

Explanatory Material

*1st Half of Fiscal Year 2023
ended on Sep. 30, 2023*



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)

		1HFY2023	1HFY2022	Change
Consolidated gross business profit (*1)	1	392,120	373,961	18,159
Consolidated gross business profit (after written-off of principal guaranteed trust a/c) (1 + 20)	2	392,120	373,961	18,159
Net interest income and related profit	3	(25,862)	107,724	(133,586)
Net interest income	4	(36,636)	97,718	(134,354)
Trust fees from principal guaranteed trust a/c (before written-off of principal guaranteed trust a/c)	5	10,773	10,006	767
Net fees and commissions and related profit	6	205,574	198,638	6,936
Net fees and commissions	7	159,382	153,819	5,562
Other trust fees	8	46,192	44,818	1,374
Net trading profit	9	(8,634)	(31,735)	23,100
Net other operating profit	10	221,043	99,334	121,708
Net gains on foreign exchange transactions	11	189,435	82,299	107,135
Net gains on bonds	12	(2,392)	(24,813)	22,421
Net gains from derivatives other than for trading or hedging	13	22,870	30,764	(7,894)
General and administrative expenses	14	(246,071)	(224,787)	(21,284)
(excluding amortization of goodwill)	15	(242,413)	(220,837)	(21,575)
Personnel expenses	16	(111,587)	(102,948)	(8,639)
Non-personnel expenses excluding taxes	17	(127,918)	(115,132)	(12,786)
Taxes other than income taxes	18	(6,565)	(6,706)	141
Provision of general allowance for loan losses	19	-	4,590	(4,590)
Principal guaranteed trust a/c credit costs	20	-	-	-
Banking a/c credit costs	21	(4,257)	(14,216)	9,959
Written-off of loans	22	(4,257)	(1,101)	(3,155)
Provision of specific allowance for loan losses	23	-	(13,045)	13,045
Losses on sales of loans	24	-	(69)	69
Reversal of allowance for loan losses	25	2,098	-	2,098
Recoveries of written-off claims	26	426	726	(299)
Net gains on stocks	27	(95,495)	(2,510)	(92,984)
Losses on devaluation of stocks	28	(1,283)	(2,439)	1,156
Net income from affiliates by equity method	29	7,959	9,675	(1,716)
Others	30	(5,206)	(2,319)	(2,887)
Ordinary profit	31	51,574	145,119	(93,544)
Extraordinary profit	32	3,062	(636)	3,698
Impairment loss on fixed assets	33	(200)	(258)	58
Impairment loss on fixed assets	34	(1,425)	(377)	(1,047)
Other (*2)	35	4,688	-	4,688
Income before income tax	36	54,637	144,483	(89,846)
Total income taxes	37	(10,129)	(39,905)	29,775
Income taxes-current	38	(6,370)	(20,588)	14,218
Income taxes-deferred	39	(3,758)	(19,316)	15,557
Net income	40	44,507	104,578	(60,070)
Net income attributable to non-controlling interests	41	(444)	(546)	101
Net income attributable to owners of the parent	42	44,063	104,032	(59,968)
Total credit costs (19 + 20 + 21 + 25 + 26)	43	(1,731)	(8,899)	7,168

(*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)

(*2) Gains on sales of stocks of subsidiaries and affiliates.

Consolidated net business profit before credit costs (*3)	44	166,321	168,233	(1,911)
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(*3) 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" <44>, 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	45	428,411	408,519	19,892
Substantial net fees and commissions and related profit	46	226,509	217,527	8,982
Substantial general and administrative expenses	47	(262,090)	(240,286)	(21,804)
Consolidated Fee income ratio	48	52.8%	53.2%	(0.4%)

<Difference from non-consolidated financial results (*4)>

Net business profit before credit costs	49	14,145	42,101	(27,956)
Net income attributable to owners of the parent (*5)	50	(4,852)	21,611	(26,464)
Total credit costs	51	(1,041)	19	(1,060)
Net gains on stocks	52	1,537	(2,005)	3,543

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

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

<Number of subsidiaries/ affiliates>

	Sep. 2023	Mar. 2023	Change
Consolidated subsidiaries	59	58	1
Affiliates (subject to the equity method)	30	30	-

[Non-consolidated]

		(Millions of yen)		
		1HFY2023	1HFY2022	Change
Gross business profit	1	294,307	254,915	39,392
Gross business profit (after written-off of principal guaranteed trust a/c) (1 + 24)	2	294,307	254,915	39,392
Net interest income and related profit	3	(376)	110,190	(110,567)
Net interest income	4	(11,150)	100,184	(111,334)
Domestic	5	109,476	87,622	21,854
International	6	(120,626)	12,562	(133,188)
Trust fees from principal guaranteed trust a/c (before written-off of principal guaranteed trust a/c)	7	10,773	10,006	767
Net fees and commissions and related profit	8	94,425	90,866	3,559
Net fees and commissions	9	48,233	46,048	2,184
Other trust fees	10	46,192	44,818	1,374
Net trading income	11	(8,634)	(31,735)	23,100
Net other operating profit	12	208,892	85,593	123,299
Net gains on foreign exchange transactions	13	187,628	84,015	103,612
Net gains on bonds	14	(2,776)	(25,879)	23,102
Net gains from derivatives other than for trading or hedging	15	25,157	28,051	(2,893)
General and administrative expenses	16	(142,131)	(128,782)	(13,348)
Personnel expenses	17	(64,222)	(58,602)	(5,620)
Non-personnel expenses	18	(73,696)	(65,675)	(8,020)
Taxes other than income taxes	19	(4,212)	(4,504)	292
Net business profit before credit costs (1 + 16)	20	152,176	126,132	26,044
Core net operating profit (20-14)	21	154,952	152,011	2,941
Core net operating profit (excluding gains/(losses) on cancellation of investment)	22	154,490	150,010	4,479
Provision of general allowance for loan losses	23	-	4,316	(4,316)
Principal guaranteed trust a/c credit costs	24	-	-	-
Net business profit	25	152,176	130,448	21,727
Net non-recurring profit	26	(105,131)	(20,568)	(84,562)
Banking a/c credit costs	27	(4,148)	(13,681)	9,532
Written-off of loans	28	(4,148)	(994)	(3,154)
Provision of specific allowance for loan losses	29	-	(12,617)	12,617
Losses on sales of loans	30	-	(69)	69
Reversal of allowance for loan losses	31	3,170	-	3,170
Recoveries of written-off claims	32	287	445	(158)
Net gains on stocks	33	(97,032)	(504)	(96,527)
Losses on devaluation of stocks	34	(2,275)	(1,508)	(766)
Others	35	(7,408)	(6,828)	(579)
Amortization of net actuarial losses/ prior service cost	36	(2,380)	(1,919)	(461)
Provision for contingent loss	37	(148)	357	(505)
Losses on investment in partnerships	38	(5,426)	(4,796)	(630)
Net gains on stock related derivatives	39	3,083	3,817	(733)
Ordinary profit	40	47,044	109,879	(62,834)
Extraordinary profit	41	1,040	(547)	1,588
Net gains on disposal of fixed assets	42	(181)	(213)	31
Impairment loss on fixed assets	43	(1,358)	(333)	(1,024)
Other	44	2,581	-	2,581
Income before income taxes	45	48,085	109,331	(61,246)
Total income taxes	46	829	(26,911)	27,741
Income taxes-current	47	4,942	(7,561)	12,503
Income taxes-deferred	48	(4,112)	(19,350)	15,237
Net income	49	48,915	82,420	(33,504)
Total credit costs (23 + 24 + 27 + 31 + 32)	50	(690)	(8,919)	8,228
Overhead ratio (-16/1)	51	48.29%	50.52%	(2.23%)

2. Breakdown of profit by business group

(1) Gross business profit

[Non-consolidated]

	(Billions of yen)		
	1HFY2023	1HFY2022	Change
Retail Business	69.2	65.8	3.3
Corporate Business (*1)	91.2	80.4	10.8
Investor Services Business (*1)	57.7	58.7	(0.9)
Real Estate Business (*1)	14.4	18.2	(3.7)
Global Markets Business	43.6	40.9	2.7
Fees paid out for outsourcing (*2)	(28.1)	(25.6)	(2.5)
Corporate Business related	(8.1)	(6.2)	(1.9)
Investor Services Business related	(19.9)	(19.3)	(0.6)
Others (*1), (*3)	45.9	16.2	29.7
Gross business profit	294.3	254.9	39.3

(*1) Changed the attribution segment for gains/losses on some equity investment and other methods since the beginning of this fiscal year.

(*2) "Corporate Business related" is related to stock transfer agency services and "Investor Services Business related" is related to asset administration and asset management, etc.

(*3) 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)		
	1HFY2023	1HFY2022	Change
Retail Business	20.9	21.6	(0.6)
Corporate Business (*1)	73.5	67.5	6.0
Investor Services Business (*1)	29.9	29.5	0.4
Real Estate Business (*1)	13.1	16.8	(3.6)
Global Markets Business	34.7	33.7	1.0
Asset Management Business (*2)	9.7	13.2	(3.5)
Others (*1), (*3)	(15.7)	(14.2)	(1.4)
Net business profit before credit costs	166.3	168.2	(1.9)

(*1) Changed the attribution segment for gains/losses on some equity investment and other methods since the beginning of this fiscal year.

(*2) Figures for "Asset Management Business" are combined total of asset management companies (SuMi TRUST AM (consolidated), 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, contribution of group companies, etc.

[Non-consolidated]

	(Billions of yen)		
	1HFY2023	1HFY2022	Change
Retail Business	10.6	10.1	0.5
Corporate Business (*1)	58.5	53.0	5.5
Investor Services Business (*1)	19.6	23.3	(3.7)
Real Estate Business (*1)	8.9	13.2	(4.3)
Global Markets Business	34.7	33.7	1.0
Others (*1), (*2)	19.6	(7.3)	27.0
Net business profit before credit costs	152.1	126.1	26.0

(*1) Changed the attribution segment for gains/losses on some equity investment and other methods since the beginning of this fiscal year.

(*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]

	1HFY2023	2HFY2022	1HFY2022	(%) Change from 2HFY2022
Average yield on interest-earning assets (A)	0.58	0.55	0.50	0.03
Loans and bills discounted (B)	0.63	0.62	0.64	0.01
Securities	2.97	2.54	1.43	0.43
Average yield on interest-bearing liabilities (C)	0.12	0.12	0.13	0.00
Deposits (D)	0.05	0.05	0.05	(0.00)
Gross margin (A) - (C)	0.46	0.43	0.37	0.03
Loan-deposit margin (B) - (D)	0.58	0.57	0.59	0.01

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

[Non-consolidated]

	1HFY2023	2HFY2022	1HFY2022	(%) Change from 2HFY2022
Average yield on interest-earning assets (A)	0.58	0.55	0.50	0.03
Loans and bills discounted (B)	0.64	0.62	0.64	0.02
Securities	2.97	2.54	1.43	0.43
Average yield on interest-bearing liabilities (C)	0.08	0.08	0.08	0.00
Deposits and Trust Principal (D)	0.04	0.04	0.05	(0.00)
Gross margin (A) - (C)	0.50	0.47	0.42	0.03
Loan-deposit margin (B) - (D)	0.60	0.58	0.59	0.02

4. Net gains on securities

[Consolidated]

	1HFY2023	1HFY2022	(Millions of yen) Change
Net gains on bonds	(2,392)	(24,813)	22,421
Gains on sales of bonds	1,543	1,410	133
Gains on redemption of bonds	0	-	0
Losses on sales of bonds	(3,936)	(26,215)	22,279
Losses on redemption of bonds	(0)	(6)	6
Losses on devaluation of bonds	-	(1)	1
Net gains on stocks	(95,495)	(2,510)	(92,984)
Gains on sales of stocks	74,402	18,924	55,478
Losses on sales of stocks	(168,614)	(18,995)	(149,619)
Losses on devaluation of stocks	(1,283)	(2,439)	1,156

[Non-consolidated]

	1HFY2023	1HFY2022	(Millions of yen) Change
Net gains on bonds	(2,776)	(25,879)	23,102
Gains on sales of bonds	1,039	287	752
Gains on redemption of bonds	0	-	0
Losses on sales of bonds	(3,816)	(26,165)	22,349
Losses on redemption of bonds	-	-	-
Losses on devaluation of bonds	-	(1)	1
Net gains on stocks	(97,032)	(504)	(96,527)
Gains on sales of stocks	73,838	19,868	53,969
Losses on sales of stocks	(168,596)	(18,865)	(149,730)
Losses on devaluation of stocks	(2,275)	(1,508)	(766)

5. Unrealized gains/ losses on investment securities

(1) Securities with fair value

[Consolidated]

	(Millions of yen)							
	Sep. 2023				Mar. 2023		Change	
	Cost	Net	Unrealized gains	Unrealized losses	Cost	Net	Cost	Net
Available-for-sale securities (*1)	6,695,071	502,790	735,482	(232,691)	5,675,353	372,689	1,019,717	130,101
Japanese stocks (*2)	511,859	670,818	678,472	(7,653)	495,423	577,205	16,435	93,613
Japanese bonds	2,622,088	(9,327)	2,588	(11,916)	2,178,588	(364)	443,500	(8,963)
Government bonds	1,854,845	(7,767)	45	(7,812)	1,433,514	(1,514)	421,331	(6,252)
Local government bonds	41,532	(809)	3	(812)	38,572	(454)	2,960	(355)
Corporate bonds	725,711	(750)	2,540	(3,291)	706,502	1,605	19,208	(2,355)
Others	3,561,123	(158,699)	54,421	(213,121)	3,001,341	(204,151)	559,781	45,451
Held-to-maturity securities	315,545	8,166	8,617	(451)	299,219	9,997	16,325	(1,831)

(*1) Not include stocks with no market price and investment partnership etc.

(*2) 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]

	(Millions of yen)							
	Sep. 2023				Mar. 2023		Change	
	Cost	Net	Unrealized gains	Unrealized losses	Cost	Net	Cost	Net
Available-for-sale securities (*1)	6,531,564	514,113	744,356	(230,242)	5,522,549	386,238	1,009,014	127,875
Japanese stocks (*2)	487,510	691,795	697,714	(5,919)	471,652	598,358	15,858	93,436
Japanese bonds	2,622,088	(9,327)	2,588	(11,916)	2,178,588	(364)	443,500	(8,963)
Government bonds	1,854,845	(7,767)	45	(7,812)	1,433,514	(1,514)	421,331	(6,252)
Local government bonds	41,532	(809)	3	(812)	38,572	(454)	2,960	(355)
Corporate bonds	725,711	(750)	2,540	(3,291)	706,502	1,605	19,208	(2,355)
Others	3,421,965	(168,353)	44,052	(212,406)	2,872,308	(211,756)	549,656	43,402
Held-to-maturity securities	315,485	8,165	8,617	(451)	299,159	9,997	16,325	(1,831)

(*1) Not include stocks with no market price and investment partnership etc.

(*2) 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)" (*1)

[Non-consolidated]

	(Millions of yen)					
	Sep. 2023		Mar. 2023		Change	
	Cost	Net	Cost	Net	Cost	Net
Domestic investment (*2)	109,988	1,713	107,893	1,803	2,094	(89)
Asset-backed securities	69,368	537	71,614	514	(2,246)	22
Others	40,620	1,176	36,279	1,288	4,341	(112)
International investment (*2)	2,500,571	(74,076)	1,766,255	(30,041)	734,315	(44,034)
Foreign government bonds	2,500,350	(75,390)	1,765,923	(31,160)	734,426	(44,229)
US Treasury	1,067,095	(61,744)	650,520	(17,262)	416,574	(44,481)
European government bonds (*3)	24,647	(3,388)	22,698	(2,361)	1,949	(1,026)
US agency MBS	113,502	(5,757)	71,060	(1,677)	42,441	(4,079)
Corporate bonds, etc. (*4)	1,261,383	(3,553)	1,014,630	(9,464)	246,753	5,910
Foreign stocks and others	220	1,313	331	1,119	(111)	194
Others (Investment trust, etc.) (*5)	811,405	(95,991)	998,159	(183,518)	(186,753)	87,527
Total	3,421,965	(168,353)	2,872,308	(211,756)	549,656	43,402

(*1) Not include stocks with no market price and investment partnership etc.

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

(*3) UK government bonds (Gilts), and French government bonds (OATs)

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

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

<Reference 2>

Breakdown of "Held-to-maturity securities"

[Non-consolidated]

	(Millions of yen)					
	Sep. 2023		Mar. 2023		Change	
	Cost	Net	Cost	Net	Cost	Net
Held-to-maturity securities	315,485	8,165	299,159	9,997	16,325	(1,831)
Japanese Government Bonds	117,025	7,994	117,214	10,766	(188)	(2,772)
Japanese Local Government Bonds	-	-	-	-	-	-
Japanese Corporate Bonds	14,400	103	14,400	126	-	(23)
Others	184,060	68	167,545	(896)	16,514	964
Domestic investment (*)	36,942	203	40,005	276	(3,063)	(72)
International investment (*)	147,117	(135)	127,539	(1,172)	19,578	1,037

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

<Reference 3>

Breakdown of "Stocks with no market price and investment partnership etc."

[Non-consolidated]

	(Millions of yen)					
	Sep. 2023		Mar. 2023		Change	
	Cost	Net	Cost	Net	Cost	Net
Available-for-sale securities	593,045	14,211	523,771	6,420	69,273	7,791
Japanese stocks	68,748	-	66,397	-	2,350	-
Others	524,296	14,211	457,373	6,420	66,923	7,791
Domestic investment (*)	83,884	4,377	76,697	4,573	7,186	(195)
International investment (*)	440,412	9,833	380,676	1,847	59,736	7,986

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

6. Maturity ladder of securities

<"Held-to-maturity securities" and "Available-for-sale securities" with maturities>

[Consolidated]

(Millions of yen)

	Sep. 2023					Mar. 2023				
	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	582,769	1,825,224	277,248	59,004	2,744,246	408,325	1,575,456	268,468	57,648	2,309,899
Government bonds	481,077	1,361,695	108,077	13,313	1,964,163	350,880	1,087,643	96,612	14,138	1,549,273
Local government bonds	3,314	17,422	19,985	-	40,722	1,674	17,283	19,159	-	38,117
Corporate bonds	98,376	446,107	149,185	45,690	739,360	55,770	470,530	152,696	43,510	722,507
Others	548,910	1,034,607	755,638	982,289	3,321,445	631,482	722,200	652,635	724,621	2,730,940

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

[Non-consolidated]

(Millions of yen)

	Sep. 2023					Mar. 2023				
	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	582,769	1,825,164	277,248	59,004	2,744,186	408,325	1,575,396	268,468	57,648	2,309,839
Government bonds	481,077	1,361,635	108,077	13,313	1,964,103	350,880	1,087,583	96,612	14,138	1,549,213
Local government bonds	3,314	17,422	19,985	-	40,722	1,674	17,283	19,159	-	38,117
Corporate bonds	98,376	446,107	149,185	45,690	739,360	55,770	470,530	152,696	43,510	722,507
Others	538,779	984,753	751,167	967,908	3,242,608	625,635	676,475	645,969	709,141	2,657,221

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. 2023	Mar. 2023
Cost basis	511.8	495.4
Fair value basis	1,182.6	1,072.6

(2) Reduction of cross shareholdings

[Consolidated]

(Billions of yen)

	FY2023	FY2022	
	1H	Full	1H
Cost basis	19.6	52.4	9.9

Note: Reduction in FY2022 exclude sold and repurchased shares in FY2020 is 46.7 billion yen.

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

[Consolidated]

(Millions of yen)

	Sep. 2023	Mar. 2023	Change
Interest rate related	(8,663)	(67,827)	59,164
Interest rate swaps	(8,663)	(67,827)	59,164
Currency related	1,558	368	1,190
Total	(7,104)	(67,459)	60,354

Note: Before considering tax effect accounting.

[Non-consolidated]

(Millions of yen)

	Sep. 2023	Mar. 2023	Change
Interest rate related	(8,979)	(67,953)	58,974
Interest rate swaps	(8,979)	(67,953)	58,974
Currency related	(19,715)	(12,541)	(7,174)
Total	(28,695)	(80,494)	51,799

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. 2023)	
		Sep. 2023 (Preliminary)	Mar. 2023	Change		
Common Equity Tier 1 capital ratio	(8) / (20)	1	10.73%	10.79%	(0.06%)	7.56%
Tier 1 capital ratio	(12) / (20)	2	11.90%	12.01%	(0.11%)	9.06%
Total capital ratio	(16) / (20)	3	13.02%	13.24%	(0.22%)	11.06%
Directly issued qualifying capital plus retained earnings		4	2,551.3	2,547.7	3.5	
Accumulated Other Comprehensive Income ("OCI")		5	352.9	204.2	148.7	
Instruments and reserves		6	2,905.1	2,752.9	152.1	
Regulatory adjustments		7	(295.2)	(243.2)	(51.9)	
Common Equity Tier 1 capital (CET1)		8	2,609.9	2,509.7	100.1	
Directly issued qualifying Additional Tier 1 instruments		9	270.0	270.0	-	
Eligible Tier 1 capital instruments subject to phase-out arrangements		10	-	-	-	
Additional Tier 1 capital (AT1)		11	284.5	283.7	0.8	
Tier 1 capital (T1 = CET1 + AT1)		12	2,894.4	2,793.5	100.9	
Directly issued qualifying Tier 2 instruments		13	265.4	270.6	(5.2)	
Eligible Tier 2 capital instruments subject to phase-out arrangements		14	-	-	-	
Tier 2 capital (T2)		15	272.3	287.7	(15.3)	
Total capital (T1 + T2)		16	3,166.8	3,081.2	85.5	
Amount of credit risk-weighted assets		17	21,412.5	20,411.9	1,000.6	
Amount of market risk equivalents		18	1,819.4	1,838.2	(18.7)	
Amount of operational risk equivalents		19	1,076.8	1,006.7	70.1	
Total risk weighted assets		20	24,308.9	23,256.8	1,052.0	

(*) 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. 2023 (Preliminary)	Mar. 2023	Change	
Common Equity Tier 1 capital ratio	(4) / (7)	1	9.67%	9.74%	(0.07%)	4.50%
Tier 1 capital ratio	(5) / (7)	2	10.88%	10.99%	(0.11%)	6.00%
Total capital ratio	(6) / (7)	3	12.03%	12.26%	(0.23%)	8.00%
Common Equity Tier 1 capital		4	2,291.3	2,208.0	83.2	
Tier 1 capital		5	2,575.8	2,491.8	84.0	
Total capital		6	2,848.2	2,779.6	68.6	
Total risk weighted assets		7	23,672.7	22,662.4	1,010.3	

[SuMi TRUST Bank (Non-consolidated)]

(Billions of yen)						Minimum requirement
			Sep. 2023 (Preliminary)	Mar. 2023	Change	
Common Equity Tier 1 capital ratio	(11) / (14)	8	8.75%	8.72%	0.03%	4.50%
Tier 1 capital ratio	(12) / (14)	9	9.94%	9.96%	(0.02%)	6.00%
Total capital ratio	(13) / (14)	10	11.11%	11.21%	(0.10%)	8.00%
Common Equity Tier 1 capital		11	1,984.4	1,899.0	85.4	
Tier 1 capital		12	2,254.4	2,168.9	85.4	
Total capital		13	2,519.8	2,442.0	77.7	
Total risk weighted assets		14	22,668.4	21,771.5	896.9	

(2) Leverage ratio

[Consolidated]

(Billions of yen)						Minimum requirement
			Sep. 2023 (Preliminary)	Mar. 2023	Change	
Leverage ratio	(16) / (17)	15	5.21%	5.36%	(0.15%)	3.00%
Tier 1 capital		16	2,894.4	2,793.5	100.9	
Total Exposure		17	55,466.4	52,117.3	3,349.1	

[SuMi TRUST Bank (Consolidated)]

(Billions of yen)						Minimum requirement
			Sep. 2023 (Preliminary)	Mar. 2023	Change	
Leverage ratio	(19) / (20)	18	4.66%	4.80%	(0.14%)	3.00%
Tier 1 capital		19	2,575.8	2,491.8	84.0	
Total Exposure		20	55,228.8	51,875.7	3,353.1	

[SuMi TRUST Bank (Non-consolidated)]

(Billions of yen)						Minimum requirement
			Sep. 2023 (Preliminary)	Mar. 2023	Change	
Leverage ratio	(22) / (23)	21	4.24%	4.34%	(0.10%)	3.00%
Tier 1 capital		22	2,254.4	2,168.9	85.4	
Total Exposure		23	53,106.4	49,893.1	3,213.2	

10. Return on equity (ROE)

[Consolidated]

	1HFY2023	1HFY2022	Change
Return (Net income) on shareholders' equity	3.40%	8.17%	(4.77%)
Return (Net income) on equity	3.07%	7.63%	(4.56%)

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 (366÷183)

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. 2023		Mar. 2023		Change	
		Total	Domestic branches	Total	Domestic branches	Total	Domestic branches
Loans and bills discounted	(Ending balance)	32,828,975	27,018,475	31,957,813	26,925,138	871,162	93,336
	(Average balance)	32,502,889	26,825,664	31,660,839	26,865,581	842,049	(39,916)
Banking account	(Ending balance)	32,819,420	27,008,920	31,947,351	26,914,677	872,068	94,243
	(Average balance)	32,492,845	26,815,620	31,648,792	26,853,534	844,052	(37,914)
Principal guaranteed trust account	(Ending balance)	9,555	9,555	10,461	10,461	(906)	(906)
	(Average balance)	10,044	10,044	12,046	12,046	(2,002)	(2,002)
Deposits, Trust principal	(Ending balance)	42,396,405	36,250,104	39,144,701	33,731,707	3,251,704	2,518,396
	(Average balance)	40,299,454	34,699,391	38,308,640	32,702,089	1,990,814	1,997,302
Deposits (*)	(Ending balance)	37,861,930	31,715,629	35,041,223	29,628,229	2,820,707	2,087,399
	(Average balance)	36,023,895	30,423,832	34,297,351	28,690,800	1,726,544	1,733,032
Time deposits	(Ending balance)	25,704,324	19,935,627	23,222,892	18,154,623	2,481,431	1,781,004
	(Average balance)	24,091,520	18,868,927	23,218,629	17,943,705	872,891	925,222
Liquid deposits	(Ending balance)	10,417,692	10,041,914	10,826,029	10,481,762	(408,337)	(439,847)
	(Average balance)	10,521,884	10,145,200	10,013,770	9,683,601	508,113	461,598
Trust principal	(Ending balance)	4,534,475	4,534,475	4,103,478	4,103,478	430,996	430,996
	(Average balance)	4,275,559	4,275,559	4,011,289	4,011,289	264,269	264,269

(*) Excluding NCD.

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

[Non-consolidated]

(Millions of yen)			
	Sep. 2023	Mar. 2023	Change
Individuals	18,161,377	18,169,532	(8,154)
Deposits	16,815,655	16,785,185	30,470
Trust principal (Principal guaranteed)	1,345,722	1,384,347	(38,624)
Corporations and other organizations (*1)	17,661,477	15,273,705	2,387,771
Deposits	14,472,724	12,554,574	1,918,149
Trust principal (Principal guaranteed)	3,188,752	2,719,131	469,621
Total	35,822,855	33,443,238	2,379,616

(*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]

	Sep. 2023	Mar. 2023	(Millions of yen, %) Change
Loan balance	18,076,502	17,979,400	97,102
Loans to individuals	11,071,895	11,094,489	(22,593)
Ratio to total loan balance	66.9	66.7	0.2

(2) Loans to individuals

[Non-consolidated]

	Sep. 2023	Mar. 2023	(Millions of yen) Change
Residential mortgage loans	10,434,079	10,461,505	(27,425)
Loans to individual for business use	604,260	598,976	5,283
Other consumer loans	33,554	34,007	(452)
Total	11,071,895	11,094,489	(22,593)

(3) Loans by industry

[Non-consolidated]

	Sep. 2023	Mar. 2023	(Millions of yen) Change
Domestic Branches (excluding offshore accounts)	27,018,475	26,925,138	93,336
Manufacturing	2,987,650	2,907,940	79,709
Agriculture, forestry, fisheries, mining, quarrying of stone and gravel gathering	54,196	77,768	(23,572)
Construction	232,434	232,359	75
Electricity, gas, heat supply and water	1,431,468	1,438,436	(6,967)
Information and communications	263,997	252,177	11,819
Transport and postal activities	1,120,389	1,119,860	528
Wholesale and retail trade	1,255,938	1,296,009	(40,071)
Finance and insurance	2,502,690	2,392,177	110,513
Real estate	3,495,373	3,456,611	38,762
Goods rental and leasing	1,347,030	1,310,378	36,652
Others	12,327,304	12,441,417	(114,113)
Overseas branches and offshore accounts	5,810,499	5,032,674	777,825
Total	32,828,975	31,957,813	871,162

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

13. Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act

(1) Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act (After partial direct written-off)

[Consolidated]

	Sep. 2023		Mar. 2023		(Millions of yen) Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Total	102,933	102,870	152,035	151,965	(49,102)	(49,095)
Bankrupt and practically bankrupt	11,315	11,315	11,383	11,383	(67)	(67)
Doubtful	49,254	49,200	97,305	97,246	(48,051)	(48,045)
Substandard (a)	42,363	42,353	43,346	43,335	(983)	(982)
Loans past due 3 months or more	-	-	-	-	-	-
Restructured loans	42,363	42,353	43,346	43,335	(983)	(982)
Normal assets	34,354,731	34,345,239	33,328,509	33,318,118	1,026,222	1,027,121
Total balance (b)	34,457,665	34,448,110	33,480,544	33,470,083	977,120	978,026
Ratio to total balance (a) / (b)	0.3%	0.3%	0.5%	0.5%	(0.2%)	(0.2%)

Note : Partial direct written-off: Sep. 2023: 19,620 million yen, Mar. 2023: 17,932 million yen

[Non-consolidated]

	Sep. 2023		Mar. 2023		(Millions of yen) Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Total	84,258	84,195	134,215	134,145	(49,957)	(49,950)
Bankrupt and practically bankrupt	9,027	9,027	8,526	8,526	500	500
Doubtful	36,055	36,001	86,165	86,105	(50,109)	(50,104)
Substandard (a)	39,175	39,166	39,523	39,512	(347)	(346)
Loans past due 3 months or more	-	-	-	-	-	-
Restructured loans	39,175	39,166	39,523	39,512	(347)	(346)
Normal assets	33,370,649	33,361,157	32,388,476	32,378,085	982,173	983,072
Assets to substandard borrowers (excluding Substandard) (b)	6,166	6,166	1,695	1,695	4,470	4,470
Assets to borrowers requiring caution (excluding assets to substandard)	386,798	386,787	294,704	294,687	92,093	92,099
Assets to normal borrowers	32,977,685	32,968,203	32,092,076	32,081,702	885,608	886,501
Grand total	33,454,907	33,445,352	32,522,692	32,512,230	932,215	933,121
NPL ratio	0.3%	0.3%	0.4%	0.4%	(0.1%)	(0.1%)
Assets to substandard debtors (a) + (b)	45,341	45,332	41,218	41,208	4,123	4,124

Note : Partial direct written-off: Sep. 2023: 9,880 million yen, Mar. 2023: 8,942 million yen

(2) Coverage ratio and allowance ratio of Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act

[Non-consolidated]

	Sep. 2023		Mar. 2023		(Millions of yen) Change	
	Total	Banking a/c	Total	Banking a/c	Total	Banking a/c
Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act	84,258	84,195	134,215	134,145	(49,957)	(49,950)
Coverage ratio	65.2%	65.2%	68.4%	68.4%	(3.2%)	(3.2%)
Allowance ratio	37.4%	37.4%	51.9%	51.9%	(14.5%)	(14.5%)
Bankrupt and practically bankrupt	9,027	9,027	8,526	8,526	500	500
Coverage ratio	100.0%	100.0%	100.0%	100.0%	- %	- %
Allowance ratio	100.0%	100.0%	100.0%	100.0%	- %	- %
Doubtful	36,055	36,001	86,165	86,105	(50,109)	(50,104)
Coverage ratio	83.4%	83.3%	74.4%	74.4%	9.0%	8.9%
Allowance ratio	66.5%	66.5%	62.6%	62.6%	3.9%	3.9%
Substandard	39,175	39,166	39,523	39,512	(347)	(346)
Coverage ratio	40.5%	40.5%	48.4%	48.4%	(7.9%)	(7.9%)
Allowance ratio	8.7%	8.7%	22.3%	22.3%	(13.6%)	(13.6%)

Note: Other than the above mentioned, there is Reserves for JOMT (Jointly-operated money trust) of 0.0 billion yen as of Sep. 2023.

(3) Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act by industry

[Non-consolidated]

	(Millions of yen)		
	Sep. 2023	Mar. 2023	Change
Domestic Branches (excluding offshore accounts)	69,223	109,938	(40,715)
Manufacturing	19,803	63,435	(43,631)
Agriculture, forestry, fisheries, mining, quarrying of stone and gravel gathering	77	77	-
Electricity, gas, heat supply and water	-	11	(11)
Information and communications	-	7	(7)
Transport and postal activities	140	140	-
Wholesale and retail trade	5,555	1,352	4,203
Finance and insurance	370	336	34
Real estate	5,096	6,220	(1,124)
Others	38,178	38,356	(178)
Overseas branches and offshore accounts	15,035	24,277	(9,242)
Total	84,258	134,215	(49,957)

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

14. Self-Assessment and Non-Performing Loans (NPLs) based on Banking Act and Reconstruction Act
(Banking a/c and principal guaranteed trust a/c combined)

[Non-consolidated]

(Billions of yen, %)

Borrower classification under the self-assessment		NPLs based on Banking Act and Reconstruction Act	Self-assessment				Allowance (*)	Coverage ratio	Allowance ratio
			Not categorized	Category II	Category III	Category IV			
Legal bankruptcy		(1) Bankrupt/practically bankrupt		(1) Guarantee and collateral	Entirely covered by allowances	Entirely written-off or covered by allowances	(1) Specific allowance for loan losses	100.0	100.0
Virtual bankruptcy		9.0		5.6			3.4		
Possible bankruptcy		(2) Doubtful		(2) Guarantee and collateral	Partially covered by allowances		(2) Specific allowance for loan losses	83.4	66.5
		36.1		18.1			11.9		
Requiring careful monitoring	Substandard	(3) Substandard		(3) Guarantee and collateral			(3) General allowance for loan losses	40.5	8.7
		39.2		13.6			2.2		
		Loans past due 3 months or more							
		-							
		Restructured loans							
		39.2							
Special attention (exc. Substandard)		A. Assets to substandard borrowers (exc. Substandard)							
		6.2							
		B. Assets to borrowers requiring caution (excluding assets to substandard borrowers)							
		386.8							
Normal		C. Assets to normal borrowers							
		32,977.7							
		(4) Normal assets (A + B + C)							
		33,370.6							
		NPLs based on Banking Act and Reconstruction Act		Guarantee and collateral			Allowance for loan losses	65.2	37.4
		(1) + (2) + (3)		(1) + (2) + (3)			(1) + (2) + (3)		
		84.3		37.4			17.5		
Total balance (1) + (2) + (3) + (4)		33,454.9	Not categorized, category II	category III	category IV				
			33,448.9	5.9	-				

(*) 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. 2023	Mar. 2023	Change
Allowance for loan losses	107,990	129,998	(22,007)
General allowance for loan losses	88,776	86,510	2,266
Specific allowance for loan losses	19,213	43,487	(24,273)
Partial direct written-off	19,925	18,210	1,715

[Non-consolidated]

	(Millions of yen)		
	Sep. 2023	Mar. 2023	Change
Allowance for loan losses	84,105	105,798	(21,693)
General allowance for loan losses	67,850	64,937	2,912
Specific allowance for loan losses	16,255	40,861	(24,605)
Partial direct written-off	9,880	8,942	938

(Trust account)

[Non-consolidated]

	(Millions of yen)		
	Sep. 2023	Mar. 2023	Change
Reserves for JOMT (Jointly-operated money trust)	9	11	(1)

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. 2023	Mar. 2023	Change
Assets to Special mention debtors	2.71	3.58	(0.87)
Substandard	5.70	14.27	(8.57)
Against uncovered portion	9.14	21.97	(12.83)
Other special mention	2.35	2.08	0.27
Against uncovered portion	5.39	6.57	(1.18)
Assets to Ordinary debtors	0.17	0.16	0.01

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. 2020	Mar. 2021	Sep. 2021	Mar. 2022	Sep. 2022	Mar. 2023	Sep. 2023	Change from Mar. 2023
Total	66.0	66.0	58.8	134.5	116.6	94.7	45.1	(49.6)
Loans outstanding in doubtful or worse categories as of Sep. 2020 and disposal thereafter	66.0	61.1	41.9	38.1	29.3	25.1	12.3	(12.8)
New entry to doubtful or worse categories during 2HFY2020 and disposal thereafter		4.9	3.9	3.9	1.4	1.3	1.2	(0.1)
New entry to doubtful or worse categories during 1HFY2021 and disposal thereafter			13.1	10.2	7.2	5.7	3.5	(2.2)
New entry to doubtful or worse categories during 2HFY2021 and disposal thereafter				82.4	48.6	47.3	2.3	(45.1)
New entry to doubtful or worse categories during 1HFY2022 and disposal thereafter					30.2	7.6	7.5	(0.1)
New entry to doubtful or worse categories during 2HFY2022 and disposal thereafter						7.6	7.1	(0.5)
New entry to doubtful or worse categories during 1HFY2023 and disposal thereafter							11.2	11.2

(2) Progress of final disposal

[Non-consolidated]

(Billions of yen)

Period	Primary amount (A)	Amount as of Sep. 2023 (B)	Quasi final disposal or in the process of final disposal (C)	Amount of final disposal in 1HFY2023	Progress ratio of final disposal (%) (A-B)/A	Adjusted progress ratio of final disposal (%) (*) (A-B+C)/A
Before 1HFY2020	3,692.7	12.3	3.7	12.8	99.6	99.7
1HFY2020	4.9	1.2	0.0	0.1	75.1	76.0
1HFY2021	13.1	3.5	0.1	2.2	72.9	73.7
2HFY2021	82.4	2.3	0.1	45.1	97.2	97.2
1HFY2022	30.2	7.5	2.3	0.1	75.1	82.8
2HFY2022	7.6	7.1	0.1	0.5	6.3	7.3
1HFY2023	11.2	11.2	0.1	-	-	0.6
Total	-----	45.1	6.4	60.8	-----	-----

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

17. Retirement benefits

[Consolidated]

		(Millions of yen)		
		Sep. 2023	Mar. 2023	Change
Projected benefit obligation	(A)	380,028	382,087	(2,058)
Discount rate		mainly 1.2%	mainly 1.2%	---
Plan assets	(B)	607,052	600,992	6,059
Liabilities for retirement benefits	(C)	13,805	13,720	84
Assets for retirement benefits	(D)	240,828	232,625	8,203

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

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

		(Millions of yen)		
		Sep. 2023	Mar. 2023	Change
Unrecognized net prior services costs		(77)	(84)	6
Unrecognized net actuarial loss		31,001	33,414	(2,413)
Total		30,923	33,330	(2,406)

		(Millions of yen)		
		1HFY2023	1HFY2022	Change
Retirement benefit expenses		291	1,516	(1,224)
Service cost - benefits earned		(4,300)	(5,157)	856
Interest cost on projected benefit obligation		(2,222)	(1,058)	(1,163)
Expected return on plan assets		10,696	10,908	(211)
Disposal of prior services costs		6	9	(3)
Disposal of actuarial loss		(2,413)	(1,920)	(492)
Others (*)		(1,475)	(1,264)	(210)

(*) Others include required contributions

[Non-consolidated]

		(Millions of yen)		
		Sep. 2023	Mar. 2023	Change
Projected benefit obligation	(A)	357,897	360,055	(2,158)
Discount rate		1.2%	1.2%	- %
Plan assets	(B)	596,670	590,668	6,002
Provision for retirement benefits	(C)	1,025	1,018	7
Prepaid pension expenses	(D)	270,791	265,005	5,786
Unrecognized net prior services costs	(E)	-	-	-
Unrecognized net actuarial loss	(F)	30,993	33,374	(2,380)

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

		(Millions of yen)		
		1HFY2023	1HFY2022	Change
Retirement benefit expenses		1,610	2,588	(977)
Service cost - benefits earned		(3,598)	(4,472)	873
Interest cost on projected benefit obligation		(2,154)	(1,002)	(1,151)
Expected return on plan assets		10,577	10,791	(213)
Disposal of prior services costs		-	-	-
Disposal of actuarial loss		(2,380)	(1,919)	(461)
Others (*)		(832)	(808)	(24)

(*) Others include required contributions

18. Deferred tax assets

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

[Consolidated]

	(Billions of yen)		
	Sep. 2023	Mar. 2023	Change
Deferred tax assets (A)	7.8	10.7	(2.8)
Devaluation of securities	16.9	17.1	(0.2)
Allowance for loan losses (including written-off of loans)	31.5	34.5	(3.0)
Deferred gains/ losses on hedges	3.6	21.3	(17.7)
Liabilities for retirement benefits	9.5	10.2	(0.7)
Valuation difference due to share exchange	4.5	4.5	(0.0)
Others	70.1	69.5	0.6
Valuation allowance	(20.0)	(19.9)	(0.0)
Offset with deferred tax liabilities	(108.3)	(126.7)	18.3
Deferred tax liabilities (B)	127.0	65.5	61.4
Amount related retirement benefits	53.9	51.8	2.0
Valuation difference on available-for-sale securities	165.2	122.8	42.3
Valuation difference due to share exchange	5.6	5.7	(0.0)
Others	10.6	11.8	(1.2)
Offset with deferred tax assets	(108.3)	(126.7)	18.3
Net deferred tax assets (A) - (B)	(119.1)	(54.8)	(64.3)

[Non-consolidated]

	(Billions of yen)		
	Sep. 2023	Mar. 2023	Change
Deferred tax assets (A)	-	-	-
Devaluation of securities	35.3	35.2	0.0
Allowance for loan losses (including written-off of loans)	19.4	22.5	(3.0)
Deferred gains/ losses on hedges	8.7	24.6	(15.8)
Others	41.3	40.7	0.5
Valuation allowance	(23.8)	(23.5)	(0.3)
Offset with deferred tax liabilities	(81.1)	(99.7)	18.6
Deferred tax liabilities (B)	138.4	76.9	61.5
Amount related retirement benefits	53.7	51.8	1.9
Valuation difference on available-for-sale securities	161.7	120.2	41.5
Others	3.9	4.5	(0.5)
Offset with deferred tax assets	(81.1)	(99.7)	18.6
Net deferred tax assets (A) - (B)	(138.4)	(76.9)	(61.5)

(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)				
	FY2022	FY2021	FY2020	FY2019	FY2018
Taxable income before deduction of loss carryforwards	111.5	114.1	107.4	195.3	146.2
Net business profit before credit costs	245.9	242.0	206.5	206.8	231.4

<Reference> Other referential financial figures of SuMi TRUST Bank

(1) Balance Sheets

[Non-consolidated]

	Sep. 2023	Mar. 2023	(Billions of yen) Change
Assets:			
Cash and due from banks	22,110.2	21,364.2	746.0
Call loans	20.0	24.0	(4.0)
Receivables under resale agreements	110.0	110.0	0.0
Receivables under securities borrowing transactions	472.8	436.0	36.7
Monetary claims bought	123.4	124.6	(1.2)
Trading assets	2,293.7	1,609.7	683.9
Money held in trust	0.0	0.0	-
Securities	8,233.6	6,999.2	1,234.3
Loans and bills discounted	32,819.4	31,947.3	872.0
Foreign exchanges	41.2	47.4	(6.2)
Other assets	3,639.0	3,271.4	367.6
Tangible fixed assets	182.2	182.8	(0.5)
Intangible fixed assets	99.5	89.5	9.9
Prepaid pension expenses	270.7	265.0	5.7
Customers' liabilities for acceptances and guarantees	508.0	458.8	49.1
Allowance for loan losses	(84.1)	(105.7)	21.6
Total assets	70,840.2	66,824.7	4,015.5
Liabilities:			
Deposits	37,861.9	35,041.2	2,820.7
Negotiable certificates of deposit	7,468.6	7,617.7	(149.0)
Call money	239.7	2,086.4	(1,846.7)
Payables under repurchase agreements	1,378.2	1,030.7	347.4
Trading liabilities	2,089.8	1,472.6	617.1
Borrowed money	6,730.8	6,185.1	545.7
Foreign exchanges	29.7	8.5	21.1
Short-term bonds payable	2,389.1	1,697.1	692.0
Corporate bonds	1,985.3	1,847.5	137.8
Borrowed money from trust account	4,794.8	4,332.4	462.3
Other liabilities	2,931.9	2,823.0	108.8
Provision for bonuses	9.2	9.6	(0.3)
Provision for directors' bonuses	-	0.0	(0.0)
Provision for stocks payment	1.0	0.8	0.2
Provision for retirement benefits	1.0	1.0	0.0
Provision for reimbursement of deposits	2.8	3.0	(0.1)
Provision for contingent loss	1.4	1.3	0.1
Deferred tax liabilities	138.4	76.9	61.5
Deferred tax liabilities for land revaluation	2.3	2.3	-
Acceptances and guarantees	508.0	458.8	49.1
Total liabilities	68,564.7	64,696.8	3,867.8
Net assets:			
Capital stock	342.0	342.0	-
Capital surplus	343.0	343.0	-
Legal capital surplus	273.0	273.0	-
Other capital surplus	70.0	70.0	-
Retained earnings	1,248.5	1,230.7	17.8
Legal retained earnings	69.0	69.0	-
Other retained earnings	1,179.5	1,161.6	17.8
Other voluntary reserve	371.8	371.8	-
Retained earnings brought forward	807.6	789.8	17.8
Shareholders' equity	1,933.6	1,915.8	17.8
Valuation difference on available-for-sale securities	366.5	272.4	94.1
Deferred gains/ losses on hedges	(19.9)	(55.8)	35.9
Revaluation reserve for land	(4.7)	(4.4)	(0.2)
Valuation and translation adjustments	341.9	212.0	129.8
Total net assets	2,275.5	2,127.9	147.6
Total liabilities and net assets	70,840.2	66,824.7	4,015.5

(2) Statements of Income
[Non-consolidated]

	(Billions of yen)		
	1HFY2023	1HFY2022	Change
Ordinary income	958.0	564.2	393.7
Trust fees	56.9	54.8	2.1
Interest income	499.1	262.3	236.7
Interest on loans and discounts	286.6	164.4	122.1
Interest and dividends on securities	129.7	67.9	61.7
Fees and commissions	105.2	99.5	5.6
Trading income	1.0	9.0	(7.9)
Other ordinary income	213.8	112.4	101.4
Other income	81.8	26.1	55.6
Ordinary expenses	910.9	454.4	456.5
Interest expenses	510.2	162.1	348.0
Interest on deposits	158.0	50.1	107.8
Fees and commissions payments	56.9	53.4	3.5
Trading expenses	9.7	40.7	(31.0)
Other ordinary expenses	4.9	26.8	(21.8)
General and administrative expenses	144.5	130.7	13.8
Other expenses	184.5	40.4	144.1
Ordinary profit	47.0	109.8	(62.8)
Extraordinary income	2.6	0.0	2.6
Extraordinary losses	1.6	0.5	1.0
Income before Income Taxes	48.0	109.3	(61.2)
Income taxes-Current	(4.9)	7.5	(12.5)
Income taxes-Deferred	4.1	19.3	(15.2)
Income taxes	(0.8)	26.9	(27.7)
Net income	48.9	82.4	(33.5)

(3) Statement of trust account
[Non-consolidated]

	(Billions of yen)		
	Sep. 2023	Mar. 2023	Change
Loans and bills discounted	2,414.9	2,154.6	260.3
Securities	837.9	846.5	(8.6)
Beneficiary rights	188,038.7	188,494.8	(456.0)
Securities held in custody accounts	20.6	20.6	0.0
Money claims	23,208.0	26,147.4	(2,939.3)
Tangible fixed assets	24,808.0	23,154.6	1,653.4
Intangible fixed assets	235.1	229.6	5.5
Other claims	10,909.4	9,856.7	1,052.6
Loans to banking account	4,794.8	4,332.4	462.3
Cash and due from banks	930.8	988.0	(57.2)
Total assets	256,198.7	256,225.7	(27.0)
Money trusts	38,813.6	38,420.3	393.3
Pension trusts	13,953.9	14,043.9	(90.0)
Property formation benefit trusts	18.0	18.4	(0.3)
Securities investment trusts	80,862.0	80,945.5	(83.5)
Money entrusted, other than money trusts	40,434.3	40,257.7	176.5
Securities trusts	23,789.5	23,513.4	276.0
Money claim trusts	23,396.8	26,400.8	(3,003.9)
Land and fixtures trusts	0.8	0.8	0.0
Composite trusts	34,929.4	32,624.5	2,304.8
Total liabilities	256,198.7	256,225.7	(27.0)

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

Sep. 2023: 186,497.8 billion yen, Mar. 2023: 186,860.5 billion yen

(4) Breakdown of principal guaranteed trust a/c
[Non-consolidated]

(Billions of yen)				
		Sep. 2023	Mar. 2023	Change
Money trusts	Loans and bills discounted	9.5	10.4	(0.9)
	Others	4,525.2	4,093.3	431.8
	Total assets	4,534.7	4,103.8	430.9
	Principal	4,534.4	4,103.4	430.9
	Reserves for JOMT (Jointly-operated money trust)	0.0	0.0	(0.0)
	Others	0.3	0.3	(0.0)
	Total liabilities	4,534.7	4,103.8	430.9