

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of June 30, 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	11,066,354		
Call loans and bills bought	167,041		
Receivables under resale agreements	116,720		
Receivables under securities borrowing transactions	356,888		
Monetary claims bought	587,146		
Trading assets	780,868		
Money held in trust	1,699		
Securities	5,544,105	2-b, 6-a	
Loans and bills discounted	25,678,238	6-b	
Foreign exchanges	10,958		
Lease receivables and investment assets	540,825		
Other assets	1,569,527	6-c	
Tangible fixed assets	224,045		
Intangible fixed assets	165,731	2-a	
Assets for retirement benefits	193,511	3	
Deferred tax assets	14,983	4-a	
Customers' liabilities for acceptances and guarantees	594,469		
Allowance for loan losses	(85,146)		
Total assets	47,527,969		

Items	Consolidated balance sheet (a)	Ref. No. of appendix	Basel III template No. under the Composition of capital disclosure
	Amount		
(Liabilities)			
Deposits	24,919,548		
Negotiable certificates of deposit	6,847,285		
Call money and bills sold	428,008		
Payables under repurchase agreements	1,168,268		
Payables under securities lending transactions	14,276		
Trading liabilities	409,679		
Borrowed money	2,530,246		
Foreign exchanges	243		
Short-term bonds payable	1,196,135		
Bonds payable	956,105	8	
Borrowed money from trust account	4,202,966		
Other liabilities	1,281,323	6-d	
Provision for bonuses	4,453		
Provision for director's bonuses	60		
Liabilities for retirement benefits	12,093		
Provision for reimbursement of deposits	3,598		
Provision for contingent losses	8,155		
Deferred tax liabilities	186,660	4-b	
Deferred tax liabilities for land revaluation	3,314	4-c	
Acceptances and guarantees	594,469		
<b>Total liabilities</b>	<b>44,766,892</b>		
(Net assets)			
Capital stock	261,608	1-a	
Capital surplus	645,261	1-b	
Retained earnings	987,483	1-c	
Treasury stock	(17,074)	1-d	
<b>Total shareholders' equity</b>	<b>1,877,279</b>		
Valuation difference on available-for-sale securities	522,197		
Deferred gains or losses on hedges	(15,760)	5	
Revaluation reserve for land	(5,942)		
Foreign currency translation adjustment	17,361		
Adjustments for retirement benefits	35,675		
<b>Total accumulated other comprehensive income</b>	<b>553,530</b>		3
Subscription rights to shares	247		1b
Non-controlling interests	330,018	7	
<b>Total net assets</b>	<b>2,761,076</b>		
<b>Total liabilities and net assets</b>	<b>47,527,969</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	987,483		1-c
Treasury stock	(17,074)		1-d
Total shareholder's equity	1,877,279		

#### (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	1,877,279	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	906,870		1a
of which: retained earnings	987,483		2
of which: treasury stock (deduction)	17,074		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	165,731		2-a
Securities	5,544,105		2-b
of which: goodwill arising on the application of the equity method	1,594		

Associated deferred tax liabilities	26,007	
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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)	84,380		8
Other intangible assets (net of related deferred tax liabilities)	56,937		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	193,511		3

Associated deferred tax liabilities	62,431	
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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)	131,080		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	14,983		4-a
Deferred tax liabilities	186,660		4-b
Deferred tax liabilities for land revaluation	3,314		4-c

Associated intangible fixed assets	26,007	
Associated assets for retirement benefits	62,431	

(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)	539	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	(15,760)		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	(12,262)	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	5,544,105		6-a
Loans and bills discounted	25,678,238	Including subordinated loans	6-b
Other assets	1,569,527	Including derivatives	6-c
Other liabilities	1,281,323	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	13		
Common Equity Tier 1 capital	13		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	240,681		
Common Equity Tier 1 capital	13,567		18
Additional Tier 1 capital	3,208		39
Tier 2 capital	12,727		54
Amount below the thresholds for deduction (before risk weighting)	211,178		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	50,914		
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)	50,914		73

7. Non-controlling interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Non-controlling interests	330,018		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)	936		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)	9,664		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)	2,345		48-49

8. Other capital instruments

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Bonds payable	956,105		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	60,000		46