

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of September 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	6,807,721		
Call loans and bills bought	533,205		
Receivables under resale agreements	84,850		
Receivables under securities borrowing transactions	295,887		
Monetary claims bought	670,718		
Trading assets	574,524		
Money held in trust	13,293	6-a	
Securities	5,790,077	2-b, 6-b	
Loans and bills discounted	22,845,657	6-c	
Foreign exchanges	32,881		
Lease receivables and investment assets	536,631		
Other assets	1,509,067	3, 6-d	
Tangible fixed assets	230,032		
Intangible fixed assets	213,752	2-a	
Deferred tax assets	15,771	4-a	
Customers' liabilities for acceptances and guarantees	556,592		
Allowance for loan losses	(113,819)		
Total assets	40,596,845		

Items	Consolidated balance sheet (a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	23,722,474		
Negotiable certificates of deposit	4,687,891		
Call money and bills sold	182,272		
Payables under repurchase agreements	1,145,575		
Trading liabilities	224,275		
Borrowed money	1,756,960		
Foreign exchanges	106		
Short-term bonds payable	1,218,096		
Bonds payable	1,027,626		
Borrowed money from trust account	2,479,278		
Other liabilities	1,069,636	6-e	
Provision for bonuses	13,012		
Provision for director's bonuses	170		
Provision for retirement benefits	11,523		
Provision for reimbursement of deposits	4,757		
Provision for contingent losses	10,756		
Deferred tax liabilities	9,041	4-b	
Deferred tax liabilities for land revaluation	4,000	4-c	
Acceptances and guarantees	556,592		
<b>Total liabilities</b>	<b>38,124,047</b>		
(Net assets)			
Capital stock	261,608	1-a	
Capital surplus	754,266	1-b	
Retained earnings	839,764	1-c	
Treasury stock	(544)	1-d	
<b>Total shareholders' equity</b>	<b>1,855,095</b>		
Valuation difference on available-for-sale securities	228,140		
Deferred gains or losses on hedges	(11,920)	5	
Revaluation reserve for land	(5,679)		
Foreign currency translation adjustment	1,991		
<b>Total accumulated other comprehensive income</b>	<b>212,532</b>		3
Subscription rights to shares	29		1b
Minority interests	405,141	7	
<b>Total net assets</b>	<b>2,472,797</b>		
<b>Total liabilities and net assets</b>	<b>40,596,845</b>		

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" 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	839,764		1-c
Treasury stock	(544)		1-d
Total shareholder's equity	1,855,095		

#### (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	1,746,095	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	906,875		1a
of which: retained earnings	839,764		2
of which: treasury stock (deduction)	544		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	213,752		2-a
Securities	5,790,077		2-b
of which: goodwill arising on the application of the equity method	6,598		

Associated deferred tax liabilities	37,821	
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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)	109,127		8
Other intangible assets (net of related deferred tax liabilities)	73,402		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	1,509,067		3
of which: prepaid pension cost	172,011		

Associated deferred tax liabilities	61,306	
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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)	110,705		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	15,771		4-a
Deferred tax liabilities	9,041		4-b
Deferred tax liabilities for land revaluation	4,000		4-c

Associated intangible fixed assets	37,821	
Associated prepaid pension cost	61,306	

(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)	13,518	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)	88,346	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)	88,346		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	(11,920)		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	(6,128)	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	5,790,077		6-b
Loans and bills discounted	22,845,657	Including subordinated loans	6-c
Other assets	1,509,067	Including derivatives	6-d
Other liabilities	1,069,636	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	313,545		
Common Equity Tier 1 capital	41,975		18
Additional Tier 1 capital	19,767		39
Tier 2 capital	98,416		54
Amount below the thresholds for deduction (before risk weighting)	153,385		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	405,141		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)	1,984		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)	10,774		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)	2,950		48-49