

## Attention

*This document is a translation of a press release that was announced on the Tokyo Stock Exchange, Inc. on February 23, 2007, by The Sumitomo Trust & Banking Co., Ltd. This press release has been prepared for the purpose of publicly announcing the issuance of Non-dilutive Preferred Securities and not for the purpose of soliciting investment or engaging in any other similar activities within or outside Japan. The preferred securities have not been and will not be registered under the U.S. Securities Act of 1933 (the "1933 Act"). This press release shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any offer or sale of the preferred securities in the United States absent registration or an applicable exemption from the registration requirements under the 1933 Act.*

February 23, 2007

Company name: The Sumitomo Trust & Banking Co., Ltd.  
Representative: Yutaka Morita, President & CEO  
Code No.: 8403 Tokyo and Osaka Stock Exchange

### **Notice concerning issuance of "Non-dilutive Preferred Securities"**

The Sumitomo Trust & Banking Co., Ltd. ("the Company") hereby announces that its wholly owned subsidiary named "STB Preferred Capital 3 (Cayman) Limited" has decided the following with regards to the issuance of preferred securities ("Non-dilutive Preferred Securities.")

#### (1) Issuer

STB Preferred Capital 3 (Cayman) Limited

(a special purpose company established under the laws of the Cayman Islands and wholly owned by the Company)

#### (2) Type of security

Japanese Yen denominated non-cumulative perpetual preferred securities  
(no right to convert into the Company's common share is granted)

#### (3) Issue Amount

50 billion Japanese Yen

#### (4) Issue Date

March 2, 2007 (plan)

(5) Dividend Rate

2.83% per annum (Fixed rate until July 2017)

Floating rate after July 2017 (with Step-up)

(6) Issue price

10 million Japanese Yen per preferred security

(7) Use of proceeds

All proceeds are to be used to strengthen the Company's capital base.

(8) Liquidation preferences

The Non-dilutive Preferred Securities rank, as to rights to liquidation preferences, junior to the subordinated creditors and general creditors of the Company, senior to the Company's common shares, and effectively *pari passu* with the Company's preferred shares.

(9) Method of offering

Private placement

(Daiwa Securities SMBC Co. Ltd. and JPMorgan Securities Japan Co., Ltd. will underwrite all of the Non-dilutive Preferred Securities at issue price and offer them to qualified institutional investors, etc.)

For further information, please contact

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