

Explanatory Material

First Half of Fiscal Year 2000
ended on September 30, 2000

The Sumitomo Trust & Banking Co., Ltd.

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Summary of Financial Results

(in millions of Yen)

(Non-consolidated)	Sep. 2000	Sep. 1999	Change	%Change
Gross Profits	113,054	109,302	3,752	3.4%
Domestic Business	113,026	99,180	13,846	14.0%
Net Trust Fees	46,723	41,512	5,210	12.6%
Trust Accounts Net Credit Costs	12,546	23,550	-11,004	-46.7%
Trust Fees from Loan Trust and Jointly-Operated Money Trusts*	41,017	48,165	-7,148	-14.8%
Other Trust Fees	18,252	16,897	1,354	8.0%
Net Interest Income	44,495	40,531	3,964	9.8%
Net Fees & Commissions	12,510	13,916	-1,405	-10.1%
Net Gains from Trading	1,946	3,742	-1,796	-48.0%
Others (including Net Gain(Loss) from Bonds)	7,350	-523	7,873	1,505.1%
International Business	27	10,121	-10,093	-99.7%
Net Interest Income	834	9,785	-8,950	-91.5%
Net Fees & Commissions	-824	-587	-236	-40.3%
Net Gains from Trading	111	-1,275	1,386	108.7%
Others (including Net Gain(Loss) from Bonds)	-92	2,199	-2,292	-104.2%
General & Administrative Expenses	63,110	69,564	-6,453	-9.3%
Net Transfer to General Reserve	-8,692	-2,437	-6,254	-256.6%
Net Business Profit(Gyomu Jun-eki)	58,636	42,176	16,460	39.0%
Net Business Profit before Trust Account Credit Costs	71,182	65,726	5,456	8.3%
Adjusted Net Business Profit**	62,490	63,288	-798	-1.3%

*Before credit costs

** (Net Business Profit) + (Trust A/C Credit Cost) + (Net Transfer to General Reserve)

Summary of Financial Results (continued)

(in millions of Yen)

(Non-consolidated)	Sep. 2000	Sep. 1999	Change	%Change
Net Business Profit(Gyomu Jun-eki)	58,636	42,176	16,460	39.0%
Adjusted Net Business Profit**	62,490	63,288	-798	-1.3%
Net gain(loss) from Bonds	5,526	-2,749	8,276	301.0%
Net Non-Recurring Profit(Loss)	-20,517	-18,552	-1,965	-10.6%
Net gain(loss) from Shares	30,094	7,921	22,173	279.9%
Banking Account Net Credit Costs	71,744	29,757	41,986	141.1%
Net Operating Profit(Loss) (Keijo-Rieki)	38,119	23,623	14,495	61.4%
Extraordinary Profit(loss)	13,790	403	13,386	3,319.5%
Net gain(loss) from disposal of fixed assets	-357	-408	51	12.6%
Net Income before Income Tax	51,909	24,026	27,882	116.0%
Income Tax	106	55	50	90.9%
Deferred Income Tax	28,974	10,103	18,871	186.8%
Net Income(Loss)	22,827	13,867	8,960	64.6%

** (Net Business Profit) + (Trust A/C Credit Cost) + (Net Transfer to General Reserve)

(Consolidated)	Sep. 2000	Sep. 1999	Change	%Change
Net Operating Profit(Loss) (Keijo-Rieki)	41,092	24,711	16,380	66.3%
Banking and Trust Business	40,876			
Other Financial Services	1,698			
Elimination	1,481			
Net Income(Loss)	22,349	13,500	8,849	65.5%

Breakdown of Credit Costs

(in millions of Yen)

(Non-consolidated)	Sep. 2000	Sep. 1999	Change
Credit Costs (A)	84,290	53,307	30,983
Banking Account	71,744	29,757	41,986
Net Losses from Direct Write-offs *1	17,577	21,914	-4,336
Net Transfer to Specific Loan Loss Reserves	54,476	11,580	42,895
Losses on Sale of Loans to CCPC *2	59	1,004	-944
Losses on Sales of Loans in Bulk	116	-	116
Transfer to Reserves for Financial Assistance to Specific Borrowers	-9	-	-9
Transfer to Reserves for Loans to Restructuring Countries	-607	-4,758	4,151
Other Credit Costs *3	131	17	113
Trust Accounts	12,546	23,550	-11,004
Direct Write-offs	9,999	19,954	-9,954
Losses on Sales of Loans to CCPC	2,280	557	1,722
Losses on Sales of Loans in Bulk	266	3,038	-2,771
Net Transfer to General Reserve (B)	-8,692	-2,437	-6,254
Gross Credit Costs (A + B)	75,597	50,870	24,727

*1 (Direct Write-offs Amount) - (Utilized Reserved Amount)

*2 The Cooperative Credit Purchasing Co., Ltd.

*3 Mainly losses from sales of bad loans

Expenses and Per-head Business Profit

General & Administrative Expenses

(in millions of Yen)

(Non-consolidated)	Sep. 2000	Sep. 1999	Change
General & Administrative Expenses	63,110	69,564	-6,453
Personnel Expenses	26,013	29,703	-3,690
Other Expenses Other than Income Tax	34,497	36,761	-2,263
Non-income Tax	2,599	3,099	-499

Per-head Business Profit

(in millions of Yen)

(Non-consolidated)	Sep. 2000	Sep. 1999	Change
Net Business Profit	58,636	42,176	16,460
Per-head Net Business Profit	10.4	7.1	3.2
Adjusted Net Business Profit	62,490	63,288	-798
Per-head Adjusted Net Business Profit	11.1	10.7	0.3

Margins

Gross Margins (Non-consolidated)

Domestic Banking Account	Sep. 2000	Sep. 1999	Change
Average Yield on Interest-earning Assets (a)	1.65%	1.87%	-0.22%
Loans and Bills Discounted (A)	1.44%	1.53%	-0.09%
Bonds	1.36%	1.66%	-0.30%
Average Yield on Interest-bearing Liabilities (b)	0.92%	1.21%	-0.29%
Deposits (B)	0.43%	0.45%	-0.02%
Gross Margin (a) - (b)	0.73%	0.66%	0.07%
Loan-Deposit Margin (A) - (B)	1.01%	1.08%	-0.07%

Domestic Banking Account + Loan Trust + JOMT	Sep. 2000	Sep. 1999	Change
Average Yield on Interest-earning Assets (a)	1.77%	1.96%	-0.19%
Loans and Bills Discounted (A)	1.61%	1.77%	-0.16%
Bonds	1.63%	1.89%	-0.26%
Average Yield on Interest-bearing Liabilities (b)	0.67%	0.94%	-0.27%
Deposits (B)	0.35%	0.52%	-0.17%
Gross Margin (a) - (b)	1.10%	1.02%	0.08%
Loan-Deposit Margin (A) - (B)	1.26%	1.25%	0.01%

Breakdown of Gain/Loss from Securities

(in millions of Yen)

(Non-Consolidated)	Sep. 2000	Sep. 1999	Change
Net gain(loss) from Bonds	5,526	-2,749	8,276
Gains on Sale of Bonds	52,154	60,926	-8,772
Gains on Redemption of Bonds	-	612	-612
Losses on Sale of Bonds	46,401	53,923	-7,522
Losses on Redemption of Bonds	-	10,318	-10,318
Losses on Devaluation of Bonds	225	47	178
Net gain(loss) from Shares	30,094	7,921	22,173
Gains on Sale of Shares	51,239	39,699	11,540
Losses on Sale of Shares	4,546	26,529	-21,982
Losses on Devaluation of Shares	16,597	5,248	11,349

Unrealized Gain/Loss of Investment Securities

(in millions of yen)

Consolidated	Sep. 2000				Mar. 2000		
	Net	Changes	Unrealized Gains	Unrealized Losses	Net	Unrealized Gains	Unrealized Losses
Held-to-Maturity	175		305	130			
Other Securities (Amount equivalent to net unrealized gains on non-trading securities available for sale, net of taxes)	192,464 (116,608)		305,390	112,926			
Total	192,640	-140,657	305,696	113,056	333,297	459,013	125,715
Stocks	191,366	-128,499	287,711	96,344	319,866	436,175	116,309
Bonds	1,466	-6,397	9,637	8,171	7,863	9,204	1,340
Others	-192	-5,759	8,347	8,540	5,567	13,632	8,065

(in millions of yen)

Non-Consolidated	Sep. 2000				Mar. 2000		
	Net	Changes	Unrealized Gains	Unrealized Losses	Net	Unrealized Gains	Unrealized Losses
Held-to-Maturity	-		-	-			
Securities issued by Subsidiaries and Affiliates	-		-	-			
Other Securities (Amount equivalent to net unrealized gains on non-trading securities available for sale, net of taxes)	189,492 (115,855)		302,013	112,520			
Total	189,492	-140,116	302,013	112,520	329,609	454,834	125,225
Stocks	188,106	-127,959	284,348	96,241	316,065	432,307	116,241
Bonds	1,454	-6,372	9,625	8,171	7,826	9,162	1,335
Others	-67	-5,783	8,039	8,107	5,716	13,364	7,648

(For reference)

*Evaluation Methods of Investment Securities
(Investment Securities)

Trust A/C

(in millions of yen)

	Sep. 2000	Mar. 2000
Listed/Unlisted Securities Total	2,820	1,864

Type of Securities	Evaluation Method
Securities held for trading purposes	Mark-to-Market
Securities held to maturity	Amortized or Accumulated Cost
Securities Available for Sale	Cost or Amortized or Accumulated Cost
Securities issued by subsidiaries or affiliates	Cost
(Securities Held in Money Trust)	
Money Trust for trading purposes	Mark-to-Market

Unrealized Gain/Loss of Financial Derivatives

Unrealized Gains/Losses of Financial Derivatives reflected upon the Statement of Income
(Including derivatives on Trading A/C)

Consolidated

(in millions of yen)

	Sep. 2000
Interest Related Transactions	12,041
Interest Swaps	10,247
Stock Related Transactions	795
Bond Related Transactions	-11
Total	12,824

Non-Consolidated

(in millions of yen)

	Sep. 2000
Interest Related Transactions	13,341
Interest Swaps	11,505
Stock Related Transactions	795
Bond Related Transactions	-8
Total	14,128

(For Reference)

Unrealized Gains/Losses of Financial Derivatives subject to the hedge accounting rules

Non-Consolidated

(in millions of yen)

	Sep. 2000	Mar. 2000
Interest Related Transactions	-73,143	-74,030
Interest Swaps	-66,205	-84,125
Stock Related Transactions	-	1,139
Bond Related Transactions	-7,797	-3,117
Total	-80,940	-76,008

*Note: Figures as of Mar. 2000 are calculated upon all the derivative transactions but those in Trading A/C, since the hedge accounting rules were not applied in FY 1999. Unrealized gains (losses) of interest rate swaps do not include accrued interests.

BIS Capital Adequacy Ratio

(in millions of Yen)

BIS Capital Adequacy Ratio(Consolidated)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A)-(B)	Sep. 1999
Capital Adequacy Ratio	11.05%	11.23%	-0.18%	10.97%
Tier I Ratio	6.73%	6.62%	0.11%	6.52%
Total Capital	1,313,830	1,346,209	-32,379	1,313,182
Tier I	800,101	794,253	5,848	779,853
Minority Interest in Consolidated Subsidiaries	90,135	89,776	359	89,204
Non-Cumulative Preferred Securities	83,000	83,000	---	83,000
Tier II	540,228	553,456	-13,228	534,829
Upper Tier II	232,760	223,027	9,732	228,483
Revaluation of Land, after 55% Discount	19,232	19,232	-0	19,358
General Reserve	49,232	58,824	-9,591	63,775
Subordinated Debts	164,295	144,970	19,325	145,350
Lower Tier II	307,468	330,429	-22,961	306,345
Termed Subordinated Debt, etc.	307,468	330,429	-22,961	306,345
Deduction	26,499	1,499	25,000	1,499
Risk Assets	11,884,052	11,982,247	-98,194	11,960,616

Non-Consolidated BIS Capital Adequacy Ratio	11.34%
Tier I Ratio	6.89%

Return on Equity

(Non-Consolidated)	Sep. 2000	Sep. 1999	Change
	(a)	(b)	(a)-(b)
Dividend per Common Stock (yen)	3.50	3.50	---
Dividend per Preferred Stock (yen)	3.04	3.04	---
Net Income per Common Stock (yen)	15.54	9.43	6.11
Return(Net Business Profit before Trust Account credit costs) on Equity	22.3%	21.7%	0.6%
Return(Adjusted Net Business Profit) on Equity	19.5%	20.9%	-1.4%
Return (Net Income) on Equity	7.0%	4.4%	2.6%
Total Stockholders' Equity (ending balance, in millions of yen)	742,843	709,858	32,984

Risk-Managed Loans

(in millions of Yen)

Banking Account Loans (Non-consolidated)	Sep. 2000		Mar. 2000		Change		Sep. 1999	
	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan
Loans in Bankruptcy Proceedings	51,856	0.64%	44,594	0.57%	7,262	0.07%	71,702	0.98%
Other Delinquent Loans	581,048	7.15%	563,024	7.24%	18,023	-0.09%	645,962	8.84%
Loans More than 3 months Past Due	10,689	0.13%	10,945	0.14%	-256	-0.01%	11,299	0.15%
Restructured Loans	66,586	0.82%	52,539	0.68%	14,047	0.14%	23,371	0.32%
Total Loans under Risk Management	710,180	8.73%	671,104	8.63%	39,076	0.10%	752,336	10.30%
Partial Direct Write-offs	355,738		360,772		-5,034		488,795	
Total Loan Balance	8,130,839		7,777,439		353,400		7,305,303	

(in millions of Yen)

Trust Account Loans (Principal Guaranteed)	Sep. 2000		Mar. 2000		Change		Sep. 1999	
	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan
Loans in Bankruptcy Proceedings	16,690	0.67%	7,405	0.26%	9,285	0.41%	11,516	0.33%
Other Delinquent Loans	71,639	2.87%	67,132	2.32%	4,506	0.55%	78,376	2.27%
Loans More than 3 months Past Due	5,034	0.20%	11,783	0.41%	-6,749	-0.21%	5,049	0.15%
Restructured Loans	900	0.04%	5,161	0.18%	-4,260	-0.14%	5,094	0.15%
Total Loans under Risk Management	94,265	3.78%	91,483	3.17%	2,782	0.61%	100,037	2.90%
Total Loan Balance	2,491,933		2,889,382		-397,448		3,451,291	

Risk-Managed Loans (continued)

(in millions of Yen)

Banking and Trust Accounts (Non-consolidated)	Sep. 2000		Mar. 2000		Change		Sep. 1999	
	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan
Loans in Bankruptcy Proceedings	68,547	0.65%	52,000	0.49%	16,547	0.16%	83,218	0.77%
Other Delinquent Loans	652,687	6.14%	630,157	5.91%	22,529	0.23%	724,338	6.73%
Loans More than 3 months Past Due	15,723	0.15%	22,729	0.21%	-7,005	-0.06%	16,348	0.15%
Restructured Loans	67,487	0.64%	57,700	0.54%	9,786	0.10%	28,465	0.26%
Total Loans under Risk Management	804,446	7.57%	762,587	7.15%	41,858	0.42%	852,373	7.92%
Total Loan Balance	10,622,773		10,666,821		-44,048		10,756,594	

(in millions of Yen)

Banking and Trust Accounts (Consolidated)	Sep. 2000		Mar. 2000		Change		Sep. 1999	
	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan	Balance	% to Loan
Loans in Bankruptcy Proceedings	68,588	0.65%	64,646	0.61%	3,941	0.04%	97,510	0.91%
Other Delinquent Loans	576,946	5.49%	616,782	5.81%	-39,835	-0.32%	706,446	6.59%
Loans More than 3 months Past Due	15,753	0.15%	25,045	0.24%	-9,292	-0.09%	16,858	0.16%
Restructured Loans	67,487	0.64%	57,700	0.54%	9,786	0.10%	28,465	0.27%
Total Loans under Risk Management	728,775	6.93%	764,175	7.20%	-35,399	-0.27%	849,283	7.93%
Total Loan Balance	10,512,059		10,618,350		-106,291		10,713,155	

Reserve for Possible Loan Losses

(in millions of Yen)

Banking Account (Non-consolidated)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep. 1999
Reserve for Possible Loan Losses	274,010	290,035	-16,025	308,811
General Reserve	46,369	55,061	-8,692	59,883
Specific Reserve for Possible Loan Losses	224,409	231,188	-6,779	244,679
Reserve for Loans to Restructuring Countries	3,232	3,785	-553	4,249
Reserve for Financial Assistance to Specific Borrowers	18,193	18,203	-9	---
Reserve for Possible Loan Loss on Loans sold to CCPC	4,701	6,002	-1,301	6,927

(in millions of Yen)

Banking Account (Consolidated)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Reserve for Possible Loan Losses	250,337	345,639	-95,301	368,676
General Reserve	49,232	58,824	-9,591	63,775
Specific Reserve for Possible Loan Losses	197,873	283,030	-85,156	300,652
Reserve for Loans to Restructuring Countries	3,232	3,785	-553	4,249
Reserve for Financial Assistance to Specific Borrowers	18,193	18,203	-9	---
Reserve for Possible Loan Loss on Loans sold to CCPC	4,701	6,002	-1,301	6,927

(in millions of Yen)

Trust Accounts Reserve for Possible Impairment of Principal	Sep. 2000 (A)	Mar. 2000 (B)	Change (A)-(B)	Sep.1999
Loan Trust	27,668	31,063	-3,395	33,434
Jointly-Operated Money Trust	780	844	-64	884
Total	28,448	31,908	-3,459	34,319

Reserve Ratio for Risk-Managed Loans

(Non-consolidated)		Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Before Partial Direct Write-offs	Banking A/C	59.0%	63.0%	-4.0%	64.2%
	Banking & Trust A/C	56.7%	60.7%	-4.0%	62.0%
After Partial Direct Write-offs	Banking A/C	38.5%	43.2%	-4.7%	41.0%
	Banking & Trust A/C	37.5%	42.2%	-4.7%	40.2%

(Consolidated)		Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Before Partial Direct Write-offs	Banking A/C	62.9%	68.3%	-5.4%	69.2%
	Banking & Trust A/C	60.2%	65.6%	-5.4%	66.6%
After Partial Direct Write-offs	Banking A/C	39.4%	51.3%	-11.9%	49.2%
	Banking & Trust A/C	38.2%	49.4%	-11.2%	47.4%

Note 1: For Banking account, reserves include General Reserve, Specific Reserve, and Reserve for Loans to Restructuring Countries.

Note 2: For the Banking and Trust accounts, reserves include Reserve for Possible Impairment of Principal in Loan Trust and JOMT as well as General Reserve and Specific Reserve.

Assets Classified under Financial Reconstruction Law

(in millions of Yen)

Banking Account (Non-consolidated)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Loans in Bankruptcy and Practical Bankruptcy	87,342	77,902	9,439	156,377
Doubtful Loans	551,141	537,109	14,032	569,970
Substandard Loans	77,275	63,485	13,790	34,671
Total (A)	715,760	678,498	37,261	761,019
Partial Direct Write-offs	355,738	360,772	-5,034	488,795

(in millions of Yen)

Trust Account Loans (Principal Guaranteed)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Loans in Bankruptcy and Practical Bankruptcy	24,754	18,251	6,503	25,814
Doubtful Loans	63,575	56,287	7,287	64,078
Substandard Loans	5,935	16,944	-11,009	10,143
Total (A)	94,265	91,483	2,782	100,037

(in millions of Yen)

Banking and Trust Accounts (Non-consolidated)	Sep. 2000 (A)	Mar. 2000 (B)	Change (A) - (B)	Sep.1999
Loans in Bankruptcy and Practical Bankruptcy	112,096	96,153	15,943	182,192
Doubtful Loans	614,717	593,397	21,319	634,049
Substandard Loans	83,210	80,429	2,781	44,815
Total (A)	810,025	769,981	40,043	861,056
Partial Direct Write-offs	355,738	360,772	-5,034	488,795

Coverage for Assets Classified under Financial Reconstruction Law

(in millions of Yen)

Banking Account (Non-consolidated)	Sep. 2000 (a)	Mar. 2000 (b)	Change (a) - (b)	Sep.1999
Total Coverage against Possible Loan Losses (B)	655,863	622,550	33,313	690,401
Reserve for Possible Loan Losses (C) <i>see Note</i>	227,841	233,953	-6,111	248,024
Reserve for Financial Assistance to Specific Borrowers (D)	18,193	18,203	-9	---
Guarantee and Collateral Value (E)	409,827	370,392	39,435	442,376

Note: Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve against Substandard Loans.

Coverage Ratio (B) / (A)

Before Partial Direct Write-Offs	94.4%	94.6%	-0.2%	94.3%
After Partial Direct Write-Offs	91.6%	91.7%	-0.1%	90.7%

Reserve Ratio against Uncovered Portion (C + D) / (A - E)

Before Partial Direct Write-Offs	90.9%	91.6%	-0.7%	91.2%
After Partial Direct Write-Offs	80.4%	81.8%	-1.4%	77.8%

Coverage for Assets Classified under Financial Reconstruction Law (Continued)

(in millions of Yen)

Trust Account Loans (Principal Guaranteed)	Sep. 2000 (a)	Mar. 2000 (b)	Change (a) - (b)	Sep.1999
Total Coverage against Possible Loan Losses (B)	82,070	78,775	3,294	80,593
Reserve for Possible Loan Losses (C) <i>see Note</i>	---	---	---	---
Reserve for Financial Assistance to Specific Borrowers (D)	---	---	---	---
Guarantee and Collateral Value (E)	82,070	78,775	3,294	80,593

Note: Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve against Substandard Loans.

Coverage Ratio (B) / (A)

Before Partial Direct Write-Offs	87.0%	86.1%	0.9%	80.5%
After Partial Direct Write-Offs	87.0%	86.1%	0.9%	80.5%

Reserve Ratio against Uncovered Portion (C + D) / (A - E)

Before Partial Direct Write-Offs	---	---	---	---
After Partial Direct Write-Offs	---	---	---	---

Coverage for Assets Classified under Financial Reconstruction Law (Continued)

(in millions of Yen)

Banking and Trust Accounts (Non-consolidated)	Sep. 2000 (a)	Mar. 2000 (b)	Change (a) - (b)	Sep.1999
Total Coverage against Possible Loan Losses (B)	737,934	701,326	36,607	770,994
Reserve for Possible Loan Losses (C) <i>see Note</i>	227,841	233,953	-6,111	248,024
Reserve for Financial Assistance to Specific Borrowers (D)	18,193	18,203	-9	---
Guarantee and Collateral Value (E)	491,898	449,168	42,729	522,970

Note: Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve against Substandard Loans.

Coverage Ratio (B) / (A)

Before Partial Direct Write-Offs	93.8%	93.9%	-0.1%	93.3%
After Partial Direct Write-Offs	91.1%	91.0%	0.1%	89.5%

Reserve Ratio against Uncovered Portion (C + D) / (A - E)

Before Partial Direct Write-Offs	89.3%	89.9%	-0.6%	89.1%
After Partial Direct Write-Offs	77.3%	78.6%	-1.3%	73.3%

Asset Classification under Financial Reconstruction Law

Banking Account

(Non-consolidated)

(in billions of Yen)

Classification	Balance		Coverage Ratio		Collateral/Reserve	Reserve Ratio		
	Sep.2000	Mar.2000	Sep.2000	Mar.2000		Sep.2000	Sep.2000	Mar.2000
Bankrupt and Practically Bankrupt (A)	87.3	77.9	100%	100%	Specific Reserve	6.4	100%	100%
					Collateral/Guarantee	80.9		
Doubtful (B) (Kiken-Saiken)	551.1	537.1	91%	91%	Uncovered	48.7	81%	83%
					Specific Reserve	217.8		
					Collateral/Guarantee	284.6		
Substandard (C) (Yo-Kanri-Saiken)	77.3	63.5	85%	82%	Uncovered	11.3	66%	65%
					General Reserve	3.6		
					Reserve for Financial Assistance to Specific Borrowers	18.2		
					Collateral/Guarantee	44.2		
Ordinary Assets (Seijo-Saiken)	7,856.3	7,601.4			General Reserve	42.7		
					Reserve for Loans to Restructuring Countries	3.2		
Total of (A), (B) and (C)	715.8	678.5						
Total	8,572.1	8,279.9						

*The figures are after adjusting for the direct write-offs for the IV category:

Asset Classification under Financial Reconstruction Law (Continued)

Trust Account

(Non-consolidated)

(in billions of Yen)

Classification	Balance		Coverage Ratio		Collateral/Reserve		Reserve for Possible Impairment of Principal
	Sep. 2000	Mar. 2000	Sep. 2000	Mar. 2000			
Bankrupt and Practically Bankrupt (D)	24.8	18.3	100%	100%	Collateral/Guarantee	24.8	Loan Trust 27.6
Doubtful (Kiken-Saiken)(E)	63.6	56.3	81%	80%	Uncovered	12.1	
					Collateral/Guarantee	51.5	
Substandard (Yo-Kanri-Saiken) (F)	5.9	16.9	97%	90%	Uncovered	0.1	JOMT 0.7
					Collateral/Guarantee	5.8	
Ordinary Assets (Seijo-Saiken)	2,397.7	2,797.9	/				
Total of (D), (E) and (F)	94.3	91.5					
Total	2,491.9	2,889.4					

Banking and Trust Accounts

(Non-consolidated)

Total of (A) to (F)	810.0	770.0
Total	11,064.0	11,169.3

Loans by Industry

(Non-Consolidated, after Partial Direct Write-offs)

(in millions of yen)

Domestic Branches (excl. Offshore)	Sep.2000				Mar. 2000
	Banking A/C	Trust A/C	Banking + Trust A/C	Change	
Total	7,619,523	2,748,982	10,368,506	-92,977	10,461,483
Manufacturing	1,119,575	275,042	1,394,617	-27,428	1,422,045
Agriculture	715	---	715	-6	721
Forestry	911	---	911	39	872
Fishing	8	500	508	-5	513
Mining	5,706	763	6,468	-408	6,876
Construction	267,983	103,175	371,158	-9,541	380,699
Energy and Utilities	77,931	244,663	322,594	-24,434	347,028
Transportation and Communication	379,934	263,757	643,691	47,505	596,186
Wholesale, Retail, and Restaurant	737,675	194,298	931,973	-30,857	962,830
Finance and Insurance	1,931,202	536,132	2,467,334	-289	2,467,623
Real Estate	1,070,309	489,373	1,559,682	-89,126	1,648,808
Services	1,358,456	249,340	1,607,796	76,133	1,531,663
Local Government	910	44,901	45,811	-4,104	49,915
Individuals and Others	668,210	347,037	1,015,247	-30,457	1,045,704

Risk-Managed Loans by Industry

(Non-Consolidated, after Partial Direct Write-offs)

(in millions of yen)

Domestic Branches (excl. Offshore)	Sep.2000				Mar. 2000
	Banking A/C	Trust A/C	Banking + Trust A/C	Change	
Total	704,895	94,265	799,160	45,292	753,868
Manufacturing	11,734	1,131	12,866	-3,936	16,803
Agriculture	---	---	---	---	---
Forestry	---	---	---	---	---
Fishing	---	---	---	-13	13
Mining	1,248	---	1,248	1,248	---
Construction	70,585	6,215	76,800	70,822	5,978
Energy and Utilities	1,223	---	1,223	1,212	11
Transportation and Communication	7,479	2,226	9,706	3,993	5,712
Wholesale, Retail, and Restaurant	10,836	7,735	18,571	-14,948	33,520
Finance and Insurance	127,129	10,126	137,256	-22,310	159,566
Real Estate	312,228	39,972	352,200	-25,248	377,449
Services	158,462	22,773	181,235	36,818	144,417
Local Government	---	---	---	---	---
Individuals and Others	3,966	4,083	8,050	-2,344	10,395

Assets Classified under Financial Reconstruction Law by Industry

(Non-Consolidated, after Partial Direct Write-offs)

(in millions of yen)

Domestic Branches (excl. Offshore)	Sep.2000				Mar.2000
	Banking A/C	Trust A/C	Banking + Trust A/C	Change	
Total	708,572	94,265	802,837	44,639	758,198
Manufacturing	11,737	1,131	12,869	-3,947	16,817
Agriculture	---	---	---	---	----
Forestry	---	---	---	---	----
Fishing	---	---	---	-13	13
Mining	1,248	---	1,248	1,071	176
Construction	71,487	6,215	77,702	71,662	6,039
Energy and Utilities	1,223	---	1,223	1,212	11
Transportation and Communication	7,479	2,226	9,706	3,993	5,712
Wholesale, Retail, and Restaurant	10,874	7,735	18,609	-14,913	33,522
Finance and Insurance	127,142	10,126	137,268	-22,301	159,570
Real Estate	312,337	39,972	352,310	-25,275	377,585
Services	161,074	22,773	183,848	35,495	148,353
Local Government	---	---	---	---	----
Individuals and Others	3,966	4,083	8,050	-2,345	10,396

Balance of Loans and Deposits

(in millions of yen)

(Non-consolidated)		Sep.2000	Mar.2000	Change	Sep.1999
Deposits	Ending Balance	7,416,234	6,444,211	972,022	6,178,352
	Average Balance	6,954,867	6,062,329	892,537	6,066,977
Loans	Ending Balance	8,130,839	7,777,439	353,400	7,305,303
	Average Balance	7,521,539	7,196,980	324,559	7,200,652

Loans to Small to Mid-sized Companies

(in millions of yen)

(Non-consolidated)		Sep.2000	Mar.2000	Change	Sep.1999
	Ratio of Loans made to Small to Mid-sized Companies	40.6%	38.9%	1.7%	39.1%
	Balance of Loans made to Small to Mid-sized Companies	42,392	40,903	1,488	40,738

Loans to Major Consolidated Subsidiaries

(in millions of yen)

(Non-consolidated)		Sep.2000	Mar.2000	Change	Sep.1999
	Sumishin Leasing Co., Ltd.	128,865	139,351	-10,485	131,378
	Sumishin Card Co., Ltd.	3,442	3,442	---	3,250
	International General Finance Co., Ltd.	83,919	89,594	-5,674	93,684

Loans Sold in Bulk

(in billions of Yen)

(Non-Consolidated)	Sep. 2000	Sep. 1999
Amount of Principal Sold	53.5	54.0

Loan Forgiveness

(in billions of Yen)

(Non-Consolidated)	Sep. 2000	Sep. 1999
Total	---	36.2

Loans Sold to Cooperative Credit Purchase Co.

(in millions of Yen)

(Non-Consolidated)	Sep.2000	Mar.2000	Change	Sep.1999
Current Balance of Loans to CCPC	9,548	11,494	-1,945	15,280
Reserve for Possible Loan Losses	4,701	6,002	-1,301	6,927
Reserve Ratio	49.2%	52.2%	-3.0%	45.3%

Overseas Loan Exposures by Borrowers' Location

(in millions of Yen)

(Non-consolidated)	Sep.2000			Change	Mar.2000 Balance
	Balance	Japanese Affiliates	Non-Japanese		
Asia	108,683	58,834	49,849	-17,556	126,240
(Risk Managed Assets)	(4,316)	(1,969)	(2,346)	(-2,355)	(6,671)
Hong Kong	19,105	14,876	4,228	-6,097	25,203
Indonesia	24,815	9,595	15,219	-606	25,421
Singapore	22,749	18,068	4,681	1,083	21,666
China	16,204	9,802	6,402	-3,690	19,894
Thailand	8,140	5,970	2,170	-4,741	12,882
Latin America *	5,152	---	5,152	-1,047	6,200
(Risk-Managed Assets)	(---)	(---)	(---)	(---)	(---)
Russia	---	---	---	---	---
(Risk-Managed Assets)	(---)	(---)	(---)	(---)	(---)

* Argentine, Brazil, Chile, Colombia, and Mexico

Reserve for Loans to Restructuring Countries

(in millions of yen)

(Non-consolidated)	Sep.2000	Mar.2000	Change	Sep.1999
Amount of Claims	16,161	15,056	1,104	16,901
Number of Countries	3	2	1	2

Progress of Revitalization Plan

Non-consolidated

(in millions of yen)

General and Administrative Expenses	Sep. 2000	Sep. 1999	Change	Projection* FY2000
General and Administrative Expenses	63,110	69,564	-6,453	136,000
Personnel Expenses	26,013	29,703	-3,690	53,000
Other Expenses	34,497	36,761	-2,263	75,000
Non-income taxes	2,599	3,099	-499	8,000

* Projections disclosed in the Revitalization Plan submitted to Financial Reconstruction Committee

Number of Directors and Employees	Sep. 2000	Mar. 2000	Change	Projection* Mar.2001
Number of Directors and Auditors	13	16	-3	18
Auditors	5	5	-	approx.5
Number of Employees *	5,596	5,568	28	5,400

* Includes clerical, and staff dispatched from other companies. Do not include, part-timers.

Number of Branches and Subsidiaries	Sep. 2000	Mar. 2000	Change	Projection* Mar.2001
Number of Domestic Branches *1	54	54	---	54
Number of Overseas Branches *2	4	5	-1	3
(reference) Number of Overseas subsidiary *3	5	5	---	3

*1 Excludes Representative Offices. *2 Excludes Representative Offices *3 Excludes Special Purpose Companies.

Employee Retirement Benefits

Retirement Benefit Liabilities

Non-Consolidated

(In millions of yen)

	Sep. 2000
Retirement Benefit Liabilities (A)	151,037
(Discount Rate)	(3.5%)
Market Value of Pension Assets (B)	116,436
Reserve for Employee Retirement Benefits (C)	17,505
Difference due to initial adoption of new standard (A - B - C)	17,094
Amortization required	17,094
Amortization for FHY2000 (April to September 2000) (D)	1,709
(amortization period)	(5 years)

Consolidated

(In millions of yen)

	Sep. 2000
Retirement Benefit Liabilities	152,868
Difference due to initial adoption of new standard (A - B - C)	17,503
Amortization required	17,503

Retirement Benefit Costs

Non-Consolidated

(In millions of yen)

	Sep. 2000
Retirement Benefit Costs	3,493
Service Costs	2,605
Interest Expenses	2,638
Expected Return on Pension Funds	-3,201
Amortization Cost for FHY2000 (April to September 2000) (D)	1,709
Others	-257

Consolidated

(In millions of yen)

	Sep. 2000
Retirement Benefit Costs	3,715

Effects of Enterprise Tax on Banking Industries

(In Tokyo and Osaka)

(in billions of yen)

Tokyo	
Expected Tax Amount Imposed during FY 2000	2.4
Osaka	
Expected effects upon net income due to decrease in statutory effective tax rate applied to Tax-effective accounting	6.7
Expected Tax Amount Imposed during and after FY2001	approx. 1.5 (per year)

Forecast for the Fiscal Year 2000

Based on Management Analysis

(in billions of Yen)

(Non-Consolidate)	Previous Forecast	Current Forecast		Change (B) - (A)
	FY2000(A)	FY2000 (B)	First Half FY2000	
Adjusted Net Business Profits	140.0	140.0	62.4	---
Net Business Profits (<i>Gyomu Jun-eki</i>)	125.0	115.0	58.6	-10.0
Gross Credit Costs	60.0	120.0	75.5	60.0
Banking Account Net Credit Costs	45.0	90.0	63.0	45.0
Trust Accounts Net Credit Costs	15.0	30.0	12.5	15.0
Other Non-Recurring Items	15.0	70.0	51.2	55.0
Net Operating Income (<i>Keijo-Rieki</i>)	95.0	90.0	38.1	-5.0
Net Income	53.0	53.0	22.8	---
Dividend per Common Stock [yen]	7.00	7.00	3.50	---
Dividend per Preferred Stock [yen]	6.08	6.08	3.04	---

(Consolidated)

Net Operating Income (<i>Keijo-Rieki</i>)	100.0	95.0	41.0	-5.0
Net Income	55.0	55.0	22.3	---

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