

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of March 31, 2013**

<Sumitomo Mitsui Trust Bank, Limited.>

[Consolidated]

(Millions of yen)

Items	Consolidated balance sheet <sup>(a)</sup>	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Assets)			
Cash and due from banks	3,146,709		
Call loans and bills bought	329,228		
Receivables under resale agreements	91,911		
Receivables under securities borrowing transactions	207,494		
Monetary claims bought	491,571		
Trading assets	716,594		
Money held in trust	19,014	6-a	
Securities	6,180,225	2-b, 6-b	
Loans and bills discounted	22,194,917	6-c	
Foreign exchanges	59,570		
Lease receivables and investment assets	553,657		
Other assets	1,500,046	3, 6-d	
Tangible fixed assets	239,855		
Buildings	74,714		
Land	138,254		
Lease assets	846		
Construction in progress	609		
Other	25,429		
Intangible fixed assets	191,778	2-a	
Software	68,370		
Goodwill	112,789		
Lease assets	112		
Other	10,506		
Deferred tax assets	59,347	4-a	
Customers' liabilities for acceptances and guarantees	583,945		
Allowance for loan losses	(132,938)		
Total assets	36,432,931		

Items	Consolidated balance sheet <sup>(a)</sup>	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	22,997,707		
Negotiable certificates of deposit	4,130,517		
Call money and bills sold	168,355		
Payables under repurchase agreements	605,742		
Trading liabilities	233,133		
Borrowed money	1,167,576		
Foreign exchanges	106		
Short-term bonds payable	940,067		
Bonds payable	983,815		
Borrowed money from trust account	1,281,038		
Other liabilities	1,024,161	6-e	
Provision for bonuses	14,008		
Provision for director's bonuses	187		
Provision for retirement benefits	11,291		
Provision for reimbursement of deposits	6,207		
Provision for contingent loss	9,720		
Deferred tax liabilities	501	4-b	
Deferred tax liabilities for land revaluation	4,122	4-c	
Acceptances and guarantees	583,945		
Total liabilities	34,162,206		
(Net assets)			
Capital stock	342,037	1-a	
Capital surplus	608,794	1-b	
Retained earnings	844,517	1-c	
Total shareholders' equity	1,795,349		
Valuation difference on available-for-sale securities	185,208		
Deferred gains or losses on hedges	(14,063)	5	
Revaluation reserve for land	2,864		
Foreign currency translation adjustment	(6,556)		
Total accumulated other comprehensive income	167,452		3
Minority interests	307,922	7	
Total net assets	2,270,724		
Total liabilities and net assets	36,432,931		

Note

(a) The regulatory scope of consolidation is the same as the accounting scope of consolidation.

## Appendix

Note: Amounts in the "Composition of capital" are based on those before considering under transitional arrangements. Therefore, they include "Amounts excluded under transitional arrangements" disclosed in "Composition of capital disclosure" and exclude items for regulatory purpose under transitional arrangement from these tables.

### 1.Shareholder's equity

#### (1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	342,037		1-a
Capital surplus	608,794		1-b
Retained earnings	844,517		1-c
Total shareholder's equity	1,795,349		

#### (2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	1,686,349	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	841,831		1a
of which: retained earnings	844,517		2
of which: treasury stock (deduction)	-		1c
of which: others	-		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-	Shareholders' equity attributable to preferred shares with a loss absorbency at the point of non-viability	31a

### 2.Intangible assets

#### (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	191,778		2-a
Securities	6,180,225		2-b
of which: goodwill arising on the application of the equity method	6,857		

Associated deferred tax liabilities	26,169	
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#### (2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Goodwill (net of related deferred tax liabilities, including those equivalent)	119,646		8
Other intangible assets (net of related deferred tax liabilities)	52,819		9
Mortgage servicing rights (net of related deferred tax liabilities)	-		
Amount above the 10% threshold on the specified items	-		20
Amount exceeding the 15% threshold on the specified items	-		24
Amount below the thresholds for deduction (before risk weighting)	-		74

### 3. Defined-benefit pension fund net assets (prepaid pension cost)

#### (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Other assets	1,500,046		3
of which: prepaid pension cost	229,666		

Associated deferred tax liabilities	81,854	
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#### (2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Defined-benefit pension fund net assets (net of related deferred tax liabilities)	147,812		15

### 4. Deferred tax assets

#### (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	59,347		4-a
Deferred tax liabilities	501		4-b
Deferred tax liabilities for land revaluation	4,122		4-c

Associated intangible fixed assets	26,169	
Associated prepaid pension cost	81,854	

#### (2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related deferred tax liabilities)	22,232	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related deferred tax liabilities)	140,539	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.	
Amount above the 10% threshold on the specified items	9,532		21
Amount exceeding the 15% threshold on the specified items	-		25
Amount below the thresholds for deduction (before risk weighting)	131,007		75

### 5. Deferred gains or losses on hedges

#### (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred gains or losses on hedges	(14,063)		5

#### (2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Deferred gains or losses on derivatives under hedge accounting	(451)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

6. Investments in the capital of financial entities

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Money held in trust	19,014		6-a
Securities	6,180,225		6-b
Loans and bills discounted	22,194,917	Including subordinated loans	6-c
Other assets	1,500,046	Including derivatives	6-d
Other liabilities	1,024,161	Including derivatives	6-e

(2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Investments in own capital instruments	129		
Common Equity Tier 1 capital	129		16
Additional Tier 1 capital	-		37
Tier 2 capital	-		52
Reciprocal cross-holdings in capital instruments	-		
Common Equity Tier 1 capital	-		17
Additional Tier 1 capital	-		38
Tier 2 capital	-		53
Investments in the instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital	324,744		
Common Equity Tier 1 capital	46,506		18
Additional Tier 1 capital	30,285		39
Tier 2 capital	112,294		54
Amount below the thresholds for deduction (before risk weighting)	135,657		72
Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	49,716		
Amount above the 10% threshold on the specified items	-		19
Amount exceeding the 15% threshold on the specified items	-		23
Additional Tier 1 capital	7,222		40
Tier 2 capital	5,450		55
Amount below the thresholds for deduction (before risk weighting)	37,044		73

7.Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority interests	307,922		7

(2) Composition of capital

Items in the composition of capital disclosure	Amount	Remarks	Basel III template No.
Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	-		5
Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-		30-31ab-32
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	13,138		34-35
Qualifying Tier 2 instruments issued by special purpose vehicles	-		46
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	2,130		48-49