

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of March 31, 2015**

<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	10,530,766		
Call loans and bills bought	205,075		
Receivables under resale agreements	136,188		
Receivables under securities borrowing transactions	310,806		
Monetary claims bought	794,838		
Trading assets	754,962		
Money held in trust	1,619		
Securities	4,813,354	2-b, 6-a	
Loans and bills discounted	25,550,064	6-b	
Foreign exchanges	12,732		
Lease receivables and investment assets	547,016		
Other assets	1,547,226	6-c	
Tangible fixed assets	223,568		
Buildings	71,863		
Land	123,929		
Lease assets	1,951		
Construction in progress	2,160		
Other	23,663		
Intangible fixed assets	159,256	2-a	
Software	67,359		
Goodwill	84,684		
Lease assets	64		
Other	7,148		
Assets for retirement benefits	190,706	3	
Deferred tax assets	16,280	4-a	
Customers' liabilities for acceptances and guarantees	531,500		
Allowance for loan losses	(90,015)		
Total assets	46,235,949		

Items	Consolidated balance sheet (a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	25,079,711		
Negotiable certificates of deposit	6,570,567		
Call money and bills sold	497,600		
Payables under repurchase agreements	462,942		
Trading liabilities	405,188		
Borrowed money	2,492,087		
Foreign exchanges	140		
Short-term bonds payable	974,317		
Bonds payable	1,026,113	8	
Borrowed money from trust account	3,983,261		
Other liabilities	1,279,123	6-d	
Provision for bonuses	16,312		
Provision for director's bonuses	230		
Liabilities for retirement benefits	12,152		
Provision for reimbursement of deposits	3,598		
Provision for contingent losses	8,533		
Deferred tax liabilities	172,271	4-b	
Deferred tax liabilities for land revaluation	3,322	4-c	
Acceptances and guarantees	531,500		
<b>Total liabilities</b>	<b>43,518,975</b>		
(Net assets)			
Capital stock	261,608	1-a	
Capital surplus	645,261	1-b	
Retained earnings	970,373	1-c	
Treasury stock	(17,057)	1-d	
<b>Total shareholders' equity</b>	<b>1,860,185</b>		
Valuation difference on available-for-sale securities	505,448		
Deferred gains or losses on hedges	(20,605)	5	
Revaluation reserve for land	(5,951)		
Foreign currency translation adjustment	14,953		
Adjustments for retirement benefits	35,793		
<b>Total accumulated other comprehensive income</b>	<b>529,638</b>		3
Subscription rights to shares	246		1b
Minority interests	326,902	7	
<b>Total net assets</b>	<b>2,716,973</b>		
<b>Total liabilities and net assets</b>	<b>46,235,949</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	645,261		1-b
Retained earnings	970,373		1-c
Treasury stock	(17,057)		1-d
Total shareholder's equity	1,860,185		

#### (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	1,860,185	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	906,869		1a
of which: retained earnings	970,373		2
of which: treasury stock (deduction)	17,057		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	159,256		2-a
Securities	4,813,354		2-b
of which: goodwill arising on the application of the equity method	1,850		

Associated deferred tax liabilities	23,420	
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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)	86,534		8
Other intangible assets (net of related deferred tax liabilities)	51,152		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.
Assets for retirement benefits	190,706		3

Associated deferred tax liabilities	61,678	
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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)	129,028		15

### 4. Deferred tax assets

#### (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	16,280		4-a
Deferred tax liabilities	172,271		4-b
Deferred tax liabilities for land revaluation	3,322		4-c

Associated intangible fixed assets	23,420	
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Associated assets for retirement benefits	61,678	
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#### (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)	594	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)	-	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)	-		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	(20,605)		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	(15,715)	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.
Securities	4,813,354		6-a
Loans and bills discounted	25,550,064	Including subordinated loans	6-b
Other assets	1,547,226	Including derivatives	6-c
Other liabilities	1,279,123	Including derivatives	6-d

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Investments in own capital instruments	7		
Common Equity Tier 1 capital	7		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	234,050		
Common Equity Tier 1 capital	12,729		18
Additional Tier 1 capital	3,233		39
Tier 2 capital	12,816		54
Amount below the thresholds for deduction (before risk weighting)	205,271		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	49,781		
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	-		55
Amount below the thresholds for deduction (before risk weighting)	49,781		73

7.Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority interests	326,902		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)	944		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)	9,781		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)	2,437		48-49

8.Other capital instruments

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Bonds payable	1,026,113		8

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	-		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	30,000		46