

Financial Highlights for 1H.FY3/06

November 24, 2005

 **Mitsui Trust Holdings, Inc.**

The Point of Explanation

Summary of Business Results for 1H.FY3/06

1. Profit and Loss

(1) Mitsui Trust Holdings, Non-consolidated

[Non-consolidated]

(Unit: yen billion)

	No.	1H.FY3/06		1H.FY3/05
			Change	
Ordinary income	1	24.7	(20.7)	45.4
Recurring profit	2	21.8	(17.8)	39.7
Net income	3	21.7	(17.8)	39.6

(2) Mitsui Trust Holdings, Consolidated

[Consolidated]

(Unit: yen billion)

	No.	1H.FY3/06		1H.FY3/05
			Change	
Ordinary income	4	223.7	(20.6)	244.4
Recurring profit	5	67.6	(8.7)	76.4
Net income	6	58.6	23.3	35.3

Subsidiaries and affiliates

(Unit: No. of company)

	No.	Half-9/2005		End-3/2005
			Change	
Number of consolidated subsidiaries	7	27	-	27
No. of affiliates accounted for by the equity method	8	3	-	3

(3) Combined Totals of The Chuo Mitsui T/B [CMTB] and Mitsui Asset T/B [MATB]

【CMTB+MATB】

(Unit: yen billion)

	No.	1H.FY3/06		1H.FY3/05
			Change	
Gross operating profit	1	129.6	(10.6)	140.2
[Gross operating profit (after trust a/c credit costs)] (1-6)	2	[128.1]	[(3.2)]	[131.3]
Trust fees	3	37.5	(12.0)	49.6
Trust fees (before trust a/c credit costs)	4	39.0	(19.4)	58.5
Fees on Loan Trusts and JODMTs*, before trust a/c credit costs	5	16.0	(17.2)	33.2
Trust a/c credit costs (minus)	6	1.5	(7.4)	8.9
Net interest income	7	52.1	1.6	50.5
Domestic	8	45.6	4.9	40.6
International	9	6.5	(3.3)	9.8
Net fees and commissions	10	36.5	9.0	27.4
Net trading profit	11	2.3	(2.0)	4.3
Net other operating profit	12	(0.4)	0.1	(0.6)
Net bond related profit	13	(6.4)	4.8	(11.2)
Operating expenses (minus)	14	49.6	(8.1)	57.7
Personnel related (minus)	15	17.2	(6.4)	23.7
Non-personnel related (minus)	16	29.9	(1.2)	31.1
Business taxes (minus)	17	2.4	(0.4)	2.9
Pre-provision profit (1-14)	18	80.0	(2.4)	82.5
[Excluding net bond related profit] (18-13)	19	(86.4)	(7.3)	(93.7)
Transfer to the general reserve (minus)	20	(7.9)	(7.9)	0.0
Net operating profit before trust a/c credit costs (18-20)	21	87.9	5.4	82.5
Net operating profit (18-20-6)	22	86.4	12.9	73.5
Net other profit	23	(22.9)	(21.2)	(1.7)
Net stock related profit	24	9.9	(8.9)	18.8
Banking a/c credit costs (minus)	25	29.4	15.2	14.1
Recurring profit	26	63.4	(8.3)	71.8
Extraordinary profit	27	0.3	2.4	(2.0)
Net transfer from reserve for possible loan losses [Note]	28	0.0	(1.4)	1.4
Net income before income taxes	29	63.8	(5.9)	69.7
Current income taxes (minus)	30	3.8	3.1	0.7
Deferred income taxes (minus)	31	0.0	(33.8)	33.8
Net income	32	59.8	24.7	35.1

[Note] Net of transfer from general reserve, transfer to reserve for specific loan losses, and transfer to reserve for restructuring countries is posted as extraordinary profit

Credit costs (minus) (6+20+25-28)	33	22.9	1.2	21.7
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Reference

【CMTB】 【MATB】

(Unit: yen billion)

	No.	CMTB, Non-consolidated			MATB, Non-consolidated		
		1H.FY3/06	Change	1H.FY3/05	1H.FY3/06	Change	1H.FY3/05
Gross operating profit	1	112.4	(11.6)	124.1	17.1	1.0	16.1
[Gross operating profit after trust a/c credit costs] (1-6)	2	(110.9)	(4.2)	(115.1)	(17.1)	(1.0)	(16.1)
Trust fees	3	17.8	(10.3)	28.1	19.7	(1.7)	21.4
Trust fees (Before trust a/c credit costs)	4	19.3	(17.7)	37.1	19.7	(1.7)	21.4
Fees on Loan Trusts and JODMTs*, before trust a/c credit costs	5	16.0	(17.2)	33.2	0.0	0.0	0.0
Trust a/c credit costs (minus)	6	1.5	(7.4)	8.9	0.0	0.0	0.0
Net interest income	7	52.1	1.6	50.5	(0.0)	(0.0)	0.0
Domestic	8	45.6	4.9	40.6	(0.0)	(0.0)	0.0
International	9	6.5	(3.3)	9.8	0.0	0.0	0.0
Net fees and commissions	10	39.0	6.3	32.7	(2.5)	2.7	(5.3)
Net trading profit	11	2.3	(2.0)	4.3	0.0	0.0	0.0
Net other operating profit	12	(0.4)	0.1	(0.6)	0.0	0.0	0.0
Net bond related profit	13	(6.4)	4.8	(11.2)	0.0	0.0	0.0
Operating expenses (minus)	14	43.0	(6.5)	49.6	6.5	(1.5)	8.1
Personnel related (minus)	15	14.8	(5.4)	20.3	2.3	(1.0)	3.3
Non-personnel related (minus)	16	25.8	(0.6)	26.4	4.1	(0.5)	4.7
Business taxes (minus)	17	2.3	(0.4)	2.8	0.0	0.0	0.0
Pre-provision profit (1 -14)	18	69.4	(5.1)	74.5	10.5	2.6	7.9
[Excluding net bond related profit] (18-13)	19	[75.8]	[(9.9)]	[85.7]	[10.5]	[2.6]	[7.9]
Transfer to the general reserve (minus)	20	(7.9)	(7.9)	0.0	0.0	0.0	0.0
Net operating profit before trust a/c credit costs (18-20)	21	77.3	2.8	74.5	10.5	2.6	7.9
Net operating profit (18-20-6)	22	75.8	10.2	65.5	10.5	2.6	(7.9)
Net other profit	23	(21.9)	(20.6)	(1.2)	(1.0)	(0.5)	(0.4)
Net stock related profit	24	9.9	(8.9)	18.8	0.0	0.0	0.0
Banking a/c credit costs (minus)	25	29.4	15.2	14.1	0.0	0.0	0.0
Recurring profit	26	53.9	(10.3)	64.2	9.5	2.0	7.5
Extraordinary profit	27	0.3	3.1	(2.8)	(0.0)	(0.7)	0.7
Net transfer from reserve for possible loan losses [Note]	28	0.0	(1.4)	1.4	0.0	0.0	0.0
Net income before income taxes	29	54.2	(7.1)	61.4	9.5	1.2	8.3
Current income taxes (minus)	30	0.1	(0.1)	0.2	3.6	3.2	0.4
Deferred income taxes (minus)	31	0.0	(31.0)	31.0	0.0	(2.8)	2.8
Net income	32	54.0	23.9	30.1	5.8	0.8	5.0

[Note] Net of transfer from general reserve, transfer to reserve for specific loan losses, and transfer to reserve for restructuring countries is posted as extraordinary profit.

Credit costs (minus) (6+20+25-28)	33	22.9	1.2	21.7	(0.0)	(0.0)	(0.0)
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2. Capital Adequacy Ratio

(1) Mitsui Trust Holdings, Consolidated

[Consolidated]

(Unit: yen billion, %)

	No.	Half-9/2005			End-3/2005	Half-9/2004
			6 months chg.	YoY		
Total capital	1	1,015.4	51.4	65.3	964.0	950.1
Tier1	2	697.0	61.3	103.3	635.6	593.6
Risk Adjusted Assets	3	9,218.6	(101.8)	(249.4)	9,320.5	9,468.0
Capital adequacy ratio	4	11.01	0.67	0.98	10.34	10.03
Tier1 ratio	5	7.56	0.74	1.29	6.82	6.27
Net deferred tax assets*	6	208.8	(14.3)	(34.0)	223.2	242.9
Ratio (6÷2)	7	29.9	(5.1)	(10.9)	35.1	40.9

*Deferred tax assets - deferred tax liabilities

(2) Chuo Mitsui T/B, Non-consolidated

(Unit: yen billion, %)

	No.	Half-9/2005			End-3/2005	Half-9/2004
			6 months chg.	YoY		
Total capital	8	956.5	44.7	66.8	911.7	889.7
Tier1	9	639.3	54.9	104.6	584.4	534.6
Risk Adjusted Assets	10	9,254.6	(48.0)	(180.9)	9,302.7	9,435.5
Capital adequacy ratio	11	10.33	0.53	0.91	9.80	9.42
Tier1 ratio	12	6.90	0.62	1.24	6.28	5.66

(3) Mitsui Asset T/B, Non-consolidated

(Unit: yen billion, %)

	No.	Half-9/2005			End-3/2005	Half-9/2004
			6 months chg.	YoY		
Total capital	13	39.0	5.8	1.0	33.2	38.0
Tier1	14	39.0	5.8	1.0	33.2	38.0
Risk Adjusted Assets	15	35.7	2.0	(5.7)	33.7	41.5
Capital adequacy ratio	16	109.21	10.64	17.63	98.57	91.58
Tier1 ratio	17	109.19	10.65	17.63	98.54	91.56

Actions toward Management Objectives

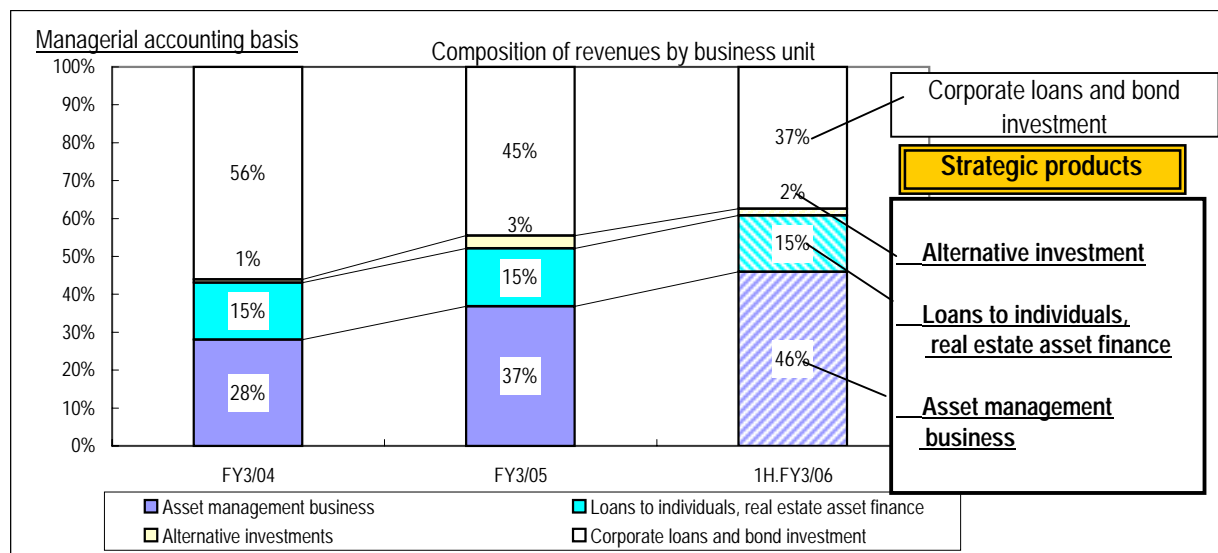
【Enhancement of Profitability】

1. Enlargement of revenues

~ Recomposition of Revenue Structure ~

Enhance profitability by raising the contribution of strategic products, such as asset management businesses, loans to individuals, real estate asset finance and alternative investments.

Composition of revenues by business unit 【CMTB+MATB】



(1) Enhancement of asset management business

Investment trust and annuity insurance sales【CMTB】

Posted record high sales fees of yen17.2bn (up 2.7bn from original outlook) by enhancing sales of investment trust and annuity insurance products

(Unit: yen billion)

	1H.FY3/05 Actual	1H.FY3/06 Actual	Change
Investment trust related fees	4.0	5.0	1.0
Annuity insurance related fees	8.3	12.1	3.7
Total	12.4	17.2	4.8

Investment trust sales amount (*)	135.4	160.1	24.7
Annuity insurance sales amount	152.8	217.9	65.1
Total	288.2	378.0	89.8

(*) Excluding MMF

Real estate business related fees【CMTB】

Posted record high fee income of yen13bn (up 2bn from original outlook) by capturing needs of corporate restructuring and real estate funds

(Unit: yen billion)

	1H.FY3/05 Actual	1H.FY3/06 Actual	Change
Real estate business related fees (*)	11.2	13.0	1.8

(*) Trust fees and net fees and commissions related to real estate business

(2) Loans to individuals, Real estate asset finance

Loans to individuals [CMTB]

Posted record high origination of housing loans for half-year of yen365.9bn (up 65.8bn YoY) by continued effort to enhance housing loan sales

(Unit: yen billion)

	1H.FY3/05 Actual	1H.FY3/06 Actual	Change
Housing loan origination	300.1	365.9	65.8

(*) Loan approval basis

	End-3/2005	Half-9/2005	Change
Loans to individuals (*1)	2,921.5	3,035.1	113.6
Balance of housing loans	2,348.1	2,500.5	152.4

(*) Balance before housing loans securitization.

Real estate asset finance [CMTB]

Conversion of business model to fee-oriented business utilizing securitization methods, by taking advantage of position as leading player in real estate asset finance

[Securitization of real estate asset finance in 1H.FY3/06: yen90.5bn]

(Unit: yen billion)

	End-3/2005	Half-9/2005	Change
Balance of real estate asset finance (*)	968.8	870.3	(98.5)

(*) Balance after real estate asset finance securitization

(3) Alternative investment [CMTB]

Pursue profit while controlling risks by diversification of investment, such as securitization products, foreign investment trusts, real state equities and private equities

(Unit: yen billion)

	1H.FY3/05 Actual	1H.FY3/06 Actual	Change
Returns	3.2	8.4	5.2
End balance	approx. 610.0	approx. 730.0	approx. 120.0
Average balance	approx. 470.0	approx. 700.0	approx. 230.0

(4) New Businesses

M&A・turnaround management related finance

Pursue the corporate needs of M&A and turnaround related finance thorough leveraged loans and DIP finance.

Small business loans

Chuo Mitsui Trust and Chuo Mitsui Finance Service started full-scale operation of small business lending in 1H. FY3/06.

Securities brokerage business

As a measure to broaden our product line-up, started sales of foreign bonds to individual customers, as the trend of individual financial asset shifts from savings to investment (October, 2005)

Reverse mortgage

Started reverse mortgage in March 2005, loan to support living expenses of post-retirement years, by taking home as collateral
Several Improvements made to our products to meet the individual customers' needs in November 2005.

Private Banking

Newly opened exclusive room for private banking, where individual customers can consult on asset management, inheritance and other services in November 2005

2. Operating expenses

~ Thorough Low Cost Operations ~

Continue to promote low cost operation to maintain top tier efficiency

[CMTB+MATB]

(Unit: yen billion)

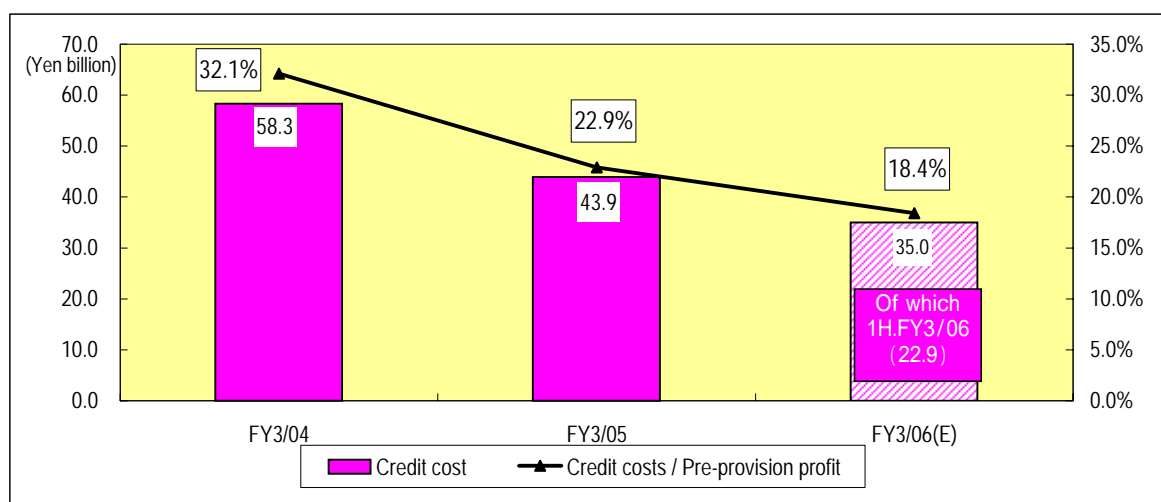
	1H.FY3/05 Actual	1H.FY3/06	
		Actual	Change
Operating expenses	57.7	49.6	(8.1)
Personnel expenses	23.7	17.2	(6.4)
Non-personnel expenses	31.1	29.9	(1.2)
Taxes	2.9	2.4	(0.4)
Overhead ratio(*)	41.1%	38.2%	(2.9)%

(*) Over head ratio: operating expenses / gross operating profit

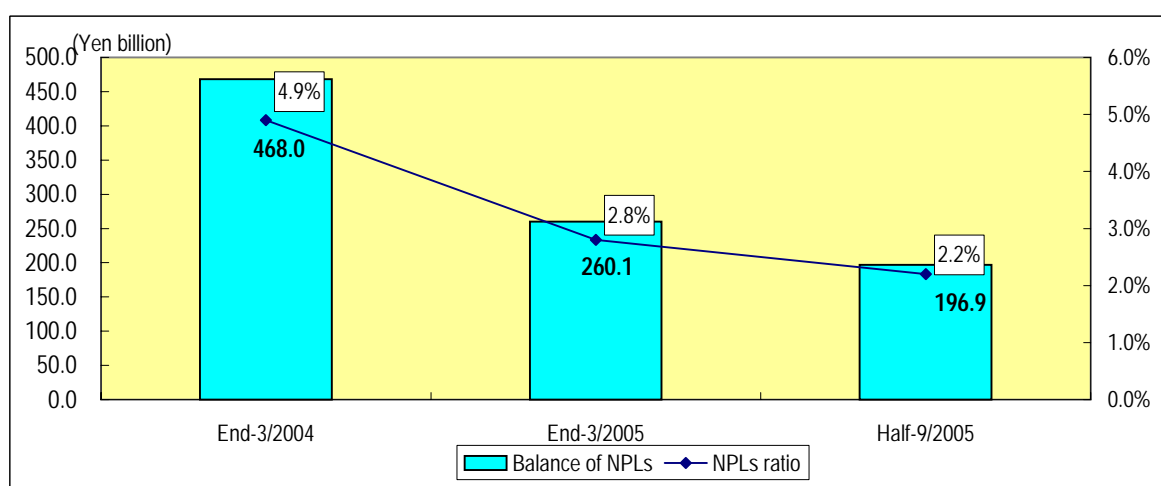
【Strengthen Financial Base】

4. Disposal of Non-performing Assets

(1) Credit Costs

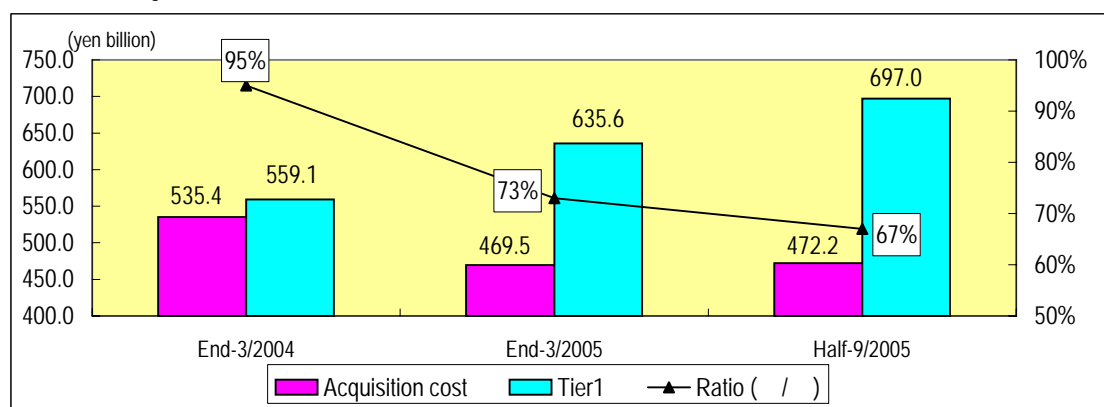


(2) Balance of Non-performing Assets based on the Financial Revitalization Law and NPLs Ratio



4. Reduction of the Stock Portfolio

[Mitsui Trust Holdings, Consolidated]



Outlook for FY3/06

(1) Mitsui Trust Holdings, Non-consolidated

【Non-consolidated】

(Unit: Yen billion)

	No.	FY3/06			FY3/05
		1H.FY3/06 Actual	Outlook	Chg. From FY3/05	Actual
Ordinary income	1	24.7	25.0	(24.0)	49.0
Recurring profit	2	21.8	20.0	(17.9)	37.9
Net income	3	21.7	20.0	(17.9)	37.9
Dividends per share: common stocks	4	-	4 yen 00 sen	1 yen 50 sen	2 yen 50 sen
Dividends per share: Class I preferred stocks	5	-	40 yen 00 sen	-	40 yen 00 sen
Dividends per share: Class II preferred stocks	6	-	14 yen 40 sen	-	14 yen 40 sen
Dividends per share: Class III preferred stocks	7	-	20 yen 00 sen	-	20 yen 00 sen

(2) Mitsui Trust Holdings, Consolidated

【Consolidated】

(Unit: Yen billion)

	No.	FY3/06			FY3/05
		1H.FY3/06 Actual	Outlook	Chg. From FY3/05	Actual
Ordinary income	8	223.7	460.0	(50.9)	510.9
Recurring profit	9	67.6	140.0	(17.4)	157.4
Net income	10	58.6	120.0	26.0	94.0

(3) Combined totals of The Chuo Mitsui T/B and Mitsui Asset T/B

【CMTB+MATB】

(Unit: Yen billion)

	No.	FY3/06			FY3/05
		1H.FY3/06 Actual	Outlook	Chg. From FY3/05	Actual
Pre-provision profit	11	80.0	190.0	(1.1)	191.1
Net operating profit	12	86.4	184.0	12.1	196.1
Recurring profit	13	63.4	130.0	19.9	149.9
Net income	14	59.8	120.0	27.9	92.1
Credit costs (minus)	15	22.9	35.0	(8.9)	43.9

<<Reference>> Financial Statements of Subsidiary Banks

Highlights of Financial Results For 1H.FY3/06

[CMTB] [MATB]

(Unit: yen million)

	CMTB (Non-consolidated)				MATB (Non-consolidated)			
	1H.FY3/06(A)	Change (A)-(B)	1H.FY3/05(B)	FY3/05	1H.FY3/06(A)	Change (D)-(E)	1H.FY3/05(B)	FY3/05(C)
			(B)	(C)	(D)		(E)	(F)
Ordinary Income	172,542	(22,865)	195,408	411,990	23,302	(173)	23,476	46,422
Ordinary Profit	53,903	(10,377)	64,280	133,020	9,573	2,046	7,527	16,930
Net Income	54,078	23,926	30,151	82,022	5,818	806	5,011	10,143
Number of Common Shares Issued (thousand share)	1,245,470	204	1,245,265	1,245,333	600	0	600	600
Common Shares Outstanding (thousand share)	1,245,334	77	1,245,256	1,245,261	600	0	600	600
Net Income per Common Share (yen)	43.43	19.22	24.21	61.63	9,696.72	1,344.85	8,351.87	16,905.23
Total Assets	12,541,897	(111,513)	12,653,411	12,794,515	162,789	(10,883)	173,673	185,546
Net Capital	699,196	179,271	519,924	617,864	39,065	1,049	38,016	43,147
Net Capital Ratio	5.5%	1.4%	4.1%	4.8%	23.9%	2.1%	21.8%	23.2%
Net Capital per Common Share (yen)	214.33	143.93	70.41	144.81	65,109.51	1,749.30	63,360.20	71,911.73

(Notes) Formulas for Computing ratio are as follows

Net income per common share

$$\frac{\text{Net income} - \text{Total dividends on preferred stock}}{\text{Average number of common stock during the period}}$$

Shareholders' equity per common share

$$\frac{\text{Shareholders' equity at end of period} - \text{Deduction from shareholders' equity}}{\text{Number of common stock at end of period}}$$

excluding treasury stock

number of preferred stock × issue price + total dividends on preferred stock

Financial Statements of The Chuo Mitsui Trust and Banking

Consolidated Balance Sheets (Banking Account)

[CMTB Consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Assets					
Cash and Due from Banks	371,361	340,297	31,063	452,564	(81,203)
Call Loans and Bills Bought	30,524	4,041	26,483	12,010	18,513
Receivables under Resale Agreements	20,899	900	19,999	900	19,999
Receivables under Securities Borrowing Transactions	168,738	207,403	(38,665)	53,750	114,988
Monetary Claims Bought	114,068	104,664	9,404	116,341	(2,273)
Trading Assets	22,352	27,073	(4,720)	29,249	(6,896)
Money Held in Trust	12,526	12,176	349	11,785	740
Investment Securities	3,711,391	3,769,053	(57,661)	3,905,010	(193,619)
Loans and Bills Discounted	7,110,065	7,187,405	(77,340)	7,194,583	(84,518)
Foreign Exchanges	878	917	(39)	1,881	(1,002)
Other Assets	326,318	326,969	(650)	326,462	(144)
Premises and Equipment	217,219	226,533	(9,314)	219,173	(1,954)
Deferred Tax Assets	221,870	244,637	(22,766)	232,958	(11,087)
Goodwill	9,037	0	9,037	9,109	(72)
Customers' Liabilities for Acceptances and Guarantees	894,732	553,256	341,475	771,790	122,941
Reserve for Possible Loan Losses	(70,510)	(83,457)	12,947	(66,190)	(4,320)
Total Assets	13,161,473	12,921,871	239,601	13,271,381	(109,908)
Liabilities					
Deposits	8,882,109	8,892,838	(10,729)	8,732,125	149,983
Negotiable Certificates of Deposit	258,140	170,230	87,910	222,010	36,130
Call Money and Bills Sold	143,607	97,857	45,749	245,731	(102,123)
Payables under Repurchase Agreements	10,792	0	10,792	49,999	(39,207)
Payables under Securities Lending Transactions	602,303	794,772	(192,468)	875,826	(273,522)
Trading Liabilities	4,054	6,541	(2,487)	8,226	(4,172)
Borrowed Money	163,403	274,071	(110,667)	172,072	(8,669)
Foreign Exchanges	3	7	(3)	36	(33)
Bonds and Notes	209,820	138,541	71,279	199,675	10,145
Convertible Bonds and Notes	462	912	(450)	762	(300)
Payable to Trust Account	1,118,945	1,286,976	(168,030)	1,237,214	(118,268)
Other Liabilities	137,649	176,097	(38,447)	111,207	26,441
Reserve for Employees' Bonus	2,746	2,563	183	2,729	16
Reserve for Employee Retirement Benefits	1,238	665	573	1,181	57
Deferred Tax Liabilities	16,058	6,177	9,880	12,914	3,143
Goodwill	0	1,228	(1,228)	0	0
Acceptances and Guarantees	894,732	553,256	341,475	771,790	122,941
Total Liabilities	12,446,067	12,402,736	43,330	12,643,504	(197,437)
Minority Interest					
Minority Interest	2,469	1,247	1,222	2,030	438
Stockholders' Equity					
Capital Stock	356,381	356,269	112	356,306	75
Capital Surplus	105,696	105,583	112	105,621	75
Retained Earnings	146,631	49,840	96,790	105,745	40,885
Revaluation Reserve for Land, Net of Taxes	(15,523)	(14,762)	(760)	(14,810)	(713)
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	120,416	21,605	98,810	73,592	46,824
Foreign Currency Translation Adjustments	(666)	(649)	(16)	(610)	(56)
Total Stockholders' Equity	712,936	517,887	195,048	625,846	87,089
Total Liabilities, Minority Interest in Consolidated Subsidiaries and Stockholders' Equity	13,161,473	12,921,871	239,601	13,271,381	(109,908)

<Note>Amounts less than one million yen are omitted.

Consolidated Statements of Income

[CMTB Consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)
Ordinary Income	203,184	223,761	(20,576)	470,133
Trust Fees	17,827	28,173	(10,345)	48,148
Interest Income	72,871	73,950	(1,078)	159,941
Interest on Loans and Bills Discounted	43,455	51,108	(7,652)	103,123
Interest and Dividends on Investment Securities	24,998	21,819	3,178	53,553
Fees and Commissions Received	56,856	47,143	9,713	97,820
Trading Revenue	2,336	4,853	(2,517)	7,793
Other Operating Income	10,832	21,630	(10,797)	74,841
Other Income	42,459	48,011	(5,552)	81,589
Ordinary Expenses	145,493	155,137	(9,644)	330,204
Interest Expenses	22,974	23,605	(631)	46,519
Interest on Deposits	8,715	10,467	(1,752)	19,725
Fees and Commissions Paid	2,461	2,543	(82)	5,159
Trading Expenses	0	465	(465)	737
Other Operating Expenses	10,916	22,160	(11,244)	56,369
General and Administrative Expenses	58,258	56,544	1,714	114,312
Other Expenses	50,882	49,818	1,063	107,105
Ordinary Profits	57,691	68,623	(10,932)	139,929
Extraordinary Profits	1,317	1,126	191	1,744
Extraordinary Losses	1,074	4,846	(3,772)	9,300
Income before Income Taxes	57,934	64,902	(6,968)	132,374
Provision for Income Taxes	1,756	2,417	(661)	2,582
Deferred Income Taxes	540	28,943	(28,403)	40,308
Minority Interests in Net Income	460	1,028	(567)	1,111
Net Income	55,176	32,513	22,663	88,370

<note> Amounts less than one million yen are omitted.

Consolidated Statements of Capital Surplus and Retained Earnings (Banking Account)

[CMTB Consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)
Capital Surplus:				
Capital Surplus at Beginning of the Period	105,621	105,578	42	105,578
Increase of Capital Surplus	75	5	70	42
Conversion of Bonds with Warrants	75	5	70	42
Capital Surplus at End of the Period	105,696	105,583	112	105,621
Retained Earnings:				
Retained Earnings at Beginning of the Period	105,745	52,303	53,442	52,303
Increase of Retained Earnings	55,889	32,539	23,349	88,444
Net Income	55,176	32,513	22,663	88,370
Transfer from Land Revaluation Reserve	713	26	686	74
Decrease of Retained Earnings	15,004	35,002	(19,998)	35,002
Dividend declared	15,004	35,002	(19,998)	35,002
Retained Earnings at End of the Period	146,631	49,840	96,790	105,745

<Note>Amounts less than one million yen are omitted.

Non-Consolidated Balance Sheets (Banking Account)

[CMTB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Assets					
Cash and Due from Banks	366,916	339,423	27,492	449,908	(82,991)
Call Loans	30,000	0	30,000	11,388	18,611
Receivables under Resale Agreements	19,999	0	19,999	0	19,999
Receivables under Securities Borrowing Transactions	168,738	207,403	(38,665)	53,750	114,988
Monetary Claims Bought	101,634	96,396	5,238	105,234	(3,599)
Trading Assets	22,359	27,087	(4,728)	29,260	(6,901)
Money Held in Trust	6,582	6,434	148	6,273	308
Investment Securities	3,802,267	3,862,417	(60,149)	4,006,090	(203,822)
Loans and Bills Discounted	7,136,359	7,224,129	(87,769)	7,228,883	(92,524)
Foreign Exchanges	878	917	(39)	1,881	(1,002)
Other Assets	301,047	300,833	214	301,135	(87)
Premises and Equipment	124,247	132,867	(8,619)	127,138	(2,891)
Deferred Tax Assets	215,550	237,900	(22,350)	225,900	(10,350)
Customers' Liabilities for Acceptances and Guarantees	308,576	293,581	14,994	303,565	5,011
Reserve for Possible Loan Losses	(63,261)	(75,980)	12,719	(55,893)	(7,367)
Total Assets	12,541,897	12,653,411	(111,513)	12,794,515	(252,618)
Liabilities					
Deposits	8,941,146	8,941,407	(260)	8,797,194	143,952
Negotiable Certificates of Deposit	258,140	170,230	87,910	222,010	36,130
Call Money	93,607	97,857	(4,250)	245,731	(152,123)
Payables under Repurchase Agreements	10,792	0	10,792	49,999	(39,207)
Payables under Securities Lending Transactions	602,303	794,772	(192,468)	875,826	(273,522)
Bills Sold	50,000	0	50,000	0	50,000
Trading Liabilities	4,054	6,541	(2,487)	8,226	(4,172)
Borrowed Money	161,844	276,182	(114,337)	175,836	(13,991)
Foreign Exchanges	3	7	(3)	36	(33)
Bonds and Notes	187,311	116,100	71,211	177,347	9,964
Convertible Bonds and Notes	231	456	(225)	381	(150)
Payable to Trust Account	1,118,945	1,286,976	(168,030)	1,237,214	(118,268)
Other Liabilities	103,789	147,403	(43,614)	81,304	22,484
Reserve for Employees' Bonus	1,953	1,970	(17)	1,977	(24)
Acceptances and Guarantees	308,576	293,581	14,994	303,565	5,011
Total Liabilities	11,842,701	12,133,486	(290,785)	12,176,651	(333,950)
Shareholders' Equity					
Capital Stock	356,381	356,269	112	356,306	75
Capital Surplus	105,696	105,583	112	105,621	75
Capital Surplus Reserve	105,696	105,583	112	105,621	75
Retained Earnings	177,289	85,583	91,706	137,502	39,787
Earned Surplus Reserve	10,002	7,001	3,001	7,001	3,001
Unappropriated Earned Surplus	167,287	78,582	88,705	130,501	36,786
Net Income	54,078	30,151	23,926	82,022	(27,943)
Revaluation Reserve for land , Net of Taxes	(15,523)	(14,762)	(760)	(14,810)	(713)
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	75,351	(12,749)	88,101	33,244	42,107
Total Shareholders' Equity	699,196	519,924	179,271	617,864	81,332
Total Liabilities and Shareholders' Equity	12,541,897	12,653,411	(111,513)	12,794,515	(252,618)

<note> Amounts less than one million yen are omitted.

Non-Consolidated Statements of Income (Banking Account)

[CMTB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)
Ordinary Income	172,542	195,408	(22,865)	411,990
Trust Fees	17,827	28,173	(10,345)	48,148
Interest Income	75,049	74,003	1,045	158,638
Interest on Loans and Bills Discounted	43,134	51,036	(7,902)	102,846
Interest and Dividends on Investment Securities	27,501	21,916	5,585	52,546
Fees and Commissions Received	47,443	41,259	6,184	85,221
Trading Revenue	2,336	4,858	(2,521)	7,800
Other Operating Income	10,439	21,493	(11,053)	74,479
Other Income	19,446	25,619	(6,173)	37,701
Ordinary Expenses	118,639	131,127	(12,487)	278,969
Interest Expenses	22,893	23,521	(627)	46,379
Interest on Deposits	8,790	10,518	(1,728)	19,864
Fees and Commissions Paid	8,351	8,482	(131)	16,859
Trading Expenses	0	465	(465)	737
Other Operating Expenses	10,916	22,154	(11,238)	56,362
General and Administrative Expenses	48,076	49,603	(1,526)	99,325
Other Expenses	28,401	26,899	1,501	59,304
Ordinary Profits	53,903	64,280	(10,377)	133,020
Extraordinary Profits	1,302	1,978	(676)	1,732
Extraordinary Losses	943	4,818	(3,874)	9,243
Income before Income Taxes	54,261	61,440	(7,179)	125,509
Provision for Income Taxes	183	289	(106)	487
Deferred Income Taxes	0	31,000	(31,000)	43,000
Net Income	54,078	30,151	23,926	82,022
Unappropriated Profits at the Beginning of the Term	112,495	48,404	64,091	48,404
Transfer from Land Revaluation Reserve	713	26	686	74
Unappropriated Profits at the End of the Term	167,287	78,582	88,705	130,501

<note> Amounts less than one million yen are omitted.

Balance Sheets (Trust Account Unaudited)

[CMTB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Loans and Bills Discounted	1,378,857	1,651,407	(272,550)	1,502,177	(123,319)
Securities	73,660	88,520	(14,859)	84,760	(11,100)
Beneficiary Rights	5,180	579	4,600	486	4,693
Securities Held in Custody Accounts	264	266	(2)	266	(2)
Money Claims	67,404	84,049	(16,644)	75,713	(8,308)
Premises and Equipment	2,995,457	2,144,772	850,684	2,498,151	497,305
Surface Right	1,771	660	1,110	660	1,110
Lease Rights	3,908	1,554	2,354	1,685	2,223
Other Claims	31,751	44,914	(13,162)	28,219	3,532
Due from Banking Account	1,118,945	1,286,976	(168,030)	1,237,214	(118,268)
Cash and Due from Banks	149,965	78,609	71,356	115,871	34,094
Total Assets	5,827,168	5,382,311	444,857	5,545,207	281,961
Money Trusts	1,314,032	1,402,135	(88,103)	1,379,711	(65,679)
Property Formation Benefit Trusts	18,389	18,304	85	18,801	(412)
Loan Trusts	1,214,115	1,571,004	(356,889)	1,392,500	(178,384)
Money in Trust Other than Money Trust	410	433	(22)	420	(9)
Securities in Trust	270	273	(2)	272	(2)
Money Claims in Trust	71,702	87,965	(16,263)	79,737	(8,034)
Equipment Trusts	131	366	(235)	151	(20)
Real Estate Trusts	82,713	85,803	(3,090)	84,196	(1,482)
General Trusts	3,125,403	2,216,025	909,377	2,589,416	535,986
Total Liabilities	5,827,168	5,382,311	444,857	5,545,207	281,961

<note> Amounts less than one million yen are omitted.

Balance of Important Accounts

[CMTB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Total Funds	11,745,823	12,103,081	(357,257)	11,810,217	(64,393)
Deposits	8,941,146	8,941,407	(260)	8,797,194	143,952
Negotiable Certificates of Deposit	258,140	170,230	87,910	222,010	36,130
Money Trusts	1,314,032	1,402,135	(88,103)	1,379,711	(65,679)
Property Formation Benefit Trusts	18,389	18,304	85	18,801	(412)
Loan Trusts	1,214,115	1,571,004	(356,889)	1,392,500	(178,384)
Loans and Bills Discounted	8,515,216	8,875,536	(360,320)	8,731,060	(215,844)
Banking Account	7,136,359	7,224,129	(87,769)	7,228,883	(92,524)
Trust Account	1,378,857	1,651,407	(272,550)	1,502,177	(123,319)
Securities	3,875,928	3,950,937	(75,009)	4,090,851	(214,923)
Banking Account	3,802,267	3,862,417	(60,149)	4,006,090	(203,822)
Trust Account	73,660	88,520	(14,859)	84,760	(11,100)

<note> Amounts less than one million yen are omitted.

Financial Statements of Mitsui Asset Trust and Banking

Non-Consolidated Balance Sheets (Banking Account)

[MATB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Assets					
Cash and Due from Banks	52,152	44,816	7,335	58,054	(5,902)
Investment Securities	70,234	84,218	(13,984)	84,232	(13,998)
Other Assets	36,121	38,812	(2,690)	38,836	(2,714)
Premises and Equipment	1,617	1,840	(222)	1,687	(70)
Deferred Tax Assets	2,671	3,995	(1,323)	2,745	(73)
Reserve for Possible Loan Losses	(7)	(10)	2	(10)	3
Total Assets	162,789	173,673	(10,883)	185,546	(22,756)
Liabilities					
Deposits	123	151	(27)	117	6
Call Money	60,000	123,500	(63,500)	79,500	(19,500)
Borrowed Money	52,000	2,000	50,000	52,000	0
Payable to Trust Account	1,689	1,552	136	1,912	(222)
Other Liabilities	9,620	7,815	1,804	8,589	1,030
Reserve for Employees' Bonus	290	310	(19)	280	10
Reserve for Employee Retirement Benefits	0	327	(327)	0	0
Total Liabilities	123,723	135,656	(11,933)	142,399	(18,675)
Stockholders' Equity					
Capital Stock	11,000	11,000	0	11,000	0
Capital Surplus	21,246	21,246	0	21,246	0
Capital Surplus Reserve	21,246	21,246	0	21,246	0
Retained Earnings	6,823	5,773	1,050	10,905	(4,081)
Unappropriated Earned surplus	6,823	5,773	1,050	10,905	(4,081)
Net Income	5,818	5,011	806	10,143	(4,325)
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	(4)	(3)	(0)	(4)	0
Total Stockholders' Equity	39,065	38,016	1,049	43,147	(4,081)
Total Liabilities and Stockholders' Equity	162,789	173,673	(10,883)	185,546	(22,756)

<note> Amounts less than one million yen are omitted.

Non-Consolidated Statements of Income (Banking Account)

[MATB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)
Ordinary Income	23,302	23,476	(173)	46,422
Trust Fees	19,728	21,431	(1,703)	41,039
Interest Income	41	45	(4)	84
Interest and Dividends on Investment Securities	6	10	(4)	14
Fees and Commissions Received	3,395	1,902	1,493	5,032
Other Income	137	96	40	266
Ordinary Expenses	13,729	15,949	(2,220)	29,492
Interest Expenses	42	44	(1)	90
Fees and Commissions Paid	5,952	7,202	(1,249)	13,202
General and Administrative Expenses	7,347	8,166	(819)	15,856
Other Expenses	386	535	(149)	342
Ordinary Profits	9,573	7,527	2,046	16,930
Extraordinary Profits	3	1,228	(1,225)	1,228
Extraordinary Losses	3	445	(442)	890
Income before Income Taxes	9,572	8,310	1,262	17,268
Provision for Income Taxes	3,681	413	3,267	2,988
Deferred Income Taxes	73	2,885	(2,812)	4,136
Net Income	5,818	5,011	806	10,143
Unappropriated Profits at the Beginning of the Term	1,005	762	243	762
Unappropriated Profits at the End of the Term	6,823	5,773	1,050	10,905

<note> Amounts less than one million yen are omitted.

Balance Sheets (Trust Account Unaudited)

[MATB Non-consolidated]

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Securities	5,866,032	5,245,541	620,491	5,677,620	188,411
Beneficiary Rights	26,132,514	24,095,954	2,036,560	24,975,144	1,157,370
Money Claims	1,256,954	764,652	492,302	1,045,128	211,825
Other Claims	318	676	(358)	760	(442)
Due from Banking Account	1,689	1,552	136	1,912	(222)
Cash and Due from Banks	39,434	108,387	(68,953)	42,739	(3,305)
Total Assets	33,296,944	30,216,764	3,080,179	31,743,306	1,553,637
Money Trusts	14,985,864	13,884,815	1,101,049	14,629,907	355,957
Pension Trusts	5,922,576	6,395,632	(473,056)	5,999,513	(76,936)
Investment Trusts	7,174,268	5,305,863	1,868,405	6,115,693	1,058,574
Money in Trust Other than Money Trust	568,730	770,902	(202,172)	565,631	3,098
Securities in Trust	703,632	718,610	(14,977)	744,924	(41,291)
Money Claims in Trust	1,280,194	780,374	499,820	1,061,763	218,431
General Trusts	2,661,676	2,360,565	301,111	2,625,873	35,803
Total Liabilities	33,296,944	30,216,764	3,080,179	31,743,306	1,553,637

<note> Amounts less than one million yen are omitted.

Balance of Important Accounts

【MATB Non-consolidated】

(Unit: yen million)

	1H.FY3/06(A)	1H.FY3/05(B)	Change (A)-(B)	FY3/05(C)	Change (A)-(C)
Total Funds	20,908,564	20,280,599	627,965	20,629,537	279,027
Deposits	123	151	(27)	117	6
Money Trusts	14,985,864	13,884,815	1,101,049	14,629,907	355,957
Pension Trusts	5,922,576	6,395,632	(473,056)	5,999,513	(76,936)
Securities	5,936,266	5,329,759	606,507	5,761,853	174,413
Banking Account	70,234	84,218	(13,984)	84,232	(13,998)
Trust Account	5,866,032	5,245,541	620,491	5,677,620	188,411

<note> Amounts less than one million yen are omitted.