

Composition of capital as of June 30, 2013

<Sumitomo Mitsui Trust Bank, Limited.>

[Consolidated, International standard]

(Millions of yen, except percentages)

Items		Amounts excluded under transitional arrangements	Basel III template No.
Common Equity Tier 1 capital: instruments and reserves			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	1,687,702	/	1a+2-1c-26
of which: capital stock and capital surplus	834,296	/	1a
of which: retained earnings	853,406	/	2
of which: treasury stock (deduction)	-	/	1c
of which: earnings to be distributed (deduction)	-	/	26
of which: others	-	/	
Subscription rights to common shares	-	/	1b
Accumulated other comprehensive income	-	168,663	3
Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	-	/	5
Amount allowed in group Common Equity Tier 1 subject to transitional arrangements	13,086	/	
of which: common share capital issued by subsidiaries and held by third parties	13,086	/	
Common Equity Tier 1 capital: instruments and reserves (A)	1,700,788	/	6
Common Equity Tier 1 capital: regulatory adjustments			
Intangible assets other than mortgage servicing rights (net of related deferred tax liabilities)	-	173,164	8+9
of which: goodwill (including those equivalent)	-	117,186	8
of which: other intangible assets	-	55,977	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related deferred tax liabilities)	-	21,507	10
Deferred gains or losses on derivatives under hedge accounting	-	(2,071)	11
Shortfall of eligible provisions to expected losses	-	91,720	12
Securitization gain on sale	-	11,922	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Defined-benefit pension fund net assets (net of related deferred tax liabilities)	-	148,719	15
Investments in own shares (excluding those reported in the Net assets section)	-	57	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	40,950	18
Amount above the 10% threshold on the specified items	-	-	19+20+21
of which: 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	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related deferred tax liabilities)	-	-	21
Amount exceeding the 15% threshold on the specified items	-	-	22
of which: 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	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related deferred tax liabilities)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	/	27
Common Equity Tier 1 capital: regulatory adjustments (B)	-	/	28
Common Equity Tier 1 capital (CET1)			
Common Equity Tier 1 capital (C) = (A)-(B)	1,700,788	/	29

Additional Tier 1 capital: instruments			
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-		31a
Subscription rights to Additional Tier 1 instruments	-		31b
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	-		32
Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-		
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	12,946		34-35
Eligible Tier 1 capital instruments subject to phase out from Additional Tier 1 capital	350,100		33+35
of which: directly issued and issued by special purpose vehicles	350,100		33
of which: issued by subsidiaries	-		35
Amount allowed in group Additional Tier 1 subject to transitional arrangements	(2,363)		
of which: accumulated other comprehensive income	(2,363)		
Additional Tier 1 capital: instruments (D)	360,682		36
Additional Tier 1 capital: regulatory adjustments			
Investments in own Additional Tier 1 instruments	-	-	37
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	38
Investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	29,011	39
Significant investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	40
Regulatory adjustments applied to Additional Tier 1 subject to transitional arrangements	173,723		
of which: Tier 1 subject to pre-Basel III treatment	173,723		
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		42
Additional Tier 1 capital: regulatory adjustments (E)	173,723		43
Additional Tier 1 capital (AT1)			
Additional Tier 1 capital (F) = (D)-(E)	186,959		44
Tier 1 capital (T1 = CET1 + AT1)			
Tier 1 capital (G) = (C)+(F)	1,887,748		45
Tier 2 capital: instruments and provisions			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-		
Subscription rights to Tier 2 instruments	-		
Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	-		46
Qualifying Tier 2 instruments issued by special purpose vehicles	-		
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	2,148		48-49
Eligible Tier 2 capital instruments subject to phase out from Tier 2 capital	772,118		47+49
of which: directly issued and issued by special purpose vehicles	772,118		47
of which: issued by subsidiaries	-		49
Provisions allowed in group Tier 2	10,104		50
of which: general allowance for credit losses	10,104		50a
of which: excess amount of eligible provisions to expected losses	-		50b
Amount allowed in group Tier 2 subject to transitional arrangements	119,637		
of which: accumulated other comprehensive income	119,637		
Tier 2 capital: instruments and provisions (H)	904,009		51

Tier 2 capital: regulatory adjustments			
Investments in own Tier 2 instruments		-	52
Reciprocal cross-holdings in Tier 2 instruments		-	53
Investments in the Tier 2 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)		108,010	54
Significant investments in the Tier 2 instruments of banking, financial and insurance entities that are outside of the scope of regulatory consolidation, net of eligible short positions		5,400	55
Regulatory adjustments applied to Tier 2 subject to transitional arrangements		66,484	
of which: Tier 2 and deductions subject to pre-Basel III treatment		66,484	
Tier 2 capital: regulatory adjustments	(I)	66,484	57
Tier 2 capital (T2)			
Tier 2 capital	(J) = (H)-(I)	837,525	58
Total capital (TC = T1 + T2)			
Total capital	(K) = (G)+(J)	2,725,273	59
Total risk weighted assets			
Risk weighed assets subject to transitional arrangements		457,131	
of which: amount not included in Tier 1 or Tier 2 or deductions subject to pre-Basel III treatment		457,131	
Total risk weighted assets	(L)	18,454,822	60
Capital ratios (consolidated)			
Common Equity Tier 1 capital ratio	(C)/(L)	9.21%	61
Tier 1 capital ratio	(G)/(L)	10.22%	62
Total capital ratio	(K)/(L)	14.76%	63
Regulatory adjustments (before risk weighting)			
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 (amount below the threshold for deduction)		141,131	72
Significant investments in the common stock of banking, financial and insurance entities (amount below the thresholds for deduction)		41,347	73
Mortgage servicing rights (amount below the thresholds for deduction)		-	74
Deferred tax assets arising from temporary differences (amount below the thresholds for deduction)		132,689	75
Provisions included in Tier 2 capital: instruments and provisions			
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to applicable of cap)		10,104	76
Cap on inclusion of provisions in Tier 2 under standardized approach		13,779	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal rating-based approach (prior to applicable of cap)		-	78
Cap on inclusion of provisions in Tier 2 under internal ratings-based approach		91,183	79
Capital instruments subject to phase out arrangements			
Current cap on Additional Tier 1 instruments subject to phase out arrangements		350,100	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		38,900	83
Current cap on Tier 2 instruments subject to phase out arrangements		772,118	84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)		72,150	85