

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

<Sumitomo Mitsui Trust Bank, Limited.>

[Non-consolidated]

(Millions of yen)

Items	Balance sheet	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Assets)			
Cash and due from banks	2,953,549		
Call loans	329,228		
Receivables under resale agreements	91,911		
Receivables under securities borrowing transactions	207,494		
Monetary claims bought	177,857		
Trading assets	752,901		
Money held in trust	17,016	6-a	
Securities	6,531,276	6-b	
Loans and bills discounted	22,349,067	6-c	
Foreign exchanges	59,570		
Other assets	1,264,511	3, 6-d	
Tangible fixed assets	205,891		
Buildings	65,816		
Land	115,782		
Lease assets	767		
Construction in progress	609		
Other	22,915		
Intangible fixed assets	69,257	2	
Software	64,968		
Lease assets	84		
Other	4,205		
Deferred tax assets	35,570	4-a	
Customers' liabilities for acceptances and guarantees	352,932		
Allowance for loan losses	(103,069)		
Total assets	35,294,966		

Items	Balance sheet	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	22,885,737		
Negotiable certificates of deposit	4,222,975		
Call money	215,350		
Payables under repurchase agreements	605,742		
Trading liabilities	233,141		
Borrowed money <sup>(a)</sup>	1,065,212		
Foreign exchanges	106		
Short-term bonds payable	753,302		
Bonds payable	880,913		
Borrowed money from trust account	1,281,038		
Other liabilities	884,420	6-e	
Provision for bonuses	8,533		
Provision for director's bonuses	107		
Provision for retirement benefits	689		
Provision for reimbursement of deposits	6,207		
Provision for contingent loss	9,720		
Deferred tax liabilities for land revaluation	4,122	4-b	
Acceptances and guarantees	352,932		
<b>Total liabilities</b>	<b>33,410,252</b>		
(Net assets)			
Capital stock	342,037	1-a	
Capital surplus	608,794	1-b	
Retained earnings	756,985	1-c	
<b>Total shareholders' equity</b>	<b>1,707,817</b>		
Valuation difference on available-for-sale securities	181,641		
Deferred gains or losses on hedges	(7,609)	5	
Revaluation reserve for land	2,864		
<b>Total valuation and translation adjustments</b>	<b>176,896</b>		3
<b>Total net assets</b>	<b>1,884,714</b>		
<b>Total liabilities and net assets</b>	<b>35,294,966</b>		

Note

- (a) Borrowed money includes ¥280,000 million of subordinated borrowings which are included in "Eligible Tier 1 capital instruments subject to phase out from Additional Tier 1 capital" in the Composition of capital disclosure.

## 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) Balance sheet

(Millions of yen)

Balance sheet items	Amount	Remarks	Ref. No.
Capital stock	342,037		1-a
Capital surplus	608,794		1-b
Retained earnings	756,985		1-c
Total shareholder's equity	1,707,817		

#### (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	1,599,084	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	757,252		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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	69,257		2

Associated deferred tax liabilities	24,683		
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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)	-		8
Other intangible assets (net of related deferred tax liabilities)	44,574		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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Other assets	1,264,511		3
of which: prepaid pension cost	229,312		

Associated deferred tax liabilities	81,726	
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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)	147,585		15

4. Deferred tax assets

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	35,570		4-a
Deferred tax liabilities for land revaluation	4,122		4-b

Associated intangible fixed assets	24,683	
Associated prepaid pension cost	81,726	

(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)	20,649	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)	117,191	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	-		21
Amount exceeding the 15% threshold on the specified items	-		25
Amount below the thresholds for deduction (before risk weighting)	117,191		75

5. Deferred gains or losses on hedges

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Deferred gains or losses on hedges	(7,609)		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	6,002	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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Money held in trust	17,016		6-a
Securities	6,531,276		6-b
Loans and bills discounted	22,349,067	Including subordinated loans	6-c
Other assets	1,264,511	Including derivatives	6-d
Other liabilities	884,420	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	319,995		
Common Equity Tier 1 capital	42,532		18
Additional Tier 1 capital	29,370		39
Tier 2 capital	108,808		54
Amount below the thresholds for deduction (before risk weighting)	139,284		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	46,126		
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)	33,454		73