

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of December 31, 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	7,047,682		
Call loans and bills bought	900,112		
Receivables under resale agreements	89,724		
Receivables under securities borrowing transactions	308,098		
Monetary claims bought	743,871		
Trading assets	752,676		
Money held in trust	13,351	6-a	
Securities	5,967,058	2-b, 6-b	
Loans and bills discounted	23,278,029	6-c	
Foreign exchanges	21,569		
Lease receivables and investment assets	527,904		
Other assets	1,558,950	3, 6-d	
Tangible fixed assets	229,818		
Intangible fixed assets	215,977	2-a	
Deferred tax assets	15,173	4-a	
Customers' liabilities for acceptances and guarantees	539,806		
Allowance for loan losses	(109,417)		
Total assets	42,100,388		

Items	Consolidated balance sheet (a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	24,057,055		
Negotiable certificates of deposit	5,381,165		
Call money and bills sold	177,800		
Payables under repurchase agreements	1,463,718		
Trading liabilities	245,283		
Borrowed money	1,834,664		
Foreign exchanges	319		
Short-term bonds payable	1,079,794		
Bonds payable	1,065,885		
Borrowed money from trust account	2,468,693		
Other liabilities	1,203,850	6-e	
Provision for bonuses	5,971		
Provision for director's bonuses	260		
Provision for retirement benefits	11,209		
Provision for reimbursement of deposits	4,757		
Provision for contingent losses	9,364		
Deferred tax liabilities	33,237	4-b	
Deferred tax liabilities for land revaluation	3,954	4-c	
Acceptances and guarantees	539,806		
<b>Total liabilities</b>	<b>39,586,793</b>		
(Net assets)			
Capital stock	261,608	1-a	
Capital surplus	754,266	1-b	
Retained earnings	857,986	1-c	
Treasury stock	(578)	1-d	
<b>Total shareholders' equity</b>	<b>1,873,283</b>		
Valuation difference on available-for-sale securities	240,669		
Deferred gains or losses on hedges	(9,437)	5	
Revaluation reserve for land	(5,761)		
Foreign currency translation adjustment	5,335		
<b>Total accumulated other comprehensive income</b>	<b>230,806</b>		3
Subscription rights to shares	37		1b
Minority interests	409,468	7	
<b>Total net assets</b>	<b>2,513,594</b>		
<b>Total liabilities and net assets</b>	<b>42,100,388</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	857,986		1-c
Treasury stock	(578)		1-d
Total shareholder's equity	1,873,283		

#### (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	1,764,283	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	857,986		2
of which: treasury stock (deduction)	578		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	215,977		2-a
Securities	5,967,058		2-b
of which: goodwill arising on the application of the equity method	6,644		

Associated deferred tax liabilities	39,175	
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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)	107,479		8
Other intangible assets (net of related deferred tax liabilities)	75,966		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	1,558,950		3
of which: prepaid pension cost	172,859		

Associated deferred tax liabilities	61,608	
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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)	111,251		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	15,173		4-a
Deferred tax liabilities	33,237		4-b
Deferred tax liabilities for land revaluation	3,954		4-c

Associated intangible fixed assets	39,175	
Associated prepaid pension cost	61,608	

(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)	6,923	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)	71,868	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)	71,868		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	(9,437)		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	(4,724)	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	13,351		6-a
Securities	5,967,058		6-b
Loans and bills discounted	23,278,029	Including subordinated loans	6-c
Other assets	1,558,950	Including derivatives	6-d
Other liabilities	1,203,850	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	189		
Common Equity Tier 1 capital	189		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	317,530		
Common Equity Tier 1 capital	43,732		18
Additional Tier 1 capital	19,071		39
Tier 2 capital	95,323		54
Amount below the thresholds for deduction (before risk weighting)	159,403		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	49,485		
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	5,650		55
Amount below the thresholds for deduction (before risk weighting)	43,835		73

7.Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority interests	409,468		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)	3,134		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)	11,151		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)	3,300		48-49