

**Explanation on reconciliation between balance sheet items and regulatory capital elements
as of June 30, 2013**

<Sumitomo Mitsui Trust Holdings, Inc.>

[Consolidated]

(Millions of yen)

Items	Consolidated balance sheet ^(a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Assets)			
Cash and due from banks	4,438,641		
Call loans and bills bought	373,686		
Receivables under resale agreements	75,501		
Receivables under securities borrowing transactions	248,416		
Monetary claims bought	704,734		
Trading assets	701,498		
Money held in trust	19,001	6-a	
Securities	5,511,233	2-b, 6-b	
Loans and bills discounted	22,481,035	6-c	
Foreign exchanges	11,650		
Lease receivables and investment assets	540,629		
Other assets	1,479,750	3, 6-d	
Tangible fixed assets	230,323		
Intangible fixed assets	208,659	2-a	
Deferred tax assets	61,904	4-a	
Customers' liabilities for acceptances and guarantees	613,537		
Allowance for loan losses	(125,541)		
Total assets	37,574,662		

Items	Consolidated balance sheet ^(a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	22,965,101		
Negotiable certificates of deposit	3,684,749		
Call money and bills sold	207,009		
Payables under repurchase agreements	424,825		
Trading liabilities	189,465		
Borrowed money	1,451,191		
Foreign exchanges	137		
Short-term bonds payable	1,140,451		
Bonds payable	949,237		
Borrowed money from trust account	2,317,829		
Other liabilities	1,145,319	6-e	
Provision for bonuses	4,003		
Provision for director's bonuses	80		
Provision for retirement benefits	11,915		
Provision for reimbursement of deposits	6,207		
Provision for contingent losses	9,494		
Deferred tax liabilities	1,064	4-b	
Deferred tax liabilities for land revaluation	4,040	4-c	
Acceptances and guarantees	613,537		
Total liabilities	35,125,662		
(Net assets)			
Capital stock	261,608	1-a	
Capital surplus	754,266	1-b	
Retained earnings	809,554	1-c	
Treasury stock	(531)	1-d	
Total shareholders' equity	1,824,898		
Valuation difference on available-for-sale securities	150,410		
Deferred gains or losses on hedges	(9,403)	5	
Revaluation reserve for land	(5,606)		
Foreign currency translation adjustment	(248)		
Total accumulated other comprehensive income	135,152		3
Subscription rights to shares	22		1b
Minority interests	488,927	7	
Total net assets	2,449,000		
Total liabilities and net assets	37,574,662		

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" 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	261,608		1-a
Capital surplus	754,266		1-b
Retained earnings	809,554		1-c
Treasury stock	(531)		1-d
Total shareholder's equity	1,824,898		

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	1,715,898	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
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: 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	208,659		2-a
Securities	5,511,233		2-b
of which: goodwill arising on the application of the equity method	6,727		

Associated deferred tax liabilities	35,213	
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(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Goodwill (net of related deferred tax liabilities, including those equivalent)	111,314		8
Other intangible assets (net of related deferred tax liabilities)	68,859		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	1,479,750		3
of which: prepaid pension cost	167,040		

Associated deferred tax liabilities	59,534	
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(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Defined-benefit pension fund net assets (net of related deferred tax liabilities)	107,505		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	61,904		4-a
Deferred tax liabilities	1,064		4-b
Deferred tax liabilities for land revaluation	4,040		4-c

Associated intangible fixed assets	35,213	
Associated prepaid pension cost	59,534	

(2) Composition of capital

Items in the composition of capital	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)	23,258	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)	128,316	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)	128,316		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	(9,403)		5

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Deferred gains or losses on derivatives under hedge accounting	(4,401)	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	19,001		6-a
Securities	5,511,233		6-b
Loans and bills discounted	22,481,035	Including subordinated loans	6-c
Other assets	1,479,750	Including derivatives	6-d
Other liabilities	1,145,319	Including derivatives	6-e

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Investments in own capital instruments	57		
Common Equity Tier 1 capital	57		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	307,341		
Common Equity Tier 1 capital	39,790		18
Additional Tier 1 capital	20,505		39
Tier 2 capital	102,718		54
Amount below the thresholds for deduction (before risk weighting)	144,326		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	46,747		
Amount above the 10% threshold on the specified items	-		19
Amount exceeding the 15% threshold on the specified items	-		23
Additional Tier 1 capital	-		40
Tier 2 capital	5,400		55
Amount below the thresholds for deduction (before risk weighting)	41,347		73

7.Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority interests	488,927		7

(2) Composition of capital

Items in the composition of capital	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)	2,467		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)	13,474		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)	2,853		48-49