Additional explanatory material

1st Half Fiscal Year 2007
ended on Sep.30, 2007

The Sumitomo Trust and Banking Co., Ltd.

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1. Summary of income/expenses in domestic/international business (Non-consolidated)

<Banking a/c>

	Millions of Yen					
	1HFY2007			1HFY2006		
	Domestic business	**International business**	**Total**	Domestic business	International business	Total
Trust fee income	**36,750**	**-**	**36,750**	35,867	-	35,867
Net interest income	**65,951**	**7,520**	**73,471**	67,618	7,105	74,723
Interest income			**2,430**			1,330
	104,898	**89,194**	**191,663**	91,106	66,562	156,338
Interest expenses			**2,430**			1,330
	38,947	**81,674**	**118,191**	23,488	59,457	81,615
Net fees and commissions	**30,219**	**462**	**30,681**	24,847	-138	24,709
Fees and commissions received	**48,158**	**2,033**	**50,192**	42,906	1,534	44,440
Fees and commissions paid	**17,938**	**1,571**	**19,510**	18,058	1,672	19,731
Net gains on trading	**4,980**	**1,415**	**6,396**	3,186	426	3,612
Trading revenue	**5,127**	**1,759**	**6,886**	3,186	426	3,612
Trading expenses	**146**	**343**	**489**	-	-	-
Net other operating income	**-1,547**	**-1,055**	**-2,602**	-2,900	11,344	8,443
Other operating income	**7,620**	**14,872**	**22,492**	2,029	16,492	18,521
Other operating expenses	**9,167**	**15,927**	**25,095**	4,929	5,148	10,078

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

2. Summary of interest-earning assets/interest-bearing liabilities in domestic/international business (Non-consolidated)
<Banking a/c>

Domestic business

	Millions of Yen, percentage points					
	1HFY2007			1HFY2006		
	Average balance	**Interest**	**Yield**	Average balance	Interest	Yield
Interest-earning assets	**14,560,088**	**104,898**	**1.43%**	15,286,954	91,106	1.18%
Loans	**9,649,972**	**72,518**	**1.49%**	9,712,623	55,895	1.14%
Investment securities	**3,169,672**	**25,857**	**1.62%**	3,708,378	19,696	1.05%
Call loans and bills bought	**207,335**	**574**	**0.55%**	199,359	143	0.14%
Due from banks	**4,371**	**11**	**0.54%**	2,717	0	0.02%
Interest-bearing liabilities	**14,693,816**	**38,947**	**0.52%**	15,181,181	23,488	0.30%
Deposits	**9,904,404**	**23,405**	**0.47%**	9,264,122	12,296	0.26%
Negotiable certificates of deposit	**2,083,942**	**6,656**	**0.63%**	2,251,684	2,212	0.19%
Call money and bills sold	**213,954**	**606**	**0.56%**	458,803	279	0.12%
Commercial paper	**-**	**-**	**-**	-	-	-
Borrowed money	**378,038**	**2,282**	**1.20%**	355,946	1,865	1.04%

International business

	Millions of Yen, percentage points					
	1HFY2007			1HFY2006		
	Average balance	**Interest**	**Yield**	Average balance	Interest	Yield
Interest-earning assets	**3,816,274**	**89,194**	**4.66%**	3,641,302	66,562	3.64%
Loans	**1,255,471**	**32,627**	**5.18%**	1,053,795	25,010	4.73%
Investment securities	**2,149,850**	**47,302**	**4.38%**	2,206,243	41,857	3.78%
Call loans and bills bought	**38,471**	**1,038**	**5.38%**	71,574	1,812	5.05%
Due from banks	**346,323**	**7,206**	**4.15%**	289,391	6,598	4.54%
Interest-bearing liabilities	**3,815,453**	**81,674**	**4.26%**	3,672,749	59,457	3.22%
Deposits	**1,225,351**	**30,791**	**5.01%**	1,185,228	26,100	4.39%
Negotiable certificates of deposit	**335,378**	**9,175**	**5.45%**	211,271	5,530	5.22%
Call money and bills sold	**51,429**	**1,391**	**5.39%**	6,140	153	4.98%
Commercial paper	**-**	**-**	**-**	-	-	-
Borrowed money	**482,287**	**8,241**	**3.40%**	308,344	3,797	2.45%

3. Maturity ladder of securities (Non-consolidated)

<Banking a/c>

		Millions of Yen							
		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	Total
Japanese government bonds	Mar. 2007	196,587	267,470	195,535	157,940	252,742	53,060	-	1,123,336
	Sep. 2007	**136,472**	**243,954**	**400,028**	**244,618**	**313,759**	**52,778**	**-**	**1,391,611**
Japanese local government bonds	Mar. 2007	5,109	13,041	10,687	4,152	28,892	-	-	61,884
	Sep. 2007	**1,189**	**10,532**	**5,873**	**2,403**	**15,687**	**-**	**-**	**35,686**
Japanese corporate bonds	Mar. 2007	142,620	343,394	170,295	68,279	23,411	2,009	-	750,010
	Sep. 2007	**116,891**	**302,263**	**123,122**	**59,642**	**23,510**	**1,486**	**-**	**626,916**
Japanese stocks	Mar. 2007	----------	----------	----------	----------	----------	----------	1,332,696	1,332,696
	Sep. 2007	----------	----------	----------	----------	----------	----------	**1,272,125**	**1,272,125**
Foreign securities and others	Mar. 2007	252,216	310,305	368,986	246,284	373,963	433,749	251,034	2,236,540
	Sep. 2007	**163,679**	**384,044**	**305,795**	**401,418**	**1,017,761**	**524,176**	**280,142**	**3,077,019**
Foreign bonds	Mar. 2007	154,897	112,183	272,983	219,408	333,501	378,622	-	1,471,598
	Sep. 2007	**70,650**	**207,496**	**267,816**	**373,262**	**989,793**	**463,264**	**-**	**2,372,283**
Foreign stocks	Mar. 2007	----------	----------	----------	----------	----------	----------	35,451	35,451
	Sep. 2007	----------	----------	----------	----------	----------	----------	**40,104**	**40,104**

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

4. Maturity ladder of swaps (Non-consolidated)

		Millions of Yen						
		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	Total
Market value applied	Mar. 2007	11,227,768	28,350,846	26,456,213	13,360,818	12,417,672	1,860,909	93,674,229
	Sep. 2007	**16,642,388**	**33,170,062**	**31,136,847**	**14,609,253**	**15,528,125**	**2,490,975**	**113,577,653**
Fix Rcv-Fl Pay	Mar. 2007	5,272,964	13,538,497	12,850,117	6,779,878	6,339,380	972,861	45,753,700
	Sep. 2007	**7,246,833**	**16,132,761**	**15,773,439**	**7,239,188**	**7,789,772**	**1,284,749**	**55,466,745**
Fl Rcv-Fix Pay	Mar. 2007	5,757,363	13,657,567	13,151,061	6,347,790	5,963,532	873,047	45,750,363
	Sep. 2007	**8,933,122**	**15,922,520**	**14,948,668**	**7,168,315**	**7,646,192**	**1,196,226**	**55,815,045**
Fl Rcv-Fl Pay	Mar. 2007	197,440	1,154,781	455,034	233,150	114,760	15,000	2,170,165
	Sep. 2007	**462,432**	**1,114,781**	**414,738**	**201,750**	**92,160**	**10,000**	**2,295,862**
Hedge accounting applied	Mar. 2007	986,054	1,865,062	1,614,935	474,393	673,481	170,912	5,784,839
	Sep. 2007	**976,772**	**1,726,170**	**1,459,277**	**562,342**	**712,133**	**168,404**	**5,605,100**
Fix Rcv-Fl Pay	Mar. 2007	859,862	1,447,115	1,359,343	343,461	394,504	71,492	4,475,777
	Sep. 2007	**863,966**	**1,306,712**	**1,083,640**	**406,529**	**430,401**	**54,984**	**4,146,232**
Fl Rcv-Fix Pay	Mar. 2007	126,191	417,947	255,592	130,932	278,977	99,420	1,309,062
	Sep. 2007	**112,806**	**419,457**	**375,637**	**155,813**	**281,732**	**113,420**	**1,458,868**
Fl Rcv-Fl Pay	Mar. 2007	-	-	-	-	-	-	-
	Sep. 2007	-	-	-	-	-	-	-

5. Balance of principal guaranteed trust a/c (Non-consolidated)

<Jointly operated money trust>

	Millions of Yen			
	Sep. 2007	Mar. 2007	Sep. 2006	Change from Mar. 2007 to Sep. 2007
Total assets	**865,112**	905,462	921,502	-40,350
Loans	**415,437**	428,943	410,104	-13,505
Securities	**9,794**	14,673	29,217	-4,878
Others	**439,880**	461,846	482,181	-21,966
Total liabilities	**865,112**	905,462	921,502	-40,350
Principal	**863,500**	903,689	919,227	-40,189
Reserve for possible impairment of principal	**1,175**	1,235	852	-59
Others	**436**	537	1,422	-100

<Loan trust>

	Millions of Yen			
	Sep. 2007	Mar. 2007	Sep. 2006	Change from Mar. 2007 to Sep. 2007
Total assets	**561,415**	700,772	837,280	-139,357
Loans	**-**	-	-	-
Securities	**-**	-	-	-
Others	**561,415**	700,772	837,280	-139,357
Total liabilities	**561,415**	700,772	837,280	-139,357
Principal	**555,847**	694,587	829,453	-138,739
Reserve for possible impairment of principal	**3,467**	4,136	4,630	-669
Others	**2,099**	2,047	3,196	52

6. Migration analysis of loans in special mention or worse categories (Non-consolidated)

<Banking a/c and trust a/c combined>

(2HFY2006)

	Billions of Yen							
			Change					
	Sep. 2006	**Mar. 2007**	Change	Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	Repayment, etc.
Bankrupt / practically bankrupt	6.0	**6.5**	0.5	2.0	-	-	-0.2	-1.2
Doubtful	23.4	**58.5**	35.0	44.0	-0.4	0.0	-0.3	-8.3
Loans to substandard debtors	98.3	**82.7**	-15.5	0.1	-	0.0	-0.0	-15.6
Loans to special mention debtors (excluding loans to substandard debtors)	312.8	**703.7**	390.9	467.1	-39.4	0.3	-9.2	-27.9

(1HFY2007)

	Billions of Yen							
			Change					
	Mar. 2007	**Sep. 2007**	Change	Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	Repayment, etc.
Bankrupt / practically bankrupt	6.5	**5.5**	-1.0	1.1	-	-	-0.2	-1.9
Doubtful	58.5	**59.8**	1.3	9.4	-0.5	0.1	-1.9	-5.7
Loans to substandard debtors	82.7	**35.4**	-47.3	2.0	-0.4	0.8	-48.0	-1.8
Loans to special mention debtors (excluding loans to substandard debtors)	703.7	**748.4**	44.7	134.4	-7.7	18.0	-20.3	-79.6

7. Risk-weighted assets for credit risk (Consolidated)

	Billions of Yen					
	Sep. 2007			Mar. 2007		
	Exposure	Risk-weighted asset	Expected Loss	Exposure	Risk-weighted asset	Expected Loss
Internal Ratings-Based	19,057.4	11,617.5	169.7	18,313.6	12,084.8	159.1
Corporate, etc.	15,409.9	8,002.0	154.9	14,479.0	8,051.7	141.5
Corporate	10,081.8	7,303.6	153.6	10,222.3	7,459.0	140.1
Sovereign	3,668.4	380.3	0.7	2,683.0	295.2	0.8
Financial institution	1,659.7	317.9	0.4	1,573.6	297.4	0.4
Equity	992.3	1,241.8	0.2	1,077.2	1,331.2	0.6
Fund	422.2	1,174.9	6.0	503.8	1,405.9	8.3
Securitization	770.0	269.7	-	810.8	293.4	-
Purchased receivables	1,021.4	778.7	8.5	961.5	861.5	8.5
Other assets	441.3	150.2	-	481.0	140.8	-
Standardised Approach (Phased rollout to Internal Ratings-Based)	4,195.9	2,767.6	-	3,981.7	2,571.4	-
Securitization	908.4	307.0	-	930.5	308.9	-
Retail	1,765.5	1,035.5	-	1,752.5	1,044.5	-
Subsidiaries	1,522.0	1,425.0	-	1,298.6	1,217.9	-
Exemption	882.4	334.0	-	1,167.4	444.3	-
Total Credit Risk	24,135.9	14,719.2	169.7	23,462.7	15,100.6	159.1

Note: Risk-weighted asset is after scaling factor adjustments.