

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of March 31, 2021**

<Sumitomo Mitsui Trust Bank, Limited>

[Non-consolidated]

(Millions of yen)

CC2:Reconciliation of regulatory capital to balance sheet				
Items	a	b	c	d
	Non-consolidated balance sheet	Under regulatory scope of consolidation	Ref. No.of Composition of capital	Ref. No. of appendix
<b>(Assets)</b>				
Cash and due from banks	18,216,321	18,216,322		
Call loans	8,766	8,766		
Receivables under resale agreements	160,268	160,268		
Receivables under securities borrowing transactions	727,689	727,689		
Monetary claims bought	105,830	105,830		
Trading assets	513,273	513,273		
Money held in trust	99	99		
Securities	7,090,335	7,090,333		6-a
Loans and bills discounted	30,691,618	30,691,618		6-b
Foreign exchanges	25,396	25,396		
Other assets	1,812,587	1,812,587		6-c
Tangible fixed assets	186,717	186,717		
Intangible fixed assets	58,880	58,880		2
Prepaid pension expenses	237,191	237,191		3
Customers' liabilities for acceptances and guarantees	383,537	383,537		
Allowance for loan losses	(100,846)	(100,846)		
Total assets	60,117,669	60,117,669		

CC2:Reconciliation of regulatory capital to balance sheet				
Items	a	b	c	d
	Non-consolidated balance sheet	Under regulatory scope of consolidation	Ref. No.of Composition of capital	Ref. No. of appendix
<b>(Liabilities)</b>				
Deposits	33,174,292	33,174,292		
Negotiable certificates of deposit	7,444,194	7,444,194		
Call money	180,886	180,886		
Payables under repurchase agreements	1,628,440	1,628,440		
Trading liabilities	321,576	321,576		
Borrowed money	5,883,091	5,883,091		7
Foreign exchanges	16,631	16,631		
Short-term bonds payable	2,013,793	2,013,793		
Bonds payable	865,605	865,605		
Borrowed money from trust account	4,915,208	4,915,208		
Other liabilities	1,131,052	1,131,052		6-d
Provision for bonuses	9,009	9,009		
Provision for directors' bonuses	103	103		
Provision for stocks payment	417	417		
Provision for retirement benefits	783	783		
Provision for reimbursement of deposits	4,138	4,138		
Provision for contingent losses	1,633	1,633		
Deferred tax liabilities	91,342	91,342		4-a
Deferred tax liabilities for land revaluation	2,388	2,388		4-b
Acceptances and guarantees	383,537	383,537		
Total liabilities	58,068,129	58,068,129		
<b>(Net assets)</b>				
Capital stock	342,037	342,037		1-a
Capital surplus	343,066	343,066		1-b
Retained earnings	1,066,952	1,066,952		1-c
Total shareholders' equity	1,752,055	1,752,055		
Valuation differences on available-for-sale securities	340,796	340,796		
Deferred gains (losses) on hedges	(39,295)	(39,295)		5
Revaluation reserve for land	(4,016)	(4,016)		
Foreign currency translation adjustments	-	(0)		
Total valuation and translation adjustments	297,484	297,484	(a)	
Total net assets	2,049,539	2,049,539		
Total liabilities and net assets	60,117,669	60,117,669		

## Appendix

Note: Amounts in the "Composition of capital" exclude items for regulatory purpose under transitional arrangement.

### 1.Shareholders' equity

#### (1) Non-consolidated balance sheet

(Millions of yen)

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	342,037		1-a
Capital surplus	343,066		1-b
Retained earnings	1,066,952		1-c
Total shareholders' equity	1,752,055		

#### (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	1,752,055	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	685,103		1a
of which: retained earnings	1,066,952		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) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	58,880		2
Associated deferred tax liabilities	18,029		

#### (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)	-		8
Other intangible assets (net of related deferred tax liabilities)	40,851	Excluding goodwill, mortgage servicing rights (software, etc.)	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 expenses)

#### (1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Prepaid pension expenses	237,191		3
Associated deferred tax liabilities	72,628		

#### (2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Defined-benefit pension fund net assets (prepaid pension expenses) (net of related deferred tax liabilities)	164,563		15

### 4. Deferred tax assets

#### (1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax liabilities	91,342		4-a
Deferred tax liabilities for land revaluation	2,388		4-b
Associated intangible fixed assets	18,029		
Associated prepaid pension expenses	72,628		

#### (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)	-	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) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred gains (losses) on hedges	(39,295)		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	(35,018)	Excluding those items whose valuation differences arising from hedged items are recognized as "Valuation and translation adjustments"	11

6. Investments in the capital and other TLAC liabilities of financial entities

(1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Securities	7,090,335		6-a
Loans and bills discounted	30,691,618	Including subordinated debts	6-b
Other assets	1,812,587	Including derivatives	6-c
Other liabilities	1,131,052	Including derivatives	6-d

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Investments in own capital	-		
Common Equity Tier 1 capital	-		16
Additional Tier 1 capital	-		37
Tier 2 capital	-		52
Reciprocal cross-holdings in the capital and other TLAC liabilities	-		
Common Equity Tier 1 capital	-		17
Additional Tier 1 capital	-		38
Tier 2 capital and other TLAC liabilities	-		53
Investments in the capital and other TLAC liabilities 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	123,647		
Common Equity Tier 1 capital	-		18
Additional Tier 1 capital	-		39
Tier 2 capital and other TLAC liabilities	-		54
Amount below the thresholds for deduction (before risk weighting)	123,647		72
Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	64,674		
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 and other TLAC liabilities	1,540		55
Amount below the thresholds for deduction (before risk weighting)	63,134		73

7. Other capital instruments

(1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	5,883,091		7

(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	270,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	335,153		46