

Additional explanatory material
1st Half Fiscal Year 2008
ended on Sep. 30, 2008

The Sumitomo Trust and Banking Co., Ltd.

Table of Contents

1. Summary of income/expenses in domestic/international business	-----	1
2. Summary of interest-earning assets/interest-bearing liabilities in domestic/international business	-----	2
3. Summary of fees and commissions received/paid in domestic/international business	-----	3
4. Summary of trading income/expenses and assets/liabilities in domestic/international business	-----	4
5. Maturity ladder of securities	-----	5
6. Maturity ladder of swaps	-----	6
7. Balance of principal guaranteed trust a/c	-----	7
8. Migration analysis of loans in special mention or worse categories	-----	8
9. Risk-weighted assets for credit risk (Preliminary)	-----	9

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

<Banking a/c>

	Millions of Yen					
	1HFY2008			1HFY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trust fee income	36,379	-	36,379	36,750	-	36,750
Net interest income	68,292	8,129	76,422	65,951	7,520	73,471
			5,273			2,430
Interest income	116,805	76,518	188,050	104,898	89,194	191,663
			5,273			2,430
Interest expenses	48,513	68,389	111,628	38,947	81,674	118,191
Net fees and commissions	14,455	-843	13,611	30,219	462	30,681
Fees and commissions received	32,565	1,352	33,917	48,158	2,033	50,192
Fees and commissions paid	18,110	2,195	20,305	17,938	1,571	19,510
Net gains on trading	2,291	-11,565	-9,274	4,980	1,415	6,396
Trading revenue	2,477	-	2,477	5,127	1,759	6,886
Trading expenses	185	11,565	11,751	146	343	489
Net other operating income	9,653	13,192	22,845	-1,547	-1,055	-2,602
Other operating income	6,363	24,672	31,036	7,620	14,872	22,492
Other operating expenses	-3,289	11,480	8,190	9,167	15,927	25,095

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					
	1HFY2008			1HFY2007		
	Average balance	Interest	Yield	Average balance	Interest	Yield
Interest-earning assets	14,858,548	116,805	1.56%	14,560,088	104,898	1.43%
Loans and bills discounted	9,850,825	78,928	1.59%	9,649,972	72,518	1.49%
Securities	2,872,991	29,567	2.05%	3,169,672	25,857	1.62%
Call loans and bills bought	57,079	169	0.59%	207,335	574	0.55%
Monetary claims bought	438,208	2,707	1.23%	596,518	3,197	1.06%
Due from banks	4,375	9	0.45%	4,371	11	0.54%
JPY deposit converted into foreign currencies	1,550,982	5,273	0.67%	877,687	2,430	0.55%
Interest-bearing liabilities	15,121,891	48,513	0.63%	14,693,816	38,947	0.52%
Deposits	10,684,119	32,397	0.60%	9,904,404	23,405	0.47%
Negotiable certificates of deposit	2,318,118	8,318	0.71%	2,083,942	6,656	0.63%
Call money and bills sold	111,322	290	0.51%	213,954	606	0.56%
Short-term bonds payable	292,072	1,028	0	388,440	1,253	0
Bonds payable	310,107	2,971	0	307,670	2,937	0
Borrowed money	363,090	2,121	1.16%	378,038	2,282	1.20%
Borrowed money from trust account	685,836	2,417	0.70%	1,206,692	4,171	0.68%

International business

	Millions of Yen, percentage points					
	1HFY2008			1HFY2007		
	Average balance	Interest	Yield	Average balance	Interest	Yield
Interest-earning assets	4,078,947	76,518	3.74%	3,816,274	89,194	4.66%
Loans and bills discounted	1,201,996	20,317	3.37%	1,255,471	32,627	5.18%
Securities	2,286,477	47,333	4.12%	2,149,850	47,302	4.38%
Call loans and bills bought	43,352	574	2.64%	38,471	1,038	5.38%
Due from banks	524,553	7,130	2.71%	346,323	7,206	4.15%
Interest-bearing liabilities	4,259,888	68,389	3.20%	3,815,453	81,674	4.26%
Deposits	955,629	17,091	3.56%	1,225,351	30,791	5.01%
Negotiable certificates of deposit	100,035	2,003	3.99%	335,378	9,175	5.45%
Call money and bills sold	163,785	2,307	2.81%	51,429	1,391	5.39%
Payables under repurchase agreements	930,506	16,944	3.63%	787,455	17,025	4.31%
Borrowed money	520,439	8,437	3.23%	482,287	8,241	3.40%
Foreign currency deposit converted from JPY	1,550,982	5,273	0.67%	877,687	2,430	0.55%

3. Summary of fees and commissions received/paid in domestic/international business

(Consolidated)

	Millions of Yen, percentage points							
	1HFY2008				1HFY2007			
	Domestic business	International business	Elimination	Total	Domestic business	International business	Elimination	Total
Fees and commissions received	58,090	8,249	-13,188	53,151	73,777	8,448	-13,523	68,702
Trust related	19,805	-	-71	19,734	30,255	-	-73	30,181
Deposit and loans	4,820	785	-57	5,548	6,502	814	-126	7,190
Foreign exchange	396	81	-	478	352	96	-13	435
Securities related	16,362	8	-6,552	9,818	20,654	545	-7,305	13,894
Agency business	1,949	6,867	-1,938	6,878	2,937	6,376	-1,443	7,870
Safe keeping deposit/safe depo	22	-	-	22	25	-	-	25
Guarantee	2,493	220	-1,220	1,493	2,632	275	-1,288	1,619
Fees and commissions paid	22,201	3,948	-11,332	14,817	21,970	3,444	-11,768	13,646
Foreign exchange	182	33	-	215	162	38	-13	187

(Non-consolidated)

	Millions of Yen, percentage points							
	1HFY2008				1HFY2007			
	Domestic business	International business	Elimination	Total	Domestic business	International business	Elimination	Total
Fees and commissions received	32,565	1,352	-	33,917	48,158	2,033	-	50,192
Trust related	15,581	-	-	15,581	25,022	-	-	25,022
Deposit and loans	3,550	785	-	4,335	4,484	806	-	5,291
Foreign exchange	396	81	-	478	352	96	-	449
Securities related	9,341	8	-	9,349	13,419	545	-	13,964
Agency business	1,949	-	-	1,949	2,937	-	-	2,937
Safe keeping deposit/safe depo	22	-	-	22	25	-	-	25
Guarantee	489	220	-	709	490	275	-	765
Fees and commissions paid	18,110	2,195	-	20,305	17,938	1,571	-	19,510
Foreign exchange	182	33	-	215	148	38	-	187

4. Summary of trading income/expenses and assets/liabilities in domestic/international business

(1) Trading income/expenses

	Millions of Yen					
	1HFY2008			1HFY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trading income	2,477	-	2,477	5,127	1,759	6,886
Gains on trading account securities transactions	8	-	8	75	-	75
Income from securities and derivatives related to trading transactions	-	-	-	-	-	-
Income from trading-related financial derivatives transactions	-	-	-	3,095	1,759	4,854
Other trading income	2,468	-	2,468	1,955	-	1,955
Trading expenses	185	11,565	11,751	146	343	489
Expenses on trading securities and derivatives	-	-	-	-	-	-
Expenses on securities and derivatives related to trading transactions	-458	1,517	1,059	146	343	489
Expenses on trading-related financial derivatives transactions	643	10,048	10,692	-	-	-
Other trading expenses	-	-	-	-	-	-

(2) Trading assets/liabilities

	Millions of Yen, percentage points					
	1HFY2008			1HFY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trading assets	804,261	116,368	920,630	670,629	54,880	725,509
Trading account securities	7,425	-	7,425	5,395	-	5,395
Derivatives of trading securities	-	-	-	15	-	15
Securities related to trading transactions	-	-	-	-	-	-
Derivatives of securities related to trading transactions	9	379	389	-	105	105
Trading-related financial derivatives	69,228	115,989	185,218	69,130	54,774	123,905
Other trading assets	727,597	-	727,597	596,087	-	596,087
Trading liabilities	10,883	30,725	41,609	50,962	24,337	75,300
Trading securities sold for short sales	-	-	-	-	-	-
Derivatives of trading securities-assets	42	-	42	-	-	-
Securities related to trading transactions sold for short sales	-	-	-	-	-	-
Derivatives of securities related to trading transactions	-	-	-	16	-	16
Trading-related financial derivatives	10,841	30,725	41,567	50,946	24,337	75,283
Other trading liabilities	-	-	-	-	-	-

5. 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. 2008	172,016	147,519	146,944	112,609	191,889	317,474	-	1,088,453	
	Sep. 2008	162,024	77,254	289,220	236,118	235,985	209,743	-	1,210,348	
Japanese local government bonds	Mar. 2008	4,812	8,570	5,294	84	6,862	-	-	25,623	
	Sep. 2008	6,640	6,520	5,346	247	4,355	-	-	23,110	
Japanese corporate bonds	Mar. 2008	176,810	195,033	109,867	77,494	12,562	1,411	-	573,180	
	Sep. 2008	189,604	171,260	125,748	52,885	9,423	1,294	-	550,217	
Japanese stocks	Mar. 2008	-----	-----	-----	-----	-----	-----	1,030,849	1,030,849	
	Sep. 2008	-----	-----	-----	-----	-----	-----	1,005,514	1,005,514	
Foreign securities and others	Mar. 2008	59,481	264,432	286,262	550,472	296,142	496,443	219,793	2,173,028	
	Sep. 2008	26,916	641,563	606,992	335,436	424,919	423,736	235,028	2,694,594	
Foreign bonds	Mar. 2008	51,073	231,582	272,906	549,783	290,695	493,771	-	1,889,814	
	Sep. 2008	24,277	487,535	594,141	334,351	421,742	421,064	-	2,283,113	
Foreign stocks	Mar. 2008	-----	-----	-----	-----	-----	-----	38,596	38,596	
	Sep. 2008	-----	-----	-----	-----	-----	-----	39,366	39,366	

Note1: The amounts in the table above are B/S value.

Note2: Yen denominated foreign bonds are included in Foreign bonds.

As a result, the balance was increased by 165,445 million yen (Mar. 2008) and 125,856 million yen (Sep. 2008).

6. 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. 2008	19,958,705	39,824,590	36,491,867	15,846,912	17,845,754	3,286,828	133,254,659
	Sep. 2008	19,383,504	44,368,838	40,836,431	16,018,401	20,941,439	4,388,910	145,937,526
Fix Rcv-FI Pay	Mar. 2008	9,331,379	18,964,108	18,170,448	7,843,870	8,742,815	1,608,324	64,660,946
	Sep. 2008	9,832,835	21,835,212	20,363,944	7,935,448	10,170,397	2,149,126	72,286,964
FI Rcv-Fix Pay	Mar. 2008	9,975,326	19,837,500	17,842,880	7,791,292	8,975,779	1,678,504	66,101,283
	Sep. 2008	9,033,775	21,619,641	19,925,283	7,992,352	10,636,254	2,239,783	71,447,091
FI Rcv-FI Pay	Mar. 2008	652,000	1,022,981	478,538	211,750	127,160	-	2,492,429
	Sep. 2008	516,894	913,985	547,203	90,600	134,787	-	2,203,470
Hedge accounting applied	Mar. 2008	1,037,231	1,887,789	1,477,111	555,644	642,974	188,284	5,789,035
	Sep. 2008	620,195	1,951,656	1,306,979	521,379	782,199	197,284	5,379,694
Fix Rcv-FI Pay	Mar. 2008	824,829	1,570,849	1,175,339	388,529	394,401	29,984	4,383,931
	Sep. 2008	490,179	1,609,160	981,700	345,535	409,525	29,984	3,866,083
FI Rcv-Fix Pay	Mar. 2008	212,402	316,940	301,772	167,115	248,573	158,300	1,405,103
	Sep. 2008	130,016	342,496	325,279	175,844	372,674	167,300	1,513,611
FI Rcv-FI Pay	Mar. 2008	-	-	-	-	-	-	-
	Sep. 2008	-	-	-	-	-	-	-

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

<Jointly operated money trust>

	Millions of Yen			
	Sep. 2008	Mar. 2008	Sep. 2007	Change from Mar. 2008 to Sep. 2008
Total assets	667,965	698,254	865,112	-30,288
Loans	299,134	328,913	415,437	-29,778
Securities	48	9,796	9,794	-9,747
Others	368,782	359,544	439,880	9,237
Total liabilities	667,965	698,254	865,112	-30,288
Principal	667,174	696,894	863,500	-29,720
Reserve for possible impairment of principal	330	924	1,175	-594
Others	460	434	436	26

<Loan trust>

	Millions of Yen			
	Sep. 2008	Mar. 2008	Sep. 2007	Change from Mar. 2008 to Sep. 2008
Total assets	206,562	288,201	561,415	-81,639
Loans	-	-	-	-
Securities	-	-	-	-
Others	206,562	288,201	561,415	-81,639
Total liabilities	206,562	288,201	561,415	-81,639
Principal	203,534	284,609	555,847	-81,075
Reserve for possible impairment of principal	1,417	1,839	3,467	-421
Others	1,610	1,752	2,099	-142

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

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

(2HFY2007)

	Billions of Yen							
	Sep. 2007	Mar. 2008	Change	Change				Repayment, etc.
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt / practically bankrupt	5.5	6.9	1.4	2.9	-	-	-0.5	-1.1
Doubtful	59.8	27.3	-32.5	13.6	-0.4	0.0	-32.0	-13.8
Loans to substandard debtors	35.4	77.1	41.7	45.9	-0.0	0.0	-2.7	-1.4
Loans to special mention debtors (excluding loans to substandard debtors)	748.4	747.2	-1.2	132.0	-59.2	33.6	-18.0	-89.6

(1HFY2008)

	Billions of Yen							
	Mar. 2008	Sep. 2008	Change	Change				Repayment, etc.
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt / practically bankrupt	6.9	19.6	12.8	17.7	-	-	-1.5	-3.4
Doubtful	27.3	28.3	1.0	4.0	-0.8	1.2	-0.3	-3.1
Loans to substandard debtors	77.1	25.5	-51.6	14.9	-1.5	0.0	-	-65.0
Loans to special mention debtors (excluding loans to substandard debtors)	747.2	782.0	34.8	65.1	-3.9	0.5	-21.7	-5.1

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

	Billions of Yen								
	Sep. 2008			Mar. 2008			Sep. 2007		
	Exposure	Risk-weighted asset	Expected Loss	Exposure	Risk-weighted asset	Expected Loss	Exposure	Risk-weighted asset	Expected Loss
Internal Ratings-Based	20,455.0	12,127.0	152.7	20,255.1	12,006.5	150.5	19,057.4	11,617.5	169.7
Corporate, etc.	15,024.3	8,043.9	135.9	14,525.0	7,992.2	131.4	15,409.9	8,002.0	154.9
Corporate	10,120.6	7,380.9	134.6	10,215.4	7,383.1	130.4	10,081.8	7,303.6	153.6
Sovereign	3,214.2	314.0	0.4	2,650.5	274.0	0.4	3,668.4	380.3	0.7
Financial institution	1,689.4	349.0	0.8	1,659.1	335.0	0.5	1,659.7	317.9	0.4
Retail	1,814.0	624.8	11.3	1,806.1	620.3	10.7	-	-	-
Residential mortgage exposure	1,567.1	509.8	6.9	1,559.4	504.1	7.0	-	-	-
Qualifying revolving retail exposure	10.6	5.7	0.1	11.1	6.0	0.1	-	-	-
Other retail exposure	236.3	109.2	4.2	235.6	110.1	3.4	-	-	-
Equity	806.7	1,092.1	0.3	823.3	1,096.3	0.2	992.3	1,241.8	0.2
Fund	358.6	1,066.9	2.0	271.6	853.7	4.3	422.2	1,174.9	6.0
Securitization	1,169.2	300.3	-	1,462.2	386.5	-	770.0	269.7	-
Purchased receivables	885.6	714.8	3.1	984.1	834.4	3.7	1,021.4	778.7	8.5
Other assets	396.2	284.0	-	382.4	222.8	-	441.3	150.2	-
Standardized Approach	1,439.8	1,354.0	-	1,490.4	1,397.7	-	4,195.9	2,767.6	-
(Phased rollout to Internal Ratings-Based)									
Securitization	-	-	-	-	-	-	908.4	307.0	-
Retail	-	-	-	-	-	-	1,765.5	1,035.5	-
Subsidiaries	1,439.8	1,354.0	-	1,490.4	1,397.7	-	1,522.0	1,425.0	-
Exemption	813.9	331.0	-	903.9	341.0	-	882.4	334.0	-
Total credit risk	22,708.8	13,812.2	152.7	22,649.4	13,745.3	150.5	24,135.9	14,719.2	169.7

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