

Explanatory Material

*1st Half of Fiscal Year 2019
ended on Sep. 30, 2019*



SUMITOMO MITSUI TRUST HOLDINGS

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<Definition of terms in this document>

Sumitomo MitsuiTrust Holdings (Consolidated): "SuMi TRUST Holdings" or "Consolidated"

Sumitomo Mitsui Trust Bank (Non-consolidated): "SuMi TRUST Bank" or "Non-Consolidated"

Legal Disclaimer

Regarding forward-looking Statements contained in this material

This presentation material contains information that constitutes forward-looking statements. Such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and actual results may differ from those in the forward-looking statements as a result of various factors including but not limited to changes in managerial circumstances. By virtue of the aforementioned reasons, Sumitomo Mitsui Trust Holdings, Inc. hereby cautions against sole reliance on such forward-looking statements in making investment decisions.

Financial figures

1. Status of profit and loss

[Consolidated]

(Millions of yen)

		1HFY2019	1HFY2018	Change
Consolidated gross business profit (*1)	1	352,929	351,184	1,745
Consolidated gross business profit	2	352,929	351,184	1,745
(after written-off of principal guaranteed trust a/c) (1 + 20)				
Net interest income and related profit	3	66,691	85,168	(18,476)
Net interest income	4	58,832	75,780	(16,947)
Trust fees from principal guaranteed trust a/c	5	7,859	9,388	(1,528)
(before written-off of principal guaranteed trust a/c)				
Net fees and commissions and related profit	6	187,918	199,699	(11,780)
Net fees and commissions	7	146,683	155,419	(8,735)
Other trust fees	8	41,235	44,280	(3,045)
Net trading profit	9	42,721	6,729	35,991
Net other operating profit	10	55,597	59,586	(3,988)
Net gains on foreign exchange transactions	11	41,756	45,288	(3,531)
Net gains on bonds	12	20,447	(4,346)	24,794
Net gains from derivatives other than for trading or hedging	13	(18,487)	6,128	(24,615)
General and administrative expenses	14	(211,907)	(218,425)	6,517
(excluding amortization of goodwill)	15	(207,401)	(213,690)	6,289
Personnel expenses	16	(94,385)	(97,243)	2,858
Non-personnel expenses excluding taxes	17	(108,837)	(113,130)	4,292
Taxes other than income taxes	18	(8,684)	(8,051)	(633)
Provision of general allowance for loan losses	19	(2,725)	-	(2,725)
Principal guaranteed trust a/c credit costs	20	(0)	-	(0)
Banking a/c credit costs	21	1,103	(2,473)	3,577
Written-off of loans	22	(410)	(2,410)	2,000
Provision of specific allowance for loan losses	23	1,654	-	1,654
Losses on sales of loans	24	(140)	(62)	(77)
Reversal of allowance for loan losses	25	-	14,644	(14,644)
Recoveries of written-off claims	26	393	1,152	(758)
Net gains on stocks	27	5,967	(3,713)	9,681
Losses on devaluation of stocks	28	(3,218)	(1,153)	(2,065)
Net income from affiliates by equity method	29	4,408	658	3,750
Others	30	933	(2,696)	3,629
Ordinary profit	31	151,102	140,329	10,772
Extraordinary profit	32	161	(3,038)	3,199
Impairment loss on fixed assets	33	286	(343)	629
Impairment loss on fixed assets	34	(124)	(2,695)	2,570
Income before income tax	35	151,264	137,291	13,972
Total income taxes	36	(43,427)	(40,281)	(3,145)
Income taxes-current	37	(26,630)	(30,986)	4,356
Income taxes-deferred	38	(16,796)	(9,294)	(7,502)
Net income	39	107,837	97,010	10,826
Net income attributable to non-controlling interests	40	(1,797)	(5,499)	3,702
Net income attributable to owners of the parent	41	106,039	91,510	14,528
Total credit costs (19 + 20 + 21 + 25 + 26)	42	(1,228)	13,323	(14,551)

(*1) Consolidated gross business profit = Trust fees + (Interest income - Interest expenses) + (Fees and commissions - Fees and commissions payments)
+ (Trading income - Trading expenses) + (Other operating income - Other operating expenses)

Consolidated net business profit before credit costs (*2)	43	154,135	146,932	7,202
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(*2) Consolidated net business profit before credit costs = Non-consolidated net business profit before credit costs + Ordinary profits of other subsidiary companies (non-recurring effect adjusted) + Ordinary profits of affiliates (non-recurring effect adjusted) x Ratio of equity holdings - Intra-group transaction (dividends, etc.)

(Reference) Major components of "Consolidated net business profit before credit costs" <43>, in which gross income and expense from the affiliates are taken into consideration for managerial accounting, are shown in the table below.

Substantial consolidated gross business profit	44	377,023	367,151	9,871
Substantial net fees and commissions and related profit	45	201,514	204,802	(3,288)
Substantial general and administrative expenses	46	(222,887)	(220,218)	(2,669)
Consolidated Fee income ratio	47	53.4%	55.7%	(2.3%)

<Difference from non-consolidated financial results (*3)>

Net business profit before credit costs	48	39,390	12,980	26,409
Net income attributable to owners of the parent (*4)	49	21,170	(14,637)	35,807
Total credit costs	50	(1,537)	(3,044)	1,506
Net gains on stocks	51	3,717	2,510	1,207

(*3) Differences between "Consolidated" and "Non-consolidated".

(*4) Differences between "Net income attributable to owners of the parent" in "Consolidated" and "Net income" in "Non-consolidated".

<Number of subsidiaries/ affiliates>

	Sep. 2019	Mar. 2019	Change
Consolidated subsidiaries	59	61	(2)
Affiliates (subject to the equity method)	33	30	3

[Non-consolidated]

(Millions of yen)

		1HFY2019	1HFY2018	Change
Gross business profit	1	236,517	252,653	(16,135)
Gross business profit (after written-off of principal guaranteed trust a/c) (1 + 24)	2	236,517	252,653	(16,136)
Net interest income and related profit	3	64,863	107,178	(42,315)
Net interest income	4	57,003	97,790	(40,786)
Domestic	5	76,498	101,087	(24,589)
International	6	(19,494)	(3,297)	(16,196)
Trust fees from principal guaranteed trust a/c (before written-off of principal guaranteed trust a/c)	7	7,859	9,388	(1,528)
Net fees and commissions and related profit	8	86,613	92,385	(5,772)
Net fees and commissions	9	45,378	51,228	(5,850)
Other trust fees	10	41,235	41,156	78
Net trading income	11	42,721	6,729	35,991
Net other operating profit	12	42,319	46,359	(4,040)
Net gains on foreign exchange transactions	13	40,766	44,664	(3,897)
Net gains on bonds	14	19,534	(4,675)	24,210
Net gains from derivatives other than for trading or hedging	15	(18,028)	6,348	(24,376)
General and administrative expenses	16	(121,771)	(118,700)	(3,071)
Personnel expenses	17	(53,788)	(54,833)	1,045
Non-personnel expenses	18	(61,405)	(57,731)	(3,673)
Taxes other than income taxes	19	(6,578)	(6,135)	(442)
Net business profit before credit costs (1 + 16)	20	114,745	133,952	(19,207)
Core net operating profit (20-14)	21	95,210	138,627	(43,417)
Core net operating profit (excluding gains/(losses) on cancellation of investm	22	96,595	137,798	(41,202)
Provision of general allowance for loan losses	23	-	-	-
Principal guaranteed trust a/c credit costs	24	(0)	-	(0)
Net business profit (20+23+24)	25	114,745	133,952	(19,207)
Net non-recurring profit	26	197	5,728	(5,530)
Banking a/c credit costs	27	(199)	(1,041)	841
Written-off of loans	28	(59)	(978)	919
Provision of specific allowance for loan losses	29	-	-	-
Losses on sales of loans	30	(140)	(62)	(77)
Reversal of allowance for loan losses	31	349	16,690	(16,341)
Recoveries of written-off claims	32	159	718	(558)
Net gains on stocks	33	2,250	(6,224)	8,474
Losses on devaluation of stocks	34	(6,270)	(143)	(6,127)
Others	35	(2,362)	(4,415)	2,053
Amortization of net actuarial losses/ prior service cost	36	(2,816)	(1,672)	(1,143)
Provision for contingent loss	37	2,080	3,079	(998)
Losses on investment in partnerships	38	(748)	(823)	74
Net gains on stock related derivatives	39	1,022	(2,183)	3,205
Ordinary profit	40	114,942	139,680	(24,737)
Extraordinary profit	41	196	(3,817)	4,013
Net gains on disposal of fixed assets	42	321	(91)	412
Impairment loss on fixed assets	43	(124)	(3,725)	3,600
Income before income taxes	44	115,138	135,863	(20,724)
Total income taxes	45	(30,269)	(29,715)	(554)
Income taxes-current	46	(26,291)	(20,965)	(5,325)
Income taxes-deferred	47	(3,978)	(8,749)	4,771
Net income	48	84,869	106,148	(21,279)
Total credit costs (23 + 24 + 27 + 31 + 32)	49	309	16,367	(16,058)
Overhead ratio (-16/1)	50	51.49%	46.98%	4.51%

2. Breakdown of profit by business group

(1) Gross business profit

[Non-consolidated]

	(Billions of yen)		
	1HFY2019	1HFY2018	Change
Retail total solution services	66.3	68.8	(2.5)
Wholesale financial services (*1)	72.6	67.3	5.3
Stock transfer agency services	16.5	16.4	0.0
Real estate	16.5	13.0	3.4
Fiduciary services	44.5	47.4	(2.8)
Global markets	41.7	29.2	12.4
Fees paid for outsourcing	(24.5)	(21.1)	(3.3)
Stock transfer agency services	(5.3)	(5.1)	(0.1)
Fiduciary services	(19.1)	(16.0)	(3.1)
Others (*2)	2.7	31.4	(28.6)
Gross business profit	236.5	252.6	(16.1)

(*1) Figures for "Wholesale financial services" are combined total of Wholesale total solution services and Wholesale asset management.

(*2) Figures for "Others" include costs of capital funding, dividends of shares for cross-shareholdings, general and administrative expenses of headquarters, etc.

(2) Net business profit before credit costs

[Consolidated]

	(Billions of yen)		
	1HFY2019	1HFY2018	Change
Retail total solution services	12.8	16.0	(3.1)
Wholesale financial services (*1)	64.3	59.9	4.3
Stock transfer agency services	9.7	9.9	(0.2)
Real estate	16.0	11.8	4.1
Fiduciary services	32.1	32.3	(0.2)
Asset Management Business (*2)	14.8	10.9	3.8
Global markets	34.4	21.6	12.7
Others (*3)	(15.4)	(5.0)	(10.4)
Net business profit before credit costs	154.1	146.9	7.2

(*1) Figures for Wholesale financial services are combined total of Wholesale total solution services and Wholesale asset management.

(*2) Total of asset management companies (SuMi TRUST AM, Nikko AM (consolidated), Sky Ocean Asset Management, JP Asset Management)

(*3) Figures for "Others" include costs of capital funding, dividends of shares for cross-shareholdings, general and administrative expenses of headquarters, etc.

[Non-consolidated]

	(Billions of yen)		
	1HFY2019	1HFY2018	Change
Retail total solution services	4.1	7.2	(3.0)
Wholesale financial services (*1)	50.4	46.0	4.4
Stock transfer agency services	9.3	9.4	(0.1)
Real estate	11.7	8.4	3.3
Fiduciary services	14.2	18.3	(4.0)
Global markets	34.4	21.6	12.7
Others (*2)	(9.6)	22.7	(32.3)
Net business profit before credit costs	114.7	133.9	(19.2)

(*1) Figures for "Wholesale financial services" are combined total of Wholesale total solution services and Wholesale asset management.

(*2) Figures for "Others" include costs of capital funding, dividends of shares for cross-shareholdings, general and administrative expenses of headquarters, etc.

3. Yields and margins

(1) Domestic banking a/c

[Non-consolidated]

	1HFY2019	2HFY2018	1HFY2018	(%) Change from 2HFY2018
Average yield on interest-earning assets (A)	0.54	0.51	0.69	0.03
Loans and bills discounted (B)	0.67	0.68	0.69	(0.01)
Securities	1.55	1.28	3.04	0.27
Average yield on interest-bearing liabilities (C)	0.14	0.15	0.16	(0.01)
Deposits (D)	0.08	0.08	0.10	(0.00)
Gross margin (A) - (C)	0.40	0.36	0.53	0.04
Loan-deposit margin (B) - (D)	0.59	0.60	0.59	(0.01)

(2) Domestic banking a/c and principal guaranteed trust a/c combined

[Non-consolidated]

	1HFY2019	2HFY2018	1HFY2018	(%) Change from 2HFY2018
Average yield on interest-earning assets (A)	0.54	0.51	0.69	0.03
Loans and bills discounted (B)	0.67	0.68	0.69	(0.01)
Securities	1.55	1.28	3.04	0.27
Average yield on interest-bearing liabilities (C)	0.10	0.10	0.11	(0.00)
Deposits and Trust Principal (D)	0.07	0.07	0.08	(0.00)
Gross margin (A) - (C)	0.44	0.41	0.58	0.03
Loan-deposit margin (B) - (D)	0.60	0.61	0.61	(0.01)

4. Net gains on securities

[Consolidated]

	1HFY2019	1HFY2018	(Millions of yen) Change
Net gains on bonds	20,447	(4,346)	24,794
Gains on sales of bonds	25,165	7,112	18,053
Gains on redemption of bonds	309	53	256
Losses on sales of bonds	(5,027)	(11,513)	6,485
Losses on redemption of bonds	(0)	-	(0)
Losses on devaluation of bonds	-	-	-
Net gains on stocks	5,967	(3,713)	9,681
Gains on sales of stocks	9,449	16,988	(7,538)
Losses on sales of stocks	(262)	(19,548)	19,285
Losses on devaluation of stocks	(3,218)	(1,153)	(2,065)

[Non-consolidated]

	1HFY2019	1HFY2018	(Millions of yen) Change
Net gains on bonds	19,534	(4,675)	24,210
Gains on sales of bonds	24,557	6,638	17,918
Gains on redemption of bonds	-	52	(52)
Losses on sales of bonds	(5,022)	(11,366)	6,344
Losses on redemption of bonds	-	-	-
Losses on devaluation of bonds	-	-	-
Net gains on stocks	2,250	(6,224)	8,474
Gains on sales of stocks	8,975	15,976	(7,001)
Losses on sales of stocks	(454)	(22,057)	21,603
Losses on devaluation of stocks	(6,270)	(143)	(6,127)

5. Unrealized gains/ losses on investment securities

(1) Securities with fair value

[Consolidated]

	Sep. 2019				Mar. 2019		Change	
	Cost	Net	Unrealized gains	Unrealized losses	Cost	Net	Cost	Net
Available-for-sale securities	4,881,907	622,440	818,707	(196,267)	4,558,478	665,731	323,428	(43,291)
Japanese stocks (*)	593,870	750,237	771,864	(21,627)	598,950	772,663	(5,079)	(22,426)
Japanese bonds	1,147,163	3,036	3,816	(779)	887,404	3,178	259,758	(141)
Government bonds	522,066	53	285	(231)	301,248	337	220,818	(284)
Local government bonds	10,787	45	49	(3)	8,707	57	2,080	(11)
Corporate bonds	614,310	2,937	3,481	(544)	577,449	2,782	36,860	154
Others	3,140,873	(130,833)	43,026	(173,860)	3,072,123	(110,110)	68,749	(20,723)
Held-to-maturity debt securities	360,072	22,746	22,783	(37)	262,405	21,755	97,666	991

(*) Fair value of listed stocks included in "Available-for-sale securities" is determined based on the quoted market price over the consolidated balance sheet date.

[Non-consolidated]

	Sep. 2019				Mar. 2019		Change	
	Cost	Net	Unrealized gains	Unrealized losses	Cost	Net	Cost	Net
Available-for-sale securities	4,852,686	642,287	836,478	(194,191)	4,532,234	681,376	320,452	(39,089)
Japanese stocks (*)	565,213	776,516	795,489	(18,973)	574,012	795,230	(8,798)	(18,714)
Japanese bonds	1,209,139	1,828	3,816	(1,987)	952,745	2,002	256,393	(173)
Government bonds	522,066	53	285	(231)	301,248	337	220,818	(284)
Local government bonds	10,787	45	49	(3)	8,707	57	2,080	(11)
Corporate bonds	676,286	1,729	3,481	(1,752)	642,790	1,606	33,495	122
Others	3,078,332	(136,057)	37,173	(173,230)	3,005,476	(115,855)	72,856	(20,201)
Held-to-maturity debt securities	298,559	22,627	22,665	(37)	197,552	21,636	101,006	991

(*) Fair value of listed stocks included in "Available-for-sale securities" is determined based on the quoted market price over the consolidated balance sheet date.

<Reference 1>

Breakdown of "Available-for-sale securities (Others)"

[Non-consolidated]

	Sep. 2019		Mar. 2019		Change	
	Cost	Net	Cost	Net	Cost	Net
Domestic investment (*)	54,779	1,631	75,516	1,834	(20,736)	(202)
Asset-backed securities	10,057	868	12,926	822	(2,868)	46
Others	44,721	762	62,590	1,012	(17,868)	(249)
International investment (*)	1,473,582	14,106	1,369,866	4,347	103,716	9,758
Foreign government bonds	1,472,128	13,397	1,365,777	4,040	106,351	9,356
US Treasury	477,648	10,246	434,344	5,145	43,304	5,100
European government bonds (*)	5,954	427	9,477	251	(3,523)	175
US agency MBS	209,511	2,063	187,877	(445)	21,634	2,509
Corporate bonds, etc. (*)	762,482	448	720,525	(920)	41,956	1,368
Foreign stocks and others	1,454	709	4,088	306	(2,634)	402
Others (Investment trust, etc.) (*)	1,549,970	(151,795)	1,560,093	(122,037)	(10,123)	(29,758)
Total	3,078,332	(136,057)	3,005,476	(115,855)	72,856	(20,201)

(*) "Domestic investment" and "International investment" are basically categorized by the countries where final exposure exists.

(*) UK government bonds (Gilts) and French government bonds (OATs).

(*) Corporate bonds which are based on issuer's credit risk.

(*) "Investment trust" and investment securities uncategorizable into "Domestic investment" or "International investment".

<Reference 2>

Breakdown of "Held-to-maturity debt securities"

[Non-consolidated]

	(Millions of yen)					
	Sep. 2019		Mar. 2019		Change	
	Cost	Net	Cost	Net	Cost	Net
Held-to-maturity debt securities	298,559	22,627	197,552	21,636	101,006	991
Japanese Government Bonds	118,536	21,682	118,725	20,626	(188)	1,055
Japanese Local Government Bonds	-	-	-	-	-	-
Japanese Corporate Bonds	33,200	696	33,200	577	-	119
Others	146,823	248	45,627	432	101,195	(184)
Domestic investment (*)	9,265	7	7,949	10	1,315	(2)
International investment (*)	137,557	241	37,677	422	99,879	(181)

(*) "Domestic investment" and "International investment" are basically categorized by the countries where final exposure exists.

(2) Securities with no available fair value

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
	Cost	Cost	
Available-for-sale securities	219,841	210,984	8,857
Japanese stocks	53,780	53,810	(30)
Japanese bonds	-	-	-
Others	166,061	157,174	8,887
Domestic investment (*)	101,136	99,392	1,744
International investment (*)	64,924	57,781	7,142

(*) "Domestic investment" and "International investment" are basically categorized by the countries where final exposure exists.

6. Maturity ladder of securities

<"Held-to-maturity debt securities" with fair value and "Available-for-sale securities" with fair value>

[Consolidated]

(Millions of yen)

	Sep. 2019					Mar. 2019				
	Less than 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	Total	Less than 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	Total
Japanese bonds	372,072	421,038	314,619	194,267	1,301,997	287,988	285,887	296,952	171,740	1,042,568
Government bonds	363,695	122,417	52,477	102,127	640,716	269,766	15,198	42,081	93,325	420,371
Local government bonds	765	3,974	6,092	-	10,832	-	2,905	5,858	-	8,764
Corporate bonds	7,611	294,646	256,049	92,139	650,447	18,222	267,783	249,012	78,415	613,432
Others	400,073	1,426,666	524,096	767,943	3,118,779	374,370	1,187,334	805,382	611,369	2,978,456

Note: Including NCD in "Cash and Due from Banks" and "Monetary Claims Bought", as well as securities.

[Non-consolidated]

(Millions of yen)

	Sep. 2019					Mar. 2019				
	Less than 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	Total	Less than 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	Total
Japanese bonds	372,072	421,038	314,559	255,034	1,362,704	287,988	285,887	296,892	171,740	1,042,508
Government bonds	363,695	122,417	52,417	102,127	640,656	269,766	15,198	42,021	93,325	420,311
Local government bonds	765	3,974	6,092	-	10,832	-	2,905	5,858	-	8,764
Corporate bonds	7,611	294,646	256,049	152,907	711,215	18,222	267,783	249,012	78,415	613,432
Others	380,865	1,425,891	508,008	691,548	3,006,313	350,712	1,186,678	788,528	530,732	2,856,651

Note: Including NCD in "Cash and Due from Banks" and "Monetary Claims Bought", as well as securities.

7. Shareholdings

1) Balance of listed stocks

[Consolidated]

(Billions of yen)

	Sep. 2019	Mar. 2019
Cost basis	593.8	598.9
Fair value basis	1,344.1	1,371.6

2) Reduction of cross shareholdings

[Consolidated]

(Billions of yen)

	FY2019	FY2018	
	1H	Full	1H
Cost basis	3.7	28.7	16.9

8. Deferred unrealized gains/ losses of derivative transactions qualified for hedge accounting

[Consolidated]

(Millions of yen)

	Sep. 2019	Mar. 2019	Change
Interest rate related	(62,195)	(45,413)	(16,782)
Interest rate swaps	(62,195)	(45,413)	(16,782)
Currency related	(1,763)	(2,506)	742
Total	(63,959)	(47,920)	(16,039)

Note: Before considering tax effect accounting.

[Non-consolidated]

(Millions of yen)

	Sep. 2019	Mar. 2019	Change
Interest rate related	(60,539)	(44,538)	(16,001)
Interest rate swaps	(60,539)	(44,538)	(16,001)
Currency related	(19)	(224)	204
Total	(60,559)	(44,762)	(15,796)

Note: Before considering tax effect accounting.

9. BIS capital adequacy ratio (Basel III)

(1) BIS capital adequacy ratio (International standard)

[Consolidated]

(Billions of yen)						Minimum requirement (*) (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Common Equity Tier 1 capital ratio	(8) / (20)	1	12.90%	12.18%	0.72%	7.52%
Tier 1 capital ratio	(12) / (20)	2	14.75%	14.18%	0.57%	9.02%
Total capital ratio	(16) / (20)	3	17.50%	16.77%	0.73%	11.02%
Directly issued qualifying capital plus retained earnings		4	2,277.3	2,214.5	62.7	
Accumulated Other Comprehensive Income ("OCI")		5	366.3	410.4	(44.0)	
Instruments and reserves		6	2,644.8	2,626.1	18.6	
Regulatory adjustments		7	(192.2)	(214.0)	21.7	
Common Equity Tier 1 capital (CET1)		8	2,452.5	2,412.1	40.4	
Directly issued qualifying Additional Tier 1 instruments		9	340.0	340.0	-	
Eligible Tier 1 capital instruments subject to phase-out arrangements		10	-	41.0	(41.0)	
Additional Tier 1 capital (AT1)		11	352.9	394.4	(41.4)	
Tier 1 capital (T1 = CET1 + AT1)		12	2,805.4	2,806.5	(1.0)	
Directly issued qualifying Tier 2 instruments		13	309.5	270.0	39.5	
Eligible Tier 2 capital instruments subject to phase-out arrangements		14	209.2	239.2	(30.0)	
Tier 2 capital (T2)		15	522.6	513.6	9.0	
Total capital (T1 + T2)		16	3,328.0	3,320.1	7.9	
Amount of credit risk-weighted assets		17	17,070.4	17,725.1	(654.7)	
Amount of market risk equivalents		18	989.7	1,104.0	(114.3)	
Amount of operational risk equivalents		19	949.9	960.8	(10.8)	
Total risk weighted assets		20	19,010.2	19,790.1	(779.9)	

(*) Capital conservation buffer, countercyclical capital buffer and surcharge for domestic systemically important banks are taken into account and added to minimum regulatory requirements for each capital ratio.

[SuMi TRUST Bank (Consolidated)]

			(Billions of yen)			Minimum requirement (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Common Equity Tier 1 capital ratio	(4) / (7)	1	11.33%	10.59%	0.74%	4.50%
Tier 1 capital ratio	(5) / (7)	2	13.21%	12.39%	0.82%	6.00%
Total capital ratio	(6) / (7)	3	16.01%	15.02%	0.99%	8.00%
Common Equity Tier 1 capital		4	2,115.5	2,068.2	47.3	
Tier 1 capital		5	2,466.9	2,421.6	45.3	
Total capital		6	2,989.2	2,935.2	53.9	
Total risk weighted assets		7	18,667.1	19,529.8	(862.6)	

[SuMi TRUST Bank (Non-consolidated)]

			(Billions of yen)			Minimum requirement (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Common Equity Tier 1 capital ratio	(11) / (14)	8	10.53%	10.02%	0.51%	4.50%
Tier 1 capital ratio	(12) / (14)	9	12.41%	11.79%	0.62%	6.00%
Total capital ratio	(13) / (14)	10	15.26%	14.45%	0.81%	8.00%
Common Equity Tier 1 capital		11	1,912.6	1,919.8	(7.1)	
Tier 1 capital		12	2,252.6	2,259.8	(7.1)	
Total capital		13	2,769.9	2,767.5	2.3	
Total risk weighted assets		14	18,149.9	19,152.3	(1,002.3)	

(2) Leverage ratio

[Consolidated]

			(Billions of yen)			Minimum requirement (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Leverage ratio	(16) / (17)	15	4.66%	4.67%	(0.01%)	3.00%
Tier 1 capital		16	2,805.4	2,806.5	(1.0)	
Total Exposure		17	60,114.6	60,009.2	105.4	

[SuMi TRUST Bank (Consolidated)]

			(Billions of yen)			Minimum requirement (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Leverage ratio	(19) / (20)	18	4.11%	4.04%	0.07%	3.00%
Tier 1 capital		19	2,466.9	2,421.6	45.3	
Total Exposure		20	59,946.3	59,930.8	15.5	

[SuMi TRUST Bank (Non-consolidated)]

			(Billions of yen)			Minimum requirement (Sep. 2019)
			Sep. 2019 (Preliminary)	Mar. 2019	Change	
Leverage ratio	(22) / (23)	21	3.87%	3.88%	(0.01%)	3.00%
Tier 1 capital		22	2,252.6	2,259.8	(7.1)	
Total Exposure		23	58,115.7	58,241.9	(126.2)	

10. Return on equity (ROE)

[Consolidated]

	1HFY2019	1HFY2018	Change
Return (Net income) on shareholders' equity	9.32%	8.46%	0.86%
Return (Net income) on equity	7.96%	6.91%	1.05%

Note1: Return on shareholders' equity (equity)

= Net income attributable to owners of the parents

÷ { (Beginning balance of shareholders' equity (equity) + Ending balance of shareholders' equity (equity)) ÷ 2 }

X 100 X (Number of days in fiscal year ÷ Number of days in 1HFY)

Note2: Shareholders' equity = Total net assets - Share purchase warrants - Minority interests - Total accumulated other comprehensive income

Note3: Equity = Total net assets - Share purchase warrants - Minority interests

11. Loans and Deposits (Banking a/c and principal guaranteed trust a/c combined)

(1) Balance of loans and deposits, etc.

[Non-consolidated]

(Millions of yen)

		Sep. 2019		Mar. 2019		Change	
		Total	Domestic branches	Total	Domestic branches	Total	Domestic branches
Loans and bills discounted	(Ending balance)	29,308,811	25,430,150	29,435,109	25,530,531	(126,297)	(100,380)
	(Average balance)	28,876,691	25,058,645	28,344,429	24,551,284	532,261	507,360
Banking account	(Ending balance)	29,280,061	25,401,399	29,404,142	25,499,564	(124,081)	(98,164)
	(Average balance)	28,846,755	25,028,709	28,310,606	24,517,461	536,148	511,247
Principal guaranteed trust account	(Ending balance)	28,750	28,750	30,967	30,967	(2,216)	(2,216)
	(Average balance)	29,936	29,936	33,823	33,823	(3,887)	(3,887)
Deposits, Trust principal	(Ending balance)	34,404,899	29,686,227	37,035,783	31,972,909	(2,630,883)	(2,286,682)
	(Average balance)	33,463,557	28,965,990	33,732,108	28,944,600	(268,550)	21,389
Deposits (*)	(Ending balance)	30,557,568	25,838,897	31,744,181	26,681,308	(1,186,612)	(842,411)
	(Average balance)	30,396,924	25,899,357	30,033,695	25,246,188	363,229	653,169
Time deposits	(Ending balance)	20,488,385	16,048,868	20,926,890	16,195,515	(438,504)	(146,647)
	(Average balance)	20,349,661	16,123,810	20,998,708	16,477,925	(649,047)	(354,115)
Liquid deposits	(Ending balance)	8,730,512	8,451,649	9,631,298	9,300,063	(900,786)	(848,413)
	(Average balance)	8,876,054	8,605,043	7,917,522	7,650,971	958,532	954,072
Trust principal	(Ending balance)	3,847,330	3,847,330	5,291,601	5,291,601	(1,444,270)	(1,444,270)
	(Average balance)	3,066,633	3,066,633	3,698,412	3,698,412	(631,779)	(631,779)

(*) Excluding NCD.

(2) Ending balance of deposits classified by depositors (Domestic branches)

[Non-consolidated]

(Millions of yen)

	Sep. 2019	Mar. 2019	Change
Individuals	17,589,833	17,461,684	128,148
Deposits	16,081,815	15,931,764	150,050
Trust principal (Principal guaranteed)	1,508,017	1,529,919	(21,901)
Corporations and other organizations (*1)	11,834,908	14,275,198	(2,440,290)
Deposits	9,495,595	10,513,517	(1,017,921)
Trust principal (Principal guaranteed)	2,339,312	3,761,681	(1,422,368)
Total	29,424,741	31,736,883	(2,312,141)

(*1) "Other organizations" are public organizations and financial institutions.

(*2) Excluding NCD and offshore accounts

12. Loans (Banking a/c and principal guaranteed trust a/c combined)

1) Loans to small and mid-sized enterprises, etc.

[Non-consolidated]

	(Millions of yen, %)		
	Sep. 2019	Mar. 2019	Change
Loan balance	16,732,902	16,670,839	62,062
Loans to individuals	10,203,434	9,920,625	282,808
Ratio to total loan balance	65.7	65.2	0.5

2) Loans to individuals

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Residential mortgage loans	9,590,005	9,314,017	275,988
Loans to individual for business use	562,310	552,399	9,911
Other consumer loans	51,118	54,209	(3,090)
Total	10,203,434	9,920,625	282,808

3) Loans by industry

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Domestic Branches (excluding offshore accounts)	25,430,150	25,530,531	(100,380)
Manufacturing	2,617,752	2,663,788	(46,036)
Agriculture, forestry, fisheries, mining, quarrying of stone and gravel gathering	63,325	30,815	32,509
Construction	164,207	119,457	44,749
Electricity, gas, heat supply and water	1,244,934	1,147,478	97,455
Information and communications	334,197	357,866	(23,669)
Transport and postal activities	1,146,284	1,169,300	(23,015)
Wholesale and retail trade	1,242,599	1,253,468	(10,869)
Finance and insurance	2,443,526	2,665,338	(221,811)
Real estate	3,428,145	3,468,125	(39,979)
Goods rental and leasing	1,148,749	1,090,344	58,405
Others	11,596,427	11,564,546	31,880
Overseas branches and offshore accounts	3,878,661	3,904,578	(25,917)
Total	29,308,811	29,435,109	(126,297)

Note: The above table is made based on the categorization of "Survey on loans by industry" of Bank of Japan.

13. Problem assets based on the Financial Reconstruction Act (Banking a/c and principal guaranteed trust a/c combined)

(1) Problem assets based on the Financial Reconstruction Act (After partial direct written-off)

[Consolidated]

	Sep. 2019		Mar. 2019		Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Problem assets based on the Financial Reconstruction Act	127,068	126,335	112,521	111,757	14,546	14,577
Bankrupt and practically bankrupt	15,474	15,444	16,375	16,365	(901)	(920)
Doubtful	72,898	72,232	71,338	70,625	1,559	1,606
Substandard	38,696	38,658	24,807	24,766	13,888	13,892
Ordinary assets	30,667,019	30,638,998	30,572,860	30,542,657	94,158	96,340
Total balance (b)	30,794,088	30,765,333	30,685,382	30,654,415	108,705	110,918
Ratio to total balance (a) / (b)	0.4%	0.4%	0.4%	0.4%	0.0%	0.0%

Note : Partial direct written-off: Sep. 2019: 18,419 million yen, Mar. 2019: 16,101 million yen

[Non-consolidated]

	Sep. 2019		Mar. 2019		Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Problem assets based on the Financial Reconstruction Act	101,098	100,365	84,191	83,428	16,906	16,936
Bankrupt and practically bankrupt	9,630	9,600	10,528	10,518	(898)	(917)
Doubtful	58,732	58,066	55,188	54,475	3,543	3,590
Substandard (b)	32,735	32,697	18,474	18,433	14,260	14,264
Ordinary assets	29,749,413	29,721,392	29,857,080	29,826,877	(107,666)	(105,485)
Assets to substandard debtors (excluding Substandard) (c)	4,184	4,184	990	990	3,193	3,193
Assets to other special mention debtors	345,911	336,955	414,285	405,121	(68,374)	(68,165)
Assets to ordinary debtors	29,399,317	29,380,251	29,441,803	29,420,765	(42,486)	(40,513)
Total balance (d)	29,850,511	29,821,757	29,941,272	29,910,305	(90,760)	(88,548)
Ratio to total balance (a) / (d)	0.3%	0.3%	0.3%	0.3%	0.0%	0.0%
Assets to substandard debtors (b) + (c)	36,920	36,882	19,465	19,424	17,454	17,458

Note : Partial direct written-off: Sep. 2019: 8,146 million yen, Mar. 2019: 8,259 million yen

(2) Coverage ratio and allowance ratio of Problem assets based on the Financial Reconstruction Act

[Non-consolidated]

	Sep. 2019		Mar. 2019		Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Problem assets based on the Financial Reconstruction Act	101,098	100,365	84,191	83,428	16,906	16,936
Coverage ratio	86.5%	86.4%	86.9%	86.7%	(0.4%)	(0.3%)
Allowance ratio	52.5%	52.5%	70.7%	70.7%	(18.2%)	(18.2%)
Bankrupt and practically bankrupt	9,630	9,600	10,528	10,518	(898)	(917)
Coverage ratio	100.0%	100.0%	100.0%	100.0%	- %	- %
Allowance ratio	100.0%	100.0%	100.0%	100.0%	- %	- %
Doubtful	58,732	58,066	55,188	54,475	3,543	3,590
Coverage ratio	96.2%	96.1%	87.0%	86.8%	9.2%	9.3%
Allowance ratio	83.6%	83.6%	76.6%	76.6%	7.0%	7.0%
Substandard	32,735	32,697	18,474	18,433	14,260	14,264
Coverage ratio	65.1%	65.1%	79.1%	79.0%	(14.0%)	(13.9%)
Allowance ratio	9.0%	9.0%	10.5%	10.5%	(1.5%)	(1.5%)

Note: Other than the above mentioned, there is Reserves for JOMT (Jointly-operated money trust) of 0.0 billion yen as of Sep. 2019.

(3) Problem assets based on the Financial Reconstruction Act by industry

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Domestic Branches (excluding offshore accounts)	73,565	66,979	6,585
Manufacturing	22,781	16,899	5,881
Agriculture, forestry, fisheries, mining, quarrying of stone and gravel gathering	342	429	(87)
Construction	1	2	(0)
Electricity, gas, heat supply and water	3,820	4,042	(221)
Information and communications	1	1	(0)
Transport and postal activities	-	-	-
Wholesale and retail trade	8,479	6,539	1,939
Finance and insurance	170	235	(65)
Real estate	6,937	6,488	448
Others	31,031	32,340	(1,309)
Overseas branches and offshore accounts	27,532	17,212	10,320
Total	101,098	84,191	16,906

Note: The above table is made according to the categorization of "Survey on loans by industry" of Bank of Japan.

14. Self-Assessment and Problem assets based on the Financial Reconstruction Act

(Banking a/c and principal guaranteed trust a/c combined)

[Non-consolidated]

[Not consolidated]										(Billions of yen, %)	
Borrower classification under the self-assessment		Problem assets based on the Financial Reconstruction Act		Self-assessment				Allowance (*)	Coverage ratio	Allowance ratio	
				Not categorized	Category II	Category III	Category IV				
Legal bankruptcy	Substandard debtors (exc. Substandard)	(4) Ordinary assets (A + B + C) 29,749.4	(1) Bankrupt/ practically bankrupt 9.6	(1) Guarantee and collateral 7.0	Entirely covered by allowances	Entirely written-off or covered by allowances	(1) Specific allowance for loan losses 2.5	100.0	100.0		
Virtual bankruptcy											
Possible bankruptcy			(2) Doubtful 58.7	(2) Guarantee and collateral 45.1	Partially covered by allowances		(2) Specific allowance for loan losses 11.3	96.2	83.6		
Requiring careful monitoring			(3) Substandard 32.7	(3) Guarantee and collateral 20.1			(3) General allowance for loan losses 1.1	65.1	9.0		
	A. Assets to substandard debtors (exc. Substandard) 4.2										
	B. Assets to other special mention debtors (exc. Assets to substandard debtors) 345.9										
Normal		C. Assets to ordinary debtors 29,399.3									
			Problem assets based on the Financial Reconstruction Act (1) + (2) + (3) 101.1	Guarantee and collateral (1) + (2) + (3) 72.3			Allowance for loan losses (1) + (2) + (3) 15.0	86.5	52.5		
Total balance (1) + (2) + (3) + (4) 29,850.5			Not categorized, category II 29,848.1	category III 2.3	category IV -						

(*) 0.0 billion yen of reserves for loan trust and reserves for JOMT (Jointly-operated money trust) are posted in principal guaranteed trust account.

15. Allowance for loan losses

(1) Balance of allowance for loan losses

(Banking account)

[Consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Allowance for loan losses	89,269	99,770	(10,501)
General allowance for loan losses	70,778	68,338	2,439
Specific allowance for loan losses	18,490	31,431	(12,941)
Partial direct written-off	20,181	17,877	2,303

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Allowance for loan losses	65,434	75,211	(9,777)
General allowance for loan losses	50,977	48,460	2,517
Specific allowance for loan losses	14,456	26,751	(12,294)
Partial direct written-off	8,146	8,286	(140)

(Trust account)

[Non-consolidated]

	(Millions of yen)		
	Sep. 2019	Mar. 2019	Change
Reserves for JOMT (Jointly-operated money trust)	73	81	(8)

Note: Trust a/c is principal guaranteed trust a/c

(2) Reserve ratio for assets to special mention/ ordinary debtors (general allowance for loan losses)

(Banking account)

[Non-consolidated]

	(%)		
	Sep. 2019	Mar. 2019	Change
Assets to Special mention debtors	4.05	2.63	1.42
Substandard	5.66	2.43	3.23
Against uncovered portion	13.20	10.65	2.55
Other special mention	3.87	2.64	1.23
Against uncovered portion	9.38	8.48	0.90
Assets to Ordinary debtors	0.12	0.12	(0.00)

Note: The above list indicates the ratio of general allowance for loan losses to each asset.

16. Final disposal of non-performing loans (Banking a/c and principal guaranteed trust a/c combined)

(1) Loans outstanding in doubtful or worse categories

[Non-consolidated]

(Billions of yen)

	Sep. 2016	Mar. 2017	Sep. 2017	Mar. 2018	Sep. 2018	Mar. 2019	Sep. 2019	Change from Mar. 2019
Total	46.8	43.4	41.1	39.1	38.7	65.7	68.4	2.6
Loans outstanding in doubtful or worse categories as of Sep. 2016 and disposal thereafter	46.8	37.7	24.6	17.2	15.1	13.5	11.9	(1.6)
New entry to doubtful or worse categories during 2HFY2016 and disposal thereafter		5.7	3.5	2.6	1.8	1.5	1.1	(0.4)
New entry to doubtful or worse categories during 1HFY2017 and disposal thereafter			13.0	9.6	7.7	6.5	5.4	(1.0)
New entry to doubtful or worse categories during 2HFY2017 and disposal thereafter				9.6	7.4	7.0	6.2	(0.8)
New entry to doubtful or worse categories during 1HFY2018 and disposal thereafter					6.7	4.3	2.9	(1.4)
New entry to doubtful or worse categories during 2HFY2018 and disposal thereafter						33.0	14.0	(19.0)
New entry to doubtful or worse categories during 1HFY2019 and disposal thereafter							26.8	26.8

(2) Progress of final disposal

[Non-consolidated]

(Billions of yen)

Period	Primary amount (A)	Amount as of Sep. 2019 (B)	Quasi final disposal or in the process of final disposal (C)	Amount of final disposal in 1HFY2019	Progress ratio of final disposal (%) (A-B)/A	Adjusted progress ratio of final disposal (%) (*) (A-B+C)/A
Before 1HFY2016	3,554.9	11.9	3.0	1.6	99.6	99.7
2HFY2016	5.7	1.1	0.0	0.4	81.0	81.7
1HFY2017	13.0	5.4	0.2	1.0	58.1	59.6
2HFY2017	9.6	6.2	2.8	0.8	35.2	64.4
1HFY2018	6.7	2.9	0.1	1.4	56.9	58.5
2HFY2018	33.0	14.0	0.5	19.0	57.6	59.2
1HFY2019	26.8	26.8	0.2	-	-	0.7
Total	-----	68.4	6.8	24.2	-----	-----

(*) Progress ratio of final disposal considering quasi final disposal

17. Retirement benefits

[Consolidated]

		(Millions of yen)		
		Sep. 2019	Mar. 2019	Change
Projected benefit obligation	(A)	464,191	465,033	(842)
Discount rate		mainly 0.5%	mainly 0.5%	---
Plan assets	(B)	600,242	589,955	10,286
Liabilities for retirement benefits	(C)	14,188	14,008	180
Assets for retirement benefits	(D)	150,239	138,931	11,308

Note: (A) = (B) + (C) - (D)

• Remeasurements of retirement benefits (before considering tax effect accounting)

		(Millions of yen)		
		Sep. 2019	Mar. 2019	Change
Unrecognized net prior services costs		(179)	(165)	(14)
Unrecognized net actuarial loss		26,802	27,833	(1,030)
Total		26,622	27,667	(1,044)

		(Millions of yen)		
		1HFY2019	1HFY2018	Change
Retirement benefit expenses		1,683	2,491	(807)
Service cost - benefits earned		(6,967)	(7,240)	273
Interest cost on projected benefit obligation		(1,170)	(1,169)	(0)
Expected return on plan assets		12,247	13,436	(1,188)
Disposal of prior services costs		(14)	(4)	(9)
Disposal of actuarial loss		(996)	(1,316)	320
Others (*)		(1,416)	(1,212)	(203)

(*) Others include required contributions

[Non-consolidated]

		(Millions of yen)		
		Sep. 2019	Mar. 2019	Change
Projected benefit obligation	(A)	436,162	437,327	(1,165)
Discount rate		0.5%	0.5%	- %
Plan assets	(B)	585,084	574,969	10,115
Provision for retirement benefits	(C)	731	721	10
Prepaid pension expenses	(D)	179,161	170,685	8,475
Unrecognized net prior services costs	(E)	195	237	(41)
Unrecognized net actuarial loss	(F)	29,311	32,085	(2,774)

Note: (A) = (B) + (C) - (D) + (E) + (F)

		(Millions of yen)		
		1HFY2019	1HFY2018	Change
Retirement benefit expenses		1,101	3,262	(2,161)
Service cost - benefits earned		(6,144)	(6,357)	213
Interest cost on projected benefit obligation		(1,091)	(1,094)	3
Expected return on plan assets		12,053	13,208	(1,154)
Disposal of prior services costs		(41)	(41)	-
Disposal of actuarial loss		(2,774)	(1,630)	(1,143)
Others (*)		(899)	(820)	(78)

(*) Others include required contributions

18. Deferred tax assets

(1) Major factors for deferred tax assets and deferred tax liabilities

[Consolidated]

	(Billions of yen)		
	Sep. 2019	Mar. 2019	Change
Deferred tax assets (A)	11.7	17.3	(5.5)
Loss carry forwards	4.4	15.6	(11.2)
Devaluation of securities	19.7	19.3	0.3
Allowance for loan losses (including written-off of loans)	36.5	38.5	(2.0)
Deferred gains/ losses on hedges	19.6	14.5	5.0
Liabilities for retirement benefits	9.1	10.0	(0.8)
Valuation difference due to share exchange	4.7	4.8	(0.1)
Others	49.2	52.3	(3.1)
Valuation allowance	(20.0)	(22.4)	2.3
Offset with deferred tax liabilities	(111.6)	(115.6)	4.0
Deferred tax liabilities (B)	124.4	130.4	(6.0)
Amount related retirement benefits	20.7	18.0	2.7
Valuation difference on available-for-sale securities	196.8	208.7	(11.8)
Valuation difference due to share exchange	6.2	6.7	(0.5)
Others	12.2	12.5	(0.3)
Offset with deferred tax assets	(111.6)	(115.6)	4.0
Net deferred tax assets (A) - (B)	(112.6)	(113.1)	0.4

[Non-consolidated]

	Sep. 2019	Mar. 2019	Change
Deferred tax assets (A)	-	-	-
Devaluation of securities	32.0	31.6	0.4
Allowance for loan losses (including written-off of loans)	19.9	22.1	(2.1)
Deferred gains/ losses on hedges	18.5	13.7	4.8
Others	26.9	28.4	(1.5)
Valuation allowance	(20.4)	(21.5)	1.1
Offset with deferred tax liabilities	(77.0)	(74.3)	(2.6)
Deferred tax liabilities (B)	144.2	156.4	(12.1)
Amount related retirement benefits	21.4	18.6	2.7
Valuation difference on available-for-sale securities	195.5	207.2	(11.7)
Others	4.4	4.9	(0.5)
Offset with deferred tax assets	(77.0)	(74.3)	(2.6)
Net deferred tax assets (A) - (B)	(144.2)	(156.4)	12.1

(2) Adequacy for calculating and posting net deferred tax assets

[Non-consolidated]

SuMi TRUST Bank applied the category 2 of the Guidance No. 26 of the Accounting Standards (*) for tax effect accounting and posted net deferred tax assets as a company reporting stable taxable income.

(*) Guidance on Recoverability of Deferred Tax Assets (the Accounting Standards Board of Japan (ASBJ))

(Reference) Taxable income before deduction of loss carryforwards for the past 5 years

	(Billions of yen)				
	FY2018	FY2017	FY2016	FY2015	FY2014
Taxable income before deduction of loss carryforwards	146.2	127.6	106.4	177.5	118.5
Net business profit before credit costs	231.4	189.7	150.5	249.1	245.7

<Reference> Other referential financial figures of SuMi TRUST Bank

(1) Balance Sheets

[Non-consolidated]

(Billions of yen)

	Sep. 2019	Mar. 2019	Change
Assets:			
Cash and due from banks	15,929.4	15,831.2	98.1
Call loans	52.7	50.1	2.6
Receivables under resale agreements	159.1	158.7	0.4
Receivables under securities borrowing transactions	741.3	759.8	(18.4)
Monetary claims bought	42.9	56.4	(13.4)
Trading assets	468.1	543.5	(75.4)
Money held in trust	0.0	0.0	-
Securities	6,381.1	6,091.8	289.2
Loans and bills discounted	29,280.0	29,404.1	(124.0)
Foreign exchanges	32.1	36.9	(4.7)
Other assets	1,291.0	1,548.8	(257.8)
Tangible fixed assets	192.7	195.4	(2.6)
Intangible fixed assets	69.6	65.6	4.0
Prepaid pension expenses	179.1	170.6	8.4
Customers' liabilities for acceptances and guarantees	420.7	385.4	35.2
Allowance for loan losses	(65.4)	(75.2)	9.7
Total assets	55,175.0	55,223.7	(48.6)
Liabilities:			
Deposits	30,557.5	31,744.1	(1,186.6)
Negotiable certificates of deposit	7,142.2	6,546.2	595.9
Call money	1,911.6	132.3	1,779.3
Payables under repurchase agreements	1,636.6	1,603.1	33.4
Payables under securities lending transactions	141.1	104.7	36.3
Trading liabilities	304.3	258.7	45.6
Borrowed money	4,170.3	4,101.9	68.3
Foreign exchanges	16.5	35.0	(18.5)
Short-term bonds payable	1,386.7	949.3	437.4
Corporate bonds	542.6	727.8	(185.1)
Borrowed money from trust account	3,965.2	5,408.0	(1,442.7)
Other liabilities	692.0	777.0	(84.9)
Provision for bonuses	8.2	9.0	(0.8)
Provision for directors' bonuses	-	0.0	(0.0)
Provision for stocks payment	0.1	-	0.1
Provision for retirement benefits	0.7	0.7	0.0
Provision for reimbursement of deposits	4.2	5.2	(0.9)
Provision for contingent loss	1.3	3.4	(2.0)
Deferred tax liabilities	144.2	156.4	(12.1)
Deferred tax liabilities for land revaluation	2.4	2.8	(0.3)
Acceptances and guarantees	420.7	385.4	35.2
Total liabilities	53,049.4	52,951.9	97.4
Net assets:			
Capital stock	342.0	342.0	-
Capital surplus	343.0	391.6	(48.5)
Legal capital surplus	273.0	273.0	-
Other capital surplus	70.0	118.5	(48.5)
Retained earnings	1,037.7	1,095.9	(58.2)
Legal retained earnings	69.0	69.0	-
Other retained earnings	968.6	1,026.9	(58.2)
Other voluntary reserve	371.8	371.8	-
Retained earnings brought forward	596.8	655.0	(58.2)
Shareholders' equity	1,722.8	1,829.6	(106.8)
Valuation difference on available-for-sale securities	448.2	475.6	(27.3)
Deferred gains/ losses on hedges	(42.0)	(31.0)	(10.9)
Revaluation reserve for land	(3.4)	(2.3)	(1.0)
Valuation and translation adjustments	402.8	442.2	(39.3)
Total net assets	2,125.6	2,271.8	(146.1)
Total liabilities and net assets	55,175.0	55,223.7	(48.6)

(2) Statements of Income
[Non-consolidated]

	(Billions of yen)		
	1HFY2019	1HFY2018	Change
Ordinary income	513.5	521.3	(7.8)
Trust fees	49.0	50.5	(1.4)
Interest income	248.0	271.8	(23.8)
Interest on loans and discounts	172.3	168.7	3.6
Interest and dividends on securities	53.4	80.0	(26.5)
Fees and commissions	92.6	94.8	(2.1)
Trading income	42.8	6.7	36.1
Other ordinary income	65.3	58.0	7.3
Other income	15.5	39.4	(23.9)
Ordinary expenses	398.5	381.6	16.8
Interest expenses	191.0	174.0	16.9
Interest on deposits	63.6	58.5	5.0
Fees and commissions payments	47.3	43.5	3.7
Trading expenses	0.1	-	0.1
Other ordinary expenses	23.0	11.6	11.4
General and administrative expenses	124.7	120.5	4.2
Other expenses	12.2	31.8	(19.5)
Ordinary profit	114.9	139.6	(24.7)
Extraordinary income	0.6	0.0	0.5
Extraordinary losses	0.4	3.8	(3.4)
Income before Income Taxes	115.1	135.8	(20.7)
Income taxes-Current	26.2	20.9	5.3
Income taxes-Deferred	3.9	8.7	(4.7)
Income taxes	30.2	29.7	0.5
Net income	84.8	106.1	(21.2)

(3) Statement of trust account

[Non-consolidated]

	(Billions of yen)		
	Sep. 2019	Mar. 2019	Change
Loans and bills discounted	1,474.8	1,445.1	29.6
Securities	1,126.5	1,253.4	(126.9)
Beneficiary rights	167,890.6	160,593.5	7,297.0
Securities held in custody accounts	22.9	23.1	(0.1)
Money claims	19,036.0	19,475.0	(439.0)
Tangible fixed assets	16,502.4	15,722.2	780.2
Intangible fixed assets	188.7	217.9	(29.2)
Other claims	6,934.9	6,717.1	217.8
Loans to banking account	3,965.2	5,408.0	(1,442.7)
Cash and due from banks	486.1	494.2	(8.0)
Total assets	217,628.6	211,350.0	6,278.5
Money trusts	32,455.4	32,877.9	(422.5)
Pension trusts	13,241.8	13,113.5	128.3
Property formation benefit trusts	18.9	18.8	0.0
Securities investment trusts	76,347.6	74,389.3	1,958.3
Money entrusted, other than money trusts	30,080.1	27,349.3	2,730.7
Securities trusts	21,636.9	19,914.1	1,722.7
Money claim trusts	19,120.3	19,592.3	(472.0)
Land and fixtures trusts	78.0	77.2	0.7
Composite trusts	24,649.4	24,017.2	632.1
Total liabilities	217,628.6	211,350.0	6,278.5

Note: The amount of retrusted assets to Japan Trustee Services Bank, Ltd. for asset administration is included in Beneficiary rights:

Sep. 2019: 166,949.5 billion yen, Mar. 2019: 159,658.6 billion yen

(4) Breakdown of principal guaranteed trust a/c

[Non-consolidated]

			(Billions of yen)	
Sep. 2019			Mar. 2019	
			Change	
Money trusts	Loans and bills discounted	28.7	30.9	(2.2)
	Securities	0.0	0.0	-
	Others	3,818.8	5,261.0	(1,442.2)
	Total assets	3,847.6	5,292.0	(1,444.4)
	Principal	3,847.3	5,291.6	(1,444.2)
	Reserves for JOMT (Jointly-operated money trust)	0.0	0.0	(0.0)
	Others	0.2	0.3	(0.1)
	Total liabilities	3,847.6	5,292.0	(1,444.4)