

*Explanatory Material*

*1st Half Fiscal Year 2002  
ended on Sep.30,2002*

***The Sumitomo Trust & Banking Co., Ltd***

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## I. Outlook of the Financial Results for the 1st Half Fiscal Year 2002

## 1. Summary of Financial Results of 1st Half Fiscal Year 2002

(Consolidated)

		Millions of Yen		
		1HFY2002	1HFY2001	Change
Gross Profits	1	137,125	130,427	6,697
Net Trust Fees	2	26,618	35,901	-9,282
Principal Guaranteed Trust A/C Credit Costs	3	16,514	10,874	5,640
Net Interest Income	4	76,499	43,891	32,607
Net Fees and Commissions	5	18,397	16,312	2,084
Net Gains on Trading	6	5,092	2,844	2,247
Others (Net Gains on Bonds and Forex)	7	10,518	31,476	-20,958
General & Administrative Expenses	8	68,094	66,522	1,571
Net Transfer to General Reserve	9	--	-6,880	6,880
Banking A/C Credit Costs	10	6,894	33,771	-26,876
Net Losses on Direct Write-offs	11	5,575	16,060	-10,484
Net Transfer to Specific Loan Losses Reserve	12	--	21,916	-21,916
Losses on Sale of Loans to CCPC	13	--	14	-14
Losses on Sale of Loans in Bulk	14	1,181	-3,036	4,217
Net Transfer to Reserves for Loans to Borrowers in Specific Foreign Countries	15	--	-1,523	1,523
Other Credit Costs	16	137	339	-202
Net Gains on Stocks	17	-16,943	-22,871	5,928
Net Income from Non-consolidated entities by Equity Method	18	-258	-956	698
Others	19	-4,545	3,671	-8,216
<b>Net Operating Income</b>	20	<b>40,389</b>	<b>16,857</b>	<b>23,532</b>
Extraordinary Income	21	-29,527	780	-30,307
Reversal of Reserves	22	1,492	--	1,492
Gains on Securities Contributed to Employee Retirement Benefit Trust	23	-29,023	--	-29,023
Net Income before Income Tax	24	10,862	17,637	-6,775
Income Tax	25	581	2,459	-1,878
Deferred Income Tax	26	3,759	5,939	-2,180
Minority Interest	27	1,305	2,891	-1,585
<b>Net Income</b>	28	<b>5,216</b>	<b>6,347</b>	<b>-1,130</b>
<b>Total Credit Costs (3 + 9 + 10 - 22)</b>	29	<b>21,917</b>	<b>37,765</b>	<b>-15,848</b>
Net Business Profit (1 - 8 - 9)	30	69,030	70,784	-1,754
Net Business Profit Before Credit Costs (30 + 3 + 9)	31	85,545	74,779	10,766

## &lt;Number of Subsidiaries /Affiliates&gt;

	Sep. 2002	Mar. 2002	Change
Consolidated Subsidiaries	21	20	1
The Number of Affiliates (subject to the equity method)	5	4	1

(Non-consolidated)

		Millions of Yen			% change
		1HFY2002	1HFY2001	Change	
Gross Profits	1	<b>128,775</b>	118,379	10,395	8.8
(Gross Profits before Trust A/C Credit Costs)	2	<b>(145,290 )</b>	(129,253 )	(16,036 )	(12.4 )
Trust Fees	3	<b>26,618</b>	35,901	-9,282	-25.9
Principal Guaranteed Trust A/C Credit Costs	4	<b>16,514</b>	10,874	5,640	51.9
Trust Fees from Loan Trust and Jointly-Operated Money Trusts	5	<b>25,612</b>	28,450	-2,838	-10.0
Gains on Sale of Securities	6	<b>-2,415</b>	-4,103	1,687	41.1
Other Trust Fees	7	<b>17,521</b>	18,325	-803	-4.4
Net Interest Income	8	<b>74,903</b>	44,003	30,899	70.2
Domestic Business	9	<b>46,252</b>	38,045	8,207	21.6
International Business	10	<b>28,650</b>	5,958	22,692	380.9
Net Fees and Commissions	11	<b>11,226</b>	10,008	1,218	12.2
Net Fees and Commissions from Domestic Business	12	<b>12,025</b>	11,573	452	3.9
Net Gains on Trading	13	<b>5,092</b>	2,270	2,821	124.3
Others	14	<b>10,934</b>	26,195	-15,261	-58.3
Net Gains on Bonds	15	<b>7,010</b>	21,583	-14,572	-67.5
General and Administrative Expenses	16	<b>58,189</b>	59,873	-1,684	-2.8
Personnel Expenses	17	<b>23,480</b>	24,758	-1,278	-5.2
Non-Personnel Expenses	18	<b>32,296</b>	32,664	-368	-1.1
Net Transfer to General Reserve	19	--	-5,804	5,804	100.0
<b>Net Business Profit</b>	20	<b>70,586</b>	64,310	6,276	9.8
<b>Net Business Profit before Credit Costs (20+4+19)</b>	21	<b>87,100</b>	69,380	17,720	25.5
<b>Net Non-Recurring Profit</b>	22	<b>-32,298</b>	-52,527	20,228	38.5
Net Gains on Stocks	23	<b>-16,939</b>	-24,764	7,825	31.6
Losses on Devaluation of Stocks	24	<b>12,084</b>	34,258	-22,173	-64.7
Banking A/C Net Credit Costs	25	<b>6,867</b>	28,604	-21,737	-76.0
Net Losses on Direct Write-offs	26	<b>5,549</b>	16,001	-10,452	-65.3
Net Transfer to Specific Loan Losses Reserve	27	--	17,308	-17,308	-100.0
Net Transfer to Reserves for Loans to Borrowers in Specific Foreign Countries	28	--	-1,523	1,523	100.0
<b>Net Operating Income</b>	29	<b>38,287</b>	11,782	26,504	224.9
Extraordinary Income	30	<b>-4,671</b>	872	-5,543	-635.6
Net Gains on disposal of fixed assets	31	<b>-460</b>	-375	-84	-22.6
Reversal of Reserves	32	<b>2,419</b>	--	2,419	--
Partial Transfer of Stock Transfer Agency Business	33	<b>23,900</b>	--	23,900	--
Gains on Securities Contributed to Employee Benefit Retirement Trust	34	<b>-29,023</b>	--	-29,023	--
Net Income before Income Tax	35	<b>33,616</b>	12,655	20,961	165.6
<b>Net Income</b>	36	<b>20,160</b>	6,109	14,051	230.0
<b>Gross Credit Costs (4+19+25-32)</b>		<b>20,963</b>	33,674	-12,711	-37.7

(Non-consolidated, Detail)

		Millions of Yen			% change
		1HFY2002	1HFY2001	Change	
Gross Profits	1	128,775	118,379	10,395	8.8
(excl. Net Gains on Bonds) (1-10-16-22)	2	(124,180)	(100,899)	(23,281)	(23.1)
Domestic Business	3	83,575	92,425	-8,849	-9.6
Net Trust Fees	4	26,618	35,901	-9,282	-25.9
Principal Guaranteed Trust A/C Credit Costs	5	16,514	10,874	5,640	51.9
Direct Write-offs	6	14,896	10,386	4,510	43.4
Losses on Sales of Loans to CCPC	7	1,386	1,118	268	24.0
Losses on Sale of Loans in Bulk	8	231	-630	861	136.8
Trust Fees from Loan Trust and Jointly-Operated Money Trusts	9	25,612	28,450	-2,838	-10.0
Gains on Sale of Securities	10	-2,415	-4,103	1,687	41.1
Other Trust Fees	11	17,521	18,325	-803	-4.4
Net Interest Income	12	46,252	38,045	8,207	21.6
Net Fees and Commissions	13	12,025	11,573	452	3.9
Net Gains on Trading	14	2,998	1,325	1,673	126.2
Others	15	-4,320	5,580	-9,900	-177.4
Net Gains on Bonds	16	-4,798	5,441	-10,240	-188.2
International Business	17	45,199	25,953	19,245	74.2
Net Interest Income	18	28,650	5,958	22,692	380.9
Net Fees and Commissions	19	-799	-1,564	765	48.9
Net Gains on Trading	20	2,093	944	1,148	121.6
Others	21	15,254	20,615	-5,361	-26.0
Net Gains on Bonds	22	11,809	16,141	-4,332	-26.8
General and Administrative Expenses	23	58,189	59,873	-1,684	-2.8
Personnel Expenses	24	23,480	24,758	-1,278	-5.2
Non-Personnel Expenses excluding Taxes	25	32,296	32,664	-368	-1.1
Taxes other than Income Taxes	26	2,412	2,450	-37	-1.5
<b>Net Business Profit before Credit Costs (1+5-23)</b>	27	<b>87,100</b>	69,380	17,720	25.5
(excl. Net Gains on Bonds) (27-10-16-22)	28	(82,506)	(51,900)	(30,606)	(59.0)
Net Transfer to General Reserve	29	--	-5,804	5,804	100.0
Net Business Profit	30	70,586	64,310	6,276	9.8
Net Non-Recurring Profit	31	-32,298	-52,527	20,228	38.5
Net Gains on Stocks	32	-16,939	-24,764	7,825	31.6
Gains on Sale of Stocks	33	10,473	16,817	-6,343	-37.7
Losses on Sales of Stocks	34	15,328	7,323	8,005	109.3
Losses on Devaluation of Stocks	35	12,084	34,258	-22,173	-64.7
Banking A/C Net Credit Costs	36	6,867	28,604	-21,737	-76.0
Net Losses on Direct Write-offs	37	5,549	16,001	-10,452	-65.3
Net Transfer to Specific Loan Loss Reserve	38	--	17,308	-17,308	-100.0
Losses on Sale of Loans to CCPC	39	--	14	-14	-100.0
Losses on Sales of Loans in Bulk	40	1,181	-3,189	4,371	137.0
Transfer to Reserves for Loans to Borrowers in Specific Foreign Countries	41	--	-1,523	1,523	100.0
Other Credit Costs	42	137	-6	143	2,210.9
Corporate Taxes other than relating to Income	43	550	1,867	-1,317	-70.5
Others	44	-7,940	2,710	-10,650	-392.9
<b>Net Operating Income</b>	45	<b>38,287</b>	11,782	26,504	224.9
Extraordinary Income	46	-4,671	872	-5,543	-635.6
Net Gains on disposal of fixed assets	47	-460	-375	-84	-22.6
Gains on disposal of fixed assets	48	0	21	-21	-97.2
Losses on disposal of fixed assets	49	460	397	63	16.1
Reversal of Reserves	50	2,419	--	2,419	--
Amortized Cost of Unrecognized Net Transition Obligation for Employee Retirement Benefit	51	1,829	1,829	--	--
Gains on Collection from Written-offs	52	322	3,077	-2,754	-89.5
Gain on Partial Transfer of Stock Transfer Agency Business	53	23,900	--	23,900	--
Gains on Securities Contributed to Employee Retirement Benefit Trust	54	-29,023	--	-29,023	--
Net Income before Income Tax	55	33,616	12,655	20,961	165.6
Income Tax	56	51	29	22	73.6
Deferred Income Tax	57	13,403	6,516	6,887	105.7
<b>Net Income</b>	58	<b>20,160</b>	6,109	14,051	230.0
<b>Gross Credit Costs (5 + 29 + 36 - 50)</b>		<b>20,963</b>	33,674	-12,711	-37.7

**2. Net Business Profit (Non-consolidated)**

	Millions of Yen		
	1HFY2002	1HFY2001	Change
Net Business Profit	<b>70,586</b>	64,310	6,276
Net Business Profit before Credit Costs	<b>87,100</b>	69,380	17,720
Net Business Profit per Employee	<b>14.1</b>	12.4	1.7
Net Business Profit before Credit Costs per Employee	<b>17.5</b>	13.4	4.1

**3. Gross Margins (Non-consolidated)**

&lt;Domestic Banking A/C&gt;

	Percentage Points		
	1HFY2002	1HFY2001	Change
Average Yield on Interest-earning Assets (A)	<b>1.21</b>	1.19	0.02
Loans and Bills Discounted (a)	<b>1.38</b>	1.43	-0.05
Bonds (b)	<b>0.94</b>	0.91	0.03
Average Yield on Interest-bearing Liabilities (B)	<b>0.38</b>	0.53	-0.15
Deposits (c)	<b>0.24</b>	0.39	-0.15
Gross Margin (A) - (B)	<b>0.83</b>	0.66	0.17
Loan-Deposit Margin (a) - (c)	<b>1.14</b>	1.04	0.10

&lt;Domestic Three Major A/C (\*1)&gt;

	Percentage Points		
	1HFY2002	1HFY2001	Change
Average Yield on Interest-earning Assets (A)	<b>1.31</b>	1.33	-0.02
Loans and Bills Discounted (a)	<b>1.46</b>	1.51	-0.05
Bonds (b)	<b>1.09</b>	1.03	0.06
Average Yield on Interest-bearing Liabilities (B)	<b>0.26</b>	0.38	-0.12
Deposits (c)	<b>0.17</b>	0.32	-0.15
Gross Margin (A) - (B)	<b>1.05</b>	0.95	0.10
Loan-Deposit Margin (a) - (c)	<b>1.29</b>	1.19	0.10

(\*1) Banking A/C and Principal Guaranteed Trust A/C (Loan Trust and Money Trust)

**4. Breakdown of Gains/ Losses on Securities (Non-consolidated)**

## &lt;Bond-Related&gt;

	Millions of Yen		
	1HFY2002	1HFY2001	Change
Net Gains on Bonds	<b>7,010</b>	21,583	-14,572
Gains on Sale of Bonds	<b>75,857</b>	42,784	33,072
Gains on Redemption of Bonds	--	--	--
Losses on Sale of Bonds	<b>64,503</b>	18,511	45,991
Losses on Redemption of Bonds	<b>1,482</b>	--	1,482
Losses on Devaluation of Bonds	<b>2,862</b>	2,690	171

## &lt;Stock-Related&gt;

	Millions of Yen		
	1HFY2002	1HFY2001	Change
Net Gains on Stocks	<b>-16,939</b>	-24,764	7,825
Gains on Sale of Stocks	<b>10,473</b>	16,817	-6,343
Losses on Sale of Stocks	<b>15,328</b>	7,323	8,005
Losses on Devaluation of Stocks (*1)	<b>12,084</b>	34,258	-22,173

(\*1) The Bank applies the rule for stock valuation as follows under the Japanese GAAP.

- Values of the stocks whose market values are obtainable in the markets are determined on the basis of the 1-month-average of their daily closing prices during September 2002.
- The Bank adopts Standard for Devaluation of Stocks shown below.

Standard for Devaluation of Stocks

	Less than 30%	30 - 50%	More than 50%
Stocks of Ordinary Debtors	N.A.	N.A.	
Stocks of Special Mention or Worse Debtors	N.A.	To be Devaluated	

Devaluation of Listed Stocks

	Millions of Yen		
	Less than 30%	30 - 50%	More than 50%
Stocks of Ordinary Debtors	---	---	9,102
Stocks of Special Mention or worse Debtors	---	555	224

## 5. Unrealized Gains/Losses on Investment Securities

&lt;Evaluation Methods of Securities&gt; (Banking A/C)

## Securities

Securities Held for Trading Purposes	Mark-to-Market (*1)	(*1) recognized as P/L
Held-to-Maturity Debt Securities	Amortized or Accumulated Cost	(*2) recognized as increase/decrease in
Available-for-Sale Securities (Market Price Available)	Mark-to-Market (*2)	Stockholders' Equity
Available-for-Sale Securities (Market Price Unavailable)	Cost or Amortized or Accumulated Cost	
Investment in Subsidiaries or Affiliates	Cost	

## Securities Held in Money Held in Trust

Money Held in Trust for Trading Purpose	Mark-to-Market (*1)
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&lt;Unrealized Gains/Losses on Investment Securities&gt; (Banking A/C)

(Consolidated)

	Millions of Yen						
	Sep. 2002			Mar. 2002			Changes of Net
	Net	Unrealized Gains	Unrealized Losses	Net	Unrealized Gains	Unrealized Losses	
Held-to-Maturity Debt Securities	794	861	67	592	898	306	201
Investment in Affiliates	--	--	--	--	--	--	--
Available-for-Sale Securities	-39,132	140,245	179,377	-93,702	95,025	188,728	54,570
<b>Total</b>	<b>-38,338</b>	<b>141,107</b>	<b>179,445</b>	<b>-93,110</b>	<b>95,924</b>	<b>189,035</b>	<b>54,771</b>
Japanese Stocks	-118,162	46,379	164,542	-51,188	74,659	125,848	-66,973
Japanese Bonds	8,028	8,707	679	6,667	11,998	5,330	1,360
Others (*3)	71,796	86,020	14,223	-48,589	9,266	57,856	120,385
(Net Unrealized Gains on Available-for-Sale Securities, Net of Tax)	-23,735	-----	-----	-57,022	-----	-----	33,286

(\*3) Most part of Securities Categorized in "Others" are US Treasuries and German Bunds. The figures in the tables are Japanese Yen equivalent Value of those bonds. Although the value is shown in Japanese Yen, those Bonds are funded by Repurchase Agreement Transaction. Thus there is not Foreign Exchange Rate Risk.

(Non-consolidated)

	Millions of Yen						
	Sep. 2002			Mar. 2002			Changes of Net
	Net	Unrealized Gains	Unrealized Losses	Net	Unrealized Gains	Unrealized Losses	
Held-to-Maturity Debt Securities	--	--	--	--	--	--	--
Investment in Subsidiaries and Affiliates	--	--	--	--	--	--	--
Available-for-Sale Securities	-38,897	140,222	179,120	-93,426	94,982	188,409	54,529
<b>Total</b>	<b>-38,897</b>	<b>140,222</b>	<b>179,120</b>	<b>-93,426</b>	<b>94,982</b>	<b>188,409</b>	<b>54,529</b>
Japanese Stocks	-118,179	46,362	164,542	-51,227	74,620	125,848	-66,951
Japanese Bonds	8,025	8,704	679	6,663	11,993	5,330	1,362
Others (*3)	71,256	85,155	13,898	-48,862	8,367	57,230	120,119
(Net Unrealized Gains on Available-for-Sale Securities, Net of Tax)	-23,820	-----	-----	-57,149	-----	-----	33,328



## &lt;Unrealized Gains/Losses on Investment Securities&gt; (Principal Guaranteed Trust A/C)

	Millions of Yen		
	Sep. 2002	Mar. 2002	Changes
Total	<b>5,764</b>	-906	6,671
Japanese Stocks	--	-78	78
Japanese Bonds	<b>5,288</b>	6,127	-839
Others (*1)	<b>476</b>	-6,955	7,431

(\*1) Most part of Securities Categorized in "Others" are US Treasuries.

## &lt;Cross Share Holdings&gt;

(Consolidated)

	Billions of Yen		
	Cost Base	Mark-to-Market Base	Tier I
Sep. 2001	1,158.4	1,036.3	790.1
Mar. 2002	995.1	943.9	734.1
<b>Sep. 2002</b>	<b>840.3</b>	<b>722.1</b>	<b>774.5</b>

## &lt;Unwinding of Cross Share Holdings&gt;

(Non-consolidated)

	Billions of Yen			
	FY2002		FY2001	
	Full FY2002	1HFY2002	Full FY2001	1HFY2001
Projection (*2)	<b>200.0</b>	<b>100.0</b>	200.0	100.0
Actual (*2)	<b>N.A.</b>	<b>148.8</b>	173.8	74.2

(\*2) Cost Base.

**6. Unrealized gains/ Losses on Financial Derivatives**

&lt;Unrealized Gains/ Losses on Financial Derivatives reflected upon the Statement of Income&gt;

(Consolidated)

	Millions of Yen		
	Sep. 2002	Mar. 2002	Change
Interest Related	<b>2,957</b>	-4,644	7,602
Interest Swaps	<b>595</b>	-4,910	5,506
Stock Related	<b>146</b>	19	126
Bond Related	<b>253</b>	-317	571
Currency Related	<b>3,117</b>	3,612	-494
Credit Derivative	<b>-3</b>	--	-3
<b>Total</b>	<b>6,471</b>	-1,330	7,801

(Non-consolidated)

	Millions of Yen		
	Sep. 2002	Mar. 2002	Change
Interest Related	<b>3,838</b>	-3,763	7,602
Interest Swaps	<b>1,476</b>	-4,030	5,506
Stock Related	<b>146</b>	19	126
Bond Related	<b>253</b>	-317	571
Currency Related	<b>3,082</b>	3,480	-397
Credit Derivative	<b>-3</b>	--	-3
<b>Total</b>	<b>7,317</b>	-581	7,899

&lt;Derivatives as Hedge Tool and Derivatives Calculated on the Accrual Basis&gt;

(Non-consolidated)

	Millions of Yen		
	Sep. 2002	Mar. 2002	Change
Interest Related	<b>-49,104</b>	-61,145	12,041
Interest Swaps	<b>-8,976</b>	-61,336	52,360
Stock Related	--	--	--
Bond Related	<b>-28,263</b>	5,726	-33,990
<b>Total</b>	<b>-77,367</b>	-55,419	-21,948

**7. BIS Capital Adequacy Ratio (Consolidated)**

	Millions of Yen			
	Sep. 2002	Mar. 2002	Sep. 2001	Change
Total Capital	<b>1,369,033</b>	1,293,603	1,339,281	75,430
Tier I	<b>774,558</b>	734,136	790,128	40,422
Net Unrealized Losses on Available-for-Sale securities, Net of Tax	<b>-23,725</b>	-57,016	-45,183	33,291
Minority Interest in Consolidated Subsidiaries	<b>89,064</b>	88,284	94,213	780
(Non-cumulative Preferred Capital Notes)	<b>(83,000 )</b>	(83,000 )	(83,000 )	(--)
Tier II	<b>597,414</b>	562,403	550,791	35,011
Upper Tier II	<b>290,138</b>	293,804	260,484	-3,666
Revaluation Surplus on Land, after 55% Discount	<b>4,277</b>	4,273	17,406	3
General Reserve	<b>83,961</b>	84,031	72,578	-69
Subordinated Debts	<b>201,900</b>	205,500	170,500	-3,600
Lower Tier II	<b>307,275</b>	268,598	290,307	38,677
Termed Subordinated Debts, etc.	<b>307,275</b>	268,598	290,307	38,677
Deduction (Double Gearing)	<b>2,939</b>	2,936	1,639	3
Risk Assets	<b>11,840,383</b>	11,908,016	11,829,297	-67,633
On-Balance-Sheet Items	<b>10,471,681</b>	10,364,420	10,293,982	107,261
Off-Balance- Sheet Items	<b>1,324,309</b>	1,475,014	1,474,938	-150,704
Market risk Equivalent	<b>44,392</b>	68,582	60,375	-24,189
BIS Capital Adequacy Ratio	<b>11.56%</b>	10.86%	11.32%	0.70%
(Tier I Ratio)	<b>6.54%</b>	6.16%	6.67%	0.38%

Note: Non-consolidated capital adequacy ratio and Tier I ratio are 11.66% and 6.62%, respectively.

**8. Return on Equity (Non-consolidated)**

	Yen		
	1HFY2002	1HFY2001	Change
Dividend per Stock (*1)			
Common Stock	--	--	--
Preferred Stock	--	--	--
Net Income per Common Stock	<b>13.92</b>	3.96	9.96
Return (Net Business Profit before Trust Account credit costs) on Equity	<b>30.2%</b>	23.6%	6.6%
Return (Net Business Profit before Credit Costs) on Equity	<b>30.2%</b>	21.7%	8.5%
Return (Net Income) on Equity	<b>6.9%</b>	1.9%	5.0%
	Millions of Yen		
Total Stockholder's Equity (as of the end of 1HFY2002)	<b>701,046</b>	712,204	-11,157
Net Unrealized Losses on Available-for-Sale Securities, Net of Tax	<b>-23,820</b>	-45,282	21,461

(\*1) Dividends will be paid annual base.

## II. Loans

### 1. Risk-Managed Loans

<Banking A/C Loans> (Non-consolidated)

		Millions of Yen				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Risk-Managed Loans	Loans in Bankruptcy Proceedings	9,513	13,146	22,514	-3,632	-13,001
	Other Delinquent Loans	288,989	392,725	373,924	-103,736	-84,935
	Loans More Than 3 months Past Due	4,356	2,534	5,594	1,822	-1,238
	Restructured Loans	162,188	145,990	106,359	16,198	55,829
	Total Loans under Risk Management	465,048	554,395	508,393	-89,347	-43,345

Note: Partial Direct Write-offs: Sep. 2002: 256.3 billion Yen, Mar. 2002: 277.0 billion Yen, Sep. 2001: 330.7 billion Yen

Total Loan Balance		9,005,920	8,918,757	8,661,091	87,162	344,829
		Percentage Points				
% to Total Loan Balance	Loans in Bankruptcy Proceedings	0.11	0.15	0.26	-0.04	-0.15
	Other Delinquent Loans	3.21	4.40	4.32	-1.19	-1.11
	Loans More Than 3 months Past Due	0.05	0.03	0.06	0.02	-0.01
	Restructured Loans	1.80	1.64	1.23	0.16	0.57
	Total Loans under Risk Management	5.16	6.22	5.87	-1.06	-0.71

<Principal Guaranteed Trust A/C Loans> (Non-consolidated)

		Millions of Yen				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Risk-Managed Loans	Loans in Bankruptcy Proceedings	5,806	6,441	5,901	-635	-94
	Other Delinquent Loans	35,364	54,580	48,691	-19,215	-13,327
	Loans More Than 3 months Past Due	2,691	538	856	2,153	1,834
	Restructured Loans	67,205	68,403	35,506	-1,198	31,698
	Total Loans under Risk Management	111,067	129,964	90,956	-18,896	20,111

Total Loan Balance		1,758,559	1,879,071	1,973,476	-120,512	-214,917
		Percentage Points				
% to Total Loan Balance	Loans in Bankruptcy Proceedings	0.33	0.34	0.30	-0.01	0.03
	Other Delinquent Loans	2.01	2.90	2.47	-0.89	-0.46
	Loans More Than 3 months Past Due	0.15	0.03	0.04	0.12	0.11
	Restructured Loans	3.82	3.64	1.80	0.18	2.02
	Total Loans under Risk Management	6.32	6.92	4.61	-0.60	1.71

## &lt;Banking and Principal Guaranteed Trust A/C&gt; (Non-consolidated)

		Millions of Yen				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Risk- Managed Loans	Loans in Bankruptcy Proceedings	15,319	19,587	28,415	-4,268	-13,096
	Other Delinquent Loans	324,354	447,306	422,616	-122,952	-98,262
	Loans More Than 3 months Past Due	7,048	3,072	6,451	3,975	596
	Restructured Loans	229,394	214,393	141,865	15,000	87,528
	Total Loans under Risk Management	576,116	684,360	599,350	-108,244	-23,233
Total Loan Balance		10,764,479	10,797,829	10,634,568	-33,349	129,911
		Percentage Points				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
% to Total Loan Balance	Loans in Bankruptcy Proceedings	0.14	0.18	0.27	-0.04	-0.13
	Other Delinquent Loans	3.01	4.14	3.97	-1.13	-0.96
	Loans More Than 3 months Past Due	0.07	0.03	0.06	0.04	0.01
	Restructured Loans	2.13	1.99	1.33	0.14	0.80
	Total Loans under Risk Management	5.35	6.34	5.64	-0.99	-0.29

## &lt;Banking and Principal Guaranteed Trust A/C &gt; (Consolidated)

		Millions of Yen				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Risk- Managed Loans	Loans in Bankruptcy Proceedings	15,652	19,843	31,593	-4,191	-15,941
	Other Delinquent Loans	325,920	449,143	394,350	-123,223	-68,430
	Loans More Than 3 months Past Due	8,780	5,529	6,476	3,251	2,304
	Restructured Loans	229,394	214,418	141,865	14,975	87,528
	Total Loans under Risk Management	579,747	688,934	574,286	-109,187	5,461
Total Loan Balance		10,742,310	10,801,536	10,560,467	-59,225	181,843
		Percentage Points				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
% to Total Loan Balance	Loans in Bankruptcy Proceedings	0.15	0.18	0.30	-0.03	-0.15
	Other Delinquent Loans	3.03	4.16	3.73	-1.13	-0.70
	Loans More Than 3 months Past Due	0.08	0.05	0.06	0.03	0.02
	Restructured Loans	2.14	1.99	1.34	0.15	0.80
	Total Loans under Risk Management	5.40	6.38	5.44	-0.98	-0.04

Note: Partial Direct Write-offs: Sep. 2002: 262.5 billion Yen, Mar. 2002: 281.8 billion Yen, Sep. 2001: 342.7 billion Yen

**2. Reserve for Possible Loan Losses**

&lt;Banking A/C&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Reserve for Possible Loan Losses	<b>161,438</b>	217,066	183,946	-55,627	-22,507
General Reserve	<b>83,000</b>	82,398	70,370	601	12,629
Specific Reserve for Possible Loan Losses	<b>77,356</b>	133,435	112,309	-56,078	-34,952
Reserve for Loans to Borrowers in Specific Foreign Countries	<b>1,081</b>	1,231	1,266	-150	-184
Reserve for Possible Losses on Loans Sold	--	250	1,800	-250	-1,800
Loans to CCPC	<b>255</b>	1,646	3,481	-1,391	-3,226

&lt;Banking A/C&gt; (Consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Reserve for Possible Loan Losses	<b>165,141</b>	221,562	193,150	-56,420	-28,009
General Reserve	<b>83,961</b>	84,031	72,578	-69	11,383
Specific Reserve for Possible Loan Losses	<b>80,098</b>	136,298	119,306	-56,200	-39,207
Reserve for Loans to Borrowers in Specific Foreign Countries	<b>1,081</b>	1,231	1,266	-150	-184
Reserve for Possible Losses on Loans Sold	--	250	1,800	-250	-1,800

&lt;Principal Guaranteed Trust A/C&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Reserve for Loan Trust	<b>15,191</b>	18,621	21,617	-3,430	-6,426
Reserve for Jointly-Operated Money Trust	<b>937</b>	731	717	205	219
Total	<b>16,128</b>	19,353	22,335	-3,225	-6,207

**3. Reserve Ratio for Risk-Managed Loans**

(Non-consolidated)

		Percentage Points				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Before Partial Direct	Banking A/C	<b>57.9</b>	59.4	61.3	-1.5	-3.4
Write-offs	Banking and Principal Guaranteed Trust A/C	<b>52.1</b>	53.4	57.7	-1.3	-5.6
After Partial Direct	Banking A/C	<b>34.7</b>	39.1	36.1	-4.4	-1.4
Write-offs	Banking and Principal Guaranteed Trust A/C	<b>30.8</b>	34.5	34.4	-3.7	-3.6

(Consolidated)

		Percentage Points				
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Before Partial Direct	Banking A/C	<b>58.4</b>	59.8	64.8	-1.4	-6.4
Write-offs	Banking and Principal Guaranteed Trust A/C	<b>52.6</b>	53.8	60.8	-1.2	-8.2
After Partial Direct	Banking A/C	<b>35.2</b>	39.6	39.9	-4.4	-4.7
Write-offs	Banking and Principal Guaranteed Trust A/C	<b>31.2</b>	34.9	37.5	-3.7	-6.3

Note: For Banking account, reserves include General Reserve, Specific Reserve, and Reserve for Loans to Borrowers in Specific Foreign Countries.

Note: For the Banking and Principal Guaranteed Trust accounts, reserves include Reserves for Possible Impairment of Principal in Loan Trust and JOMT as well as General Reserve, Specific Reserve and Reserve for Loans to Borrowers in Specific Foreign Countries.

**4. Assets Classified under Financial Reconstruction Law (After Partial Direct Write-offs)**

&lt;Banking Account&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Assets Classified under Financial Reconstruction Law (a)	<b>469,172</b>	559,082	513,069	-89,909	-43,897
Loans in Bankrupt and Practically Bankrupt	<b>60,091</b>	34,039	81,439	26,051	-21,348
Doubtful Loans	<b>242,535</b>	376,518	319,675	-133,982	-77,139
Substandard Loans (b)	<b>166,545</b>	148,524	111,954	18,021	54,591
Ordinary Assets	<b>9,048,370</b>	8,878,721	8,675,195	169,649	373,174
Loans to Substandard Debtors (excl. Substandard Loans) (c)	<b>31,211</b>	28,214	3,908	2,996	27,302
Loans to Special Mention Debtors (excl. (b) and (c))	<b>796,263</b>	1,026,094	878,136	-229,831	-81,873
Loans to Ordinary Debtors	<b>8,220,896</b>	7,824,412	7,793,150	396,483	427,745
Total Loan Balance (d)	<b>9,517,543</b>	9,437,803	9,188,265	79,739	329,277
Ratio to Total Loan Balance (a) / (d)	<b>4.9%</b>	5.9%	5.5%	-1.0%	-0.6%
Loans to Substandard Debtors (b)+(c)	<b>197,756</b>	176,738	115,863	21,018	81,893

Note: Partial Direct Write-offs: Sep. 2002: 256.3 billion Yen, Mar. 2002: 277.0 billion Yen, Sep. 2001: 330.7 billion Yen

&lt;Principal Guaranteed Trust A/C&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Assets Classified under Financial Reconstruction Law (e)	<b>111,067</b>	129,964	90,956	-18,896	20,111
Loans in Bankrupt and Practically Bankrupt	<b>10,048</b>	13,165	12,506	-3,117	-2,457
Doubtful Loans	<b>31,122</b>	47,856	42,086	-16,734	-10,963
Substandard Loans (f)	<b>69,896</b>	68,942	36,363	954	33,533
Ordinary Assets	<b>1,647,491</b>	1,749,107	1,882,520	-101,615	-235,029
Loans to Substandard Debtors (excl. Substandard Loans) (g)	<b>9,562</b>	10,231	377	-668	9,185
Loans to Special Mention Debtors (excl. (f) and (g))	<b>78,086</b>	161,145	252,232	-83,059	-174,146
Loans to Ordinary Debtors	<b>1,559,842</b>	1,577,730	1,629,910	-17,887	-70,067
Total Loan Balance (h)	<b>1,758,559</b>	1,879,071	1,973,476	-120,512	-214,917
Ratio to Total Loan Balance (e) / (h)	<b>6.3%</b>	6.9%	4.6%	-0.6%	1.7%
Loans to Substandard Debtors (f)+(g)	<b>79,459</b>	79,173	36,741	285	42,718



## &lt;Banking A/C and Principal Guaranteed Trust A/C&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Assets Classified under Financial Reconstruction Law (A)	<b>580,240</b>	689,047	604,025	-108,806	-23,785
Loans in Bankrupt and Practically Bankrupt	<b>70,139</b>	47,205	93,946	22,934	-23,806
Doubtful Loans	<b>273,658</b>	424,374	361,761	-150,716	-88,103
Substandard Loans (B)	<b>236,442</b>	217,466	148,317	18,975	88,125
Ordinary Assets	<b>10,695,861</b>	10,627,828	10,557,716	68,033	138,145
Loans to Substandard Debtors (excl. Substandard Loans) (C)	<b>40,774</b>	38,445	4,286	2,328	36,487
Loans to Special Mention Debtors (excl. (B) and (C))	<b>874,349</b>	1,187,239	1,130,369	-312,890	-256,020
Loans to Ordinary Debtors	<b>9,780,738</b>	9,402,142	9,423,060	378,596	357,677
Total Loan Balance (D)	<b>11,276,102</b>	11,316,875	11,161,742	-40,772	114,359
Ratio to Total Loan Balance (A) / (D)	<b>5.1%</b>	6.0%	5.4%	-0.9%	-0.3%
Loans to Substandard Debtors (B)+(C)	<b>277,216</b>	255,912	152,604	21,304	124,612

**5. Coverage for Assets Classified under Financial Reconstruction**

After Partial Direct Write-offs

&lt;Banking A/C&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Total Coverage against Possible Loan Losses (i)	<b>383,587</b>	450,221	441,738	-66,634	-58,151
Reserve for Possible Loan Losses (*1) (j)	<b>118,186</b>	170,175	135,137	-51,988	-16,950
Reserve for Financial Assistance to Specific Borrowers (k)	--	--	--	--	--
Guarantee and Collateral Value (l)	<b>265,400</b>	280,046	306,601	-14,645	-41,201

(\*1) Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve for Substandard Loans.

Coverage Ratio (i) / (a)

	Percentage Points				
Before Partial Direct Write-offs	<b>88.2</b>	86.9	91.5	1.3	-3.3
After Partial Direct Write-offs	<b>81.7</b>	80.5	86.1	1.2	-4.4

Reserve Ratio against Uncovered Portion (j+k) / (a-l)

	Percentage Points				
Before Partial Direct Write-offs	<b>81.3</b>	80.4	86.7	0.9	-5.4
After Partial Direct Write-offs	<b>57.9</b>	60.9	65.4	-3.0	-7.5

Reserve Ratio for Loans to Special Mention / Ordinary Debtors (General Reserve)

	Percentage Points				
Special Mention	<b>7.5</b>	6.1	6.2	1.4	1.3
Substandard	<b>25.7</b>	24.7	20.0	1.0	5.7
Other than Substandard	<b>3.0</b>	3.0	4.4	--	-1.4
Ordinary	<b>0.1</b>	0.1	0.1	--	--

## &lt;Principal Guaranteed Trust Account&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Total Coverage against Possible Loan Losses (m)	71,786	87,152	62,178	-15,365	9,608
Reserve for Possible Loan Losses (*1)	--	--	--	--	--
Reserve for Financial Assistance to Specific Borrowers	--	--	--	--	--
Guarantee and Collateral Value	71,786	87,152	62,178	-15,365	9,608

(\*1) Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve for Substandard Loans.

## Coverage Ratio (m) / (e)

	Percentage Points				
Before Partial Direct Write-offs	64.6	67.0	68.3	-2.4	-3.7
After Partial Direct Write-offs	64.6	67.0	68.3	-2.4	-3.7

## &lt;Banking and Principal Guaranteed Trust Accounts&gt; (Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Total Coverage against Possible Loan Losses (E)	455,373	537,373	503,916	-81,999	-48,543
Reserve for Possible Loan Losses (*2)	118,186	170,175	135,137	-51,988	-16,950
Reserve for Financial Assistance to Specific Borrowers	--	--	--	--	--
Guarantee and Collateral Value	337,186	367,198	368,779	-30,011	-31,592

(\*2) Reserve for Possible Loan Losses against the assets classified under Financial Reconstruction Law includes Specific Reserve and General Reserve for Substandard Loans.

## Coverage Ratio (E) / (A)

	Percentage Points				
Before Partial Direct Write-offs	85.0	84.3	89.2	0.7	-4.2
After Partial Direct Write-offs	78.4	77.9	83.4	0.5	-5.0

<Asset Classification under Financial Reconstruction Law> (Non-consolidated)

Banking A/C

(in billions of Yen)

	Balance	Coverage Ratio	Collateral/ Reserve		Reserve Ratio
Loans in Bankrupt/ Practically Bankrupt (A)	(a) 60.1	100%	Special Reserve (b)	0.0	100%
	(34.0)	(100%)	Collateral/ Reserve (c)	56.7	(b)/((a)-(c))
Doubtful Loans (B)	(d) 242.5	85%	Uncovered	35.0	67%
	(376.5)	(83%)	General Reserve (e)	71.6	(67%)
			Collateral/ Guarantee/ Reserve (f)	135.9	(e)/((d)-(f))
Substandard Loans (C)	(g) 166.5	69%	Uncovered	50.5	46%
	(148.5)	(67%)	General Reserve (h)	43.2	(43%)
			Collateral/ Guarantee/ Reserve (i)	72.8	(h)/((g)-(i))
Ordinary Assets	9,048.4 (8,878.7)		General Reserve	39.8	
			Reserve for Loans to Borrowers in Specific Foreign Countries	1.1	
Total	9,517.5 (9,437.8)		Total of (A),(B) and (C)	469.2 (559.1)	Ratio to Total Loan Balance 4.9%

Note: Numbers in parenthesis are as of Mar.2002.

Principal Guaranteed Trust Account

(in billions of Yen)

	Balance	Coverage Ratio	Collateral/ Reserve		Reserve for Principal
Loans in Bankrupt/ Practically Bankrupt (D)	10.0 (13.2)	100% (98%)	Uncovered	0.0	15.2 Reserve for Loan Trust
			Collateral/ Guarantee/ Reserve	10.0	
Doubtful Loans (E)	31.1 (47.9)	78% (69%)	Uncovered	6.8	0.9 Reserve for JOMT
			Collateral/ Guarantee/ Reserve	24.3	
Substandard Loans (F)	69.9 (68.9)	53% (59%)	Uncovered	32.4	
			Collateral/ Guarantee/ Reserve	37.5	
Ordinary Assets	1,647.5 (1,749.1)				
Total	1,758.6 (1,879.1)		Total of (D), (E) and (F)	111.1 (130.0)	Ratio to Total Loan Balance 6.3%
Grand Total	11,276.1 (11,316.9)		Total of (A),(B),(C),(D),(E) and (F)	580.2 (689.0)	Ratio to Grand Total Loan Balance 5.1%

Note: Numbers in parenthesis are as of Mar.2002.

**6. Final Disposal of Non-Performing Loans (Banking A/C + Principal Guaranteed Trust A/C combined)**

(Non-sonsolidated)

&lt;Loans Outstanding in Doubtful or Worse Categories as of Sep.2000 and Disposal Thereafter&gt;

Outstanding Amount

	Billions of Yen					Change from Mar.2002
	Sep.2000	Mar.2001	Sep.2001	Mar.2002	Sep.2002	
Loans in Bankrupt/Practically Bankrupt	112.1	82.7	89.9	38.4	55.9	17.5
Doubtful Loan	614.7	377.5	277.7	240.2	159.4	-80.8
<b>Total</b>	<b>726.8</b>	<b>460.2</b>	<b>367.6</b>	<b>278.6</b>	<b>215.3</b>	<b>-63.3</b>

Beakdown by Disposal Methods

	Billions of Yen
	1HFY2002
Liquidation	51.8
Reconstruction	0.0
Financial Condition improvement along with Reconstruction	11.4
Outright Sale	11.8
Direct Write-off	-25.3
Others	13.5
Collection/Repayment	13.4
Financial Condidion Impreved	0.1
<b>Total</b>	<b>63.3</b>

&lt;New Entry to Doubtful or Worse Categories during 2HFY2000 and Disposal Thereafter&gt;

Outstanding Amount

	Billions of Yen				Change from Mar.2002
	Mar.2001	Sep.2001	Mar.2002	Sep.2002	
Loans in Bankrupt/Practically Bankrupt	2.7	0.7	1.3	7.4	6.1
Doubtful Loan	34.5	29.4	26.4	5.5	-20.9
<b>Total</b>	<b>37.2</b>	<b>30.1</b>	<b>27.6</b>	<b>12.8</b>	<b>-14.8</b>

Beakdown by Disposal Methods

	Billions of Yen
	1HFY2002
Liquidation	--
Reconstruction	--
Financial Condition improvement along with Reconstruction	7.4
Outright Sale	--
Direct Write-off	5.6
Others	1.8
Collection/Repayment	1.2
Financial Condidion Impreved	0.6
<b>Total</b>	<b>14.8</b>

## &lt;New Entry to Doubtful or Worse Categories during 1HFY2001 and Disposal Thereafter&gt;

## Outstanding Amount

	Billions of Yen			
	Sep. 2001	Mar.2002	Sep.2002	Change from Mar.2002
Loans in Bankrupt/Practically Bankrupt	3.4	2.8	1.5	-1.3
Doubtful Loan	54.6	46.1	33.9	-12.2
Total	58.0	48.9	35.4	-13.5

## Breakdown by Disposal Methods

	Billions of Yen
	1HFY2002
Liquidation	--
Reconstruction	--
Financial Condition improvement along with Reconstruction	--
Outright Sale	9.8
Direct Write-off	-4.4
Others	8.1
Collection/Repayment	6.7
Financial Condition Improved	1.4
Total	13.5

## &lt;New Entry to Doubtful or Worse Categories during 2HFY2001 and Disposal Thereafter&gt;

## Outstanding Amount

	Billions of Yen		
	Mar.2002	Sep.2002	Change from Mar.2002
Loans in Bankrupt/Practically Bankrupt	4.8	2.5	-2.3
Doubtful Loan	111.7	53.7	-58.0
Total	116.5	56.1	-60.3

## Breakdown by Disposal Methods

	Billions of Yen
	1HFY2002
Liquidation	--
Reconstruction	10.0
Financial Condition improvement along with Reconstruction	17.6
Outright Sale	1.9
Direct Write-off	0.3
Others	30.5
Collection/Repayment	24.2
Financial Condition Improved	6.3
Total	60.3

## &lt;New Entry to Doubtful or Worse Categories during 1HFY2002 and Disposal Thereafter&gt;

## Outstanding Amount

	Billions of Yen
	Sep.2002
Loans in Bankrupt/Practically Bankrupt	2.9
Doubtful Loan	21.3
<b>Total</b>	<b>24.2</b>

## Breakdown by Disposal Methods

	Billions of Yen
	1HFY2002
Liquidation	--
Reconstruction	--
Financial Condition improvement along with Reconstruction	--
Outright Sale	0.3
Direct Write-off	2.5
Others	6.0
Collection/Repayment	6.0
Financial Condition Improved	--
<b>Total</b>	<b>8.7</b>

## &lt;Historical Balance of Doubtful or Worse Loans&gt;

	Billions of Yen					
	Sep.2000	Mar. 2001	Sep.2001	Mar. 2002	Sep.2002	Change from Mar.2002
Loans in Bankrupt/Practically Bankrupt	112.1	85.4	93.9	47.2	70.1	22.9
Doubtful Loan	614.7	412.0	361.8	424.4	273.7	-150.7
<b>Total</b>	<b>726.8</b>	<b>497.5</b>	<b>455.7</b>	<b>471.6</b>	<b>343.8</b>	<b>-127.8</b>

**7. Loans by Industry**

After Partial Direct Write-offs

&lt;Loans by Industry&gt;

	Millions of Yen						
	Sep. 2002				Mar. 2002		
	Banking A/C	Trust A/C (*)	Banking + Trust A/C	Change from Mar. 2002	Banking A/C	Trust A/C (*)	Banking + Trust A/C
Domestic Branches (excl. Offshore)	8,591,067	1,874,215	10,465,283	25,488	8,467,213	1,972,582	10,439,795
Manufacturing	1,358,586	139,671	1,498,257	65,410	1,286,448	146,398	1,432,847
Agriculture	1,423	--	1,423	705	718	--	718
Forestry	1,044	--	1,044	123	921	--	921
Fishing	1,000	500	1,500	560	440	500	940
Mining	4,692	472	5,164	-500	5,124	540	5,664
Construction	203,272	45,003	248,275	-28,529	223,678	53,126	276,804
Energy and Utilities	86,514	158,424	244,937	-9,317	66,609	187,645	254,254
Transportation and Communication	746,444	258,796	1,005,240	203,842	539,150	262,248	801,398
Wholesale, Retail, and Restaurant	820,826	74,447	895,273	6,613	796,095	92,565	888,660
Finance and Insurance	2,004,229	384,037	2,388,267	49,945	1,989,447	348,876	2,338,322
Real Estate	994,130	265,656	1,259,786	-171,494	1,127,213	304,066	1,431,280
Services	1,238,873	207,353	1,446,226	-35,174	1,243,620	237,780	1,481,400
Individuals and Others	1,130,036	339,857	1,469,892	-56,696	1,187,750	338,838	1,526,588
Overseas Branches and Offshore	414,853	--	414,853	-36,691	451,544	--	451,544
<b>Total</b>	<b>9,005,920</b>	<b>1,874,215</b>	<b>10,880,136</b>	<b>-11,204</b>	<b>8,918,757</b>	<b>1,972,582</b>	<b>10,891,340</b>

&lt;Risk-Managed Loans by Industry&gt;

	Millions of Yen						
	Sep. 2002				Mar. 2002		
	Banking A/C	Trust A/C (*)	Banking + Trust A/C	Change from Mar. 2002	Banking A/C	Trust A/C (*)	Banking + Trust A/C
Domestic Branches (excl. Offshore)	447,889	111,067	558,957	-105,028	534,021	129,964	663,986
Manufacturing	13,204	2,038	15,243	-2,307	15,351	2,198	17,550
Agriculture	--	--	--	--	--	--	--
Forestry	--	--	--	--	--	--	--
Fishing	--	--	--	--	--	--	--
Mining	--	--	--	--	--	--	--
Construction	87,260	17,678	104,938	-15,264	98,683	21,519	120,202
Energy and Utilities	--	--	--	--	--	--	--
Transportation and Communication	8,868	3,094	11,962	-1,647	10,339	3,270	13,609
Wholesale, Retail, and Restaurant	36,043	4,923	40,966	-5,390	40,002	6,354	46,357
Finance and Insurance	3,507	813	4,321	-1,556	4,329	1,549	5,878
Real Estate	237,598	34,640	272,238	-63,081	293,200	42,119	335,320
Services	48,835	16,258	65,093	-5,364	51,369	19,088	70,457
Individuals and Others	12,571	31,620	44,192	-10,416	20,744	33,864	54,608
Overseas Branches and Offshore	17,158	--	17,158	-3,215	20,374	--	20,374
<b>Total</b>	<b>465,048</b>	<b>111,067</b>	<b>576,116</b>	<b>-108,244</b>	<b>554,395</b>	<b>129,964</b>	<b>684,360</b>

(\*) Trust A/C is Principal Guaranteed Trust A/C.



## &lt;Assets Classified under Financial Reconstruction Law by Industry&gt; (Non-consolidated)

	Millions of Yen						
	Sep. 2002				Mar. 2002		
	Banking A/C	Trust A/C (*)	Banking + Trust A/C	Change from Mar. 2002	Banking A/C	Trust A/C (*)	Banking + Trust A/C
Domestic Branches	452,013	111,067	563,081	-105,160	538,278	129,964	668,242
(excl. Offshore)							
Manufacturing	13,206	2,038	15,245	-2,305	15,351	2,198	17,550
Agriculture	--	--	--	--	--	--	--
Forestry	--	--	--	--	--	--	--
Fishing	--	--	--	--	--	--	--
Mining	--	--	--	--	--	--	--
Construction	87,263	17,678	104,941	-15,264	98,686	21,519	120,205
Energy and Utilities	--	--	--	--	--	--	--
Transportation and Communication	8,868	3,094	11,962	-1,647	10,339	3,270	13,609
Wholesale, Retail, and Restaurant	36,043	4,923	40,966	-5,395	40,007	6,354	46,362
Finance and Insurance	3,507	813	4,321	-1,556	4,329	1,549	5,878
Real Estate	239,528	34,640	274,168	-63,175	295,224	42,119	337,344
Services	51,001	16,258	67,259	-5,394	53,565	19,088	72,653
Individuals and Others	12,594	31,620	44,215	-10,422	20,773	33,864	54,637
Overseas Branches and Offshore	17,158	--	17,158	-3,645	20,804	--	20,804
<b>Total</b>	<b>469,172</b>	<b>111,067</b>	<b>580,240</b>	<b>-108,806</b>	<b>559,082</b>	<b>129,964</b>	<b>689,047</b>

## &lt;Reserve Ratio to Assets Classified under Financial Reconstruction Law&gt; (Non-consolidated)

	Percentage Points						
	Sep. 2002				Mar. 2002		
	Banking A/C	Trust A/C (*)	Banking + Trust A/C	Change from Mar. 2002	Banking A/C	Trust A/C (*)	Banking + Trust A/C
Domestic Branches	83.6	64.4	79.8	2.6	79.7	67.0	77.2
(excl. Offshore)							
Manufacturing	93.5	91.9	93.3	6.0	86.0	96.3	87.3
Agriculture	--	--	--	--	--	--	--
Forestry	--	--	--	--	--	--	--
Fishing	--	--	--	--	--	--	--
Mining	--	--	--	--	--	--	--
Construction	62.6	36.2	58.2	5.8	55.5	37.8	52.4
Energy and Utilities	--	--	--	--	--	--	--
Transportation and Communication	91.0	88.3	90.3	3.8	85.6	89.4	86.5
Wholesale, Retail, and Restaurant	66.2	94.7	69.7	-0.9	66.6	95.5	70.6
Finance and Insurance	85.5	30.8	75.2	11.8	74.1	33.4	63.4
Real Estate	91.3	79.3	89.8	3.8	88.4	69.1	86.0
Services	88.7	50.2	79.4	2.8	83.0	58.6	76.6
Individuals and Others	95.8	63.8	72.9	-7.4	81.0	79.8	80.3
Overseas Branches and Offshore	31.2	--	31.2	-34.0	65.2	--	65.2
<b>Total</b>	<b>81.7</b>	<b>64.6</b>	<b>78.4</b>	<b>0.5</b>	<b>80.5</b>	<b>67.0</b>	<b>77.9</b>

(\*) Trust A/C is Principal Guaranteed Trust A/C.

**8. Overseas Loan Portfolio (Non-consolidated)**

## &lt;Loan to Specific Foreign Countries&gt;

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Balance	<b>10,816</b>	12,318	12,287	-1,501	-1,471
Number of Countries	<b>1</b>	1	2	--	-1

## &lt;Overseas Loan Exposures by Borrowers' Location&gt;

	Millions of Yen				
	Sep. 2002			Mar.2002	Change from Mar.2002
	Total	Japanese Affiliates	Non-Japanese		
North America	<b>221,268</b>	<b>85,568</b>	<b>135,700</b>	232,749	-11,480
Europe	<b>104,162</b>	<b>26,885</b>	<b>77,276</b>	110,695	-6,533
Australia	<b>3,842</b>	<b>3,842</b>	--	10,277	-6,435
Latin America	<b>168,967</b>	<b>141,802</b>	<b>27,165</b>	176,134	-7,166
Asia	<b>104,829</b>	<b>72,266</b>	<b>32,563</b>	109,588	-4,758
Africa	<b>16,402</b>	<b>14,242</b>	<b>2,159</b>	20,765	-4,362
Total	<b>619,473</b>	<b>344,608</b>	<b>274,865</b>	660,210	-40,737

## &lt;Risk Managed Loan by Borrowers' Location&gt;

	Millions of Yen				
	Sep. 2002			Mar.2002	Change from Mar.2002
	Total	Japanese Affiliates	Non-Japanese		
North America	<b>6,602</b>	<b>1,320</b>	<b>5,282</b>	6,580	21
Europe	<b>1,439</b>	--	<b>1,439</b>	6,766	-5,327
Australia	--	--	--	8,749	-8,749
Latin America	<b>371</b>	--	<b>371</b>	398	-26
Asia	<b>11,586</b>	<b>717</b>	<b>10,869</b>	9,612	1,973
Africa	--	--	--	--	--
Total	<b>19,999</b>	<b>2,037</b>	<b>17,962</b>	32,108	-12,108

**9. Balances of Major Accounts (Banking A/C) (Non-consolidated)**

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Deposits (Ending Balance)	<b>8,434,581</b>	8,141,452	7,422,897	293,129	1,011,684
(Average Balance)	<b>8,077,708</b>	7,636,766	7,514,924	440,941	562,783
Loans (Ending Balance)	<b>9,005,920</b>	8,918,757	8,661,091	87,162	344,829
(Average Balance)	<b>8,719,112</b>	8,490,497	8,225,943	228,614	493,168

## &lt;Ending Balance of Domestic Deposits Classified by Depositors&gt;

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Individuals	<b>5,029,757</b>	4,587,531	4,138,462	442,225	891,295
Corporate	<b>2,141,956</b>	2,190,106	1,766,724	-48,149	375,232
Total	<b>7,171,714</b>	6,777,638	5,905,186	394,075	1,266,528

Note: Excluding NCD and Offshore Accounts

**10. Balance of Major Account (Principal Guaranteed Trust A/C)**

		Millions of Yen					
		Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001	
Principal	Money Trust	Ending Balance	<b>985,256</b>	913,544	946,685	71,711	38,571
		Average Balance	<b>1,037,173</b>	943,592	961,221	93,580	75,952
	Loan Trust	Ending Balance	<b>2,498,355</b>	3,154,240	3,853,634	-655,884	-1,355,279
		Average Balance	<b>2,816,169</b>	3,839,456	4,147,129	-1,023,287	-1,330,959
	Total	Ending Balance	<b>3,483,612</b>	4,067,785	4,800,320	-584,172	-1,316,708
		Average Balance	<b>3,853,343</b>	4,783,049	5,108,350	-929,706	-1,255,007
Loans	Money Trust	Ending Balance	<b>311,468</b>	243,028	238,576	68,439	72,892
		Average Balance	<b>301,255</b>	240,214	243,991	61,040	57,263
	Loan Trust	Ending Balance	<b>1,447,090</b>	1,636,042	1,734,900	-188,952	-287,809
		Average Balance	<b>1,539,883</b>	1,773,435	1,878,503	-233,551	-338,619
	Total	Ending Balance	<b>1,758,559</b>	1,879,071	1,973,476	-120,512	-214,917
		Average Balance	<b>1,841,139</b>	2,013,650	2,122,494	-172,510	-281,355

## &lt;Ending Principal Balance Classified by Customers&gt;

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Individuals	<b>2,780,553</b>	3,065,240	3,556,570	-284,687	-776,016
Corporate	<b>703,032</b>	1,002,460	1,243,583	-299,428	-540,551
Others	<b>26</b>	83	166	-57	-139
Total	<b>3,483,612</b>	4,067,785	4,800,320	-584,172	-1,316,708

**11. Loans and Consumer-Loans to Small and Mid-sized Corporations**

&lt;Banking A/C and Principal Guaranteed Trust A/C&gt;

(Non-consolidated)

	Percentage Points, Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Percentage to Total Loan Balance	43.2	44.9	45.3	-1.7	-2.1
Loan Balance	4,522,423	4,696,962	4,724,723	-174,539	-202,300

**12. Consumer Loans**

&lt;Banking A/C and Principal Guaranteed Trust A/C&gt;

(Non-consolidated)

	Millions of Yen				
	Sep. 2002	Mar. 2002	Sep. 2001	Change from Mar. 2002	Change from Sep. 2001
Residential Mortgage Loans	747,186	749,030	744,604	-1,843	2,582
Other Consumer Loans	462,661	446,132	456,988	16,528	5,672
Total	1,209,847	1,195,162	1,201,592	14,685	8,255

**III. Others****1. General & Administrative Expenses (Non-consolidated)**

	Millions of Yen			
	1HFY2002	1HFY2001	Change	FY2002 Projection (*1)
General & Administrative Expenses	<b>58,189</b>	59,873	-1,684	123,800
Personnel Expenses	<b>23,480</b>	24,758	-1,278	48,000
Non-Personnel Expenses excluding Taxes	<b>32,296</b>	32,664	-368	69,800
Taxes other than Income Tax	<b>2,412</b>	2,450	-37	6,000

(\*1) The Projection is for Full Fiscal Year.

**2. Number of Directors and Employees (Non-consolidated)**

	Sep. 2002	Mar. 2002	Change	Projection as of Mar.2003
Number of Directors and Auditors	<b>18</b>	18	--	18
Auditors	<b>5</b>	5	--	5
Number of Employees (*2)	<b>4,971</b>	5,154	-183	5,100

(\*2) Including clerical staff, and staff dispatched from other companies. Not including part-timers.

**3. Numbers of Branches and Subsidiaries (Non-consolidated)**

	Sep. 2002	Mar. 2002	Change	Projection as of Mar.2003
Number of Domestic Branches (*3)	<b>52</b>	53	-1	51
Number of Overseas Branches (*4)	<b>3</b>	4	-1	4
Number of Overseas subsidiary (*5)	<b>3</b>	3	--	3

(\*3) Excluding representative offices (\*4) Excluding representative offices (\*5) Excluding special purpose companies

**4. Employee Retirement Benefit**

&lt;Retirement Benefit Obligation&gt;

(Non-consolidated)

		Millions of Yen		
		Sep. 2002	Mar. 2002	Change
Pension Benefit Obligation	(A)	<b>164,812</b>	160,621	4,190
(Discount Rate)		<b>(3%)</b>	(3%)	(0%)
Total Value of Plan Assets	(B)	<b>151,349</b>	122,917	28,431
Reserve for Employee Retirement Benefits	(C)	<b>1,458</b>	817	641
Advance Benefit Paid	(D)	<b>42,216</b>	21,675	20,541
Unrecognized Net Transition Obligation	(E)	<b>9,149</b>	10,979	-1,829
Unrecognized Prior Service Obligation	(F)	<b>3,957</b>	4,181	-224
Unrecognized Net Actual Loss	(A-B-C+D-E-F)	<b>41,114</b>	43,401	-2,286

(Consolidated)

		Millions of Yen		
		Sep. 2002	Mar. 2002	Change
Pension Benefit Obligation	(A)	<b>167,149</b>	162,831	4,318
(Discount Rate)		<b>(3%)</b>	(3%)	(0%)
Total Value of Plan Assets	(B)	<b>151,850</b>	123,429	28,420
Reserve for Employee Retirement Benefits	(C)	<b>3,294</b>	2,515	779
Advance Benefit Paid	(D)	<b>42,216</b>	21,675	20,541
Unrecognized Net Transition Obligation	(E)	<b>9,149</b>	10,979	-1,829
Unrecognized Prior Service Obligation	(F)	<b>3,957</b>	4,181	-224
Unrecognized Net Actual Loss	(A-B-C+D-E-F)	<b>41,114</b>	43,401	-2,286

&lt;Retirement Benefit Expenses&gt;

(Non-consolidated)

		Millions of Yen		
		Sep. 2002	Mar. 2002	Change
Retirement Benefit Expenses		<b>8,027</b>	5,360	2,666
Service Cost-Benefits earned		<b>2,031</b>	2,162	-131
Interest Cost on Projected Benefit Obligation		<b>2,404</b>	2,719	-315
Expected Return on Plan Assets		<b>-2,951</b>	-3,331	379
Amortization of Unrecognized Net Actuarial Losses		<b>1,829</b>	1,829	--
Amortization of Unrecognized Prior Service Cost		<b>224</b>	74	149
Amortization of Net Transition Obligation		<b>2,286</b>	1,168	1,118
Others (additional benefit at retirement etc.)		<b>2,202</b>	735	1,467

(Consolidated)

		Millions of Yen		
		Sep. 2002	Mar. 2002	Change
Retirement Benefit Expenses		<b>8,349</b>	5,673	2,675

## 5. Sumitomo Trust Group Members

Company Names	Capital	Primary Business	STB Group's share in voting rights (STB's share in voting rights)	
<b>(Subsidiaries)</b>				
The Sumishin Shinko Co., Ltd.	Yen 50 mil.	Property Maintenance	100%	(100%)
Sumishin Loan Guaranty Co., Ltd.	Yen 5,190 mil.	Housing Loan Guaranty	100%	(100%)
Sumishin Business Service Co., Ltd.	Yen 50 mil.	Agency Service	100%	(100%)
STB Personnel Service Co., Ltd.	Yen 80 mil.	Temporary Staffing	100%	(100%)
STB Investment Co., Ltd.	Yen 35 mil.	Venture Capital	100%	(100%)
Sumishin Guaranty Co., Ltd.	Yen 7,100 mil.	Housing Loan Guaranty	99.1%	(98.8%)
Japan TA Solution Ltd.	Yen 2,005 mil.	Development and Management of Systems/ Operations of Entrusted Data Processing	80%	(80%)
Sumishin Information Services Co., Ltd.	Yen 100 mil.	Information Technology	70%	(5%)
Sumishin Card Co., Ltd.	Yen 50 mil.	Credit Cards	55%	(5%)
Sumishin Reality Co., Ltd.	Yen 300 mil.	Residential Brokerage	75%	(5%)
Sumishin Asset Management Co., Ltd.	Yen 300 mil.	Asset Management	100%	(5%)
STB Research Institute Co., Ltd.	Yen 300 mil.	Research and Consulting	100%	(5%)
The Sumitomo Trust Finance (H.K.) Ltd.	USD 45 mil.	Banking and Security Services	100%	(100%)
Sumitomo Trust and Banking (Luxembourg) S.A.	USD 30 mil.	Banking, Security, and Trust Services	100%	(100%)
Sumitomo Trust and Banking Co. (U.S.A.)	USD 82.9 mil.	Banking and Trust Services	100%	(100%)
STB Finance Cayman Ltd.	USD 10,000	Finance Services (MTN Program)	100%	(100%)
FCSC Corporation	USD 100,000	Property Management (SPC)	100%	(100%)
STB Cayman Capital Ltd.	USD 10,000	Finance Services (Exchange Notes)	100%	(100%)
STB Delaware Funding LLC	USD 274,000	Finance Services (Exchange Notes)	100%	(100%)
STB Preferred Capital (Cayman) Ltd.	Yen 85,000 mil.	Finance Services (Preferred Stock)	100%	(100%)
STB Delaware Funding Trust I	USD 4,994,000	Finance Services (Preferred Stock)	100%	(99%)
<b>(Affiliates)</b>				
BISINEXT CORPORATION	Yen 3,000 mil.	Finance Services	40%	(40%)
Human Resource Management & Consulting Co., Ltd.	Yen 346 mil.	Employees data administration	35.7%	(35.7%)
Japan Trustee Services Bank, Ltd.	Yen 51,000 mil.	Trust and Banking	33.3%	(33.3%)
STB Leasing Co., Ltd.	Yen 1,731 mil.	General Leasing	39.4%	(5%)
Japan Trustee Information Systems Ltd.	Yen 300 mil.	Information Technology	33.3%	(5%)

## IV. Forecast for FY2002

	Billions of Yen			
	Forecast for FY2002		FY2001	Change
	Full FY2002 (A)	1HFY2002	(B)	(A)-(B)
<u>(Non-consolidated)</u>				
Net Business Profits Before Credit Costs	<b>160.0</b>	87.1	150.2	9.8
Net Business Profits	<b>135.0</b>	70.5	120.0	15.0
Gross Credit Costs	<b>80.0</b>	20.9	105.4	-25.4
Banking A/C Net Credit Costs	<b>55.0</b>	4.4	81.4	-26.4
Trust A/C Net Credit Costs	<b>25.0</b>	16.5	23.9	1.1
Other Non-Recurring Items	<b>-35.0</b>	-25.4	-112.4	77.4
Net Operating Income	<b>45.0</b>	38.2	-67.6	112.6
Net Income	<b>24.0</b>	20.1	-42.2	66.2
Dividend per Stock				
Dividend per Common Stock	<b>6.00</b>	-	5.00	1.00
Dividend per Preferred Stock	<b>6.08</b>	-	6.08	-
<u>(Consolidated)</u>				
Net Operating Income	<b>47.0</b>	40.3	-56.7	103.7
Net Income	<b>10.0</b>	5.2	-42.4	52.4



## &lt;For Reference: Other Miscellaneous Data&gt;

**1. Risk Assets, Capital and Deferred Tax Assets (Consolidated)**

	Billions of Yen						BIS Capital Adequacy Ratio
	Risk Assets	Capital			Deferred Tax Assets		
		Total	Tier 1	Tier 2			
Mar.2002	11,908	1,294	734	562	250	10.86%	
<b>Sep.2002</b>	<b>11,840</b>	<b>1,369</b>	<b>775</b>	<b>597</b>	<b>225</b>	<b>11.56%</b>	
<b>Mar.2003</b>	<b>Same level with Sep.2002 (*1)</b>						

(\*1) Projection

**2. Financial Support to Debtors**

	1HFY2002		
	Amount (Billions of Yen)	Numbers of Companies	Company Name
Debt Forgiveness	100	1	Sumitomo Construction
Based on Private Sector Resolution Guideline	--	--	-----
Debt to Equity Swap	100	1	Sumitomo Construction
Preferred Stock	--	--	-----
Total	200	-----	-----

**3. Cash Reserve and Cash Reserve Ratio for each Category of Debtor**

		Percentage Points, Billions of Yen			
		Sep.2002		Mar.2002	
		Cash Reserve Ratio	Cash Reserve	Cash Reserve Ratio	Cash Reserve
Loans to Bankrupt and Practically Bankrupt Debtors	against Uncollateralized and Unguaranteed Portion	100.0%	3.4	100.0%	4.9
Loans to Doubtful Debtors	against Uncollateralized and Unguaranteed Portion	67.1%	71.6	67.9%	128.4
Loans to Substandard Debtors	against Uncollateralized and Unguaranteed Portion	49.0%	50.9	44.9%	43.8
Loans to Special Mention Debtors (excl. Loans to Substandard Debtors)	against Loan Amount	25.7%		24.7%	
	against Loan Amount	3.0%	23.9	3.0%	30.8
Loans to Ordinary Debtors	against Loan Amount	0.1%	8.2	0.1%	7.8

Note: Cash Reserve = General Reserve + Specific Loan Losses Reserve