

Composition of capital as of March 31, 2024

<Sumitomo Mitsui Trust Bank, Limited>

[Non-consolidated, International standard]

(Millions of yen, except percentages)

CC1:Composition of Capital				
Basel III template No.	Items	a	b	c
		March 31, 2024	December 31, 2023	Reference numbers to Reconciliation with the balance sheet
Common Equity Tier 1 capital: instruments and reserves				
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	1,855,817	1,885,167	
1a	of which: capital stock and capital surplus	685,103	685,103	
2	of which: retained earnings	1,220,314	1,200,064	
1c	of which: treasury stock (deduction)	-	-	
26	of which: earnings to be distributed (deduction)	49,599	-	
	of which: others	-	-	
1b	Total amount of award rights and subscription rights to common shares	-	-	
3	Valuation and translation adjustments	459,153	407,119	(a)
6	Common Equity Tier 1 capital: instruments and reserves (A)	2,314,971	2,292,287	
Common Equity Tier 1 capital: regulatory adjustments				
8+9	Intangible assets other than mortgage servicing rights *	77,044	76,680	
8	of which: goodwill (including those equivalent)	-	-	
9	of which: other intangible assets	77,044	76,680	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences *	-	-	
11	Deferred gains or losses on derivatives under hedge accounting	(24,263)	(12,380)	
12	Shortfall of eligible provisions to expected losses	14,251	20,073	
13	Securitisation gain on sale	641	688	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	9,973	7,773	
15	Defined-benefit pension fund net assets (prepaid pension expenses) *	192,944	188,820	
16	Investments in own shares (excluding those reported in the Net assets section)	-	-	
17	Reciprocal cross-holdings in common equity	-	-	
18	Investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-	
19+20+21	Amount above the 10% threshold on the specified items	-	-	
19	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	
20	of which: mortgage servicing rights	-	-	
21	of which: deferred tax assets arising from temporary differences *	-	-	
22	Amount exceeding the 15% threshold on the specified items	-	-	
23	of which: significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	
24	of which: mortgage servicing rights	-	-	
25	of which: deferred tax assets arising from temporary differences *	-	-	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	270,590	281,656	
Common Equity Tier 1 capital (CET1)				
29	Common Equity Tier 1 capital (C) = (A)-(B)	2,044,380	2,010,630	

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Additional Tier 1 capital: instruments					
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards	-	-	
	31b	Total amount of award rights and subscription rights to Additional Tier 1 instruments	-	-	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	270,000	270,000	
		Qualifying Additional Tier 1 instruments issued by special purpose vehicles	-	-	
36	Additional Tier 1 capital: instruments (D)	270,000	270,000		
Additional Tier 1 capital: regulatory adjustments					
37	Investments in own Additional Tier 1 instruments	-	-		
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-		
39	Investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-		
40	Significant investments in the Additional Tier 1 instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-		
43	Additional Tier 1 capital: regulatory adjustments (E)	-	-		
Additional Tier 1 capital (AT1)					
44	Additional Tier 1 capital (F) = (D)-(E)	270,000	270,000		
Tier 1 capital (T1 = CET1 + AT1)					
45	Tier 1 capital (G) = (C)+(F)	2,314,380	2,280,630		
Tier 2 capital: instruments and provisions					
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards		-	-	
	Total amount of award rights and subscription rights to Tier 2 instruments		-	-	
	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards		253,382	261,853	
	Qualifying Tier 2 instruments issued by special purpose vehicles		-	-	
50	Provisions allowed in group Tier 2		-	-	
50a	of which: general allowance for credit losses		-	-	
50b	of which: excess amount of eligible provisions to expected losses		-	-	
51	Tier 2 capital: instruments and provisions (H)		253,382	261,853	

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Tier 2 capital: regulatory adjustments				
52	Investments in own Tier 2 instruments	-	-	
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-	-	
54	Investments in the Tier 2 instruments and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-	
55	Significant investments in the Tier 2 instruments and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	-	-	
57	Tier 2 capital: regulatory adjustments (I)	-	-	
Tier 2 capital (T2)				
58	Tier 2 capital (J) = (H)-(I)	253,382	261,853	
Total capital (TC = T1 + T2)				
59	Total capital (K) = (G)+(J)	2,567,763	2,542,483	
Total risk weighted assets				
60	Total risk weighted assets (L)	22,531,732	22,496,014	
Capital ratios (non-consolidated)				
61	Common Equity Tier 1 capital ratio (C)/(L)	9.07%	8.93%	
62	Tier 1 capital ratio (G)/(L)	10.27%	10.13%	
63	Total capital ratio (K)/(L)	11.39%	11.30%	
Regulatory adjustments (before risk weighting)				
72	Investments in the instruments 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 (amount below the threshold for deduction)	198,729	184,031	
73	Significant investments in the common stock of banking, financial and insurance entities (amount below the thresholds for deduction)	60,908	60,859	
74	Mortgage servicing rights (amount below the thresholds for deduction)	-	-	
75	Deferred tax assets arising from temporary differences (amount below the thresholds for deduction)	-	-	
Provisions included in Tier 2 capital: instruments and provisions				
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	-	-	
77	Cap on inclusion of provisions in Tier 2 under standardised approach	5,921	5,254	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-	-	
79	Cap on inclusion of provisions in Tier 2 under internal ratings-based approach	118,745	114,159	

* Net of related deferred tax liabilities