

Sumitomo Mitsui Trust Holdings, Inc.(SMTH)

Financial Results for the Nine Months ended December 31, 2012

[Japanese GAAP] (Consolidated)



January 31, 2013

Stock exchange listings	: Tokyo, Osaka and Nagoya (code: 8309)
URL	: http://www.smth.jp/en/index.html
Representative	: Kunitaro Kitamura, President
For inquiry	: Tadashi Nishimura, Managing Executive Officer, General Manager of Financial Planning Department TEL +81-3-3286-8354
Filing date of quarterly securities report (Scheduled)	: February 14, 2013
Trading accounts	: Established
Payment date of cash dividends (Scheduled)	: —
Supplementary explanatory material	: Prepared
Information meeting	: None

(All amounts less than one million yen are rounded down.)

1. Consolidated Financial Results for the Nine Months ended December 31, 2012 (April 1, 2012 through December 31, 2012)

(1) Consolidated Results of Operations (%: Change from the same period in the previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Nine Months ended						
December 31, 2012	811,602	(14.1)	180,732	(19.2)	100,673	(32.3)
December 31, 2011	944,382	252.8	223,796	192.9	148,771	195.7

(Note) Comprehensive Income: December 31, 2012 ¥91,293 million, (9.7%) December 31, 2011 ¥101,126 million, —%

	Net Income per Common Share	Net Income per Common Share (Fully Diluted)
	Yen	Yen
Nine Months ended		
December 31, 2012	23.68	—
December 31, 2011	35.26	—

(Note) Net income per common share (fully diluted) is not stated as there are no potential shares with dilutive effect.

(2) Consolidated Financial Conditions

	Total Assets	Net Assets	Net Assets to Total Assets Ratio
	Millions of Yen	Millions of Yen	%
As of			
December 31, 2012	35,856,427	2,350,340	5.1
March 31, 2012	34,376,309	2,337,031	5.3

(Reference) Shareholders' Equity: December 31, 2012 ¥1,862,202 million March 31, 2012 ¥1,826,844 million

(Note) Net Assets to Total Assets Ratio = (Net Assets - Subscription Rights to Shares - Minority Interests) / Total Assets

2. Cash Dividends on Common Share

	Annual Cash Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Total
Fiscal Year ended					
March 31, 2012	—	4.00	—	4.50	8.50
Fiscal Year ending					
March 31, 2013	—	4.25	—	4.25	8.50
Fiscal Year ending					
March 31, 2013 (Forecast)	—	4.25	—	4.25	8.50

(Note) Revision of the latest dividend forecast announced: None

(Note) The figures above show the cash dividends on common share. For other classes of SMTH shares with differing rights, please refer to "Cash Dividends on Class Share".

3. Consolidated Earnings Forecasts for the Fiscal Year ending March 31, 2013 (April 1, 2012 through March 31, 2013)

(%: Change from the previous fiscal year)

	Ordinary Profit		Net Income		Net Income per Common Share
	Millions of Yen	%	Millions of Yen	%	Yen
Fiscal Year ending					
March 31, 2013	215,000	(21.0)	120,000	(27.1)	27.78

(Note) Revision of the latest consolidated earnings forecasts announced: None

* Notes

- (1) Changes in Important Subsidiaries during the Nine Months ended December 31, 2012 : Yes
(Changes in specified subsidiaries resulting in changes in the scope of consolidation)

Included: — (—)
Excluded: 2 companies (The Chuo Mitsui Trust and Banking Company, Limited)
(MTH Preferred Capital 1 (Cayman) Limited)

(For details, please refer to page 3, "2. Other Information" in "[Accompanying Materials]").

- (2) Specified Accounting Treatments to Preparation of Quarterly Consolidated Financial Statements : Yes

(For details, please refer to page 3, "2. Other Information" in "[Accompanying Materials]").

- (3) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements

- 1) Changes in accounting policies due to revision of accounting standards : Yes
2) Changes in accounting policies due to reasons other than the above : None
3) Changes in accounting estimates : Yes
4) Restatements : None

(Note) Since the first quarter of the fiscal year 2012, domestic consolidated subsidiaries have changed their depreciation methods. This change falls under "Changes in Accounting Policies which are difficult to distinguish from Changes in Accounting Estimates". For details, please refer to page 3, "2. Other Information" in "[Accompanying Materials]".

- (4) Number of Shares Issued (Common Shares)

- 1) Number of shares issued (including treasury stock)
2) Number of treasury stock
3) Average number of shares issued

December 31, 2012	4,153,486,408 shares	March 31, 2012	4,153,486,408 shares
December 31, 2012	818,820 shares	March 31, 2012	763,613 shares
December 31, 2012	4,152,707,629 shares	December 31, 2011	4,152,808,056 shares

for the nine months ended December 31, 2012 and 2011

Statement Concerning the Status of the Quarterly Review Procedures

This "Financial Results" is out of the scope of the quarterly review procedures required by "Financial Instruments and Exchange Act". Therefore the quarterly review procedures the act requires have not been completed as of the release of the "Financial Results".

Explanation for Proper Use of Forecasts and other Comments

Forecasts presented herein are based on the information that is currently possessed by SMTH and certain reasonable assumptions. Actual results may differ materially from those forecasts depending on various future events and conditions.

(Cash Dividends on Class Share)

Cash dividends per share on class share are as below:

The First Series of Class 7 Preferred Shares	Annual Cash Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Total
Fiscal Year ended March 31, 2012	— Yen	21.15 Yen	— Yen	21.15 Yen	42.30 Yen
Fiscal Year ending March 31, 2013	—	21.15	—		
Fiscal Year ending March 31, 2013 (Forecast)				21.15	42.30

(Note) Revision of the latest dividend forecasts announced: None

[Accompanying Materials]

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1. Qualitative Information related to Financial Statements

(1) Qualitative Information related to Consolidated Results of Operations

For the nine months ended on December 31, 2012, "Net business profit before credit costs (Note)" decreased by ¥49.1 billion from the same period of the previous fiscal year to ¥205.4 billion. It is due to the significant decrease of one-time effects from consolidated accounting method related to the management integration, in addition to a decrease in net other operating profit which mainly consists of the trust banking subsidiaries' declines of both of net interest income and related profit and net gains on bonds.

Ordinary profit decreased by ¥43.0 billion from the same period of the previous fiscal year to ¥180.7 billion. In addition to the above-mentioned, it is due to the posting of ¥10.0 billion losses on stocks although devaluation losses of stocks decreased with a background of stock price recoveries during the 3rd quarter, while total credit costs recorded net profit of ¥6.4 billion mainly resulting from the reversal of allowance for loan losses.

Net income decreased by ¥48.0 billion from the same period of the previous fiscal year to ¥100.6 billion. It is due to the disappearance of the gain on amortization of negative goodwill caused by the share exchange (¥43.4 billion) as well as the disappearance of the decrease in deferred tax assets resulting from the reduction in a corporate tax rate, both of which were recorded in the previous fiscal year.

(Note) For the explanation of "Net business profit before credit costs", please refer to the "Explanatory Material / 3rd Quarter of Fiscal Year 2012 ended on December 31, 2012".

(2) Qualitative Information related to Consolidated Financial Conditions

Consolidated total assets increased by ¥1,480.1 billion to ¥35,856.4 billion and consolidated net assets increased by ¥13.3 billion to ¥2,350.3 billion compared with the end of the previous fiscal year, respectively.

As to major accounts, loans and bills discounted increased by ¥879.0 billion to ¥21,515.4 billion, securities increased by ¥237.7 billion to ¥7,033.4 billion and deposits increased by ¥48.4 billion to ¥22,126.2 billion, compared with the end of the previous fiscal year.

(3) Qualitative Information related to Consolidated Earnings Forecasts

There are no changes to the consolidated earnings forecasts as for the fiscal year ending March 31, 2013 (ordinary profit : ¥215.0 billion, net income : ¥120.0 billion), which was announced on November 14, 2012.

2. Other Information

(1) Changes in Important Subsidiaries during the Nine Months ended December 31, 2012 (Changes in specified subsidiaries resulting in changes in the scope of consolidation)

Details of changes (2 excluded companies) are as below.

Name	Address	Capital Stock (Millions of Yen)	Main Business Area	Share of Voting Rights Held
(Consolidated subsidiary) The Chuo Mitsui Trust and Banking Company, Limited	Minato-ku, Tokyo	399,697	Trust Banking Business	100.00%
MTH Preferred Capital 1 (Cayman) Limited	George Town, Grand Cayman, British West Indies	29,200	Financial-related Business	100.00%

(2) Specified Accounting Treatments to Preparation of Quarterly Consolidated Financial Statements

(Income Tax Expenses)

As for a part of subsidiaries, income tax expenses are calculated by multiplying the income before income taxes by the estimated effective income tax rate, which are reasonably estimated for the whole consolidated fiscal year.

(3) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements

(Changes in Accounting Policies which are difficult to distinguish from Changes in Accounting Estimates)

Since the first quarter of the fiscal year 2012, domestic consolidated subsidiaries have changed their depreciation methods for tangible fixed assets acquired on or after April 1, 2012 in accordance with the revision of the "Corporation Tax Act".

This change has immaterial impact on consolidated ordinary profit and income before income taxes and minority interests for the nine months ended December 31, 2012.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	As of March 31, 2012	As of December 31, 2012
(Millions of Yen)		
Assets:		
Cash and Due from Banks	2,597,784	1,825,327
Call Loans and Bills Bought	283,000	728,174
Receivables under Resale Agreements	55,275	86,679
Receivables under Securities Borrowing Transactions	18,616	277,667
Monetary Claims Bought	500,942	494,455
Trading Assets	601,138	865,537
Money Held in Trust	19,296	19,499
Securities	6,795,726	7,033,452
Loans and Bills Discounted	20,636,457	21,515,459
Foreign Exchanges	9,440	32,023
Lease Receivables and Investment Assets	549,689	546,081
Other Assets	1,200,118	1,345,613
Tangible Fixed Assets	244,904	239,094
Intangible Fixed Assets	205,167	204,901
Deferred Tax Assets	191,588	156,629
Customers' Liabilities for Acceptances and Guarantees	619,967	620,890
Allowance for Loan Losses	(152,805)	(135,058)
Total Assets	34,376,309	35,856,427
Liabilities:		
Deposits	22,077,837	22,126,241
Negotiable Certificates of Deposit	3,252,845	3,868,709
Call Money and Bills Sold	125,173	140,391
Payables under Repurchase Agreements	211,531	576,982
Payables under Securities Lending Transactions	227,956	—
Trading Liabilities	179,120	219,834
Borrowed Money	1,122,265	1,145,677
Foreign Exchanges	71	33
Short-term Bonds Payable	377,859	760,576
Bonds Payable	942,677	915,819
Borrowed Money from Trust Account	2,107,227	2,129,326
Other Liabilities	731,309	956,327
Provision for Bonuses	13,165	5,516
Provision for Directors' Bonuses	190	165
Provision for Retirement Benefits	15,314	15,893
Provision for Reimbursement of Deposits	6,932	7,801
Provision for Contingent Losses	12,490	9,108
Provision for Relocation Expenses	8,895	—
Deferred Tax Liabilities	1,972	2,659
Deferred Tax Liabilities for Land Revaluation	4,472	4,131
Acceptances and Guarantees	619,967	620,890
Total Liabilities	32,039,277	33,506,087

(Continued)

	(Millions of Yen)	
	As of March 31, 2012	As of December 31, 2012
Net Assets:		
Capital Stock	261,608	261,608
Capital Surplus	859,499	859,500
Retained Earnings	696,824	757,186
Treasury Stock	(120)	(134)
Total Shareholders' Equity	1,817,812	1,878,160
Valuation Difference on Available-for-Sale Securities	32,442	9,766
Deferred Gains or Losses on Hedges	(5,546)	(9,459)
Revaluation Reserve for Land	(4,955)	(5,600)
Foreign Currency Translation Adjustment	(12,907)	(10,664)
Total Accumulated Other Comprehensive Income	9,032	(15,957)
Subscription Rights to Shares	6	16
Minority Interests	510,181	488,121
Total Net Assets	2,337,031	2,350,340
Total Liabilities and Net Assets	34,376,309	35,856,427

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
 Consolidated Statements of Income

(Millions of Yen)

	For the Nine Months Ended December 31, 2011	For the Nine Months Ended December 31, 2012
Ordinary Income:	944,382	811,602
Trust Fees	73,084	69,384
Interest Income:	284,500	251,441
Interest on Loans and Discounts	184,262	180,243
Interest and Dividends on Securities	88,075	63,206
Fees and Commissions	190,568	197,176
Trading Income	5,509	13,420
Other Ordinary Income	369,023	244,522
Other Income	21,697	35,657
Ordinary Expenses:	720,586	630,869
Interest Expenses:	89,558	87,985
Interest on Deposits	54,917	51,619
Fees and Commissions Payments	45,832	52,010
Trading Expenses	142	171
Other Ordinary Expenses	256,816	168,245
General and Administrative Expenses	285,299	285,593
Other Expenses	42,936	36,862
Ordinary Profit	223,796	180,732
Extraordinary Income:	46,401	5,788
Gains on Disposal of Noncurrent Assets	340	3,403
Gains on Negative Goodwill	46,061	2,385
Extraordinary Losses:	11,017	16,121
Losses on Disposal of Noncurrent Assets	360	2,310
Impairment Losses	7,122	4,768
Other Extraordinary Losses	3,535	9,042
Income before Income Taxes and Minority Interests	259,180	170,399
Income Taxes:	94,008	54,879
Current	21,104	13,821
Deferred	72,904	41,058
Income before Minority Interests	165,171	115,520
Minority Interests in Income	16,399	14,846
Net Income	148,771	100,673

Consolidated Statements of Comprehensive Income

(Millions of Yen)

	For the Nine Months Ended December 31, 2011	For the Nine Months Ended December 31, 2012
Income before Minority Interests	165,171	115,520
Other Comprehensive Income:		
Valuation Difference on Available-for-Sale Securities	(64,044)	(24,226)
Deferred Gains or Losses on Hedges	(41,020)	(22,395)
Revaluation Reserve for Land	(17,593)	(2,896)
Revaluation Reserve for Land	635	(9)
Foreign Currency Translation Adjustment	(2,191)	2,094
Attributable to Equity Method Affiliates	(3,874)	(1,019)
Comprehensive Income:	101,126	91,293
Comprehensive Income Attributable to Owners of the Parent	85,151	76,318
Comprehensive Income Attributable to Minority Interests	15,975	14,975

(3) Note on Going Concern Assumptions

There is no applicable information.

(4) Note on Significant Change of Shareholders' Equity

There is no applicable information.

(5) Note on Business Combination

(Under Common Control Transactions and others)

On December 26, 2011, our three consolidated trust bank subsidiaries, The Chuo Mitsui Trust and Banking Company, Limited ("CMTB"), Chuo Mitsui Asset Trust and Banking Company, Limited ("CMAB"), and The Sumitomo Trust and Banking Co., Ltd. ("STB") executed a "Merger Agreement" stating their agreement to merge with an effective date of April 1, 2012.

Pursuant to the abovementioned agreement, CMTB, CMAB, and STB merged on April 1, 2012 and the company name was changed to Sumitomo Mitsui Trust Bank, Limited.

1. Description of the Transaction

(1) Name and Business of the Combining Companies

1) Combining Company

Name: The Sumitomo Trust and Banking Co., Ltd.

Business: trust banking business

2) Combined Companies

Name: The Chuo Mitsui Trust and Banking Company, Limited

Business: trust banking business

Name: Chuo Mitsui Asset Trust and Banking Company, Limited

Business: trust banking business

(2) Date of Business Combination

April 1, 2012

(3) Legal Form of Business Combination

A merger by absorption with STB as the surviving entity, and CMTB and CMAB as absorbed entities.

(4) Name of Company after Business Combination

Sumitomo Mitsui Trust Bank, Limited

(5) Other Matters Related to the Transaction

The former Sumitomo Trust and Banking group and the former Chuo Mitsui Trust group integrated operations on April 1, 2011, giving birth to the new Sumitomo Mitsui Trust Holdings, Inc.

In view of the objective to integrate operations and in order to maximize the benefits of this integration, the three trust banks have been merged to establish Sumitomo Mitsui Trust Bank, Limited.

2. Description of the Accounting Treatment Used

Pursuant to "Accounting Standard for Business Combinations" (ASBJ Statement No. 21 revised on December 26, 2008) and "Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ Guidance No. 10 revised on December 26, 2008), this was treated as an under common control transaction.