

Additional Explanatory Material
1st Half Fiscal Year 2002
ended on Sep.30,2002

The Sumitomo Trust and Banking Co., Ltd.

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1. Breakdown of Gross/ Net Business Profit Before Credit Costs (by Business Group)

	Billions of Yen						
	Net Business Profit Before Credit Costs			Gross Business Profit Before Credit Costs			1HFY2002
	(Non-consolidated)			(Non-consolidated)			Net Business Profit Before Credit Costs
	1HFY2002	1HFY2001	Change	1HFY2002	1HFY2001	Change	(Consolidated)
Wholesale Financial Services	32.1	28.5	5.2	43.2	67.7	3.9	33.1
Retail Financial Services	1.6			28.4			1.8
Treasury and Financial Products	44.6	32.1	12.5	49.2	36.4	12.8	44.6
Fiduciary Services	12.5	12.9	-0.4	24.0	24.9	-0.9	12.5
Pension Asset Management	8.3	8.2	0.1	15.1	15.5	-0.4	8.3
Securities Processing Services	1.1	1.2	-0.1	2.6	2.6	0.0	1.1
Stock Transfer Agency	3.2	3.5	-0.3	6.3	6.8	-0.5	3.2
Real Estate	2.7	2.4	0.3	7.0	6.7	0.3	2.8
Seasonal Adjustment	-6.5	-6.5	0.0	-6.5	-6.5	0.0	-6.5
Total Gross/ Net Profit	87.1	69.3	17.8	145.2	129.2	16.0	88.3

**2. Summary of Income/Expenses in Domestic/International Business
(Non-consolidated)**

	Millions of Yen					
	1HFY2002			1HFY2001		
	Domestic Business	International Business	Total	Domestic Business	International Business	Total
Trust Fees	26,618	--	26,618	35,901	--	35,901
Net Interest Income	46,252	28,650	74,903	38,045	5,958	44,003
Interest Income	67,565	74,973	141,965	68,204	97,715	164,787
Interest Expense	21,313	46,322	67,062	30,158	91,757	120,783
Net Fees and Commissions	12,025	-799	11,226	11,573	-1,564	10,008
Fees and Commissions Received	19,827	949	20,776	18,457	926	19,384
Fees and Commissions Paid	7,801	1,748	9,550	6,884	2,491	9,375
Net Gains from Trading	2,998	2,093	5,092	1,325	944	2,270
Trading Revenue	2,998	2,093	5,092	1,374	1,317	2,692
Trading Expenses	--	--	--	49	373	422
Net Other Operating Income	-4,320	15,254	10,934	5,580	20,615	26,195
Other Operating Income	7,989	71,794	79,783	9,105	38,975	48,080
Other Operating Expenses	12,309	56,539	68,849	3,525	18,359	21,885

Note: Figures in the upper rows in Interest Income and Interest Expense show interests that accrue from transaction between domestic business and international business.

3. Summary of Interest-earning Assets/Interest-bearing Liabilities in Domestic/International Business

Domestic Business (Non-consolidated)

	Millions of Yen, Percentage Points					
	1HFY2002			1HFY2001		
	Average Balance	Interest	Yield	Average Balance	Interest	Yield
Interest-earning Assets	11,071,937	67,565	1.21%	11,343,837	68,204	1.19%
Loans	8,003,120	55,629	1.38%	7,540,669	54,384	1.43%
Investment Securities	2,339,903	11,098	0.94%	3,050,272	13,997	0.91%
Call Loans and Bills Bought	173,817	1	0.00%	58,940	5	0.01%
Due from Banks	51	0	0.00%	36	0	0.01%
Interest-bearing Liabilities	10,964,958	21,313	0.38%	11,310,031	30,158	0.53%
Deposits	6,898,589	8,341	0.24%	6,103,073	12,114	0.39%
Negotiable Certificates of Deposits	1,470,870	379	0.05%	1,308,478	308	0.04%
Call Money and Bills Sold	470,466	34	0.01%	381,572	48	0.02%
Commercial Paper	--	--	--	--	--	--
Borrowed Money	72,287	823	2.27%	128,083	1,006	1.56%

International Business (Non-consolidated)

	Millions of Yen, Percentage Points					
	1HFY2002			1HFY2001		
	Average Balance	Interest	Yield	Average Balance	Interest	Yield
Interest-earning Assets	3,798,001	74,973	3.93%	3,943,503	97,715	4.94%
Loans	715,991	11,390	3.17%	685,273	16,152	4.70%
Investment Securities	2,724,566	54,877	4.01%	2,890,994	72,587	5.00%
Call Loans and Bills Bought	14,378	127	1.77%	14,987	287	3.82%
Due from Banks	317,021	2,773	1.74%	308,656	5,302	3.42%
Interest-bearing Liabilities	3,767,477	46,322	2.45%	3,919,439	91,757	4.66%
Deposits	1,179,118	13,902	2.35%	1,411,851	29,478	4.16%
Negotiable Certificates of Deposits	44,844	516	2.29%	26,398	562	4.25%
Call Money and Bills Sold	21,625	272	2.51%	7,432	134	3.61%
Commercial Paper	--	--	--	--	--	--
Borrowed Money	316,490	3,233	2.03%	353,482	4,145	2.33%

4. Maturity Ladder of Securities

Banking Account (Non-consolidated)

Securities Type		Millions of Yen							Total
		Less Than 1 Year	1 year to 3 years	3 years to 5 years	5 years to 7 years	7 years to 10 years	Over 10 years	No Maturity	
Japanese Government Bonds	Mar. 2002	355,172	92,137	139,260	149,532	189,953	36,523	--	962,579
	Sep. 2002	497,128	157,378	5,090	--	41,755	20,238	--	721,590
Japanese Municipal Bonds	Mar. 2002	903	4,864	37,565	11,819	39,500	--	--	94,652
	Sep. 2002	484	21,575	18,680	27,861	10,765	--	--	79,367
Japanese Corporate Bonds	Mar. 2002	46,434	87,780	131,143	58,106	26,818	--	24	350,308
	Sep. 2002	27,541	91,765	105,091	22,504	22,890	1,842	23	271,660
Japanese Corporate Stocks	Mar. 2002	--	--	--	--	--	--	1,022,920	1,022,920
	Sep. 2002	--	--	--	--	--	--	802,944	802,944
Other Securities	Mar. 2002	171,479	354,025	283,360	509,011	991,813	228,826	105,036	2,643,553
	Sep. 2002	117,273	345,949	372,592	902,838	1,265,769	257,396	91,509	3,353,329
Foreign Bonds (*1)	Mar. 2002	68,075	353,177	283,360	509,011	989,251	213,566	8,213	2,424,656
	Sep. 2002	90,609	344,548	372,491	897,823	1,246,823	243,087	0	3,195,384
Foreign Stocks	Mar. 2002	--	--	--	--	--	--	77,008	77,008
	Sep. 2002	--	--	--	--	--	--	37,328	37,328

(*1) Most of Foreign Bonds are US Treasuries and German Bunds. The amount of them are shown in Japanese Yen equivalent.

Foreign Bonds are funded by Re-purchase Agreements. Thus, there is not foreign exchange market risk.

Note: The amounts in the table above are B/S Value.

5. Derivatives Revaluation (excluding Trading Account of the Bank) (Non-consolidated)

Derivatives as hedging tool (under deferred hedge accounting)

	Millions of Yen				
	Sep. 2002		Mar. 2002		Changes of Unrealized Gain/Loss
	Contract Value	Unrealized Gain/Loss	Contract Value	Unrealized Gain/Loss	
Total	61,448,760	-77,367	68,355,636	-55,419	-21,948
Interest Related Transactions	57,547,445	-49,104	66,168,549	-61,145	12,041
Interest Futures	40,424,097	-40,074	49,320,692	503	-40,577
Sold	22,913,282	-125,842	24,829,093	-20,163	-105,679
Purchased	17,510,814	85,767	24,491,598	20,666	65,101
Interest Futures Options	2,405,167	-238	1,492,079	-511	273
Sold	1,638,687	-1,515	495,157	-65	-1,450
Purchased	766,480	1,276	996,922	-445	1,721
Forward Rate Agreement	--	--	--	--	--
Interest Swaps	14,648,580	-8,976	15,288,177	-61,336	52,360
Fix Rcv-FI Pay	7,169,971	--	7,034,332	--	--
FI Rcv-Fix Pay	5,856,909	--	6,602,145	--	--
FI Rcv-FI Pay	1,621,700	--	1,651,700	--	--
Interest Options	69,600	185	67,600	198	-13
Sold	69,600	185	67,600	198	-13
Purchased	--	--	--	--	--
Bond Related Transactions (Bond Futures)	2,969,954	-27,251	2,133,780	5,603	-32,854
Sold	1,937,967	-44,916	1,553,001	8,943	-53,859
Purchased	1,031,987	17,665	580,778	-3,339	21,004
Bond Related Transactions (OTC Options)	931,961	-1,011	53,307	123	-1,134
Sold	428,048	-2,845	33,319	19	-2,864
Purchased	503,312	1,833	19,987	103	1,730

Maturity Ladder of Swaps under deferred hedge accounting (Contract Value Base)

	Millions of Yen			
	Sep. 2002			
	Less than 1 year	1 year to 5 years	Over 5 years	Total
Total (Gross)	3,050,793	9,040,455	2,557,331	14,648,580
Fix Rcv-FI Pay	1,470,001	4,394,777	1,305,191	7,169,971
FI Rcv-Fix Pay	1,550,791	3,103,978	1,202,139	5,856,909
FI Rcv-FI Pay	30,000	1,541,700	50,000	1,621,700

Derivatives calculated on the accrual basis

	Millions of Yen				
	Sep. 2002		Mar. 2002		Changes of Unrealized Gain/Loss
	Contract Value	Unrealized Gain/Loss	Contract Value	Unrealized Gain/Loss	
Currency Swaps (*)	569,907	-1,162	538,119	-1,195	33

(*) Accrued interest accounted on the Statement of Income is deducted from Unrealized gains of Interest Swaps and Currency Swaps.

**6. Deferred Tax Assets
(Consolidated)**

	Millions of Yen			
	Mar. 2000	Mar. 2001	Mar. 2002	Sep.2002
Deferred Tax Assets	245,584	217,185	257,448	226,666
(on account of Losses Carried Forward)	5,064	60,277	31,569	23,178
Deferred Tax Liabilities	14	12,771	7,082	1,373
Net Deferred Tax Assets	245,569	204,413	250,365	225,292

7. Migration Analysis of Loans in Special Mention or Worse Categories

(2HFY2001)

	Billions of Yen							
	Sep. 2001	Mar. 2002	Net	Change				Write-off, Sale, or Collection
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt/Practically Bankrupt	93.9	47.2	-46.7	15.3	--	--	--	-62.1
Doubtful	361.7	424.3	62.6	111.6	-10.5	--	-4.7	-33.6
Loans to Substandard Debtors	152.6	255.9	103.3	165.3	-37.8	0.4	--	-24.6
Loans to Special Mention Debtors excluding Loans to Substandard Debtors	1,130.3	1,187.2	56.8	492.0	-228.2	4.1	-9.3	-201.7

(1HFY2002)

	Billions of Yen							
	Mar. 2002	Sep. 2002	Net	Change				Write-off, Sale, or Collection
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt/Practically Bankrupt	47.2	70.1	22.9	35.2	--	--	-0.5	-11.7
Doubtful	424.3	273.6	-150.7	21.2	-32.4	0.5	-44.7	-95.3
Loans to Substandard Debtors	255.9	277.2	21.3	7.3	-10.3	38.7	-3.3	-11.0
Loans to Special Mention Debtors excluding Loans to Substandard Debtors	1,187.2	874.3	-312.8	45.5	-13.7	8.1	-216.6	-136.1

8. Balance of Principal Guaranteed Trust (Non-consolidated)

Money Trust

	Millions of Yen			Change from Mar.2002 to Sep.2002
	Sep.2002	Mar.2002	Sep.2001	
Total Assets	988,160	914,944	948,408	73,216
Loans	311,468	243,028	238,576	68,439
Securities (*)	183,230	15,289	16,016	167,941
Others	493,461	656,626	693,816	-163,164
Total Liabilities	988,160	914,944	948,408	73,216
Principal (*)	985,256	913,544	946,685	71,712
Reserve for Possible Impairment of Principal	937	731	717	205
Others (*)	1,966	667	1,005	1,299

(*) From Apr. 2002, "Gojo-Nenkin", which is one of the private pension products, has become principal guaranteed, and is added to the table above. The fund for the products is re-invested into Loan Trust (Securities).

The amount of incremental is 167.9 billion Yen.

Loan Trust

	Millions of Yen			Change from Mar.2002 to Sep.2002
	Sep.2002	Mar.2002	Sep.2001	
Total Assets	2,526,168	3,187,925	3,901,564	-661,757
Loans	1,447,090	1,636,042	1,734,900	-188,952
Securities	189,345	266,478	252,038	-77,133
Others	889,732	1,285,403	1,914,624	-395,671
Total Liabilities	2,526,168	3,187,925	3,901,564	-661,757
Principal	2,498,355	3,154,240	3,853,634	-655,885
Reserve for Possible Impairment of Principal	15,191	18,621	21,617	-3,430
Others	12,622	15,063	26,311	-2,441

9. Volume of Entrusted Assets

	Billions of Yen		
	Sep.2002	Mar.2002	Change
Pension Trust	5,119.2	5,475.9	-356.7
Designated Money Trust	10,174.4	9,590.4	584.0
Specified Money Trust	9,134.2	9,016.4	117.8
Securities Asset Management Trust	9,032.3	8,355.8	676.5
Securities Trust and Custody(*)	23,851.8	24,767.2	-915.4
Assets held in STB U.S.A. (US\$ Mil)	82,631	77,954	4,677

(*) Assets held in STB U.S.A. are shown in Japanese Yen equivalent (FX rate: As of end of the term).

10. Securitization

Entrusted Assets for Securitization

	Billions of Yen		
	Sep.2002	Mar.2002	Change
Trust for Financial Asset Securitization	2,573.9	2,125.6	448.3
Trust for Specified Claims Securitization	914.6	792.6	122.0
Trust for Real Estate Securitization	1,520.5	1,431.2	89.2
Number of Transactions (*)	147	9	138

(*) Based on the number of trust agreements