

Composition of capital as of June 30, 2013

<Sumitomo Mitsui Trust Holdings, Inc. >

[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	1,715,898	/	1a+2-1c-26
of which: capital stock and capital surplus	906,874	/	1a
of which: retained earnings	809,554	/	2
of which: treasury stock (deduction)	531	/	1c
of which: earnings to be distributed (deduction)	-	/	26
of which: others	-	/	
Subscription rights to common shares	22	/	1b
Accumulated other comprehensive income	-	135,152	3
Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	2,467	/	5
Amount allowed in group Common Equity Tier 1 subject to transitional arrangements	28,650	/	
of which: common share capital issued by subsidiaries and held by third parties	28,650	/	
Common Equity Tier 1 capital: instruments and reserves (A)	1,747,039	/	6
Common Equity Tier 1 capital: regulatory adjustments			
Intangible assets other than mortgage servicing rights (net of related deferred tax liabilities)	-	180,173	8+9
of which: goodwill (including those equivalent)	-	111,314	8
of which: other intangible assets	-	68,859	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related deferred tax liabilities)	-	23,258	10
Deferred gains or losses on derivatives under hedge accounting	-	(4,401)	11
Shortfall of eligible provisions to expected losses	-	91,727	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)	-	107,505	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)	-	39,790	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)	1,747,039	/	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)	13,474		34-35
Eligible Tier 1 capital instruments subject to phase out from Additional Tier 1 capital	490,500		33+35
of which: directly issued and issued by special purpose vehicles	238,500		33
of which: issued by subsidiaries	252,000		35
Amount allowed in group Additional Tier 1 subject to transitional arrangements	(248)		
of which: accumulated other comprehensive income	(248)		
Additional Tier 1 capital: instruments (D)	503,726		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)	-	20,505	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	167,853		
of which: Tier 1 subject to pre-Basel III treatment	167,853		
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		42
Additional Tier 1 capital: regulatory adjustments (E)	167,853		43
Additional Tier 1 capital (AT1)			
Additional Tier 1 capital (F) = (D)-(E)	335,872		44
Tier 1 capital (T1 = CET1 + AT1)			
Tier 1 capital (G) = (C)+(F)	2,082,911		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)	2,853		48-49
Eligible Tier 2 capital instruments subject to phase out from Tier 2	772,118		47+49
of which: directly issued and issued by special purpose vehicles	-		47
of which: issued by subsidiaries	772,118		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	99,161		
of which: accumulated other comprehensive income	99,161		
Tier 2 capital: instruments and provisions (H)	884,238		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)		102,718	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		66,071	
of which: Tier 2 and deductions subject to pre-Basel III treatment		66,071	
Tier 2 capital: regulatory adjustments	(I)	66,071	57
Tier 2 capital (T2)			
Tier 2 capital	(J) = (H)-(I)	818,167	58
Total capital (TC = T1 + T2)			
Total capital	(K) = (G)+(J)	2,901,078	59
Total risk weighted assets			
Risk weighed assets subject to transitional arrangements		412,392	
of which: amount not included in Tier 1 or Tier 2 or deductions subject to pre-Basel III treatment		412,392	
Total risk weighted assets	(L)	18,576,460	60
Capital ratios (consolidated)			
Common Equity Tier 1 capital ratio	(C)/(L)	9.40%	61
Tier 1 capital ratio	(G)/(L)	11.21%	62
Total capital ratio	(K)/(L)	15.61%	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)		144,326	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)		128,316	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		14,826	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		91,245	79
Capital instruments subject to phase out arrangements			
Current cap on Additional Tier 1 instruments subject to phase out arrangements		490,500	82
Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities)		54,500	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