

March 7, 2003

To whom it may concern:

Name of listed company: Mitsui Trust Holdings, Inc.
Head office address: 33-1, Shiba 3-chome,
Minato-ku, Tokyo
Code No.: 8309

Establishment of a Subsidiary for Issuance of Preferred Securities

We hereby announce that Mitsui Trust Holdings, Inc. has resolved to establish a wholly owned subsidiary in Cayman Islands named MTH Preferred Capital 3 (Cayman) Limited (“Subsidiary”) as a vehicle to issue preferred shares (preferred securities).

The preferred securities are non-cumulative perpetual preferred shares issued by the Subsidiary, and are not accompanied with conversion rights to common shares of Mitsui Trust Holdings. The preferred shares are scheduled to be issued through private placement around the end of March 2003. This issuance aims to raise the capital adequacy ratio of Mitsui Trust Holdings and The Chuo Mitsui Trust and Banking Co., Ltd. (a wholly owned subsidiary of Mitsui Trust Holdings) through increasing Tier1 capital.

Outline of the preferred securities (Planned)

Issuer	MTH Preferred Capital 3 (Cayman) Limited: SPC to be established as a wholly owned subsidiary of Mitsui Trust Holdings, Inc, in Cayman Islands
Securities Type	Non-cumulative perpetual preferred shares
Issue Amount	Approximately 30 billion yen (Planned)
Use of Proceeds	To be provided for the Chuo Mitsui Trust and Banking Co., Ltd.
Order of Priority	The preferred shares are intended to provide holders with rights to liquidation preferences substantially similar to that of the preferred stocks directly issued by Mitsui Trust Holdings
Offering Type	Private placement

This report is for the purpose of providing information only and does not constitute any invitation to any person to take any action.