

Financial Highlights for FY3/07

May 18, 2007

 **Mitsui Trust Holdings, Inc.**

The Point of Explanation

.Summary of Business Results for FY3/07

1.Profit and Loss

(1) Mitsui Trust Holdings, Non-consolidated

【Non-consolidated】

(Unit: yen billion)

Reference

	No.	FY3/07	Change	FY3/06	FY3/07 Outlook*
Operating income	1	25.8	0.2	25.5	25.0
Ordinary profit	2	19.1	(0.9)	20.0	20.0
Net income	3	19.1	(0.8)	19.9	20.0

*Announced on November 20, 2006

(2) Mitsui Trust Holdings, Consolidated

【Consolidated】

(Unit: yen billion)

Reference

	No.	FY3/07	Change	FY3/06	FY3/07 Outlook*
Ordinary income	4	447.1	(33.9)	481.0	440.0
Ordinary profit	5	159.9	21.6	138.3	160.0
Net income	6	112.7	(6.8)	119.6	120.0

*Announced on November 20, 2006

Subsidiaries and affiliates

(Unit: No. of company)

	No.	End-03/2007	Change	End-03/2006
Number of consolidated subsidiaries	7	27	-	27
No. of affiliates accounted for by the equity methods	8	3	-	3

(3) Combined totals from The Chuo Mitsui Trust and Banking [CMTB] and Mitsui Asset Trust and Banking [MATB]

【CMTB + MATB, Non-consolidated】

(Unit: yen billion)

	No.	FY3/07	Change	FY3/06
Gross operating profit	1	275.3	(7.9)	283.3
[Gross operating profit(after trust a/c credit costs)]	2	[269.7]	[(7.7)]	[277.5]
Trust fees	3	81.1	3.3	77.8
[Trust fees(after trust a/c credit costs)]	4	[75.6]	[3.5]	[72.0]
Fees on loan trusts and JODMTs*, before trust a/c credit costs	5	28.4	(0.7)	29.1
Other trust fees	6	52.7	4.0	48.6
Trust a/c credit costs (minus)	7	5.5	(0.1)	5.7
Net interest income	8	104.9	(16.7)	121.7
Domestic	9	104.1	(0.7)	104.8
International	10	0.8	(16.0)	16.8
Net fees and commissions	11	86.2	8.9	77.3
Net trading profit	12	3.1	(1.1)	4.3
Net other operating profit	13	(0.2)	(2.3)	2.0
Net bond related profit	14	(0.1)	4.9	(5.0)
Housing loan securitization profit	15	-	(16.2)	16.2
Operating expense (minus)	16	98.2	(1.9)	100.2
Personnel related (minus)	17	30.3	(4.0)	34.4
Non-personnel related (minus)	18	63.2	2.6	60.5
Business taxes (minus)	19	4.6	(0.5)	5.2
Pre-provision profit	20	177.0	(5.9)	183.0
[Excluding net bond related profit]	21	[177.2]	[(10.8)]	[188.1]
Transfer to the general reserve (minus)	22	16.3	2.6	13.6
Net operating profit before trust a/c credit costs	23	160.7	(8.6)	169.3
Net operating profit	24	155.1	(8.4)	163.6
Net other profit	25	(1.0)	37.3	(38.3)
Net stock related profit	26	8.6	(17.9)	26.5
Banking a/c credit costs (minus)	27	7.9	(38.3)	46.2
Ordinary profit	28	154.1	28.8	125.2
Extraordinary profit	29	18.1	16.3	1.7
Net transfer from reserve for possible loan losses [Note]	30	0.0	0.0	-
Gains on partial withdrawal of employee retirement benefit trust	31	15.8	15.8	-
Net income before income tax	32	172.3	45.2	127.0
Current income taxes (minus)	33	10.5	1.8	8.6
Deferred income taxes (minus)	34	43.3	43.2	0.1
Net income	35	118.4	0.1	118.2
Credit Costs (minus)	36	29.7	(35.8)	65.6

*JODMTs : Jointly Operated Designated Money Trust

[Note] Net of transfer from general reserve for possible loan losses is posted as extraordinary profit for MATB

	No.	CMTB, Non-consolidated			MATB, Non-consolidated		
		FY3/07	Change	FY3/06	FY3/07	Change	FY3/06
Gross operating profit	1	234.0	(13.1)	247.1	41.2	5.1	36.1
[Gross operating profit(after trust a/c credit costs)]	2	[228.5]	[(12.9)]	[241.4]	[41.2]	[5.1]	[36.1]
Trust fees	3	36.4	0.0	36.4	44.6	3.2	41.3
[Trust fees(after trust a/c credit costs)]	4	[30.9]	[0.2]	[30.6]	[44.6]	[3.2]	[41.3]
Fees on loan trusts and JODMTs*, before trust a/c credit costs	5	28.4	(0.7)	29.1	-	-	-
Other trust fees	6	8.0	0.7	7.2	44.6	3.2	41.3
Trust a/c credit costs (minus)	7	5.5	(0.1)	5.7	-	-	-
Net interest income	8	104.9	(16.7)	121.7	0.0	0.0	(0.0)
Domestic	9	104.1	(0.7)	104.8	0.0	0.0	(0.0)
International	10	0.8	(16.0)	16.8	-	-	-
Net fees and commissions	11	89.6	7.0	82.5	(3.3)	1.8	(5.2)
Net trading profit	12	3.1	(1.1)	4.3	-	-	-
Net other operating profit	13	(0.2)	(2.3)	2.0	0.0	0.0	-
Net bond related profit	14	(0.1)	4.9	(5.0)	0.0	0.0	-
Housing loan securitization profit	15	-	(16.2)	16.2	-	-	-
Operating expense (minus)	16	85.1	(1.8)	87.0	13.0	(0.1)	13.1
Personnel related (minus)	17	25.8	(3.8)	29.6	4.5	(0.2)	4.7
Non-personnel related (minus)	18	54.8	2.5	52.3	8.3	0.1	8.2
Business taxes (minus)	19	4.4	(0.5)	5.0	0.1	0.0	0.1
Pre-provision profit	20	148.8	(11.2)	160.1	28.2	5.2	22.9
[Excluding net bond related profit]	21	[149.0]	[(16.1)]	[165.1]	[28.2]	[5.2]	[22.9]
Transfer to the general reserve (minus)	22	16.3	2.6	13.6	-	(0.0)	0.0
Net operating profit before trust a/c credit costs	23	132.5	(13.9)	146.4	28.2	5.2	22.9
Net operating profit	24	126.9	(13.7)	140.7	28.2	5.2	22.9
Net other profit	25	0.1	36.5	(36.4)	(1.1)	0.7	(1.9)
Net stock related profit	26	8.6	(17.9)	26.5	-	-	-
Banking a/c credit costs (minus)	27	7.9	(38.3)	46.2	-	-	-
Ordinary profit	28	127.1	22.8	104.2	27.0	6.0	20.9
Extraordinary profit	29	18.2	16.4	1.8	(0.1)	(0.0)	(0.0)
Net transfer from reserve for possible loan losses [Note]	30	-	-	-	0.0	0.0	-
Gains on partial withdrawal of employee retirement benefit trust	31	15.8	15.8	-	-	-	-
Net income before income tax	32	145.4	39.3	106.1	26.8	5.9	20.9
Current income taxes (minus)	33	0.4	0.0	0.4	10.0	1.8	8.2
Deferred income taxes (minus)	34	42.6	42.6	-	0.7	0.6	0.1
Net income	35	102.3	(3.3)	105.6	16.0	3.4	12.6

*JODMTs : Jointly Operated Designated Money Trust

[Note] Net of transfer from general reserve for possible loan losses is posted as extraordinary profit for MATB

Credit Costs (minus)	36	29.8	(35.8)	65.6	(0.0)	(0.0)	0.0
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2.Capital Adequacy Ratio

As the new BIS standard (Basel) is applied from the end of March 2007, figures as of the end of March 2007 are calculated on the Basel basis.

	Mitsui Trust Holdings, Consolidated	CMTB, Non-consolidated	MATB, Non-consolidated
Credit Risk	Foundation Internal Ratings Based approach	Foundation Internal Ratings Based approach	Standardized Approach
Operational Risk	The Standardized Approach	The Standardized Approach	The Standardized Approach

(1) Mitsui Trust Holdings, Consolidated

【Consolidated】

(Unit: yen billion, %)

	No.	End-3/2007 (Basel Basis)
Total Capital	1	1,041.8
Tier1	2	764.5
Risk Adjusted Assets	3	8,584.1
Credit Risk	4	8,007.4
Operational Risk	5	576.7
Capital Adequacy Ratio	6	12.13
Tier1 Ratio	7	8.90

End-3/2007 (Basel Basis)	End-3/2006 (Basel Basis)
1,170.6	1,086.8
820.5	747.9
9,490.4	8,795.6
9,490.4	8,795.6
12.33	12.35
8.64	8.50

(2) CMTB, Non-consolidated

【CMTB】

(Unit: yen billion, %)

	No.	End-3/2007 (Basel Basis)
Total Capital	8	985.2
Tier1	9	708.8
Risk Adjusted Assets	10	8,315.2
Credit Risk	11	7,851.3
Operational Risk	12	463.9
Capital Adequacy Ratio	13	11.84
Tier1 Ratio	14	8.52

End-3/2007 (Basel Basis)	End-3/2006 (Basel Basis)
1,115.4	1,015.5
766.9	676.0
9,400.2	8,757.8
9,400.2	8,757.8
11.86	11.59
8.15	7.71

(3) MATB, Non-consolidated

【MATB】

(Unit: yen billion, %)

	No.	End-3/2007 (Basel Basis)
Total Capital	15	36.9
Tier1	16	36.9
Risk Adjusted Assets	17	125.7
Credit Risk	18	34.4
Operational Risk	19	91.2
Capital Adequacy Ratio	20	29.40
Tier1 Ratio	21	29.40

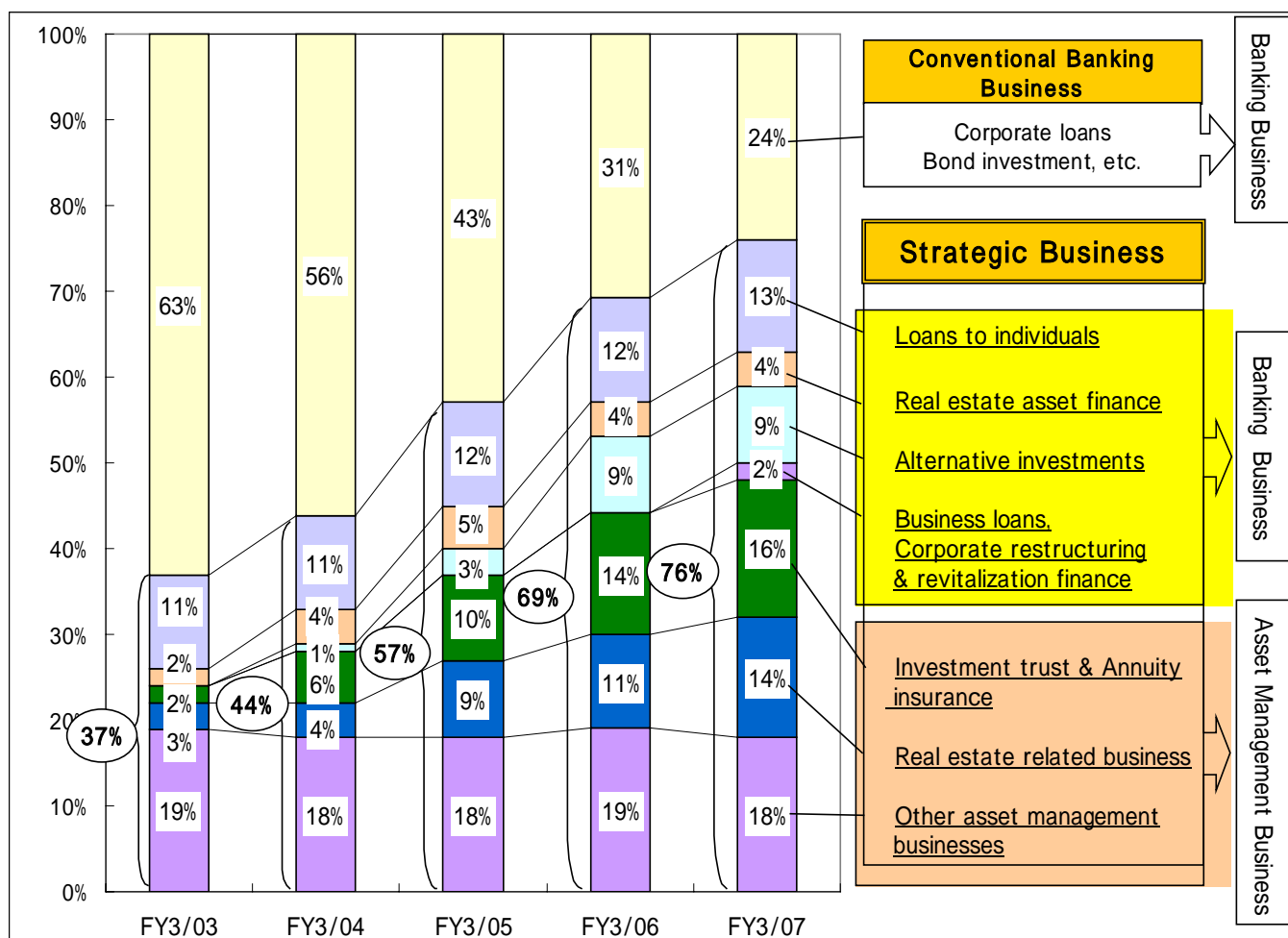
End-3/2007 (Basel Basis)	End-3/2006 (Basel Basis)
36.9	35.9
36.9	35.9
34.4	34.1
34.4	34.1
107.27	105.30
107.27	105.27

Actions toward Management Objectives

【Enhancement of Profitability】

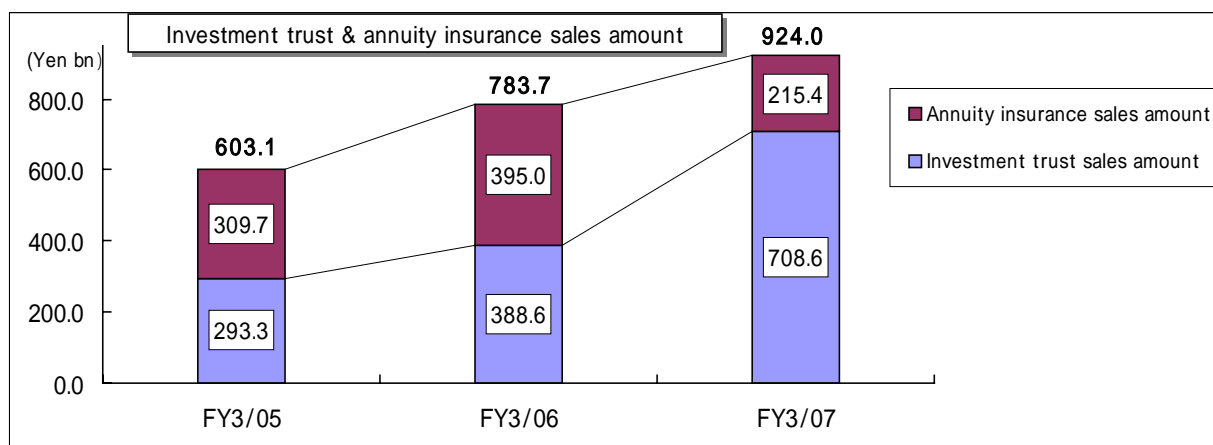
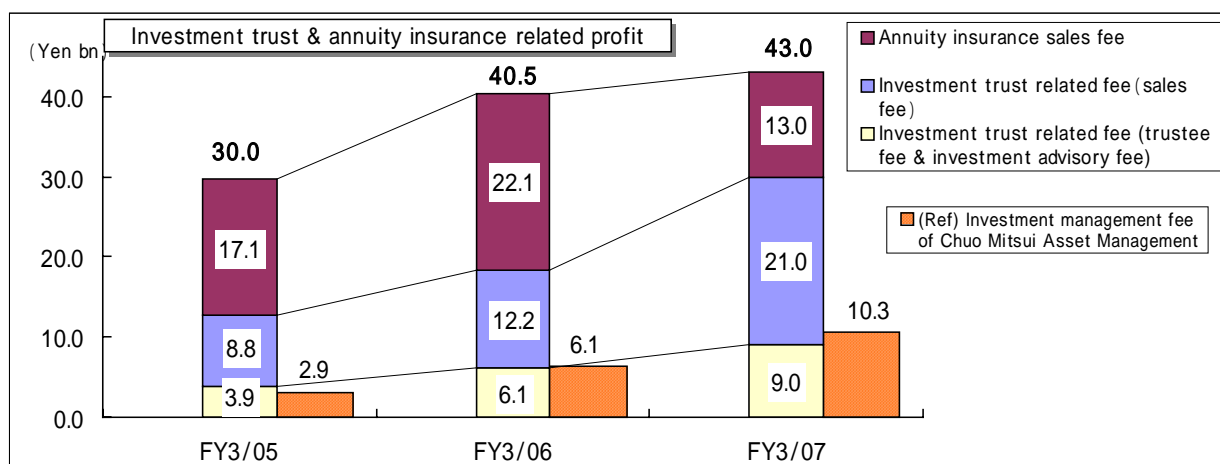
1. Revenues

(1) Recomposition of revenue structure 【CMTB+MATB】

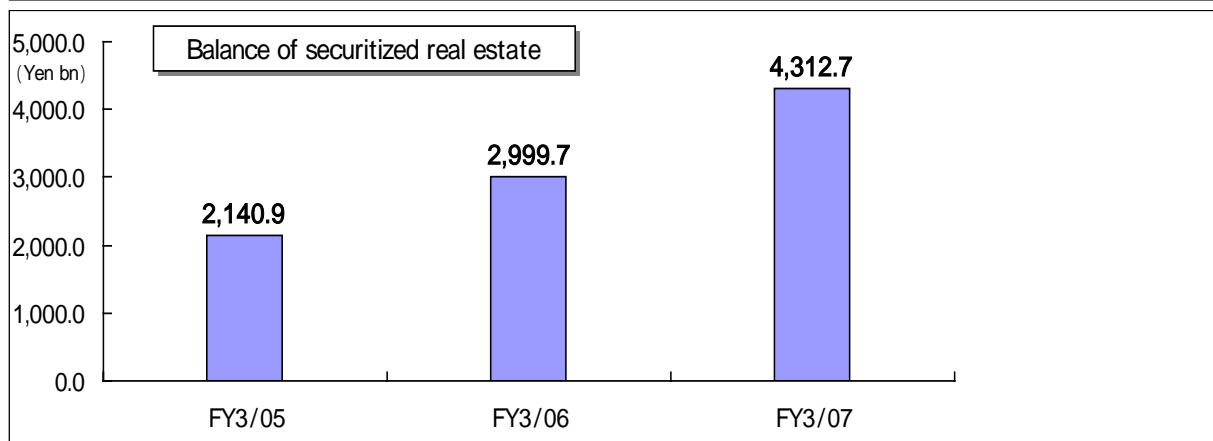
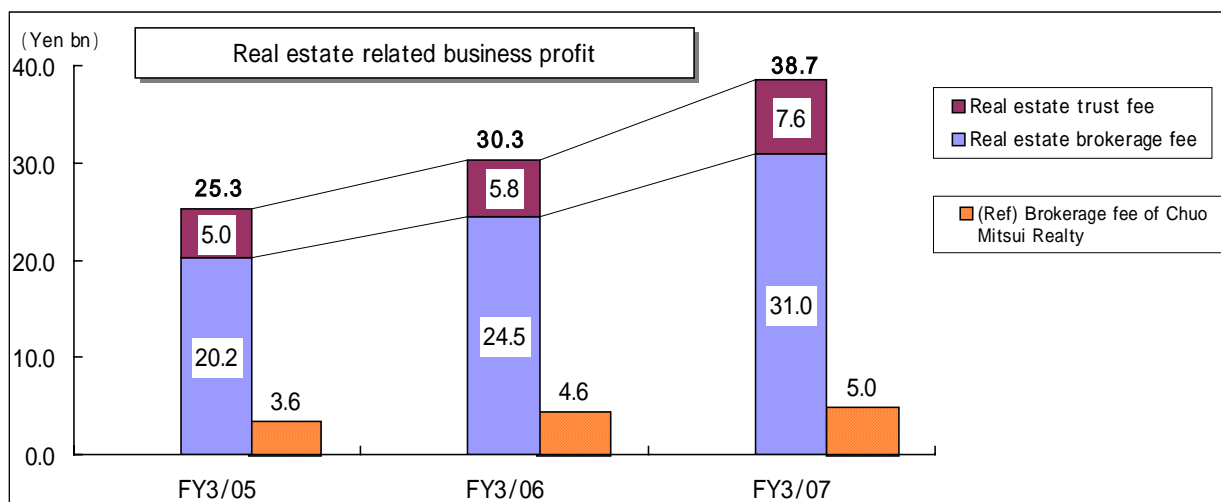


	FY3/03	FY3/04	FY3/05	FY3/06	FY3/07
Banking business	76%	72%	63%	56%	52%
Conventional business	63%	56%	43%	31%	24%
Strategic business	13%	16%	20%	25%	28%
Asset management business	24%	28%	37%	44%	48%

(2)Investment trust and annuity insurance related profit 【CMTB+MATB】



(3)Real estate related business profit 【CMTB】



(4)Loans to individuals 【CMTB】

(Unit: yen billion)

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Loans to individuals (*)	2,431.8	2,415.7	2,579.9	164.2
Balance of housing loan (*)	1,858.4	1,918.9	2,140.9	222.0

(*)Balance after housing loan securitization

(Unit: yen billion)

	FY3/05	FY3/06	FY3/07
Amount of housing loan securitization	412.0	382.0	-

(5)Real estate asset finance 【CMTB】

(Unit: yen billion)

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Balance of real estate asset finance(*)	968.8	815.4	866.8	51.4

(*)Balance after real estate asset finance securitization

(Unit: yen billion)

	FY3/05	FY3/06	FY3/07
Amount of real estate asset finance securitization	-	140.7	42.5

(6) Alternative investment 【CMTB】

(Unit: yen billion)

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Return	12.6	35.0	32.8	(2.2)
Of which buy-out related	0.1	6.1	8.1	2.0
Of which equity investments related	1.1	11.3	15.7	4.4
Of which securitized products related	3.0	3.1	2.8	(0.3)
Of which hedge funds	4.6	6.4	-	(6.4)

Reference

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Balance related to Chuo Mitsui Capital (*)	16.4	62.7	98.0	35.3

(*)Chuo Mitsui's balance of investment to funds managed by Chuo Mitsui Capital

(7) Business loans 【CMTB】

(Unit: yen billion)

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Balance of business loans	-	6.6	56.5	49.9

Reference

Balance of loans in Chuo Mitsui Finance Service	0.2	5.8	20.2	14.4
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(8)Corporate restructuring & revitalization related finance 【CMTB】

(Unit: yen billion)

	End-3/2005 (a)	End-3/2006 (b)	End-3/2007 (c)	(c)-(b)
Balance of corporate restructuring & revitalization related finance	13.7	41.1	80.3	39.2

2. Operating Expense

(1) Operating expenses YoY comparison

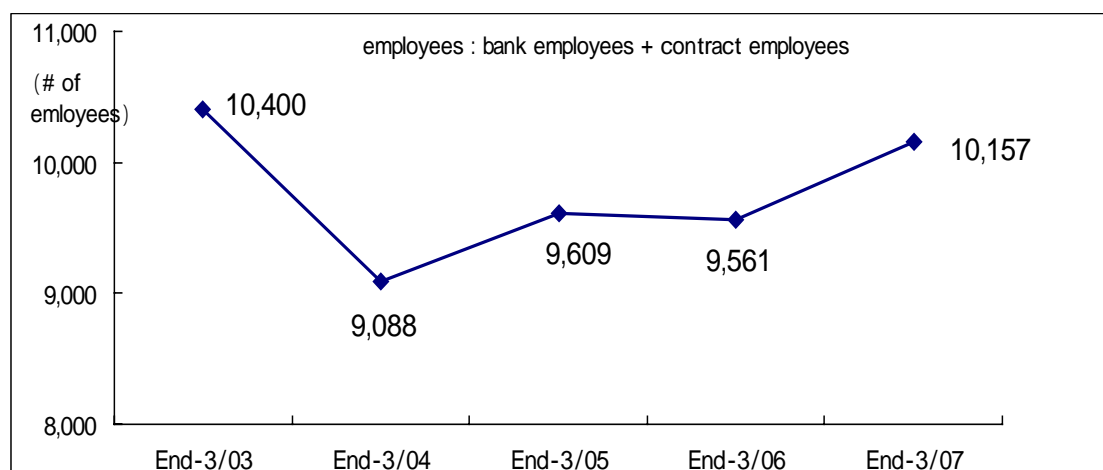
【CMTB+MATB】

(Unit: yen billion)

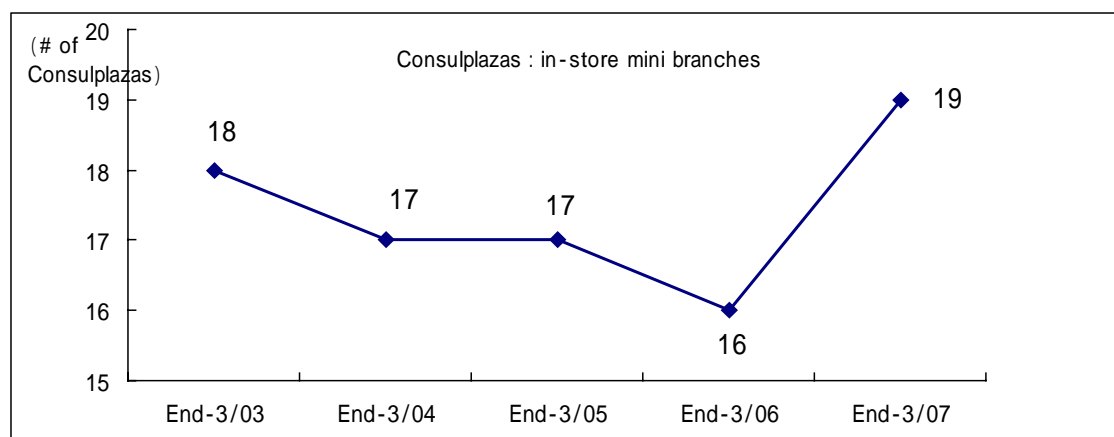
	FY3/03 (a)	FY3/04 (b)	FY3/05 (c)	FY3/06 (d)	FY3/07 (e)	(e)-(d)	
Operating expenses	149.4	128.0	107.0	100.2	98.2	(*1)	(1.9)
Personnel expenses	67.4	55.4	40.1	34.4	30.3	(*1)	(4.0)
Non-personnel expenses	76.1	67.9	61.3	60.5	63.2		2.6
Taxes	5.9	4.6	5.5	5.2	4.6		(0.5)

(*1) Decrease mainly due to net periodic benefit cost (6.0)

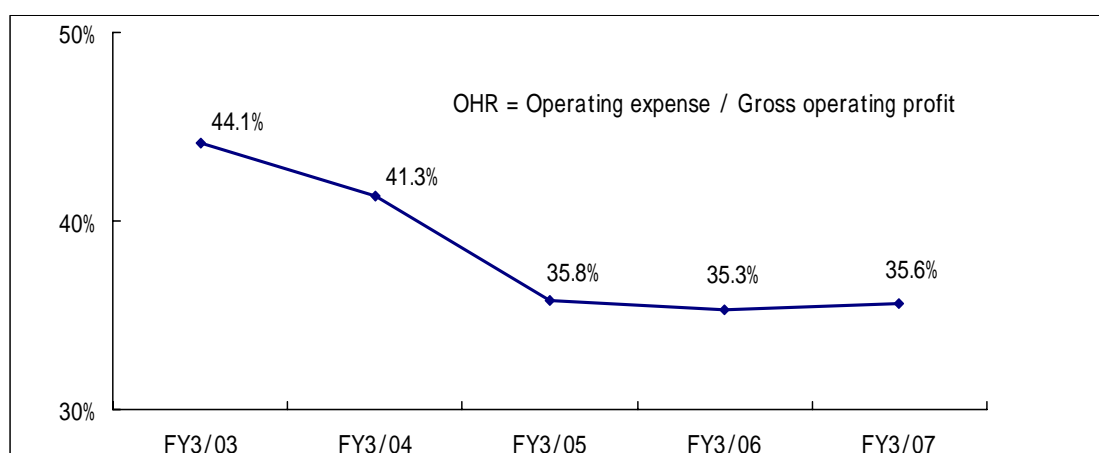
(2) Number of employees 【MTH, consolidated】



(3) Number of Consulplazas 【CMTB】



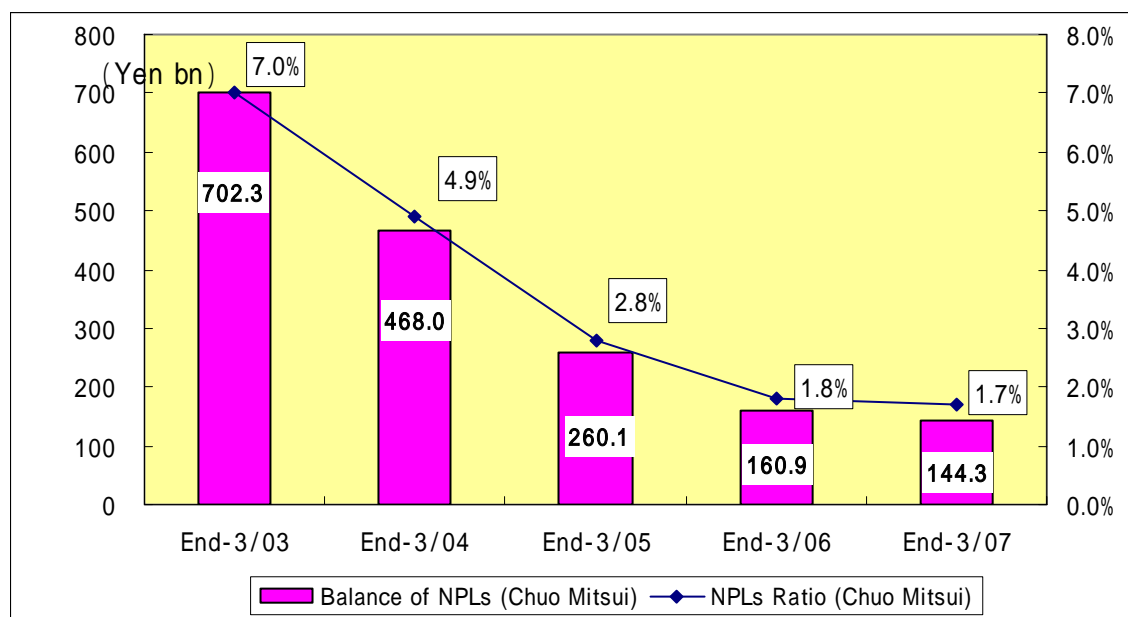
(4) Over head ratio 【CMTB+MATB】



【Strengthen Financial Base】

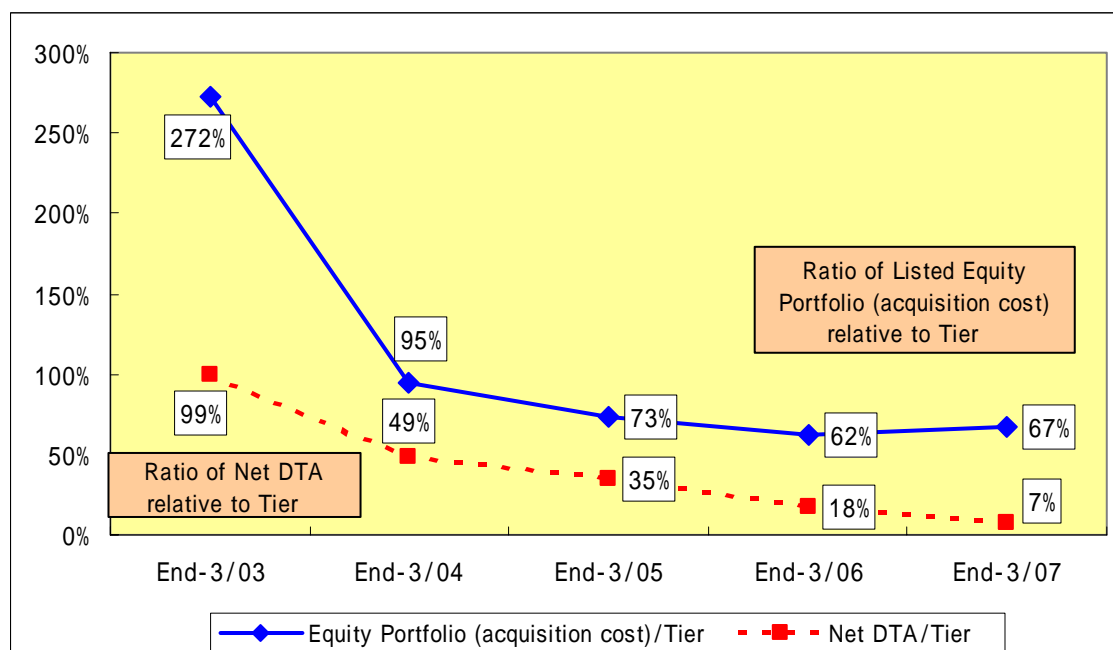
3. Non-performing Assets

Balance of NPLs and NPLs ratio 【CMTB】



4. Equity Portfolio, Deferred Tax Assets

Ratio of equity portfolio and DTA relative to Tier 1



Tier I as of end-3/07 is calculated on the Basel II basis.

On the former standard basis, ratio of equity portfolio (acquisition cost) relative to Tier I is 63%, and ratio of net DTA relative to Tier I is 7%.

Outlook for FY3/08

(1) Mitsui Trust Holdings, Non-consolidated

【Non-consolidated】

(Unit: yen billion)

	No.				FY3/07 Actual
		1H.FY3/08 Outlook	FY3/08 Outlook	Chg. From FY3/07	
Operating income	1	31.0	32.0	6.2	25.8
Operating profit	2	27.0	26.0	6.4	19.6
Ordinary profit	3	27.0	26.0	6.9	19.1
Net income	4	27.0	26.0	6.9	19.1

Dividends per share: common stocks	5	-	5.00yen	-	5.00yen
Dividends per share: Class preferred stocks	6	-	14.40yen	-	14.40yen
Dividends per share: Class preferred stocks	7	-	20.00yen	-	20.00yen

(2) Mitsui Trust Holdings, Consolidated

【Consolidated】

(Unit: yen billion)

	No.				FY3/07 Actual
		1H.FY3/08 Outlook	FY3/08 Outlook	Chg. From FY3/07	
Ordinary income	8	220.0	470.0	22.9	447.1
Ordinary profit	9	65.0	155.0	(4.9)	159.9
Net income	10	35.0	85.0	(22.7)	112.7

(3) Combined totals of The Chuo Mitsui T/B and Mitsui Asset T/B

【CMTB+MATB】

(Unit: yen billion)

	No.				FY3/07 Actual
		1H.FY3/08 Outlook	FY3/08 Outlook	Chg. From FY3/07	
Pre-provision profit	11	75.0	180.0	3.0	177.0
Net operating profit	12	73.0	176.0	20.9	155.1
Ordinary Profit	13	65.0	150.0	(4.1)	154.1
Net income	14	40.0	90.0	(28.4)	118.4

Credit Costs(minus)	15	10.0	20.0	(9.7)	29.7
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The above estimates are based on information available at this moment and plan. Actual results may differ from the estimates, depending on future events.

Reference Financial Statements of Subsidiary Banks

Summary of Business Results for FY3/07

【CMTB】【MATB】

(Unit: yen million)

	CMTB(Non-Consolidated)			MATB(Non-consolidated)		
	FY3/07 (A)	(A)-(B)	FY3/06 (B)	FY3/07 (C)	(C)-(D)	FY3/06 (D)
Ordinary Income	338,709	(35,635)	374,345	54,059	5,225	48,833
Ordinary Profit	127,161	22,861	104,299	27,003	6,024	20,979
Net Income	102,370	(3,314)	105,684	16,047	3,442	12,604
Number of Common Share Issued (thousand Shares)	1,336,567	90,996	1,245,570	600	-	600
Common Shares Outstanding (thousand Shares)	1,301,086	55,684	1,245,402	600	-	600
Net Income per Common Share (yen)	75.24	(5.38)	80.62	26,745.43	5,737.16	21,008.27
Total Assets	13,113,211	323,142	12,790,068	159,771	(8,625)	168,397
Net Assets	960,060	135,275	824,785	51,975	6,128	45,847
Net Assets Ratio	7.3%	0.8%	6.4%	32.5%	5.3%	27.2%
Net Assets per Common Share (yen)	415.49	104.58	310.91	86,626.16	10,214.17	76,411.99

(Notes) Formulas for computing ratio are follows

Net income per Common Share:

$$\frac{\text{Net income on common stock}}{\text{Average number of shares of common stock during the term}}$$

Net Assets per Common Share:

$$\frac{\text{Net Assets on common stock}}{\text{Issued number of shares of common stock at term end}}$$