

Explanation on reconciliation between balance sheet items and regulatory capital elements
as of March 31, 2024

<Sumitomo Mitsui Trust Holdings, Inc.>

[Consolidated, International standard]

(Millions of yen)

CC2:Reconciliation of regulatory capital to balance sheet			
Items	a	b	c
	Consolidated balance sheet	Ref. No.of Composition of capital	Ref. No. of appendix
(Assets)			
Cash and due from banks	22,831,653		
Call loans and bills bought	25,000		
Receivables under resale agreements	111,600		
Receivables under securities borrowing transactions	532,200		
Monetary claims bought	1,144,441		
Trading assets	2,015,752		
Money held in trust	22,596		7-a
Securities	9,938,913		3-b,7-b
Loans and bills discounted	33,420,919		7-c
Foreign exchanges	45,394		
Lease receivables and investment assets	718,968		
Other assets	3,869,240		7-d
Tangible fixed assets	226,714		
Intangible fixed assets	149,172		3-a
Assets for retirement benefits	338,723		4
Deferred tax assets	7,929		5-a
Customers' liabilities for acceptances and guarantees	595,482		
Allowance for loan losses	(117,798)		
Total assets	75,876,905		

CC2:Reconciliation of regulatory capital to balance sheet			
Items	a	b	c
	Consolidated balance sheet	Ref. No.of Composition of capital	Ref. No. of appendix
(Liabilities)			
Deposits	37,418,280		
Negotiable certificates of deposit	9,220,997		
Call money and bills sold	360,394		
Payables under repurchase agreements	2,700,532		
Trading liabilities	1,767,322		
Borrowed money	7,302,158		9-a
Foreign exchanges	281		
Short-term bonds payable	2,906,725		
Bonds payable	2,787,367		9-b
Borrowed money from trust account	4,327,798		
Other liabilities	3,084,555		7-e
Provision for bonuses	20,875		
Provision for directors' bonuses	422		
Provision for stocks payment	1,274		
Liabilities for retirement benefits	13,965		
Provision for reward points program	22,255		
Provision for reimbursement of deposits	2,573		
Provision for contingent losses	1,639		
Deferred tax liabilities	201,934		5-b
Deferred tax liabilities for land revaluation	2,381		5-c
Acceptances and guarantees	595,482		
Total liabilities	72,739,219		
(Net assets)			
Capital stock	261,608		1-a
Capital surplus	526,318		1-b
Retained earnings	1,802,086		1-c
Treasury stock	(23,635)		1-d
Total shareholders' equity	2,566,378		
Valuation differences on available-for-sale securities	477,680		
Deferred gains (losses) on hedges	(11,599)		6
Revaluation reserve for land	(6,782)		
Foreign currency translation adjustments	39,346		
Remeasurements of defined benefit plans	41,304		
Total accumulated other comprehensive income	539,948	(a)	
Subscription rights to shares	855		2
Non-controlling interests	30,503		8
Total net assets	3,137,686		
Total liabilities and net assets	75,876,905		

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

Appendix

1.Shareholders' equity

(1) Consolidated balance sheet

(Millions of yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Capital stock	261,608		1-a
Capital surplus	526,318		1-b
Retained earnings	1,802,086		1-c
Treasury stock	(23,635)		1-d
Total shareholders' equity	2,566,378		

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Directly issued qualifying common share capital plus related capital surplus and retained earnings	2,566,378	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital stock and capital surplus	787,927		1a
of which: retained earnings	1,802,086		2
of which: treasury stock (deduction)	23,635		1c
of which: others	-		
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as equity under applicable accounting standards	-	Shareholders' equity attributable to preferred shares with a loss absorbency at the point of non-viability	31a

2.Subscription rights to shares, etc.

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Subscription rights to shares	855		2
of which: Subscription rights to shares issued by the bank holding company	855		

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Total amount of award rights and subscription rights to common shares	855		1b
Total amount of award rights and subscription rights to Additional Tier 1 instruments	-		31b
Total amount of award rights and subscription rights to Tier 2 instruments	-		46

3.Intangible assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible fixed assets	149,172		3-a
Securities	9,938,913		3-b
of which: goodwill arising on the application of the equity method	22,245		
Associated deferred tax liabilities	40,703		

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Goodwill (net of related deferred tax liabilities, including those equivalent)	37,065		8
Other intangible assets (net of related deferred tax liabilities)	93,648	Excluding goodwill, mortgage servicing rights (software, etc.)	9
Mortgage servicing rights (net of related deferred tax liabilities)	-		
Amount above the 10% threshold on the specified items	-		20
Amount exceeding the 15% threshold on the specified items	-		24
Amount below the thresholds for deduction (before risk weighting)	-		74

4.Defined-benefit pension fund net assets (assets for retirement benefits)

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Assets for retirement benefits	338,723		4
Associated deferred tax liabilities	103,732		

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Defined-benefit pension fund net assets (assets for retirement benefits) (net of related deferred tax liabilities)	234,990		15

5. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred tax assets	7,929		5-a
Deferred tax liabilities	201,934		5-b
Deferred tax liabilities for land revaluation	2,381		5-c

Associated intangible fixed assets	40,703	
Associated assets for retirement benefits	103,732	

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related deferred tax liabilities)	448	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets arising from temporary differences (net of related deferred tax liabilities)	812	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	
Amount above the 10% threshold on the specified items	-		21
Amount exceeding the 15% threshold on the specified items	-		25
Amount below the thresholds for deduction (before risk weighting)	812		75

6. Deferred gains or losses on hedges

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred gains (losses) on hedges	(11,599)		6

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Deferred gains or losses on derivatives under hedge accounting	(12,414)	Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income"	11

7. Investments in the capital and other TLAC liabilities of financial entities

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Money held in trust	22,596		7-a
Securities	9,938,913		7-b
Loans and bills discounted	33,420,919	Including subordinated debts	7-c
Other assets	3,869,240	Including derivatives	7-d
Other liabilities	3,084,555	Including derivatives	7-e

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Investments in own capital	6		
Common Equity Tier 1 capital	6		16
Additional Tier 1 capital	-		37
Tier 2 capital	-		52
Reciprocal cross-holdings in the capital and other TLAC liabilities	-		
Common Equity Tier 1 capital	-		17
Additional Tier 1 capital	-		38
Tier 2 capital and other TLAC liabilities	-		53
Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital	213,885		
Common Equity Tier 1 capital	-		18
Additional Tier 1 capital	-		39
Tier 2 capital and other TLAC liabilities	-		54
Amount below the thresholds for deduction (before risk weighting)	213,885		72
Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	194,966		
Amount above the 10% threshold on the specified items	-		19
Amount exceeding the 15% threshold on the specified items	-		23
Additional Tier 1 capital	-		40
Tier 2 capital and other TLAC liabilities	-		55
Amount below the thresholds for deduction (before risk weighting)	194,966		73

8.Non-controlling interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Non-controlling interests	30,503		8

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	-	After reflecting amounts eligible for inclusion (after non-controlling interest adjustments)	5
Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-		30-31ab-32
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	14,499	After reflecting amounts eligible for inclusion (after non-controlling interest adjustments)	34
Qualifying Tier 2 instruments issued by special purpose vehicles	-		46
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	3,238	After reflecting amounts eligible for inclusion (after non-controlling interest adjustments)	48

9.Other capital instruments

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed money	7,302,158		9-a
Bonds payable	2,787,367		9-b

(2) Composition of capital

Items in the composition of capital	Amount	Remarks	Basel III template No.
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	270,000		32
Directly issued qualifying Tier 2 instruments plus related capital surplus of which classified as liabilities under applicable accounting standards	253,382		46