

## Composition of capital as of September 30, 2022

<Sumitomo Mitsui Trust Holdings, Inc.>

[Consolidated, International standard]

(Millions of yen, except percentages)

CC1:Composition of Capital				
Basel III template No.	Items	a	b	c
		September 30, 2022	June 30, 2022	Reference numbers to Reconciliation with the balance sheet
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	2,521,184	2,539,072	
1a	of which: capital stock and capital surplus	837,760	837,723	
2	of which: retained earnings	1,752,804	1,713,329	
1c	of which: treasury stock (deduction)	32,593	11,980	
26	of which: earnings to be distributed (deduction)	36,785	-	
	of which: others	-	-	
1b	Subscription rights to common shares	952	990	
3	Accumulated other comprehensive income	163,973	183,822	(a)
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	-	-	
6	Common Equity Tier 1 capital: instruments and reserves (A)	2,686,110	2,723,885	
<b>Common Equity Tier 1 capital: regulatory adjustments</b>				
8+9	Intangible assets other than mortgage servicing rights *	127,787	125,916	
8	of which: goodwill (including those equivalent)	51,051	53,640	
9	of which: other intangible assets	76,735	72,276	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences *	631	671	
11	Deferred gains or losses on derivatives under hedge accounting	(70,737)	(61,953)	
12	Shortfall of eligible provisions to expected losses	-	-	
13	Securitisation gain on sale	1,235	1,293	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	11,133	8,012	
15	Defined-benefit pension fund net assets (assets for retirement benefits) *	137,300	135,307	
16	Investments in own shares (excluding those reported in the Net assets section)	35	36	
17	Reciprocal cross-holdings in common equity	-	-	
18	Investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-	
19+20+21	Amount above the 10% threshold on the specified items	-	-	
19	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	
20	of which: mortgage servicing rights	-	-	
21	of which: deferred tax assets arising from temporary differences *	-	-	
22	Amount exceeding the 15% threshold on the specified items	-	-	
23	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	
24	of which: mortgage servicing rights	-	-	
25	of which: deferred tax assets arising from temporary differences *	-	-	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	207,385	209,285	
<b>Common Equity Tier 1 capital (CET1)</b>				
29	Common Equity Tier 1 capital (C) = (A)-(B)	2,478,725	2,514,599	

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<b>Additional Tier 1 capital: instruments</b>					
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-	-	
	31b	Subscription rights to Additional Tier 1 instruments	-	-	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	270,000	270,000	
		Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-	-	
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)		11,537	11,694	
33+35	Eligible Tier 1 capital instruments subject to phase out from Additional Tier 1 capital		-	-	
33		of which: directly issued and issued by special purpose vehicles	-	-	
35		of which: issued by subsidiaries	-	-	
36	Additional Tier 1 capital: instruments (D)		281,537	281,694	
<b>Additional Tier 1 capital: regulatory adjustments</b>					
37	Investments in own Additional Tier 1 instruments		-	-	
38	Reciprocal cross-holdings in Additional Tier 1 instruments		-	-	
39	Investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)		-	-	
40	Significant investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions		10	10	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions		-	-	
43	Additional Tier 1 capital: regulatory adjustments (E)		10	10	
<b>Additional Tier 1 capital (AT1)</b>					
44	Additional Tier 1 capital (F) = (D)-(E)		281,527	281,684	
<b>Tier 1 capital (T1 = CET1 + AT1)</b>					
45	Tier 1 capital (G) = (C)+(F)		2,760,252	2,796,283	
<b>Tier 2 capital: instruments and provisions</b>					
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as equity under applicable accounting standards		-	-	
	Subscription rights to Tier 2 instruments		-	-	
	Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards		305,579	313,136	
	Qualifying Tier 2 instruments issued by special purpose vehicles		-	-	
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)		2,297	2,270	
47+49	Eligible Tier 2 capital instruments subject to phase out from Tier 2 capital		-	-	
47		of which: directly issued and issued by special purpose vehicles	-	-	
49		of which: issued by subsidiaries	-	-	
50	Provisions allowed in group Tier 2		24,870	53,778	
50a		of which: general allowance for credit losses	3,286	3,290	
50b		of which: excess amount of eligible provisions to expected losses	21,584	50,488	
51	Tier 2 capital: instruments and provisions (H)		332,747	369,185	

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<b>Tier 2 capital: regulatory adjustments</b>				
52	Investments in own Tier 2 instruments	-	-	
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-	-	
54	Investments in the Tier 2 instruments and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-	
55	Significant investments in the Tier 2 instruments and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,540	1,540	
57	Tier 2 capital: regulatory adjustments (I)	1,540	1,540	
<b>Tier 2 capital (T2)</b>				
58	Tier 2 capital (J) = (H)-(I)	331,207	367,645	
<b>Total capital (TC = T1 + T2)</b>				
59	Total capital (K) = (G)+(J)	3,091,460	3,163,929	
<b>Total risk weighted assets</b>				
60	Total risk weighted assets (L)	22,293,002	20,732,714	
<b>Capital ratios and buffers (Consolidated)</b>				
61	Common Equity Tier 1 capital ratio (C)/(L)	11.11%	12.12%	
62	Tier 1 capital ratio (G)/(L)	12.38%	13.48%	
63	Total capital ratio (K)/(L)	13.86%	15.26%	
64	Total of bank CET1 specific buffer requirements	3.00%	3.00%	
65	of which: Capital conservation buffer requirement	2.50%	2.50%	
66	of which: Countercyclical buffer requirement	0.00%	0.00%	
67	of which: Bank G-SIB and/or D-SIB additional requirements	0.50%	0.50%	
68	CET1 available after meeting the bank's minimum capital requirements	5.86%	7.26%	
<b>Regulatory adjustments (before risk weighting)</b>				
72	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 (amount below the threshold for deduction)	138,623	108,824	
73	Significant investments in the common stock of banking, financial and insurance entities (amount below the thresholds for deduction)	206,776	199,328	
74	Mortgage servicing rights (amount below the thresholds for deduction)	-	-	
75	Deferred tax assets arising from temporary differences (amount below the thresholds for deduction)	64,006	62,133	
<b>Provisions included in Tier 2 capital: instruments and provisions</b>				
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	3,286	3,290	
77	Cap on inclusion of provisions in Tier 2 under standardised approach	15,452	15,214	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	21,584	50,488	
79	Cap on inclusion of provisions in Tier 2 under internal ratings-based approach	108,411	98,783	
<b>Capital instruments subject to phase out arrangements</b>				
82	Current cap on Additional Tier 1 instruments subject to phase out arrangements	-	-	
83	Amount excluded from Additional Tier 1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	
84	Current cap on Tier 2 instruments subject to phase out arrangements	-	-	
85	Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	

\* Net of related deferred tax liabilities