

Sumitomo Mitsui Trust Holdings, Inc. (SuMi TRUST Holdings)
Financial Results for the Three Months Ended June 30, 2022
[Japanese GAAP] (Consolidated)



July 28, 2022

Stock exchange listings: Tokyo and Nagoya (Code: 8309)
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Filing date of quarterly securities report
 (Shihanki Hokokusyo) (Scheduled): August 10, 2022
 Specific trading accounts: Established
 Dividend payment date: —
 Explanatory material: Prepared
 Briefing on financial results: Not scheduled

(Amounts less than one million yen are rounded down.)

1. Consolidated Financial Results (for the Three Months Ended June 30, 2022)

(1) Operating Results

(%: Changes from the same period in the previous fiscal year)

Three Months Ended	Ordinary Income		Ordinary Profit		Net Income Attributable to Owners of the Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
June 30, 2022	394,143	14.2	88,706	30.7	64,556	27.2
June 30, 2021	345,081	13.6	67,883	68.1	50,751	78.0

(Note) Comprehensive Income: Three months ended June 30, 2022 ¥50,760 million, 38.3 %
 Three months ended June 30, 2021 ¥36,692 million, 181.6 %

Three Months Ended	Net Income per Share of Common Stock	Fully Diluted Net Income per Share of Common Stock
	Yen	Yen
June 30, 2022	172.49	172.38
June 30, 2021	135.50	135.42

(2) Financial Position

As of	Total Assets	Net Assets	Net Assets to Total Assets Ratio
	Millions of Yen	Millions of Yen	%
June 30, 2022	67,570,226	2,752,563	4.0
March 31, 2022	64,633,220	2,745,288	4.2

(Reference) Shareholders' Equity: As of June 30, 2022 ¥2,722,894 million
 As of March 31, 2022 ¥2,715,556 million

(Note) Net Assets to Total Assets Ratio = (Net Assets – Subscription Rights to Shares – Non-Controlling Interests) / Total Assets

The above Net Assets to Total Assets Ratio is different from the capital adequacy ratio prescribed in the notification of the Financial Services Agency with respect to the capital adequacy ratio.

2. Cash Dividends per Share of Common Stock

	Annual Cash Dividends per Share of Common Stock				
	1st Quarter-End	2nd Quarter-End	3rd Quarter-End	Fiscal Year-End	Total
Fiscal Year	Yen	Yen	Yen	Yen	Yen
Ended March 31, 2022	—	80.00	—	90.00	170.00
Ending March 31, 2023	—	—	—	—	—
Ending March 31, 2023 (Forecast)	—	100.00	—	100.00	200.00

(Note) Revision of latest announced estimates for cash dividends per share of common stock: None

3. Consolidated Earnings Forecast (for the Fiscal Year Ending March 31, 2023)

(%: Changes from the previous fiscal year)

Fiscal Year Ending	Net Income Attributable to Owners of the Parent		Net Income per Share of Common Stock
	Millions of Yen	%	Yen
March 31, 2023	190,000	12.4	507.24

(Note) Revision of latest announced forecast of consolidated earnings: None

*Notes

- (1) Changes in Significant Subsidiaries during the Three Months Ended June 30, 2022: None
(Changes in “specified subsidiaries” resulted in changes in the scope of consolidation.)
- (2) Specific Accounting Treatments for the Preparation of the Quarterly Consolidated Financial Statements: Yes
(For further details, please refer to “3. Notes to the Consolidated Financial Statements” on page 6 of Accompanying Materials.)
- (3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatements
- | | |
|--|------|
| 1) Changes in accounting policies due to the revision of accounting standards: | Yes |
| 2) Changes in accounting policies other than 1) above: | None |
| 3) Changes in accounting estimates: | None |
| 4) Restatements: | None |

(4) Number of Shares Issued (Common Stock)

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

As of June 30, 2022	375,291,440 shares	As of March 31, 2022	375,291,440 shares
As of June 30, 2022	2,971,750 shares	As of March 31, 2022	716,750 shares
For the three months ended June 30, 2022	374,266,594 shares	For the three months ended June 30, 2021	374,545,765 shares

These consolidated financial results for the three months ended June 30, 2022 (the quarterly consolidated financial results), are out of the scope of the quarterly review procedures to be performed by certified public accountants or an audit firm.

Explanation Concerning the Appropriate Use of the Forecasts for Results of Operations and Other Special Matters

The forecasts for results of operations presented in the consolidated financial results for the three months ended June 30, 2022, are based on information currently available to, and certain reasonable assumptions made by, SuMi TRUST Holdings. Moreover, SuMi TRUST Holdings does not guarantee the achievement of these forecasts, and actual results may differ significantly from the forecasts due to various factors. Please refer to the most recent relevant materials, including securities report, annual report, and other presentations disclosed by SuMi TRUST Holdings and its group companies, for further information that could significantly influence SuMi TRUST Holdings’ financial position and operating results, as well as investment decisions by investors.

[Accompanying Materials]

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Consolidated Financial Statements and Notes to the Consolidated Financial Statements

1. Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2022	As of June 30, 2022
Assets:		
Cash and Due from Banks	18,223,364	19,558,526
Call Loans and Bills Bought	5,000	—
Receivables under Resale Agreements	150,741	—
Receivables under Securities Borrowing Transactions	652,534	682,034
Monetary Claims Bought	854,093	657,516
Trading Assets	967,565	1,410,943
Money Held in Trust	16,308	15,395
Securities	7,879,235	7,900,903
Loans and Bills Discounted	30,876,507	31,379,807
Foreign Exchanges	29,494	40,109
Lease Receivables and Investment Assets	688,141	693,217
Other Assets	3,354,333	4,134,444
Tangible Fixed Assets	224,535	222,968
Intangible Fixed Assets	125,667	131,276
Assets for Retirement Benefits	192,223	195,044
Deferred Tax Assets	15,613	15,310
Customers' Liabilities for Acceptances and Guarantees	541,228	650,808
Allowance for Loan Losses	(163,369)	(118,080)
Total Assets	64,633,220	67,570,226
Liabilities:		
Deposits	33,230,162	34,062,784
Negotiable Certificates of Deposit	6,587,944	7,632,876
Call Money and Bills Sold	799,524	1,015,891
Payables under Repurchase Agreements	1,485,033	1,754,063
Trading Liabilities	906,686	1,354,206
Borrowed Money	7,153,498	6,597,881
Foreign Exchanges	1,275	2,371
Short-Term Bonds Payable	2,387,553	2,245,569
Bonds Payable	2,076,604	2,163,927
Borrowed Money from Trust Account	4,298,827	4,243,391
Other Liabilities	2,312,326	3,005,051
Provision for Bonuses	21,087	5,483
Provision for Directors' Bonuses	181	55
Provision for Stocks Payment	732	880
Liabilities for Retirement Benefits	13,553	13,655
Provision for Reward Points Program	19,965	20,223
Provision for Reimbursement of Deposits	3,626	3,626
Provision for Contingent Losses	1,649	1,626
Deferred Tax Liabilities	44,081	40,897
Deferred Tax Liabilities for Land Revaluation	2,388	2,388
Acceptances and Guarantees	541,228	650,808
Total Liabilities	61,887,931	64,817,662

(Continued)

(Millions of Yen)

	As of March 31, 2022	As of June 30, 2022
Net Assets:		
Capital Stock	261,608	261,608
Capital Surplus	576,114	576,115
Retained Earnings	1,682,519	1,713,329
Treasury Stock	(2,714)	(11,980)
Total Shareholders' Equity	2,517,528	2,539,072
Valuation Differences on Available-for-Sale Securities	277,617	243,587
Deferred Gains (Losses) on Hedges	(42,759)	(33,880)
Revaluation Reserve for Land	(6,839)	(6,839)
Foreign Currency Translation Adjustments	12,719	22,997
Adjustments for Retirement Benefits	(42,708)	(42,042)
Total Accumulated Other Comprehensive Income	198,028	183,822
Subscription Rights to Shares	1,006	990
Non-Controlling Interests	28,725	28,678
Total Net Assets	2,745,288	2,752,563
Total Liabilities and Net Assets	64,633,220	67,570,226

2. Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
 Consolidated Statements of Income

(Millions of Yen)

	For the Three Months Ended	
	June 30, 2021	June 30, 2022
Ordinary Income:	345,081	394,143
Trust Fees	26,717	27,103
Interest Income:	88,532	108,923
Interest on Loans and Discounts	65,224	76,324
Interest and Dividends on Securities	19,279	22,688
Fees and Commissions	105,015	107,307
Trading Income	23,428	6,434
Other Ordinary Income	81,221	122,309
Other Income	20,166	22,065
Ordinary Expenses:	277,197	305,437
Interest Expenses:	26,663	53,184
Interest on Deposits	7,460	15,955
Fees and Commissions Payments	33,307	30,146
Trading Expenses	45	25,946
Other Ordinary Expenses	92,548	63,684
General and Administrative Expenses	108,835	112,863
Other Expenses	15,797	19,612
Ordinary Profit	67,883	88,706
Extraordinary Income:	—	1
Gains on Disposal of Fixed Assets	—	1
Extraordinary Losses:	737	244
Losses on Disposal of Fixed Assets	83	68
Impairment Losses	653	176
Income before Income Taxes	67,146	88,462
Income Taxes:	16,226	23,708
Current	8,042	16,707
Deferred	8,183	7,001
Net Income	50,919	64,754
Net Income Attributable to Non-Controlling Interests	168	197
Net Income Attributable to Owners of the Parent	50,751	64,556

Consolidated Statements of Comprehensive Income

(Millions of Yen)

	For the Three Months Ended	
	June 30, 2021	June 30, 2022
Net Income	50,919	64,754
Other Comprehensive Income (Loss):	(14,227)	(13,993)
Valuation Differences on Available-for-Sale Securities	(15,690)	(31,596)
Deferred Gains (Losses) on Hedges	(1,295)	8,151
Foreign Currency Translation Adjustments	1,152	6,622
Adjustments for Retirement Benefits	67	662
Attributable to Equity-Method Affiliated Companies	1,537	2,166
Comprehensive Income:	36,692	50,760
(Breakdown)		
Comprehensive Income Attributable to Owners of the Parent	36,512	50,350
Comprehensive Income Attributable to Non-Controlling Interests	179	409

3. Notes to the Consolidated Financial Statements

(Notes on Going-Concern Assumptions)

There is no applicable information.

(Notes on Significant Changes in Total Shareholders' Equity)

There is no applicable information.

(Specific Accounting Treatments for the Preparation of the Quarterly Consolidated Financial Statements)

(Income tax expenses)

Income tax expenses of certain consolidated subsidiaries are calculated by reasonably estimating the effective tax rate based on the expected income before income taxes (net of the effects of deferred taxes) for the fiscal year to which the three-month period pertains, and multiplying income before income taxes for the three-month period by the estimated effective tax rate.

(Changes in Accounting Policies)

(Application of Implementation Guidance on Accounting Standard for Fair Value Measurement)

The Company has applied the "Implementation Guidance on Accounting Standard for Fair Value Measurement" (Accounting Standards Board of Japan Guidance No.31, June 17, 2021, hereinafter referred to as the "Guidance for the Standard for Fair Value Measurement") since the beginning of the three-month period ended June 30, 2022. In accordance with the transitional measures specified in Paragraph 27-2 of the Guidance for the Standard for Fair Value Measurement, the Company has decided to apply the new accounting policy stipulated by the Guidance on the Standard for Fair Value Measurement prospectively. Thus, some of investment trusts, which were previously stated at the acquisition cost on the consolidated balance sheet, are now measured at fair value based on factors, such as the net asset value.

As a result, securities increased by ¥8,390 million, valuation differences on available for sale securities increased by ¥5,820 million, and deferred tax liabilities increased by ¥2,569 million. The effect of this change on per share information for the three-month period ended June 30, 2022, is immaterial.