

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

<Sumitomo Mitsui Trust Bank, Limited.>

[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	6,092,228		
Call loans and bills bought	368,205		
Receivables under resale agreements	84,850		
Receivables under securities borrowing transactions	295,887		
Monetary claims bought	670,533		
Trading assets	574,524		
Money held in trust	13,293	6-a	
Securities	5,565,216	2-b, 6-b	
Loans and bills discounted	22,702,147	6-c	
Foreign exchanges	32,881		
Lease receivables and investment assets	536,729		
Other assets	1,576,030	3, 6-d	
Tangible fixed assets	237,892		
Intangible fixed assets	199,192	2-a	
Deferred tax assets	19,050	4-a	
Customers' liabilities for acceptances and guarantees	556,592		
Allowance for loan losses	(113,788)		
Total assets	39,411,467		

Items	Consolidated balance sheet ^(a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	23,693,551		
Negotiable certificates of deposit	4,813,891		
Call money and bills sold	182,272		
Payables under repurchase agreements	1,145,575		
Trading liabilities	224,275		
Borrowed money	1,756,053		
Foreign exchanges	106		
Short-term bonds payable	1,218,096		
Bonds payable	1,025,382		
Borrowed money from trust account	1,336,449		
Other liabilities	1,062,580	6-e	
Provision for bonuses	12,406		
Provision for director's bonuses	170		
Provision for retirement benefits	10,751		
Provision for reimbursement of deposits	4,757		
Provision for contingent loss	10,756		
Deferred tax liabilities	23,942	4-b	
Deferred tax liabilities for land revaluation	4,000	4-c	
Acceptances and guarantees	556,592		
Total liabilities	37,081,612		
(Net assets)			
Capital stock	342,037	1-a	
Capital surplus	601,259	1-b	
Retained earnings	886,116	1-c	
Total shareholders' equity	1,829,412		
Valuation difference on available-for-sale securities	249,454		
Deferred gains or losses on hedges	(9,940)	5	
Revaluation reserve for land	2,228		
Foreign currency translation adjustment	(123)		
Total accumulated other comprehensive income	241,619		3
Minority interests	258,822	7	
Total net assets	2,329,854		
Total liabilities and net assets	39,411,467		

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. They therefore 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	601,259		1-b
Retained earnings	886,116		1-c
Total shareholder's equity	1,829,412		

(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	1,720,412	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	834,296		1a
of which: retained earnings	886,116		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	199,192		2-a
Securities	5,565,216		2-b
of which: goodwill arising on the application of the equity method	6,598		

Associated deferred tax liabilities	30,583	
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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)	114,875		8
Other intangible assets (net of related deferred tax liabilities)	60,332		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	1,576,030		3
of which: prepaid pension cost	232,892		

Associated deferred tax liabilities	83,004	
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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)	149,888		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	19,050		4-a
Deferred tax liabilities	23,942		4-b
Deferred tax liabilities for land revaluation	4,000		4-c

Associated intangible fixed assets	30,583	
Associated prepaid pension cost	83,004	

(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)	11,971	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related deferred tax liabilities)	92,731	This item does not agree with the amount reported on the consolidated 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)	92,731		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	(9,940)		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	(4,147)	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	13,293		6-a
Securities	5,565,216		6-b
Loans and bills discounted	22,702,147	Including subordinated loans	6-c
Other assets	1,576,030	Including derivatives	6-d
Other liabilities	1,062,580	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	110		
Common Equity Tier 1 capital	110		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	325,320		
Common Equity Tier 1 capital	42,878		18
Additional Tier 1 capital	27,694		39
Tier 2 capital	102,501		54
Amount below the thresholds for deduction (before risk weighting)	152,246		72
Significant investments in the instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	47,363		
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	5,900		55
Amount below the thresholds for deduction (before risk weighting)	41,463		73

7.Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority interests	258,822		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)	-		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)	10,347		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)	2,383		48-49