

**Explanation on reconciliation between balance sheet items and regulatory capital elements  
as of September 30, 2023**

<Sumitomo Mitsui Trust Bank, Limited>

[Non-consolidated]

(Millions of yen)

CC2:Reconciliation of regulatory capital to balance sheet			
Items	a	b	c
	Non-consolidated balance sheet	Ref. No.of Composition of capital	Ref. No. of appendix
(Assets)			
Cash and due from banks	22,110,254		
Call loans	20,000		
Receivables under resale agreements	110,028		
Receivables under securities borrowing transactions	472,875		
Monetary claims bought	123,403		
Trading assets	2,293,765		
Money held in trust	99		6-a
Securities	8,233,681		6-b
Loans and bills discounted	32,819,420		6-c
Foreign exchanges	41,202		
Other assets	3,639,073		6-d
Tangible fixed assets	182,261		
Intangible fixed assets	99,521		2
Prepaid pension expenses	270,791		3
Customers' liabilities for acceptances and guarantees	508,006		
Allowance for loan losses	(84,105)		
Total assets	70,840,280		

CC2:Reconciliation of regulatory capital to balance sheet			
Items	a	b	c
	Non-consolidated balance sheet	Ref. No.of Composition of capital	Ref. No. of appendix
<b>(Liabilities)</b>			
Deposits	37,861,930		
Negotiable certificates of deposit	7,468,618		
Call money	239,711		
Payables under repurchase agreements	1,378,219		
Trading liabilities	2,089,800		
Borrowed money	6,730,871		7
Foreign exchanges	29,729		
Short-term bonds payable	2,389,178		
Bonds payable	1,985,389		
Borrowed money from trust account	4,794,839		
Other liabilities	2,931,935		6-e
Provision for bonuses	9,298		
Provision for directors' bonuses	-		
Provision for stocks payment	1,015		
Provision for retirement benefits	1,025		
Provision for reimbursement of deposits	2,856		
Provision for contingent losses	1,492		
Deferred tax liabilities	138,414		4-a
Deferred tax liabilities for land revaluation	2,381		4-b
Acceptances and guarantees	508,006		
<b>Total liabilities</b>	<b>68,564,714</b>		
<b>(Net assets)</b>			
Capital stock	342,037		1-a
Capital surplus	343,066		1-b
Retained earnings	1,248,542		1-c
Total shareholders' equity	1,933,645		
Valuation differences on available-for-sale securities	366,552		
Deferred gains (losses) on hedges	(19,908)		5
Revaluation reserve for land	(4,724)		
Foreign currency translation adjustments	-		
Total valuation and translation adjustments	341,919	(a)	
<b>Total net assets</b>	<b>2,275,565</b>		
<b>Total liabilities and net assets</b>	<b>70,840,280</b>		

Note: The regulatory balance sheet is the same as the accounting balance sheet.

## Appendix

### 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	1,248,542		1-c
Total shareholders' equity	1,933,645		

#### (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	1,933,645	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	1,248,542		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	99,521		2
Associated deferred tax liabilities	30,473		

#### (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)	69,047	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	270,791		3

Associated deferred tax liabilities	82,916	
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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 (prepaid pension expenses) (net of related deferred tax liabilities)	187,875		15

4. Deferred tax assets

(1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax liabilities	138,414		4-a
Deferred tax liabilities for land revaluation	2,381		4-b

Associated intangible fixed assets	30,473	
Associated prepaid pension expenses	82,916	

(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	(19,908)		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	(25,406)	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.
Money held in trust	99		6-a
Securities	8,233,681		6-b
Loans and bills discounted	32,819,420	Including subordinated debts	6-c
Other assets	3,639,073	Including derivatives	6-d
Other liabilities	2,931,935	Including derivatives	6-e

(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	192,011		
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)	192,011		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	60,857		
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	-		55
Amount below the thresholds for deduction (before risk weighting)	60,857		73

7. Other capital instruments

(1) Non-consolidated balance sheet

Non-consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	6,730,871		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	265,417		46