

## (5) Allowance for Loan Losses

The major domestic consolidated subsidiaries record allowance for loan losses in accordance with internally established criteria for write-offs and allowance for loan losses.

For claims against borrowers that have initiated special liquidation proceedings or other bankruptcy proceedings ("legal bankruptcy") and against borrowers that are in a substantially similar adverse condition ("virtual bankruptcy"), the allowance is provided based on the amount of claims, after the write-off stated below, net of the expected amount of recoveries from collateral and guarantees. For claims against borrowers that have not yet initiated bankruptcy proceedings, but are very likely to become bankrupt in the future ("possible bankruptcy"), an allowance is provided for the amount deemed necessary based on the overall assessment of the borrowers' solvency, after deducting the amount expected to be collected through the disposal of collateral or execution of guarantees from the claims.

For claims against large borrowers with certain credit risks and credit amounts that are classified as possible bankruptcy borrowers, restructured loan borrowers, or close-observation

borrowers, if future cash flows from the collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method").

For claims that are classified as other than those above, the allowance is primarily provided based on the estimated loan losses over the next one or three years, which are calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past one or three years, then adjusted based on future forecast.

All claims are assessed at branches and credit supervision departments based on the criteria for self-assessment of asset quality. The Risk Management Department, which is independent from operating sections, monitors the results of such assessments.

As for the other consolidated subsidiaries, the allowance for loan losses for general claims is provided based on the historical loan-loss ratios, and the allowance for loan losses for specific claims, such as possible uncollectible claims, is provided based on the estimate of unrecoverable amount for each claim.

For claims against borrowers who are legally bankrupt or virtually bankrupt with collateral or guarantees, the amounts of claims, net of amounts expected to be collected through the disposal of collateral or through the execution of guarantees, are deemed uncollectible, and such uncollectible amount is directly deducted from the amounts of claims. The deducted amount was ¥26,959 million (U.S. \$186 million) for the six months ended September 30, 2022.

#### (Additional Information)

There is no significant change to the assumption for the adjustments made to loan losses based on future forecast described in the "Significant Accounting Estimates" section of the Annual Report for the fiscal year ended March 31, 2022, during the six-month period ended September 30, 2022.

#### (6) Provision for Bonuses

A provision for bonuses is provided for the estimated employee bonuses attributable to the current interim period.

#### (7) Provision for Directors' Bonuses

A provision for directors' bonuses is provided for the estimated directors' bonuses attributable to the current interim period.

#### (8) Provision for Stocks Payment

A provision for stocks payment is provided for estimated stock-based payments to directors of SuMi TRUST Holdings and some consolidated subsidiaries under a stock-based compensation scheme that have been earned by September 30, 2022.

#### (9) Provision for Reward Points Program

A provision for reward points program is provided for the use of points granted to holders of Diners Club Card and other credit cards in the amount deemed necessary based on the reasonable estimates of the points to be used in the future.

#### (10) Provision for Reimbursement of Deposits in Dormant Accounts

At SuMi TRUST Bank, a provision for reimbursement of deposits in dormant accounts is provided for the deposits that were derecognized as liabilities under certain conditions. Such provision is provided against the estimated future reimbursement to be requested by customers based on the past reimbursement record.

#### (11) Provision for Contingent Losses

A provision for contingent losses is provided for losses associated with off-balance-sheet transactions or trust transactions in the amount deemed necessary based on the estimated possible future losses.

#### (12) Accounting for Retirement Benefits

In determining the retirement benefit obligations, projected benefits to the periods up to the interim period ended September 30, 2022, are attributed based on the plan's benefit formula. Past service cost and actuarial gains or losses are expensed using the following methods:

##### Past service cost:

In principle, the full amount of past service costs is charged to profit or loss in the fiscal year they occur.

##### Actuarial gains or losses:

Actuarial differences are expensed using the

straight-line method, primarily over 10 years, within the employees' average remaining service period, commencing from the next fiscal year of incurrence.

Some consolidated subsidiaries adopt the simplified method in calculating liabilities for retirement benefits and retirement benefit expenses for lump-sum retirement benefit plans, recording liabilities at amounts that would be required for voluntary termination at the end of the current interim period.

#### (13) Basis for Recognition of Significant Revenues and Expenses

The SuMi TRUST Group's main revenues from contracts with customers are "Net Trust Fees" and "Revenue from Service Transactions" such as asset management and administration fees, stock transfer agency fees, real estate brokerage fees, and investment trust and insurance sales fees.

The timing of satisfying performance obligation in each transaction is determined based on the respective economic conditions as follows. The amount of consideration for a transaction is generally received within approximately six months after the satisfaction of its performance obligation and does not include significant financing components.

Trust fees and asset management and administration fees are recorded mainly in the "Investor Services Business," "Asset Management Business," and "Retail Business." The SuMi TRUST Group is obligated to perform asset management and administrative services in accordance with the terms of trust agreements and various contracts. The SuMi TRUST Group recognizes revenues from these performance obligations over a period of time since the benefits are expensed by the customer as the daily services are provided.

Stock transfer agency fees are mainly recorded in the "Wholesale Business." The SuMi TRUST Group is obligated to perform shareholder registry management services in accordance with agreement on entrustment of management of shareholder registry. The SuMi TRUST Group recognizes revenues from this performance obligation over a period of time since the benefits are expensed by the customer as the daily services are provided.

Real estate brokerage fees are recorded mainly in the "Real Estate Business." The SuMi TRUST Group is obligated to perform real estate brokerage services based on real estate brokerage contracts. Revenues are recognized when the performance obligation is satisfied at the time when the

real estate sales contract is executed or when the property is delivered. The timing of satisfying performance obligation is determined based on the significance of the duties after the execution of the real estate sales contract.

Fees on sales of investment trusts and insurance are mainly recorded in the "Retail Business." The SuMi TRUST Group is obligated to provide product explanations and sales administrative services based on the terms and conditions of transactions and consignment agreements. Revenues are recognized when the performance obligation is satisfied at the time of product sale.

#### (14) Foreign Currency Translation

Assets and liabilities of SuMi TRUST Bank that are denominated in foreign currencies and overseas branch accounts are generally translated into yen at the exchange rates prevailing at the interim consolidated balance sheet date, except for shares of stocks in affiliated companies translated into yen at the exchange rates prevailing at the acquisition dates.

Assets and liabilities of other consolidated subsidiaries that are denominated in foreign currencies are translated into yen at the exchange rates prevailing at their respective interim balance sheet dates.

#### (15) Accounting for Leases

As for the consolidated subsidiaries in Japan, income and expenses arising from transactions of finance leases that do not transfer ownership to lessees are recognized as sales and costs of goods sold when lease payments are collected.

#### (16) Hedge Accounting

##### (a) Interest-related risk hedge

SuMi TRUST Bank manages interest rate risk arising from various assets and liabilities by using financial derivative transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (Japanese Institute of Certified Public Accountants ("JICPA") Industry Committee Practical Guidance No.24 of March 17, 2022, "Guidance No.24"). To evaluate the effectiveness of hedges designed to offset market fluctuations, hedged items, such as deposits, loans and bills discounted, and hedging instruments, such as interest rate swaps, are grouped by duration



to maturity. The effectiveness of hedges designed to fix cash flow is evaluated by verifying the correlation between the interest volatility factors for the hedged items and those for the hedging instruments.

(b) Currency-related risk hedge

SuMi TRUST Bank manages the foreign exchange risk arising from various assets and liabilities denominated in foreign currencies using financial derivative transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Foreign Currency Transactions in Banking Industry" (JICPA Industry Committee Practical Guidance No.25 of October 8, 2020, "Guidance No.25"). The effectiveness of hedging instruments, such as cross-currency swaps and foreign exchange swaps, as a means of mitigating the foreign exchange risk arising from monetary claims and debts denominated in foreign currencies, is evaluated by verifying that the foreign currency positions of such hedging instruments are in amounts equivalent to the corresponding monetary claims and debts denominated in foreign currencies, which are the hedged items.

Additionally, transactions intended to hedge the foreign exchange risk associated with foreign currency-denominated securities (other than bonds) are treated as portfolio hedges. Fair value hedge accounting has been adopted to account for such transactions on the conditions that specific foreign currency-denominated securities are designated in advance as hedged items and that foreign currency payables of spot and forward foreign exchange contracts exist in excess of the acquisition cost of such foreign currency-denominated securities on a foreign currency basis.

The foreign exchange risk associated with investment in the shares of stocks in foreign subsidiaries and affiliated companies is individually hedged using forward exchange contracts denominated in the same currency, and foreign currency translation adjustments arising from the hedging instruments are included in "Foreign Currency Translation Adjustments."

(c) Internal hedge transactions and others

Among derivative transactions of SuMi TRUST Bank that take place between consolidated subsidiaries or that are made internally between designated trading accounts and some other accounts, those interest rate swaps and cross-currency swaps designated as hedging instruments are carried out in accordance with standards for cover deals with external

parties, which eliminate discretion and enable strict management on hedges pursuant to Guidance No.24 and Guidance No.25. Accordingly, income or expenses arising from such interest rate swaps and cross-currency swaps are recognized as profits or losses, or deferred, rather than eliminated.

Deferred hedge accounting has been adopted for certain assets and liabilities by individual transactions.

Other consolidated subsidiaries account for such transactions as deferred hedges or exceptional treatment for interest rate swaps.

(17) Scope of Cash and Cash Equivalents in the Interim Consolidated Statements of Cash Flows

The balance of "Cash and Cash Equivalents" in the interim consolidated statements of cash flows is equivalent to the balance of "Cash and Due from Banks" presented in the interim consolidated balance sheets (cash and due from the Bank of Japan for SuMi TRUST Bank).

(18) Nondeductible Consumption Taxes Associated with Assets

Nondeductible consumption taxes and local consumption taxes associated with assets are recorded as expenses in the current interim period.

(19) Adoption of Group Tax Sharing System

SuMi TRUST Holdings adopts the group tax sharing system.

(20) Adoption of Accounting Treatment and Disclosure Under Group Tax Sharing System

SuMi TRUST Holdings and some of its consolidated subsidiaries in Japan have shifted from the consolidated taxation system to the group tax sharing system effective from the six months ended September 30, 2022. In accordance with this change, the treatment of accounting and disclosure of corporation taxes, local corporation taxes, and tax effect accounting under the group tax sharing system are in accordance with "Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System" (Accounting Standards Board of Japan (ASBJ) Practical Issues Task Force (PITF) No.42, August 12, 2021, "ASBJ PITF No.42"). In accordance with Paragraph 32 (1) of ASBJ PITF No.42, the change in accounting policy resulting from the adoption of ASBJ PITF No.24 is not expected to have any effect on the consolidated financial statements.

## Changes in Accounting Policies

### Application of Implementation Guidance on Accounting Standard for Fair Value Measurement

SuMi Trust Holdings has applied the “Implementation Guidance on Accounting Standard for Fair Value Measurement” (ASBJ Guidance No.31, June 17, 2021, “Guidance for Application of Fair Value Measurement”) from the beginning of the six-month period ended September 30, 2022. In accordance with the transitional measures stipulated in Paragraph 27-2 of the Guidance for Application of Fair Value Measurement, SuMi Trust Holdings has decided to apply the new accounting policy set forth by the Guidance for Application of Fair Value Measurement prospectively. Thus, certain investment trusts, which were previously stated at the acquisition cost on the consolidated balance sheet, are now measured at fair value based on factors, such as the net asset value. As a result, Securities, Valuation Difference on Available-for-sale Securities, and Deferred Tax Liabilities as of September 30, 2022, increased by ¥8,305 million (U.S. \$57 million), ¥5,762 million (U.S. \$40 million), and ¥2,543 million (U.S. \$18 million), respectively. The effect of this change on per share information for the six-month period ended September 30, 2022, is immaterial.

## Additional Information

### Share Delivery Trust for the Directors

#### 1. Overview

SuMi Trust Holdings applies the Performance-Based Stock Compensation System (the “System”) with trusts to SuMi Trust Holdings’ directors (excluding directors who are Audit Committee members and external directors) and executive officers (as defined in the Companies Act and as defined in SuMi Trust Holdings’ internal policies), and the directors (excluding directors who are Audit and Supervisory Committee members and external directors) and executive officers (as defined in the internal policies) of SuMi TRUST Bank and Sumitomo Mitsui Trust Asset Management Co., Ltd. (“SuMi TRUST AM”), which are core companies of the SuMi TRUST Group. The above mentioned directors and executive officers of SuMi TRUST Holdings, SuMi TRUST Bank, and SuMi TRUST AM are collectively referred to as the “Directors.”

Under the System, a portion of the remuneration of the Directors is linked to performance targets set out in SuMi TRUST Holdings’ current Midterm Management Plan. By paying part of the remuneration for Directors in shares, the linkage between the remuneration of the Directors and the performance of the SuMi TRUST Group becomes clearer, and the Directors share the same benefits and risks of share price fluctuations with the shareholders. Through these initiatives, the System is designed to heighten the Director’s attention to enhancement of medium- and long-term business performance and the corporate value of the SuMi TRUST Group.

SuMi TRUST Holdings contributes money to a trust set up under the System, and the trust acquires shares of SuMi TRUST Holdings. The Directors are awarded points based on the Shares Delivery Rules established individually by SuMi TRUST Holdings, SuMi TRUST Bank, and SuMi TRUST AM, and the number of shares of SuMi TRUST Holdings corresponding to the points granted are issued to the Directors through the trust.

#### 2. Remaining Number of Shares of SuMi TRUST Holdings Held by the Trust

The carrying amount and the number of shares of SuMi TRUST Holdings held by the Trust as of September 30, 2022, was ¥1,272 million (U.S. \$9 million) and 371 thousand shares. The shares are recorded as treasury stock in the net assets section of the interim consolidated balance sheets.



## Notes to the Interim Consolidated Balance Sheets

### 1. Securities

"Securities" include stocks and equity investments in unconsolidated subsidiaries and affiliated companies.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Stocks	¥ 233,916	\$ 1,615
Equity Investments	72,530	501

### 2. Securities with free disposal rights to sell or (re)pledge

Securities borrowed under unsecured loan agreements and securities purchased under resale agreements or borrowed with cash collateral that SuMi TRUST Holdings has a right to freely sell or (re)pledge consist of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Securities That Are Further Loaned	¥ 714,065	\$ 4,931

### 3. Loans and Bills Discounted

Loans in accordance with the Banking Act and the Act on Emergency Measures for Revitalization of the Financial Functions are presented below. Loans include corporate bonds in "securities" (limited to those issued in private placement of securities prescribed in Section 3 of Paragraph 2 in the Financial Instruments and Exchange Act, and those with wholly or partially guaranteed redemption

of the principal and payment of the interest), loans and bills discounted, foreign exchanges, interest receivables, suspense payments, and customers' liabilities for acceptances and guarantees in "other assets" presented in the interim consolidated balance sheet, and securities loaned (limited to those under a loan for use or lease contract) provided in the notes, etc.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Bankrupt and Practically Bankrupt Loans	¥ 22,405	\$ 155
Doubtful Loans	109,125	754
Loans Past Due Three Months or More	2,685	19
Restructured Loans	33,268	230
<b>Total</b>	<b>¥ 167,484</b>	<b>\$ 1,157</b>

Bankrupt and practically bankrupt loans are those loans that have fallen into bankruptcy due to certain reasons, including initiation of bankruptcy proceedings, start of reorganization proceedings, or submission of an application to start rehabilitation proceedings and quasi-loans.

Doubtful loans are those loans with a strong likelihood that loan principals cannot be recovered and interest cannot be received according to the contract because of difficulties in the financial conditions and business performance of debtors who are not yet legally bankrupt, excluding those

loans classified as bankrupt and practically bankrupt loans.

Loans past due three months or more are those loans for which principal or interest payments are more than three months past due (calculated from the day following the contractual payment date), excluding loans classified as bankrupt and practically bankrupt loans and doubtful loans.

Restructured loans are those loans whose terms have been modified by reducing or waiving interest, granting interest payment extensions, granting principal repayment extensions, forgiving debt, or otherwise providing some

arrangements favorable to the borrower in connection with the borrower's business restructuring or to otherwise provide support, excluding those loans classified as bankrupt and practically bankrupt loans, doubtful loans or loans past

due three months or more.

The above loans are presented at the amounts prior to deduction of allowances for loan losses.

#### 4. Bills Discounted

Bills discounted are treated as financial transactions in accordance with Guidance No.24. SuMi TRUST Holdings has a free disposal right to sell or (re)pledge such commercial bills. The total face value of such bills is as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Bills Discounted	¥ 442	\$ 3

#### 5. Assets Pledged as Collateral

Assets pledged as collateral as of September 30, 2022, consist of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Assets Pledged as Collateral:		
Securities	¥ 2,285,475	\$ 15,783
Loans and Bills Discounted	4,785,628	33,048
Lease Receivables and Investment Assets	52,142	360
Other Assets	81,759	565
<b>Total</b>	<b>¥ 7,205,006</b>	<b>\$ 49,755</b>
Corresponding Liabilities to Assets Pledged as Collateral:		
Deposits	¥ 19,635	\$ 136
Payables under Repurchase Agreements	590,814	4,080
Borrowed Money	4,479,918	30,937

In addition to the foregoing, the following assets have been pledged as collateral for settlement of exchange and others, or as a substitution of margin of futures and others.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Securities	¥ 581,457	\$ 4,015

"Other Assets" include initial margins of futures, security deposits, and cash collateral pledged for financial instruments. Such amounts are as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Initial Margins of Futures Markets	¥ 63,650	\$ 440
Security Deposits	24,888	172
Cash Collateral Pledged for Financial Instruments-Assets	1,275,560	8,809

## 6. Overdraft Facility Agreements and Commitment Lines of Credit

Overdraft facility agreements and committed lines of credit are agreements to extend a certain amount of credit at the customer's request as long as the terms of the agreement have not been violated. The amount of unused credit under such agreements is as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Amount of Unused Credit under Agreements	¥ 12,938,748	\$ 89,350
Attributable to Agreements Expiring within One Year or which May Be Unconditionally Cancelled at Any Time	8,464,479	58,452

The balance of unused credit will not necessarily affect the future cash flows of the consolidated subsidiaries because most of these agreements expire without credit being extended. Most of these agreements contain clauses allowing the consolidated subsidiaries to reject requests for credit outright or reduce the credit limits due to changes in financial circumstances, the need to preserve claims, or

other reasonable causes. Besides requesting collateral, such as real estate or securities, as necessary at the time of entering into the agreement, SuMi TRUST Holdings has also adopted other measures to keep its credit sound, such as periodically assessing the condition of customers' businesses following internal procedures and revising agreements, as necessary.

## 7. Revaluation Reserve for Land

In accordance with the Act on Revaluation of Land (Act No.34, promulgated on March 31, 1998), land for commercial use of SuMi TRUST Bank was revalued, and the amount equivalent to the taxes on the resulting valuation difference was recorded as a "Deferred Tax Liability for Land Revaluation" in liabilities, and the amount net of such differences was recorded as a "Revaluation Reserve for Land" in net assets.

Revaluation date: March 31, 1999

Revaluation method prescribed by Paragraph 3 of Article 3 of the Act:

The revaluation is calculated by reasonably adjusting the value of land based on the posted prices for benchmark properties as prescribed by Item 1 of Article 2 of the "Order for Enforcement of the Act on Revaluation of Land" (Cabinet Order No.119, promulgated on March 31, 1998) and the land assessments under Item 4 of Article 2 of the same Order.

## 8. Accumulated Depreciation of Tangible Fixed Assets

Accumulated depreciation of tangible fixed assets as of September 30, 2022, consists of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Accumulated Depreciation of Tangible Fixed Assets	¥ 188,351	\$ 1,301

## 9. Borrowed Money

Borrowed money includes subordinated borrowings with lower priority for fulfillment of obligation than other debts.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Subordinated Borrowings	¥ 15,000	\$ 104
Subordinated Borrowings with a Debt Relief Clause at the Contractual Point of Non-Viability	15,000	104

## 10. Bonds Payable

Bonds payable includes subordinated bonds.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Subordinated Bonds	¥ 682,996	\$ 4,717
Subordinated Bonds with a Debt Relief Clause at the Contractual Point of Non-Viability	610,000	4,212

## 11. Guarantee Obligations on Corporate Bonds Placed through Private Securities Offerings

The bonds presented under "Securities" include guarantee obligations on corporate bonds that were placed through private securities offerings (Article 2, Paragraph 3 of the Financial Instruments and Exchange Act).

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Guarantee Obligations on Corporate Bonds Placed through Private Securities Offerings	¥ 63,799	\$ 441

## 12. Principal of Guaranteed Trust Accounts

The principal amount of the trusts held by SuMi TRUST Bank through guaranteed trust agreements is as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Money Trusts	¥ 4,107,204	\$ 28,363

## Notes to the Interim Consolidated Statements of Income

### 1. Other Income

Other income for the six months ended September 30, 2022, consists of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Gains on Sales of Stocks and Other Securities	¥ 18,924	\$ 131
Equity in Earnings of Affiliated Companies	9,675	67

### 2. General and Administrative Expenses

General and administrative expenses for the six months ended September 30, 2022, consist of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Salaries and Allowances	¥ 91,070	\$ 629

### 3. Other Expenses

Other expenses for the six months ended September 30, 2022, consist of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Losses on Sales of Stocks and Other Securities	¥ 18,995	\$ 131
Allowance for Loan Losses	8,455	58
Losses on Investment in Partnerships	4,796	33

## Notes to the Interim Consolidated Statements of Changes in Net Assets

### 1. Class and Number of Issued Shares of Common Stock and Treasury Stock

The class and number of issued shares of common stock and treasury stock for the six months ended September 30, 2022, consist of the following:

	Thousands of Shares				
	Authorized	Number of Shares Outstanding at the Beginning of the Current Period	Increase	Decrease	Number of Shares Outstanding at the End of the Current Period
For the Six Months Ended September 30, 2022					
Number of Issued Shares:					
Common Share	850,000	375,291	—	—	375,291
Treasury Stock:					
Common Share		716	7,121 <sup>1)</sup>	35 <sup>2)</sup>	7,803 <sup>3)</sup>

(Notes)

1) The number of shares of common stock held as treasury stock increased by 2 thousand shares due to the purchase of odd-lot or less than one thousand shares and by 7,119 thousand shares due to the acquisition of treasury stocks as resolved at the Board of Directors' meetings held on February 24, 2022 and July 28, 2022.

2) The number of shares of common stock held as treasury stock decreased by 0 thousand shares due to purchase requests from odd-lot or less than one thousand shareholders, by 14 thousand shares due to the transfer of shares upon

exercise of stock option rights, and by 20 thousand shares due to the disposal of shares under the scheme of the share delivery trust for the Directors.

3) The number of shares of common stock held as treasury stock as of September 30, 2022, includes 371 thousand shares of SuMi TRUST Holdings held by the share delivery trust for the Directors. The number of shares held by the share delivery trust for the Directors decreased by 20 thousand shares during the six months ended September 30, 2022.

### 2. Subscription Rights to Shares

Subscription rights to shares for the six months ended September 30, 2022, consist of the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
SuMi TRUST Holdings		
Subscription Rights to Shares as Stock Options	¥ 952	\$ 7

### 3. Dividends

(1) Dividends paid for the six months ended September 30, 2022, consist of the following:

Resolution	Type of Shares	Cash Dividends Declared	Dividend Resources	Cash Dividends per Share	Record Date	Effective Date
		Millions of Yen (Millions of U.S. Dollars)		Yen (U.S. Dollars)		
June 23, 2022						
Ordinary General Meeting of Shareholders	Common Share	¥ 33,747 (\$233)	Retained Earnings	¥ 90.00 (\$0.62)	March 31, 2022	June 24, 2022

(Note)

Cash dividends declared at the Ordinary General Meeting of Shareholders held on June 23, 2022 include ¥35 million (U.S. \$0.2 million) of dividends for treasury stock held by the share delivery trust for the Directors.

(2) Dividends with a record date during the current interim period ended September 30, 2022, but whose effective date is after September 30, 2022, are as follows:

Resolution	Type of Shares	Cash Dividends Declared	Dividend Resources	Cash Dividends per Share	Record Date	Effective Date
		Millions of Yen (Millions of U.S. Dollars)		Yen (U.S. Dollars)		
November 11, 2022						
Board of Directors' Meeting	Common Share	¥ 36,785 (\$254)	Retained Earnings	¥ 100.00 (\$0.69)	September 30, 2022	December 2, 2022

(Note)

Cash dividends declared at the Board of Directors' Meeting held on November 11, 2022 include ¥37 million (U.S. \$0.3 million) of dividends for treasury stock held by the share delivery trust for the Directors.

### Note to the Interim Consolidated Statements of Cash Flows

#### Reconciliation of Cash and Cash Equivalents

The following table reconciles cash and cash equivalents in the interim consolidated statements of cash flows and cash and due from banks in the interim consolidated balance sheets as of September 30, 2022.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Cash and Due from Banks	¥ 19,677,853	\$ 135,887
Due from Banks Held by SuMi TRUST Bank (Excluding Due from the Bank of Japan)	(2,699,322)	(18,640)
<b>Cash and Cash Equivalents</b>	<b>¥ 16,978,531</b>	<b>\$ 117,247</b>

## Leases

### 1. Finance Leases

As a lessee:

Finance leases that do not transfer ownership of the lease assets to lessees

#### 1) Description of lease assets

Tangible fixed assets

Mainly store buildings and office equipment

#### 2) Method for depreciating and amortizing lease assets

Refer to “(4) Depreciation and Amortization Methods” of “4. Significant Accounting Policies” in the Significant Accounting Policies and Practices.

### 2. Operating Leases

As a lessee:

Total future lease payments under non-cancelable operating leases as of September 30, 2022, are as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Due in One Year or Less	¥ 3,594	\$ 25
Due in More than One Year	14,585	101
<b>Total</b>	<b>¥ 18,180</b>	<b>\$ 126</b>

As a lessor:

Total future lease payments under non-cancelable operating leases as of September 30, 2022, are as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Due in One Year or Less	¥ 5,795	\$ 40
Due in More than One Year	33,389	231
<b>Total</b>	<b>¥ 39,184</b>	<b>\$ 271</b>



## Financial Instruments

### Fair Values of Financial Instruments and Breakdown by Input Level

The carrying amounts on the interim consolidated balance sheets and fair values of financial instruments as of September 30, 2022, as well as the differences between these values and fair values by input level are presented below.

The amounts shown in the following table do not include investments in partnerships for which transitional measures are applied in accordance with Paragraph 24-16 of "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No.31, June 17, 2021, "Guidance for Application of Fair Value Measurement"), and equity securities with no market prices, etc. (See Note 3).

The fair values of financial instruments are classified into the following three levels depending on the observability and significance of the input used in the fair value measurement.

Level 1: Fair value determined based on the (unadjusted) quoted price in an active market for the same asset or liability

Level 2: Fair value determined based on directly or indirectly observable inputs other than Level 1 inputs

Level 3: Fair value determined based on significant unobservable inputs

If multiple inputs with a significant impact are used for the fair value measurement of a financial instrument, the financial instrument is classified to the lowest priority level of fair value measurement which each input belongs to.

#### (1) Financial assets and liabilities at fair value on the interim consolidated balance sheets

	Millions of Yen				Millions of U.S. Dollars			
	Sep. 30, 2022				Sep. 30, 2022			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Monetary Claims Bought	¥ —	¥ 123,832	¥ —	¥ 123,832	\$ —	\$ 855	\$ —	\$ 855
Trading Assets								
Trading Securities	10,417	18,606	—	29,023	72	128	—	200
Money Held in Trust	2,425	13,037	—	15,463	17	90	—	107
Securities								
Available-for-Sale Securities	3,381,755	2,996,705	1,336	6,379,798	23,353	20,694	9	44,056
Stocks	1,117,797	—	—	1,117,797	7,719	—	—	7,719
Bonds	1,575,149	760,176	1,336	2,336,662	10,877	5,249	9	16,136
Government Bonds	1,575,149	—	—	1,575,149	10,877	—	—	10,877
Local Government Bonds	—	35,231	—	35,231	—	243	—	243
Short-Term Bonds Payable	—	—	—	—	—	—	—	—
Corporate Bonds	—	724,944	1,336	726,281	—	5,006	9	5,015
Other Securities	688,808	2,236,529	—	2,925,338	4,757	15,445	—	20,201
Foreign Stocks	4,362	—	—	4,362	30	—	—	30
Foreign Bonds	668,837	1,305,822	—	1,974,660	4,619	9,017	—	13,636
Others	15,608	930,706	—	946,315	108	6,427	—	6,535
Total Assets	¥ 3,394,598	¥ 3,152,182	¥ 1,336	¥ 6,548,117	\$ 23,442	\$ 21,768	\$ 9	\$ 45,219
Derivative Transactions (*1)(*2)(*3)								
Interest Rate Transactions	¥ 2,193	¥ (162,557)	¥ 1,196	¥ (159,167)	\$ 15	\$ (1,123)	\$ 8	\$ (1,099)
Currency Transactions	—	(62,860)	—	(62,860)	—	(434)	—	(434)
Stock Related Transactions	6,028	—	—	6,028	42	—	—	42
Bond-Related Transactions	4,314	(7,697)	—	(3,382)	30	(53)	—	(23)
Credit and								
Derivative Transactions	—	3,720	—	3,720	—	26	—	26
Total Derivative Transactions	¥ 12,536	¥ (229,395)	¥ 1,196	¥ (215,661)	\$ 87	\$ (1,584)	\$ 8	\$ (1,489)

(\*1) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(\*2) As for derivative transactions applying hedge accounting, ¥(270,573) million (U.S. \$(1,868) million) is recorded on the interim consolidated balance sheets as of September 30, 2022.

(\*3) Derivative transactions qualifying for hedge accounting include interest rate swaps designated as hedging instruments to fix cash flows of hedged items such as loans and bills discounted, and deferred hedges have been adopted, in principle. In addition, "Practical Solution on the Treatment of Hedge Accounting for Financial Instruments that Reference LIBOR" (ASBJ PITF No.40, March 17, 2022) has been adopted to these hedge transactions.

(2) Financial assets and liabilities which are not stated at fair value on the interim consolidated balance sheets

Cash and Due from Banks, Call Loans and Bills Bought, Receivables under Resale Agreements and Receivables under Securities Borrowing Transactions, Foreign Exchanges, Call Money and Bills Sold, Payables under Repurchase Agreements, Short-Term Bonds Payables, and Borrowed Money from Trust Account are not included in the following tables because most of such transactions have short contractual terms (one year or less) and the carrying amounts approximate fair value.

	Millions of Yen											
	Sep. 30, 2022											
	Level 1		Level 2		Level 3		Total	Interim consolidated balance sheet amount	Net unrealized gains (losses)			
Monetary Claims Bought (*)	¥	—	¥	43,087	¥	576,561	¥	619,649	¥	619,193	¥	455
Securities												
Held-to-Maturity Securities		129,156		89,729		—		218,885		209,204		9,681
Government Bonds		129,156		—		—		129,156		117,463		11,693
Local Government Bonds		—		—		—		—		—		—
Short-Term Bonds Payable		—		—		—		—		—		—
Corporate Bonds		—		14,597		—		14,597		14,400		197
Other Securities		—		75,131		—		75,131		77,340		(2,209)
Foreign Bonds		—		75,131		—		75,131		77,340		(2,209)
Others		—		—		—		—		—		—
Loans and Bills Discounted										32,281,534		
Allowance for Loan Losses (*)										(121,241)		
		—		—		32,331,878		32,331,878		32,160,293		171,584
Lease Receivables and Investment Assets (*)		—		—		683,577		683,577		672,346		11,231
Total Assets	¥	129,156	¥	132,817	¥	33,592,017	¥	33,853,990	¥	33,661,037	¥	192,953
Deposits	¥	—	¥	34,523,155	¥	—	¥	34,523,155	¥	34,509,006	¥	14,148
Negotiable Certificates of Deposit		—		7,764,336		—		7,764,336		7,764,336		—
Borrowed Money		—		5,872,024		—		5,872,024		5,927,905		(55,880)
Bonds Payable		—		2,250,850		—		2,250,850		2,323,386		(72,535)
Total Liabilities	¥	—	¥	50,410,366	¥	—	¥	50,410,366	¥	50,524,634	¥	(114,268)

(\*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the interim consolidated balance sheets, because the balance of the allowance is immaterial.

	Millions of U.S. Dollars					
	Sep. 30, 2022					
	Level 1	Level 2	Level 3	Total	Interim consolidated balance sheet amount	Net unrealized gains (losses)
Monetary Claims Bought (*)	\$ —	\$ 298	\$ 3,982	\$ 4,279	\$ 4,276	\$ 3
Securities						
Held-to-Maturity Securities	892	620	—	1,512	1,445	67
Government Bonds	892	—	—	892	811	81
Local Government Bonds	—	—	—	—	—	—
Short-Term Bonds Payable	—	—	—	—	—	—
Corporate Bonds	—	101	—	101	99	1
Other Securities	—	519	—	519	534	(15)
Foreign Bonds	—	519	—	519	534	(15)
Others	—	—	—	—	—	—
Loans and Bills Discounted					222,923	
Allowance for Loan Losses (*)					(837)	
	—	—	223,271	223,271	222,086	1,185
Lease Receivables and Investment Assets (*)	—	—	4,721	4,721	4,643	78
Total Assets	\$ 892	\$ 917	\$ 231,973	\$ 233,782	\$ 232,450	\$ 1,332
Deposits	\$ —	\$ 238,403	\$ —	\$ 238,403	\$ 238,305	\$ 98
Negotiable Certificates of Deposit	—	53,617	—	53,617	53,617	—
Borrowed Money	—	40,550	—	40,550	40,936	(386)
Bonds Payable	—	15,543	—	15,543	16,044	(501)
Total Liabilities	\$ —	\$ 348,114	\$ 40,550	\$ 348,114	\$ 348,903	\$ (789)

(\*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the interim consolidated balance sheets, because the balance of the allowance is immaterial.

(Note 1) Description of the valuation techniques and inputs used to measure fair value

### Monetary Claims Bought

Among monetary claims bought, securitized products are stated at reasonably calculated prices, which are equivalent to market prices, such as counterparties' quoted prices or dealer/broker-quoted prices, and are classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values for all other monetary claims bought are principally calculated in the same manner as Loans and Bills Discounted and mainly classified into Level 3.

### Trading Assets

Bonds and other securities held for trading purposes whose fair values are stated at dealer association prices or counterparties' quoted prices are classified into Level 1 or Level 2 depending on the level of market activity. Others

whose fair values are calculated by discounting future cash flows to their present values using observable inputs, are classified into Level 2.

### Money Held in Trust

Securities managed as trust assets in money held in trust, which are individually managed with the principal objective of securities portfolio management, are stated at quoted market prices or dealer/broker-quoted prices and classified into Level 1 or Level 2 depending on the level of the components. Investment trusts and funds for which no market transaction prices are available, including privately placed investment trusts, are stated at fair value based on factors, such as the net asset value, if there are no significant restrictions on the cancellation or repurchase request that would require compensation for the risk from market participants, and are primarily classified into Level 2.

Notes regarding money held in trust by holding purpose are presented under the "Money Held in Trust" section.

## Securities

Listed stocks are stated at quoted market prices and mainly classified into Level 1 depending on the level of market activity.

Bonds are stated at quoted market prices announced in exchange traded transactions, over-the-counter transactions, and others, and classified into Level 1 if they are traded in an active market. If the market is not active, even though bonds are stated at quoted market prices, they are classified into Level 2. Bonds stated at prices obtained from a third party, such as pricing services and dealers/brokers, are classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values of certain bonds are calculated by classifying them according to their internal ratings and maturities, and discounting the aggregate principal and interest by the interest rate which takes into account risk factors, including credit risks. If the interest rate is a significant unobservable input, the fair values of the bonds are classified into Level 3, otherwise Level 2.

Fair values of listed investment trusts and funds are stated at market prices quoted by exchanges and primarily classified into Level 1 based on the level of market activity. Investment trusts and funds for which no market transaction prices are available, including privately placed investment trusts, are stated at fair value based on factors, such as the net asset value, if there are no significant restrictions on the cancellation or repurchase request that would require compensation for the risk from market participants, and are primarily classified into Level 2.

## Loans and Bills Discounted

Fair values of loans and bills discounted are calculated by grouping loans according to loan terms, internal ratings, and maturities; and discounting the aggregate principal and interest by the interest rate which takes into account risk factors, including credit risks. However, floating-rate loans for which their carrying amounts are deemed to approximate fair value, due to the nature of the loan or the borrower's credit situation subsequent to the execution of the loans, are stated at their carrying amounts. For claims executed to borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy, estimated loan losses are

calculated based on the present value of estimated future cash flows or the expected recoverable amounts from collateral or guarantees. Therefore, fair values for these claims are stated at the amounts by deducting the allowance for loan losses from the amounts in the interim consolidated balance sheets at the interim consolidated balance sheet date because such deducted amounts approximate fair value. Loans without stated maturities (as the amount of credit is limited to the value of the collateral or due to some other special characteristics) are stated at their carrying amounts as the carrying amounts are deemed to approximate the fair value because of the expected repayment periods and the interest terms. These fair values are classified into Level 3.

## Lease Receivables and Investment Assets

Fair values of lease receivables and investment assets are calculated by grouping these assets according to the types of receivables, internal ratings, maturities, and others, and discounting the aggregate principal and interest by the interest rate which takes into account risk factors, including credit risks. These fair values are classified into Level 3.

## Deposits and Negotiable Certificates of Deposit

Demand deposits are stated at the amount that would have to be paid on demand at the interim consolidated balance sheet date (carrying amount). Time deposits with a fixed rate are grouped by product type and stated at the present value of their future cash flows discounted by the rates that would be newly used on the same type of deposits. Floating-rate time deposits and fixed-rate time deposits with short maturities (one year or less) are stated at their carrying amounts because the carrying amounts approximate the fair value. These fair values are classified into Level 2.

## Borrowed Money

Borrowed money at floating rates is stated at their carrying amounts. The carrying amounts are deemed to approximate fair value because such amounts reflect short-term market interest rates, and there have been no significant changes in credit condition subsequent to undertaking the borrowed money. Fair values of borrowed money at fixed rates are calculated by discounting their future cash flows by the interest rate adjusted for the residual term and credit

risk. Fair values for obligations with short maturities (one year or less) are stated at their carrying amounts because they approximate fair value. These fair values are classified into Level 2.

### Bonds Payable

Bonds issued by SuMi TRUST Holdings and its consolidated subsidiaries are stated at market prices, if such prices are available. Fair values for other bonds are calculated by discounting future cash flows to their present values by the interest rate adjusted for the residual term and credit risk. These fair values are classified into Level 2.

### Derivative transactions

The fair values of listed derivatives, including interest rates, bonds, currencies, and stocks, are classified into Level 1 as these amounts are measured using the liquidation price quoted by exchanges, given that the liquidation price represents the latest transaction price, and the unadjusted quoted price in an active market can be used.

The fair values of over-the-counter derivative transactions, including embedded derivatives separated from the host contract and accounted for as a derivative, in other words, derivatives other than listed derivatives, are, in principle, measured by a valuation method, including the following: the present value of the estimated future cash flows and the option valuation model, which use inputs such as observable interest rate and exchange rate. The fair values of these transactions take into account credit risks of the counterparties and SuMi TRUST Holdings. The valuation models applied in certain transactions utilize unobservable inputs in markets, such as correlations in the past. Over-the-counter derivative transactions are classified into Level 2 if observable inputs are available or the impact of unobservable inputs to the fair values is not significant. If the impact of unobservable inputs to the fair values is significant, they are classified into Level 3.

(Note 2) Quantitative information about financial assets and liabilities measured and stated on the interim consolidated balance sheets at fair value and classified into Level 3

(1) Quantitative information on significant unobservable inputs

Quantitative information on significant unobservable inputs for the interim period ended September 30, 2022, consists of the following:

	Valuation technique	Significant unobservable inputs	Range
Securities			
Corporate Bonds	Discounted present value method	Discount rate	1.2%
Derivative Transactions			
Interest Rate Related Transactions	Option valuation model	Correlation between interest rate and foreign exchange rate	(42.5)% - (7.6)%
		Correlation between interest rates	12.8%

(2) Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the period

Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the period ended September 30, 2022, are as follows:

	Millions of Yen							Net unrealized gains (losses) on financial assets and liabilities held at interim consolidated balance sheet date recognized in profit or losses of the period (*1)
	Sep. 30, 2022							
	Beginning balance	Profit or losses for the period (*1)	Other comprehensive income (*2)	Net amount of purchase, issuance, sale, and settlement	Transfer to Level 3 (*3)	Transfer from Level 3 (*3)	Ending balance	
Securities	¥ 2,130	¥ —	¥ 256	¥ (1,050)	¥ —	¥ —	¥ 1,336	¥ —
Derivative Transactions (Interest Rate Related Transactions) (*4)	1,173	22	—	—	—	—	1,196	22

	Millions of U.S. Dollars							
	Sep. 30, 2022							
	Beginning balance	Profit or losses for the period (*1)	Other comprehensive income (*2)	Net amount of purchase, issuance, sale, and settlement	Transfer to Level 3 (*3)	Transfer from Level 3 (*3)	Ending balance	Net unrealized gains (losses) on financial assets and liabilities held at interim consolidated balance sheet date recognized in profit or losses of the period (*1)
Securities	\$ 15	\$ —	\$ 2	\$ (7)	\$ —	\$ —	\$ 9	\$ —
Derivative Transactions (Interest Rate Related Transactions) (*4)	8	0	—	—	—	—	8	0

(\*1) The amounts shown in the table above are included in "Trading Income" and "Trading Expenses" in the interim consolidated statements of income.

(\*2) The amounts shown in the table above are included in "Valuation Differences on Available-for-Sale Securities" under "Other Comprehensive Income (losses)" in the interim consolidated statements of comprehensive income.

(\*3) The amounts of transfer from or to Level 3 fair value are relevant to the changes in the observability of the inputs. The transfer was made at the end of the current interim period.

(\*4) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

## (3) Description of the fair value valuation process

At the SuMi TRUST Group, the middle division creates policies and procedures for the calculation of fair values and procedures for the use of fair value valuation models, and based on them, the front and middle divisions collaboratively establish the fair value valuation model. In addition, the middle and other divisions verify the reasonableness of the valuation methods and the inputs used, and the appropriateness of the classification of the fair value level.

For the calculation of the fair value, the valuation model, which represents the nature, characteristics, and risks of each asset in the most appropriate manner, is utilized. Moreover, if quoted prices obtained from third parties are used, those prices are verified using an appropriate method, such as the review of the valuation method and the inputs used and comparison with the fair values of similar financial instruments.

## (4) Description of the sensitivity of the fair value to changes in significant unobservable inputs

**Discount Rate**

Discount rate is determined for each financial asset and calculated based on the risk-free rate that incorporates other risk factors, such as credit risk. A significant increase (decrease) in the discount rate would generally result in a significant decrease (increase) in the fair value.

**Correlation**

Correlation is an indicator of the relation of changes between variables, such as interest rate and exchange rate. Correlation is used in the valuation technique of complex derivatives, and estimated based on historical results. A significant change in correlation would generally result in a significant increase or decrease in a fair value according to the nature and contractual terms and conditions of the financial instrument.

(Note 3) Interim consolidated balance sheet amounts of equity securities with no market prices, etc. and investments in partnership, etc. are as follows. These amounts are not included in "Securities" stated on the tables disclosed in "Fair Values of Financial Instruments and Breakdown by Input Level."

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Equity Securities with No Market Prices, etc. (*1)(*2)	¥ 94,491	\$ 653
Investments in Partnership, etc. (*3)	237,102	1,637

(\*1) Unlisted stocks are included in "Equity securities with no market prices, etc." and their fair values are not disclosed in accordance with Paragraph 5 of "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No.19, March 31, 2020).

(\*2) Impairment losses of ¥442 million (U.S. \$3 million) are recognized against Unlisted Stocks and others for the six-month period ended September 30, 2022.

(\*3) "Investments in partnership, etc." mainly include silent partnerships and investment partnerships. These fair values are not disclosed in accordance with Paragraph 24, Article 16 of Guidance for Application of Fair Value Measurement.

## Securities

- \*1. In addition to the "Securities" presented in the interim consolidated balance sheets, the following information includes loan-backed trust deeds reported under "Monetary Claims Bought."
- \*2. "Stocks in Subsidiaries and Affiliated Companies" are presented as a note to the interim financial statements.

### 1. Held-to-Maturity Securities with Fair Value

Held-to-maturity securities with fair value as of September 30, 2022, consist of the following:

September 30, 2022	Millions of Yen		
	Carrying Amount	Fair Value	Difference
Securities for which Fair Value Exceeds Carrying Amount			
Government Bonds	¥ 117,463	¥ 129,156	¥ 11,693
Local Government Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	14,400	14,597	197
Other Securities	42,894	43,087	193
Foreign Bonds	—	—	—
Others	42,894	43,087	193
Subtotal	174,758	186,842	12,083
Securities for which Fair Value Does Not Exceed Carrying Amount			
Government Bonds	¥ —	¥ —	¥ —
Local Government Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	—	—	—
Other Securities	77,340	75,131	(2,209)
Foreign Bonds	77,340	75,131	(2,209)
Others	—	—	—
Subtotal	77,340	75,131	(2,209)
<b>Total</b>	<b>¥ 252,099</b>	<b>¥ 261,973</b>	<b>¥ 9,874</b>

September 30, 2022	Millions of U.S. Dollars		
	Carrying Amount	Fair Value	Difference
Securities for which Fair Value Exceeds Carrying Amount			
Government Bonds	\$ 811	\$ 892	\$ 81
Local Government Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	99	101	1
Other Securities	296	298	1
Foreign Bonds	—	—	—
Others	296	298	1
Subtotal	1,207	1,290	83
Securities for which Fair Value Does Not Exceed Carrying Amount			
Government Bonds	\$ —	\$ —	\$ —
Local Government Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	—	—	—
Other Securities	534	519	(15)
Foreign Bonds	534	519	(15)
Others	—	—	—
Subtotal	534	519	(15)
<b>Total</b>	<b>\$ 1,741</b>	<b>\$ 1,809</b>	<b>\$ 68</b>



## 2. Available-for-Sale Securities

Available-for-sale securities as of September 30, 2022, consist of the following:

September 30, 2022	Millions of Yen		
	Carrying Amount	Acquisition Cost	Difference
Securities for which Carrying Amount Exceeds Acquisition Cost			
Stocks	¥ 1,060,770	¥ 468,744	¥ 592,026
Bonds	902,725	899,522	3,203
Government Bonds	451,705	451,543	162
Local Government Bonds	3,312	3,304	8
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	447,707	444,675	3,032
Other Securities	471,852	440,353	31,499
Foreign Stocks	3,816	395	3,420
Foreign Bonds	118,809	117,170	1,638
Others	349,226	322,786	26,440
Subtotal	2,435,348	1,808,619	626,729
Securities for which Carrying Amount Does Not Exceed Acquisition Cost			
Stocks	¥ 57,027	¥ 69,142	¥ (12,115)
Bonds	1,433,937	1,454,295	(20,357)
Government Bonds	1,123,443	1,142,190	(18,746)
Local Government Bonds	31,919	32,299	(379)
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	278,573	279,805	(1,231)
Other Securities	2,577,318	2,858,028	(280,710)
Foreign Stocks	546	548	(2)
Foreign Bonds	1,855,850	1,943,354	(87,503)
Others	720,921	914,126	(193,204)
Subtotal	4,068,282	4,381,466	(313,184)
<b>Total</b>	<b>¥ 6,503,631</b>	<b>¥ 6,190,085</b>	<b>¥ 313,545</b>

September 30, 2022	Millions of U.S. Dollars		
	Carrying Amount	Acquisition Cost	Difference
Securities for which Carrying Amount Exceeds Acquisition Cost			
Stocks	\$ 7,325	\$ 3,237	\$ 4,088
Bonds	6,234	6,212	22
Government Bonds	3,119	3,118	1
Local Government Bonds	23	23	0
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	3,092	3,071	21
Other Securities	3,258	3,041	218
Foreign Stocks	26	3	24
Foreign Bonds	820	809	11
Others	2,412	2,229	183
Subtotal	16,818	12,490	4,328
Securities for which Carrying Amount Does Not Exceed Acquisition Cost			
Stocks	\$ 394	\$ 477	\$ (84)
Bonds	9,902	10,043	(141)
Government Bonds	7,758	7,888	(129)
Local Government Bonds	220	223	(3)
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	1,924	1,932	(9)
Other Securities	17,798	19,736	(1,938)
Foreign Stocks	4	4	(0)
Foreign Bonds	12,816	13,420	(604)
Others	4,978	6,313	(1,334)
Subtotal	28,094	30,257	(2,163)
<b>Total</b>	<b>\$ 44,911</b>	<b>\$ 42,746</b>	<b>\$ 2,165</b>

### 3. Impairment of Securities

Securities other than equity securities with no market prices and investments in partnerships, or those deemed to be trading securities, are treated as impaired when their fair values have declined significantly from the acquisition cost and it is deemed unlikely to recover to the acquisition cost. Such securities are recorded at their fair values in the interim consolidated balance sheets. The difference between the acquisition cost and the fair values is recognized as an impairment loss.

Impairment losses of ¥1,056 million (U.S. \$7 million) on stocks and ¥941 million (U.S. \$7 million) on others were recognized during the current interim period.

The criteria for determining whether the fair values of securities have significantly declined are as follows:

- For securities whose issuers are classified as “normal” under the asset self-assessment, a decline of 50% or more in the fair values compared with the acquisition cost is deemed to be significant;
- For securities whose issuers are classified as “close-observation borrowers,” a decline of 30% or more in the fair values compared with the acquisition cost is deemed to be significant; and
- The fair values of some securities are deemed unrecoverable and impairment losses are recognized when their fair values have declined more than 30% but less than 50% from the acquisition cost and the fair values have continued to decline over a certain period.

### Money Held in Trust

#### 1. Held-to-Maturity Money Held in Trust

There is no held-to-maturity money held in trust as of September 30, 2022.

#### 2. Other Money Held in Trust (other than those held for trading purposes or held-to-maturity)

Other money held in trust (other than those held for trading purposes or held-to-maturity) as of September 30, 2022, consists of the following:

September 30, 2022	Millions of Yen				
	Carrying Amount	Acquisition Cost	Difference	Positive Difference	Negative Difference
Other Money Held in Trust	¥ 1,573	¥ 991	¥ 581	¥ 581	¥ —

September 30, 2022	Millions of U.S. Dollars				
	Carrying Amount	Acquisition Cost	Difference	Positive Difference	Negative Difference
Other Money Held in Trust	\$ 11	\$ 7	\$ 4	\$ 4	\$ —

(Note)

The amount of “Difference” is net of “Positive Difference” and “Negative Difference.”

### Valuation Differences on Available-for-Sale Securities

The following table shows components of "Valuation Differences on Available-for-Sale Securities" in the interim consolidated balance sheets.

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Valuation Differences		
Available-for-Sale Securities	¥ 321,261	\$ 2,219
Other Money Held in Trust	581	4
Total Valuation Differences	321,843	2,223
Amount Equivalent to Deferred Tax Assets (Liabilities)	99,225	685
Total (Before Adjustment for Non-Controlling Interests and Parent Company's Portions in Available-for-Sale Securities Owned by its Affiliated Companies)	222,618	1,537
Non-Controlling Interests	255	2
Parent Company's Portions in Available-for-Sale Securities Owned by Its Affiliated Companies	(7,209)	(50)
Valuation Differences on Available-for-Sale Securities	¥ 215,153	\$ 1,486

(Notes)

1) Foreign currency translation differences on equity securities with no market prices denominated in foreign currencies are included in the "Available-for-Sale Securities" under "Valuation Differences."

2) The valuation differences of ¥6,959 million (U.S. \$48 million) on available-for-sale securities composing assets held by associated companies is included in "Available-for-Sale Securities" under "Valuation Differences."

## Derivatives

### 1. Derivative Transactions Not Qualifying for Hedge Accounting

Derivative transactions not qualifying for hedge accounting are grouped by type of underlying transaction. The notional amounts (or the amount equivalent to the principal specified in the contracts), the fair values, and the valuation differences as of the interim consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

#### (1) Interest-Related Transactions

Interest-related transactions not qualifying for hedge accounting as of September 30, 2022, consist of the following:

	Millions of Yen				Millions of U.S. Dollars			
	Sep. 30, 2022				Sep. 30, 2022			
	Notional Amount		Fair Value	Valuation Difference	Notional Amount		Fair Value	Valuation Difference
Total	Over One Year	Total			Over One Year			
Listed								
Interest Futures								
Sold	¥ 24,290,406	¥ 10,646,666	¥ 155,097	¥ 155,097	\$ 167,740	\$ 73,522	\$ 1,071	\$ 1,071
Purchased	22,963,934	10,448,331	(152,866)	(152,866)	158,580	72,152	(1,056)	(1,056)
Interest Options								
Sold	172,628	—	(124)	(36)	1,192	—	(1)	(0)
Purchased	42,624	—	87	39	294	—	1	0
OTC								
Forward Rate Agreements								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Interest Rate Swaps								
Fixed Interest Rate Receivable/ Floating Interest Rate Payable	55,033,532	47,712,576	(1,941,549)	(1,941,549)	380,040	329,484	(13,408)	(13,408)
Floating Interest Rate Receivable/ Fixed Interest Rate Payable	48,286,346	42,016,036	1,835,066	1,835,066	333,446	290,146	12,672	12,672
Floating Interest Rate Receivable/ Floating Interest Rate Payable	14,950,755	12,722,537	(4,983)	(4,983)	103,244	87,857	(34)	(34)
Interest Options								
Sold	9,879,600	9,870,879	(57,933)	(51,999)	68,225	68,164	(400)	(359)
Purchased	7,178,659	7,161,442	55,045	52,091	49,573	49,454	380	360
Others								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Total			¥ (112,160)	¥ (109,140)			\$ (775)	\$ (754)

(Note)

The above transactions are stated at their fair values and valuation differences are recorded in the interim consolidated statements of income.

## (2) Currency-Related Transactions

Currency-related transactions not qualifying for hedge accounting as of September 30, 2022, consist of the following:

	Millions of Yen								Millions of U.S. Dollars									
	Sep. 30, 2022								Sep. 30, 2022									
	Notional Amount				Fair Value	Valuation Difference	Notional Amount				Fair Value	Valuation Difference						
	Total	Over One Year					Total	Over One Year										
Listed																		
Currency Futures																		
Sold	¥	—	¥	—	¥	—	¥	—	\$	—	\$	—	\$	—	\$	—		
Purchased		—		—		—		—		—		—		—		—		
Currency Options																		
Sold		—		—		—		—		—		—		—		—		
Purchased		—		—		—		—		—		—		—		—		
OTC																		
Currency Swaps	8,332,439		7,394,183		164,035		164,035		57,540		51,061		1,133		1,133			
Forward Exchange Contracts																		
Sold	22,181,180		1,895,384		(1,013,776)		(1,013,776)		153,174		13,089		(7,001)		(7,001)			
Purchased	25,720,856		367,765		1,018,470		1,018,470		177,618		2,540		7,033		7,033			
Currency Options																		
Sold	1,634,443		895,812		(115,741)		(33,692)		11,287		6,186		(799)		(233)			
Purchased	1,411,172		797,988		107,718		37,977		9,745		5,511		744		262			
Others																		
Sold		—		—		—		—		—		—		—		—		
Purchased		—		—		—		—		—		—		—		—		
Total					¥ 160,706					¥ 173,014					\$ 1,110			\$ 1,195

## (Note)

The above transactions are stated at their fair values and valuation differences are recorded in the interim consolidated statements of income.

## (3) Stock-Related Transactions

Stock-related transactions not qualifying for hedge accounting as of September 30, 2022, consist of the following:

	Millions of Yen				Millions of U.S. Dollars			
	Sep. 30, 2022				Sep. 30, 2022			
	Notional Amount		Fair Value	Valuation Difference	Notional Amount		Fair Value	Valuation Difference
	Total	Over One Year			Total	Over One Year		
Listed								
Stock Index Futures								
Sold	¥ 114,136	¥ —	¥ 8,597	¥ 8,597	\$ 788	\$ —	\$ 59	\$ 59
Purchased	56,371	—	(3,765)	(3,765)	389	—	(26)	(26)
Stock Index Options								
Sold	85,147	—	(1,189)	458	588	—	(8)	3
Purchased	128,909	—	2,386	241	890	—	16	2
OTC								
OTC Stock Options								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
OTC Stock Swaps								
Volatility of Stock Price and Other Receivable/ Short-Term Floating Interest Rate Payable	—	—	—	—	—	—	—	—
Short-Term Floating Interest Rate Receivable/ Volatility of Stock Price and Other Payable	—	—	—	—	—	—	—	—
Others								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
<b>Total</b>			¥ 6,028	¥ 5,532			\$ 42	\$ 38

## (Note)

The above transactions are stated at their fair values and valuation differences are recorded in the interim consolidated statements of income.

## (4) Bond-Related Transactions

Bond-related transactions not qualifying for hedge accounting as of September 30, 2022, consist of the following:

	Millions of Yen				Millions of U.S. Dollars			
	Sep. 30, 2022				Sep. 30, 2022			
	Notional Amount		Fair Value	Valuation Difference	Notional Amount		Fair Value	Valuation Difference
	Total	Over One Year			Total	Over One Year		
Listed								
Bond Futures								
Sold	¥ 2,178,487	¥ —	¥ 49,416	¥ 49,416	\$ 15,044	\$ —	\$ 341	\$ 341
Purchased	1,947,864	—	(42,578)	(42,578)	13,451	—	(294)	(294)
Bond Future Options								
Sold	412,163	—	(3,543)	29	2,846	—	(24)	0
Purchased	182,959	—	1,019	95	1,263	—	7	1
OTC								
Bond Forward Contracts								
Sold	32,582	—	892	892	225	—	6	6
Purchased	281,062	—	(9,022)	(9,022)	1,941	—	(62)	(62)
Bond Options								
Sold	64,318	—	(21)	76	444	—	(0)	1
Purchased	65,313	994	454	298	451	7	3	2
Others								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
<b>Total</b>			¥ (3,382)	¥ (791)			\$ (23)	\$ (5)

## (Note)

The above transactions are stated at their fair values and valuation differences are recorded in the interim consolidated statements of income.

## (5) Commodity-Related Transactions

There are no commodity-related transactions not qualifying for hedge accounting as of September 30, 2022.

## (6) Credit Derivative Transactions

Credit derivative transactions not qualifying for hedge accounting as of September 30, 2022, consist of the following:

	Millions of Yen				Millions of U.S. Dollars			
	Sep. 30, 2022				Sep. 30, 2022			
	Notional Amount		Fair Value	Valuation Difference	Notional Amount		Fair Value	Valuation Difference
	Total	Over One Year			Total	Over One Year		
OTC								
Credit Default Swaps								
Sold	¥ 29,100	¥ 16,600	¥ 356	¥ 356	\$ 201	\$ 115	\$ 2	\$ 2
Purchased	188,054	175,554	3,363	3,363	1,299	1,212	23	23
Others								
Sold	—	—	—	—	—	—	—	—
Purchased	—	—	—	—	—	—	—	—
Total			¥ 3,720	¥ 3,720			\$ 26	\$ 26

## (Notes)

1) The above transactions are stated at their fair values and valuation differences are recorded in the interim consolidated statements of income.

2) "Sold" represents transactions under which the credit risk has been assumed, and "Purchased" represents transactions under which the credit risk has been transferred to another party.



## 2. Derivative Transactions Qualifying for Hedge Accounting

Derivative transactions qualifying for hedge accounting are grouped by type of underlying transaction. The notional amounts (or the amount equivalent to the principal specified in the contracts) and the fair values as of the interim consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

### (1) Interest-Related Transactions

Interest-related transactions qualifying for hedge accounting as of September 30, 2022, consist of the following:

		Millions of Yen			Millions of U.S. Dollars		
		Sep. 30, 2022			Sep. 30, 2022		
		Notional Amount		Fair Value	Notional Amount		Fair Value
		Total	Over One Year		Total	Over One Year	
Deferral Method							
Interest Rate Swaps							
Fixed Interest Rate Receivable/ Floating Interest Rate Payable	Financial Assets/ Liabilities such as Loans and Bills Discounted, Available-for-Sale Securities (Bonds), Deposits, and Bonds Payable	¥ 1,391,781	¥ 1,164,566	¥ (109,322)	\$ 9,611	\$ 8,042	\$ (755)
Floating Interest Rate Receivable/ Fixed Interest Rate Payable		1,543,189	1,102,809	62,315	10,657	7,616	430
Interest Futures							
Sold		—	—	—	—	—	—
Purchased		—	—	—	—	—	—
Interest Options							
Sold		—	—	—	—	—	—
Purchased		—	—	—	—	—	—
Others							
Sold		—	—	—	—	—	—
Purchased	—	—	—	—	—	—	
Exceptional Treatment for Interest Rate Swaps							
Interest Rate Swaps							
Fixed Interest Rate Receivable/ Floating Interest Rate Payable		—	—		—	—	
Floating Interest Rate Receivable/ Fixed Interest Rate Payable		—	—		—	—	
Total		¥ (47,007)			\$ (325)		

(Note)

Deferred hedge accounting stipulated in Guidance No.24 is applied, in principle.

## (2) Currency-Related Transactions

Currency-related transactions qualifying for hedge accounting as of September 30, 2022, consist of the following:

Major Hedged Item		Millions of Yen			Millions of U.S. Dollars		
		Sep. 30, 2022			Sep. 30, 2022		
		Notional Amount		Fair Value	Notional Amount		Fair Value
		Total	Over One Year		Total	Over One Year	
Deferral Method							
Currency Swaps		¥ 2,617,596	¥ 1,301,304	¥ (261,838)	\$ 18,076	\$ 8,986	\$ (1,808)
Forward Exchange Contracts							
Sold	Loans and Bills Discounted	35,164	—	(449)	243	—	(3)
Purchased	and Securities Denominated	559,672	—	41,722	3,865	—	288
Others	in Foreign Currencies						
Sold		—	—	—	—	—	—
Purchased		—	—	—	—	—	—
Method of Including Foreign Currency Translation Adjustments Arising from the Hedging Instruments in “Foreign Currency Translation Adjustments”							
Forward Exchange Contracts	Investment in the Shares of Subsidiaries and Affiliated Companies						
Sold		¥ 111,916	¥ —	¥ (2,999)	\$ 773	\$ —	\$ (21)
Purchased		—	—	—	—	—	—
Total		¥ (223,566)			\$ (1,544)		

## (Note)

Deferred hedge accounting stipulated in Guidance No.25 is applied, in principle.

## (3) Stock-Related Transactions

There are no stock-related transactions qualifying for hedge accounting as of September 30, 2022.

## (4) Bond-Related Transactions

There are no bond-related transactions qualifying for hedge accounting as of September 30, 2022.

## Information Related to Revenue Recognition

The information related to disaggregation of revenue from contracts with customers for the six months ended September 30, 2022 is as follows:

The Sumi TRUST Group has changed its reportable segments effective from the six months ended September

30, 2022 in line with the reorganization of SuMi TRUST Bank effective April 1, 2022. The details of the change are described in "Notes to the Interim Consolidated Financial Statements, Segment Information."

Six Months Ended September 30, 2022	Millions of Yen								Ordinary Income Other than Those Disaggregated Revenue	Total
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Subtotal		
Trust Fees	¥ 3,399	¥ 6,607	¥ 43,074	¥ 1,744	¥ —	¥ —	¥ —	¥ 54,824	¥ —	¥ 54,824
Fees and Commissions	43,064	28,460	24,253	28,784	219	73,540	(21,688)	176,633	38,280	214,913
Ordinary Income from Contracts with Customers	¥ 46,463	¥ 35,067	¥ 67,327	¥ 30,528	¥ 219	¥ 73,540	¥ (21,688)	¥ 231,457		

Six Months Ended September 30, 2022	Millions of U.S. Dollars								Ordinary Income Other than Those Disaggregated Revenue	Total
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Subtotal		
Trust Fees	\$ 23	\$ 46	\$ 297	\$ 12	\$ —	\$ —	\$ —	\$ 379	\$ —	\$ 379
Fees and Commissions	297	197	167	199	2	508	(150)	1,220	264	1,484
Ordinary Income from Contracts with Customers	\$ 321	\$ 242	\$ 465	\$ 211	\$ 2	\$ 508	\$ —	\$ 1,598		

(Note)

"Others" include elimination of internal transactions.

## Segment Information

### 1. Reportable Segment Information

The SuMi TRUST Group's reportable segments are defined as operating segments for which discrete financial information is available. The Board of Directors and the Executive Committee periodically receive reporting on the operating results and other relevant information from each of the reportable segments to make decisions about the allocation of management resources and to assess performance.

The main activities of the reportable segment are presented below:

Retail Business:

Provision of services to individual customers

Wholesale Business:

Provision of services to corporate customers

Investor Services Business:

Provision of services to investors

Real Estate Business:

Provision of services related to the real estate business

Global Markets Business:

Marketing operations, market-making operations, investment operations, and financial management operations

Asset Management Business:

Asset management service operations

### Change in Reportable Segments

The SuMi TRUST Group aims to promote and lead a virtuous circle of funds, assets, and capital by various stakeholders through provision of high value-added products and services and investments to create new values. Effective as of April 1, 2022, reorganization of SuMi TRUST Bank, Limited has been implemented.

Reportable segments of the SuMi TRUST Group were previously divided into "Retail Total Solution Services Business," "Wholesale Financial Services Business (Wholesale Total Solution Services Business and Wholesale Asset Management Business)," "Stock Transfer Agency Services Business," "Real Estate Business," "Fiduciary Services Business," "Asset Management Business," and "Global Markets Business." Starting from the six months ended September 30, 2022, the SuMi TRUST Group has reclassified them into the following segments: "Retail Business (former Retail Total Solution Services Business)," "Wholesale Business (former Wholesale Total Solution Services Business and former Stock Transfer Agency Services Business)," "Investor Services Business (former Wholesale Asset Management Business and former Fiduciary Services Business)," "Real Estate Business," "Global Markets Business," and "Asset Management Business."

## 2. Method for Calculating Substantial Gross Business Profit and Net Business Profit by Reportable Segment

Segment information is prepared based on internal management reports and the accounting policies used for the reportable segments are generally the same as

those presented under "Significant Accounting Policies and Practices"; however, the reportable segments are accounted for in accordance with the rules for internal management.

"Net Business Profit" represents "Substantial Gross Business Profit," less "Substantial G&A Expenses." "Substantial Gross Business Profit" and "Substantial G&A Expenses" are financial figures generated on the basis of internal management reporting, and they represent "Substantial Gross Business Profit" and "Substantial G&A Expenses (excluding any non-recurring expenses)" of SuMi TRUST Holdings and its consolidated subsidiaries, reflecting gains or losses of equity-method affiliated companies (proportionate share of gains or losses, excluding any non-recurring items).

Additionally, income earned from inter-segment and cross-segment transactions is calculated by applying the criteria (market prices) specified in the rules for internal management.

"Fixed Assets" disclosed in the assets by reportable segments are the total amount of tangible fixed assets and intangible fixed assets. These assets are owned by SuMi TRUST Bank and allocated to each segment.

## 3. Profit or Loss and Fixed Assets by Reportable Segment

The details and amounts of profit or loss and fixed assets by reportable segment for the six months ended September 30, 2022, are as follows:

	Millions of Yen							
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Total
Six Months Ended September 30, 2022								
Substantial Gross Business Profit	¥ 100,296	¥ 110,900	¥ 63,897	¥ 30,123	¥ 40,961	¥ 43,938	¥ 18,402	¥ 408,519
General and Administrative Expenses	(78,667)	(43,381)	(34,394)	(13,292)	(7,250)	(30,666)	(32,633)	(240,286)
Net Business Profit	¥ 21,628	¥ 67,519	¥ 29,502	¥ 16,830	¥ 33,711	¥ 13,271	¥ (14,231)	¥ 168,233
Fixed Assets	¥ 72,514	¥ 48,984	¥ 21,024	¥ 9,261	¥ 21,647	¥ —	¥ 184,562	¥ 357,994

	Millions of U.S. Dollars							
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Total
Six Months Ended September 30, 2022								
Substantial Gross Business Profit	\$ 693	\$ 766	\$ 441	\$ 208	\$ 283	\$ 303	\$ 127	\$ 2,821
General and Administrative Expenses	(543)	(300)	(238)	(92)	(50)	(212)	(225)	(1,659)
Net Business Profit	\$ 149	\$ 466	\$ 204	\$ 116	\$ 233	\$ 92	\$ (98)	\$ 1,162
Fixed Assets	\$ 501	\$ 338	\$ 145	\$ 64	\$ 149	\$ —	\$ 1,275	\$ 2,472

(Notes)

- 1) The figures represent "Substantial Gross Business Profit" in substitution for net sales to be presented by companies in other industries.
- 2) The amounts of "Substantial Gross Business Profit" include net trust fees, net interest income, net fees and commissions, net trading income, and net other ordinary income and expenses.
- 3) "General and Administrative Expenses" include personnel expenses and non-personnel expenses.
- 4) "Others" include costs of capital funding, dividends for shares for cross-shareholdings, general and administrative

expenses of headquarters, and elimination of internal transactions.

- 5) The amount of "Fixed Assets" for each segment represents the amount of fixed assets owned by SuMi TRUST Bank. "Others" for "Fixed Assets" include shared assets not allocated to any segment, fixed assets owned by consolidated subsidiaries outside the scope of allocation of resources, and adjustments for consolidation. For fixed assets not allocated to each segment, some of related expenses are allocated to each segment based on a reasonable allocation method.

#### 4. Reconciliation Between Total Profit or Loss for Reportable Segments and Amounts in the Interim Consolidated Statements of Income

The details of reconciliation between total profit or loss for reportable segments and income before income taxes in the consolidated statements of income for the six months ended September 30, 2022, are as follows:

	Millions of Yen	Millions of U.S. Dollars
	2022	2022
Net Business Profit	¥ 168,233	\$ 1,162
Other Income	40,830	282
Other Expenses	(43,426)	(300)
Other Adjustments	(21,153)	(146)
Income before Income Taxes	¥ 144,483	\$ 998

## Related Information

### 1. Information by Services

Disclosure of information by services is omitted as similar disclosure is included in the "3. Profit or Loss and Fixed Assets by Reportable Segment" in the "Segment Information" section.

### 2. Geographic Information

#### (1) Income

Income by geographical area for the six months ended September 30, 2022, consists of the following:

Millions of Yen					
Six Months Ended September 30, 2022	Japan	Americas	Europe	Asia and Oceania	Total
	¥ 623,794	¥ 88,569	¥ 62,774	¥ 49,992	¥ 825,131

  

Millions of U.S. Dollars					
Six Months Ended September 30, 2022	Japan	Americas	Europe	Asia and Oceania	Total
	\$ 4,308	\$ 612	\$ 433	\$ 345	\$ 5,698

#### (Notes)

1) The figures represent income in substitution for net sales to be presented by companies in other industries.  
 2) Income related to transactions by SuMi TRUST Holdings, SuMi TRUST Bank (excluding overseas branches), and other domestic consolidated subsidiaries are presented

under "Japan." Income related to transactions by overseas branches of SuMi TRUST Bank and foreign consolidated subsidiaries are presented under "Americas," "Europe," or "Asia and Oceania" based on the location of each overseas branch and subsidiary, reflecting their geographical proximity.

#### (2) Tangible Fixed Assets

More than 90% of the SuMi TRUST Group's tangible fixed assets on the interim consolidated balance sheets are located in Japan; accordingly, tangible fixed assets by geographical area are not presented.

### 3. Information by Major Customer

Due to highly diversified income-generating transactions between the SuMi TRUST Group and a significantly large number of the SuMi TRUST Group's customers, transactions are not classified by counterparty; accordingly, information by major customer is not presented.

### Information Related to Losses on Impairment of Fixed Assets by Reportable Segment

Losses on impairment of fixed assets allocated to reportable segments during the six months ended September 30, 2022 are as follows:

	Millions of Yen							
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Total
Six Months Ended September 30, 2022								
Losses on Impairment of Fixed Assets	¥ —	¥ —	¥ —	¥ —	¥ —	¥ —	¥ 377	¥ 377

	Millions of U.S. Dollars							
	Retail	Wholesale	Investor Services	Real Estate	Global Markets	Asset Management Business	Others	Total
Six Months Ended September 30, 2022								
Losses on Impairment of Fixed Assets	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3	\$ 3

### Information Related to Amortization of Goodwill and Unamortized Balance of Goodwill by Reportable Segment

Amortization of goodwill and unamortized balance of goodwill are not allocated to reportable segments.

Amortization of goodwill recognized during the six months ended September 30, 2022 is ¥3,949 million (U.S. \$27 million). Unamortized balance of goodwill as of September 30, 2022, is ¥25,683 million (U.S. \$177 million).

### Information Related to Gain on Negative Goodwill by Reportable Segment

There is no gain on negative goodwill by reportable segment during the six months ended September 30, 2022.

### Per Share of Common Stock Information

#### 1. Net Assets per Share of Common Stock and Basis for Calculation

The details of net assets per share of common stock and the basis for calculation for the six months ended September 30, 2022, are as follows:

	Net Assets [Millions of Yen] (Numerator)	The Number of Shares of Common Stock Outstanding [Thousands of Shares] (Denominator)	Amount per Share of Common Stock [Yen]
Six Months Ended September 30, 2022			
Net Assets as Reported	¥ 2,751,956		
Less:	30,012		
Subscription Rights to Shares	952		
Non-Controlling Interests	29,059		
Net Assets Attributable to Common Shareholders	¥ 2,721,944	367,488	¥ 7,406.88

	Net Assets [Millions of U.S. Dollars] (Numerator)	The Number of Shares of Common Stock Outstanding [Thousands of Shares] (Denominator)	Amount per Share of Common Stock [U.S. Dollars]
Six Months Ended September 30, 2022			
Net Assets as Reported	\$ 19,004		
Less:	207		
Subscription Rights to Shares	7		
Non-Controlling Interests	201		
Net Assets Attributable to Common Shareholders	\$ 18,797	367,488	\$ 51.15

## 2. Net Income per Share of Common Stock and Basis for Calculation, and Fully Diluted Net Income per Share of Common Stock and Basis for Calculation

The details of net income per share of common stock, fully diluted net income per share of common stock, and the basis for calculation for the six months ended September 30, 2022, are as follows:

Six Months Ended September 30, 2022	Net Income (Loss) [Millions of Yen] (Numerator)	Average Number of Shares of Common Stock Outstanding [Thousands of Shares] (Denominator)	Amount per Share of Common Stock [Yen]
Net Income per Share of Common Stock			
Net Income Attributable to Owners of the Parent	¥ 104,032		
Net Income Not Attributable to Common Shareholders	—		
Net Income Related to Common Stock that Is Attributable to Owners of the Parent	¥ 104,032	371,779	¥ 279.82

Six Months Ended September 30, 2022	Net Income (Loss) [Millions of U.S. Dollars] (Numerator)	Average Number of Shares of Common Stock Outstanding [Thousands of Shares] (Denominator)	Amount per Share of Common Stock [U.S. Dollars]
Net Income per Share of Common Stock			
Net Income Attributable to Owners of the Parent	\$ 718		
Net Income Not Attributable to Common Shareholders	—		
Net Income Related to Common Stock that Is Attributable to Owners of the Parent	\$ 718	371,779	\$ 1.95

Six Months Ended September 30, 2022	Adjustments to Net Income [Millions of Yen]	Effect of Dilutive Securities [Thousands of Shares]	Fully Diluted Amount per Share of Common Stock [Yen]
Fully Diluted Net Income per Share of Common Stock			
Adjustments to Net Income Attributable to Owners of the Parent	¥ —		
Effect of Dilutive Securities:			
Subscription Rights to Shares		225	¥ 279.65

Six Months Ended September 30, 2022	Adjustments to Net Income [Millions of U.S. Dollars]	Effect of Dilutive Securities [Thousands of Shares]	Fully Diluted Amount per Share of Common Stock [U.S. Dollars]
Fully Diluted Net Income per Share of Common Stock			
Adjustments to Net Income Attributable to Owners of the Parent	\$ —		
Effect of Dilutive Securities:			
Subscription Rights to Shares		225	\$ 1.93



The potential shares that are excluded from the calculation of fully diluted net income per share of common stock because they have no dilutive effect are as follows:

1) SuMi TRUST Holdings		
Series 3 Subscription Rights to Shares (Stock Options)	SuMi TRUST Holdings Common Stock	39,300 shares
2) Consolidated Subsidiaries (Nikko Asset Management Co., Ltd.)		
Subscription Rights to Shares (Stock Options)	Nikko Asset Management Common Stock	1,086,000 shares

### 3. Treasury Stock Excluded in the Calculations of Net Income Per Share of Common Stock and Net Assets Per Share of Common Stock

In the calculation of net income per share of common stock, shares of SuMi TRUST Holdings remaining in the share delivery trust for the Directors, which have been recorded as treasury stock in shareholder's equity, are included in treasury stock. Treasury stock is excluded from the calculation of the average number of shares of common stock outstanding for the interim period ended September 30, 2022. In addition, in the calculation of net assets per share of common stock, such shares are included in treasury

stock, which is also excluded from the number of shares of common stock outstanding as of September 30, 2022.

The average number of shares of treasury stock, which is excluded from the calculation of net income per share of common stock, is 387 thousand shares for the interim period ended September 30, 2022. The number of shares of treasury stock, which is also excluded from the calculation of net assets per share of common stock, is 371 thousand shares as of September 30, 2022.

### Significant Subsequent Event

Not applicable.

## Financial Data:

## Non-Consolidated Balance Sheets (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc.  
As of September 30, 2022 and March 31, 2022

	Millions of Yen		Millions of U.S. Dollars
	As of Sep. 30, 2022	As of Mar. 31, 2022	As of Sep. 30, 2022
<b>Assets:</b>			
Current Assets:			
Cash and Due from Banks	¥ 3,815	¥ 18,978	\$ 26
Securities	89,000	104,000	615
Prepaid Expenses	297	234	2
Income Tax Refunds Receivable	6,897	12	48
Other Current Assets	2,158	14,258	15
Total Current Assets	102,168	137,483	706
Non-Current Assets:			
Tangible Fixed Assets	0	0	0
Intangible Fixed Assets	0	0	0
Investments and Other Assets:	2,066,029	2,086,028	14,267
Investment Securities	652	652	5
Investments in Subsidiaries and Affiliated Companies (Stocks)	1,440,065	1,440,056	9,945
Long-Term Loans Receivable from Subsidiaries and Affiliated Companies	625,000	645,000	4,316
Deferred Tax Assets	217	224	2
Other Investments	94	94	1
Total Non-Current Assets	2,066,030	2,086,028	14,267
<b>Total Assets</b>	<b>¥ 2,168,198</b>	<b>¥ 2,223,512</b>	<b>\$ 14,973</b>
<b>Liabilities:</b>			
Current Liabilities:			
Accrued Expenses	¥ 2,015	¥ 2,032	\$ 14
Income Taxes Payable	43	5,338	0
Provision for Bonuses	235	259	2
Provision for Directors' Bonuses	—	77	—
Other Current Liabilities	269	475	2
Total Current Liabilities	2,563	8,183	18
Non-Current Liabilities:			
Bonds Payable	610,000	630,000	4,212
Long-Term Loans Payable	15,000	15,000	104
Provision for Share-Based Remuneration	190	150	1
Other Non-Current Liabilities	187	153	1
Total Non-Current Liabilities	625,377	645,303	4,319
<b>Total Liabilities</b>	<b>¥ 627,941</b>	<b>¥ 653,486</b>	<b>\$ 4,336</b>
<b>Net Assets:</b>			
Total Shareholders' Equity:	¥ 1,539,304	¥ 1,569,019	\$ 10,630
Capital Stock	261,608	261,608	1,807
Capital Surplus:	977,093	977,092	6,747
Legal Capital Surplus	702,933	702,933	4,854
Other Capital Surplus	274,159	274,158	1,893
Retained Earnings:	333,196	333,032	2,301
Other Retained Earnings:			
Retained Earnings Brought Forward	333,196	333,032	2,301
Treasury Stock-At Cost	(32,593)	(2,714)	(225)
Subscription Rights to Shares	952	1,006	7
Total Net Assets	¥ 1,540,257	¥ 1,570,025	\$ 10,636
<b>Total Liabilities and Net Assets</b>	<b>¥ 2,168,198</b>	<b>¥ 2,223,512</b>	<b>\$ 14,973</b>

# Non-Consolidated Statements of Income (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc.  
For the Six Months Ended September 30, 2022 and 2021

	Millions of Yen		Millions of U.S. Dollars
	Six Months Ended Sep. 30, 2022	Six Months Ended Sep. 30, 2021	Six Months Ended Sep. 30, 2022
<b>Operating Income:</b>			
Dividends Received from Subsidiaries	¥ 33,966	¥ 28,146	\$ 235
Fees and Commissions Received from Subsidiaries	3,253	2,486	22
<b>Total Operating Income</b>	<b>37,220</b>	<b>30,633</b>	<b>257</b>
<b>Operating Expenses:</b>			
General and Administrative Expenses	3,081	2,491	21
<b>Total Operating Expenses</b>	<b>3,081</b>	<b>2,491</b>	<b>21</b>
<b>Operating Profit</b>	<b>34,138</b>	<b>28,142</b>	<b>236</b>
<b>Non-Operating Income</b>	<b>3,360</b>	<b>3,331</b>	<b>23</b>
<b>Non-Operating Expenses</b>	<b>3,455</b>	<b>3,414</b>	<b>24</b>
<b>Income before Income Taxes</b>	<b>34,043</b>	<b>28,059</b>	<b>235</b>
<b>Income Taxes:</b>			
Current	125	(142)	1
Deferred	7	175	0
<b>Net Income</b>	<b>¥ 33,911</b>	<b>¥ 28,026</b>	<b>\$ 234</b>
	Yen		U.S. Dollars
<b>Net Income per Share of Common Stock</b>	<b>¥ 91.21</b>	<b>¥ 74.82</b>	<b>\$ 0.63</b>

## Financial Data:

## Non-Consolidated Statements of Changes in Net Assets (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc.  
For the Six Months Ended September 30, 2022 and 2021

For the Six Months Ended September 30, 2022

	Millions of Yen					
	Shareholders' Equity					
	Capital Stock	Capital Surplus			Retained Earnings	
		Legal Capital Surplus	Other Capital Surplus	Total Capital Surplus	Other Retained Earnings Retained Earnings Brought Forward	Total Retained Earnings
Balance at the Beginning of the Period	¥ 261,608	¥ 702,933	¥ 274,158	¥ 977,092	¥ 333,032	¥ 333,032
Changes during the Period						
Cash Dividends					(33,747)	(33,747)
Net Income					33,911	33,911
Purchase of Treasury Stock						
Disposal of Treasury Stock			0	0		
Net Changes of Items Other Than Shareholders' Equity						
Total Changes during the Period	—	—	0	0	164	164
Balance at the End of the Period	¥ 261,608	¥ 702,933	¥ 274,159	¥ 977,093	¥ 333,196	¥ 333,196

	Millions of Yen			
	Shareholders' Equity			Total Net Assets
	Treasury Stock	Total Shareholders' Equity	Subscription Rights to Shares	
Balance at the Beginning of the Period	¥ (2,714)	¥ 1,569,019	¥ 1,006	¥ 1,570,025
Changes during the Period				
Cash Dividends		(33,747)		(33,747)
Net Income		33,911		33,911
Purchase of Treasury Stock	(30,012)	(30,012)		(30,012)
Disposal of Treasury Stock	132	133		133
Net Changes of Items Other Than Shareholders' Equity			(54)	(54)
Total Changes during the Period	(29,879)	(29,714)	(54)	(29,768)
Balance at the End of the Period	¥ (32,593)	¥ 1,539,304	¥ 952	¥ 1,540,257

For the Six Months Ended September 30, 2021

	Millions of Yen					
	Shareholders' Equity					
	Capital Stock	Capital Surplus			Retained Earnings	
		Legal Capital Surplus	Other Capital Surplus	Total Capital Surplus	Other Retained Earnings Retained Earnings Brought Forward	Total Retained Earnings
Balance at the Beginning of the Period	¥ 261,608	¥ 702,933	¥ 274,158	¥ 977,092	¥ 333,531	¥ 333,531
Changes during the Period						
Cash Dividends					(28,122)	(28,122)
Net Income					28,026	28,026
Purchase of Treasury Stock						
Disposal of Treasury Stock			(0)	(0)		
Net Changes of Items Other Than Shareholders' Equity						
Total Changes during the Period	—	—	(0)	(0)	(96)	(96)
Balance at the End of the Period	¥ 261,608	¥ 702,933	¥ 274,158	¥ 977,092	¥ 333,435	¥ 333,435

	Millions of Yen			
	Shareholders' Equity			Total Net Assets
	Treasury Stock	Total Shareholders' Equity	Subscription Rights to Shares	
Balance at the Beginning of the Period	¥ (2,815)	¥ 1,569,417	¥ 1,024	¥ 1,570,441
Changes during the Period				
Cash Dividends		(28,122)		(28,122)
Net Income		28,026		28,026
Purchase of Treasury Stock	(9)	(9)		(9)
Disposal of Treasury Stock	103	103		103
Net Changes of Items Other Than Shareholders' Equity			(6)	(6)
Total Changes during the Period	94	(2)	(6)	(9)
Balance at the End of the Period	¥ (2,721)	¥ 1,569,414	¥ 1,017	¥ 1,570,432

## For the Six Months Ended September 30, 2022

	Millions of U.S. Dollars					
	Shareholders' Equity					
	Capital Stock	Capital Surplus			Retained Earnings	
		Legal Capital Surplus	Other Capital Surplus	Total Capital Surplus	Other Retained Earnings Retained Earnings Brought Forward	Total Retained Earnings
Balance at the Beginning of the Period	\$ 1,807	\$ 4,854	\$ 1,893	\$ 6,747	\$ 2,300	\$ 2,300
Changes during the Period						
Cash Dividends					(233)	(233)
Net Income					234	234
Purchase of Treasury Stock					—	—
Disposal of Treasury Stock			0	0	—	—
Net Changes of Items Other Than Shareholders' Equity						
Total Changes during the Period			0	0	1	1
Balance at the End of the Period	\$ 1,807	\$ 4,854	\$ 1,893	\$ 6,747	\$ 2,301	\$ 2,301

	Millions of U.S. Dollars			
	Shareholders' Equity			Total Net Assets
	Treasury Stock	Total Shareholders' Equity	Subscription Rights to Shares	
Balance at the Beginning of the Period	\$ (19)	\$ 10,835	\$ 7	\$ 10,842
Changes during the Period				
Cash Dividends		(233)		(233)
Net Income		234		234
Purchase of Treasury Stock	(207)	(207)		(207)
Disposal of Treasury Stock	1	1		1
Net Changes of Items Other Than Shareholders' Equity			(0)	(0)
Total Changes during the Period	(206)	(205)	(0)	(206)
Balance at the End of the Period	\$ (225)	\$ 10,630	\$ 7	\$ 10,636

## Financial Data:

# Statement of Trust Account (Unaudited)

Sumitomo Mitsui Trust Holdings, Inc.  
As of September 30, 2022 and March 31, 2022

	Millions of Yen		Millions of U.S. Dollars
	As of Sep. 30, 2022	As of Mar. 31, 2022	As of Sep. 30, 2022
<b>Assets:</b>			
Loans and Bills Discounted (Note 2)	¥ 2,179,745	¥ 2,131,254	\$ 15,052
Securities	906,722	859,127	6,261
Beneficiary Rights	186,218,448	182,799,711	1,285,950
Securities Held in Custody Accounts	22,427	22,534	155
Monetary Claims	25,257,514	25,361,961	174,418
Tangible Fixed Assets	21,815,725	21,118,391	150,651
Intangible Fixed Assets	218,528	200,412	1,509
Other Claims	10,467,118	10,789,374	72,282
Loans to Banking Account	4,357,661	4,298,827	30,092
Cash and Due from Banks	674,897	633,823	4,661
<b>Total Assets</b>	<b>¥ 252,118,792</b>	<b>¥ 248,215,419</b>	<b>\$ 1,741,032</b>
<b>Liabilities:</b>			
Money Trusts (Note 3)	¥ 38,348,252	¥ 36,216,311	\$ 264,818
Pension Trusts	14,276,919	14,525,120	98,591
Property Formation Benefit Trusts	18,208	18,820	126
Securities Investment Trusts	79,928,408	80,405,840	551,954
Money in Trust Other Than Money Trusts	39,930,806	39,748,080	275,746
Securities in Trust	23,746,340	22,159,577	163,983
Money Claims in Trust	25,351,659	25,588,821	175,068
Real Estate in Trust	880	876	6
Composite Trusts	30,517,316	29,551,969	210,740
<b>Total Liabilities</b>	<b>¥ 252,118,792</b>	<b>¥ 248,215,419</b>	<b>\$ 1,741,032</b>

See Notes to the Interim Statements of Trust Account (Unaudited).

## Financial Data:

## Notes to the Interim Statements of Trust Account (Unaudited)

## 1. Trust Accounts

Under the Trust Act of Japan, trust activities must be administered separately from a commercial banking business. As a result, assets accepted in trust must be segregated from the assets held by SuMi TRUST Holdings. Within the general category of trust accounts, each trust account is segregated from other trust assets. Accordingly, the interim financial statements of SuMi TRUST Holdings do not reflect SuMi TRUST Holdings' records as to the assets accepted in trust, which are maintained separately under the trust account.

Under certain trust agreements, repayments of the principal of the customers' trust assets are guaranteed by SuMi TRUST Bank, and such guaranteed principal as of September 30, 2022, is ¥ 4,107,204 million (U.S. \$28,363 million).

The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers

outside Japan. The translation has been made at the rate of ¥144.81 to U.S. \$1, the approximate rate of exchange as of September 30, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, the total may not be equal to the sum of individual amounts.

Each amount presented in the interim statements of trust account as of March 31 and September 30, 2022, is equal to the trust account in SuMi TRUST Bank. Entrusted amounts between these consolidated subsidiaries for asset management are excluded from the amounts presented in the statements of trust account.

## 2. Loans and Bills Discounted

Under certain trust agreements, repayments of the principal of customers' trust assets are guaranteed by SuMi TRUST Bank, and loans on such guaranteed trust assets as of September 30, 2022, include the following:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
Doubtful Loans	¥ 705	\$ 5
Restructured Loans	12	0
<b>Total</b>	<b>¥ 717</b>	<b>\$ 5</b>

## 3. Balance of Money Trusts

The principal amount of certain money trusts is guaranteed and the balance of these accounts is as follows:

	Millions of Yen	Millions of U.S. Dollars
	Sep. 30, 2022	Sep. 30, 2022
<b>Assets:</b>		
Loans and Bills Discounted	¥ 12,111	\$ 84
Other	4,095,380	28,281
<b>Total</b>	<b>¥ 4,107,491</b>	<b>\$ 28,365</b>
<b>Liabilities:</b>		
Principal	¥ 4,107,204	\$ 28,363
Allowance for Impairment of Guaranteed Trust Principal	12	0
Other	275	2
<b>Total</b>	<b>¥ 4,107,491</b>	<b>\$ 28,365</b>

In the case of certain money trusts, the principal amount is guaranteed, and as the above table indicates, an allowance for the impairment of guaranteed trust principal is set aside by SuMi TRUST Bank. The figures in the table include funds entrusted from other trusts managed by SuMi TRUST Bank.