

# COMPANY INFORMATION

The Sumitomo Trust & Banking Co., Ltd.  
4-4, Marunouchi 1-chome, Chiyoda-ku, TOKYO 100-8233 JAPAN

May. 24, 2005

## Financial Results For Fiscal Year 2004

The Sumitomo Trust and Banking Company, Limited ("the Bank" hereafter) announces its financial results for fiscal year 2004 ended March 31, 2005 and forecasts for full fiscal year 2005 ending March 31, 2006. The financial summary is stated as below.

### Financial Results for Fiscal Year 2004

<under Japanese GAAP>

Years ended March 31	Millions of Yen, except for percentages			Millions of U.S.Dollars
	2005 (unaudited)	2004	% change	2005
<b>&lt;Consolidated&gt;</b>				
Ordinary Income	500,949	498,256	0.5	4,665.6
Net Ordinary Income	134,161	135,690	(1.1)	1,249.5
Net Income	96,865	79,629	21.6	902.2
Total Assets	15,908,374	15,371,378	3.5	148,164.0
Total Stockholders' Equity	909,726	802,029	13.4	8,472.8
Per Share	Yen		change	U.S.Dollars
Net Income	59.86	53.99	5.87	0.56
Net Income (fully diluted)	58.07	48.33	9.74	0.54
Stockholders' Equity	545.99	481.03	64.96	5.09
BIS Capital Adequacy Ratio	%		change	
	12.50 (preliminary)	12.45	0.05	
Cash Flows	Millions of Yen			Millions of U.S.Dollars
Cash Flows from Operating Activities	324,362	(9,256)		3,021.0
Cash Flows from Investing Activities	(743,034)	17,498		(6,920.3)
Cash Flows from Financing Activities	54,972	28,618		512.0
Cash and Cash Equivalents at End of Year	152,132	516,251		1,416.9

Notes : 1. This financial information is summarized translations of the brief financial statements (Kessan Tanshin) and explanatory material.

2. U.S. dollar amounts are converted, for convenience only, at 107.37 yen per dollar ( Interbank rate in Tokyo at March 31, 2005 ).

3. All amounts less than one million yen are presented on a rounding down basis.

# The Sumitomo Trust & Banking Co., Ltd.

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4. Average number of shares during the fiscal year ended :		
March 31,2005:	Common Stock	1,616,816,792 ; Preferred Stock 29,629,230
March 31,2004:	Common Stock	1,463,144,725 ; Preferred Stock 121,997,692
5. Number of issued shares as of :		
March 31,2005:	Common Stock	1,666,072,412 ; Preferred Stock -
March 31,2004:	Common Stock	1,510,362,717 ; Preferred Stock 93,570,000
6. Consolidation and Application of the Equity Method		
(1)Consolidated Companies	19	Companies
(newly consolidated)	2	Companies
(excluded)	1	Company
(2)Companies Accounted for by the Equity Method	9	Companies
(newly accounted for by the Equity Method)	4	Companies
(excluded)	-	Company

Years ended March 31	Millions of Yen, except for percentages			Millions of U.S.Dollars
	2005 (unaudited)	2004	% change	2005
<b>&lt;Non-consolidated&gt;</b>				
Ordinary Income	<b>478,474</b>	478,733	(0.1)	4,456.3
Net Ordinary Income	<b>120,587</b>	122,110	(1.2)	1,123.1
Net Income	<b>84,700</b>	73,928	14.6	788.9
Total Assets	<b>16,018,584</b>	15,472,846	3.5	149,190.5
Total Stockholders' Equity	<b>903,013</b>	808,432	11.7	8,410.3
Per Share	Yen		change	U.S.Dollars
Net Income	<b>52.34</b>	50.09	2.25	0.49
Net Income (fully diluted)	<b>50.78</b>	44.86	5.92	0.47
Dividends [ Common Stock ]	<b>12.00</b>	6.00	6.00	0.11
Dividends [ Preferred Stock ]	-	6.08	(6.08)	-
Stockholders' Equity	<b>541.96</b>	485.27	56.69	5.05
	%		change	
Equity to Total Assets Ratio	<b>5.6</b>	5.2	0.4	

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## Income Forecasts for Fiscal Year 2005

	<u>Millions of Yen</u>
	Full
	Fiscal Year
<b>&lt;Consolidated&gt;</b>	
Ordinary Income	700,000
Net Ordinary Income	140,000
Net Income	80,000
	<u>Yen</u>
Net Income per Share	48.02

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	<u>Millions of Yen</u>
	Full
	Fiscal Year
<b>&lt;Non-consolidated&gt;</b>	
Ordinary Income	480,000
Net Ordinary Income	120,000
Net Income	72,000
	<u>Yen</u>
Net Income per Share	43.22
Cash Dividends per Share	
Common Stock	12.00

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Note : Income forecasts are based on information, which is available at this moment, and assumptions of uncertain factors, which may effect on future operating results. Actual results may differ materially from those forecasts depending on various future events.

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For further information, please contact Koichi Onaka / Financial Management Department at 03-3286-8354 by phone, 03-3286-4654 by facsimile, or e-mail : onaka@sumitomotrust.co.jp.

## Consolidated Balance Sheets

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Assets:</b>			
Cash and Due from Banks	432,183	747,328	(315,145)
Call Loans and Bills Bought	85,255	205,377	(120,122)
Commercial Paper and Other Debt Purchased	219,782	104,628	115,153
Trading Assets	282,812	301,134	(18,322)
Money Held in Trust	2,000	686	1,313
Investment Securities	4,587,489	3,636,779	950,710
Loans and Bills Discounted	9,013,920	8,862,059	151,860
Foreign Exchanges	7,397	13,339	(5,941)
Other Assets	790,045	1,015,665	(225,619)
Premises and Equipment	106,826	108,861	(2,034)
Deferred Tax Assets	80,327	150,047	(69,720)
Customers' Liabilities for Acceptances and Guarantees	399,099	340,283	58,816
Reserve for Possible Loan Losses	(80,806)	(111,785)	30,978
Reserve for Losses on Investment Securities	(17,958)	(3,027)	(14,930)
<b>Total Assets</b>	<b>15,908,374</b>	<b>15,371,378</b>	<b>536,996</b>
<b>Liabilities:</b>			
Deposits	9,130,196	8,785,275	344,920
Negotiable Certificates of Deposit	1,487,025	1,382,259	104,765
Call Money and Bills Sold	301,937	150,700	151,237
Payables under Repurchase Agreements	936,658	1,024,599	(87,940)
Collateral for Lending Securities	53,507	239,138	(185,630)
Trading Liabilities	51,817	47,171	4,645
Borrowed Money	160,608	155,393	5,215
Foreign Exchanges	903	7,216	(6,312)
Corporate Bonds	388,100	330,500	57,600
Convertible Bonds	-	70	(70)
Borrowed Money from Trust Account	1,473,736	1,425,148	48,588
Other Liabilities	515,675	576,391	(60,715)
Reserve for Employee Bonuses	4,371	4,216	155
Reserve for Employee Retirement Benefits	2,551	2,440	111
Deferred Tax Liabilities	40	254	(214)
Deferred Tax Liabilities on Revaluation Reserve for Land	6,613	6,826	(213)
Negative Goodwill	553	1,106	(553)
Acceptances and Guarantees	399,099	340,283	58,816
<b>Total Liabilities</b>	<b>14,913,397</b>	<b>14,478,992</b>	<b>434,405</b>
<b>Minority Interest</b>	<b>85,250</b>	<b>90,356</b>	<b>(5,106)</b>
<b>Stockholders' Equity:</b>			
Capital Stock	287,053	287,018	35
Capital Surplus	240,472	240,437	35
Retained Earnings	279,966	192,150	87,816
Revaluation Reserve for Land, Net of Tax	(3,551)	(3,235)	(315)
Net Unrealized Gains on Available-for-Sale Securities, Net of Tax	116,628	95,941	20,687
Foreign Currency Translation Adjustment	(6,376)	(5,848)	(527)
Treasury Stock	(4,466)	(4,433)	(33)
<b>Total Stockholders' Equity</b>	<b>909,726</b>	<b>802,029</b>	<b>107,697</b>
<b>Total Liabilities, Minority Interest and Stockholders' Equity</b>	<b>15,908,374</b>	<b>15,371,378</b>	<b>536,996</b>

## Notes to Consolidated Balance Sheets at the end of Fiscal Year 2004

### 1. Trading Assets and Liabilities

Transactions for "Trading Purposes" (purposes for seeking to capture gains arising from short-term changes in interest rates, currency exchange rates or securities prices in markets and other market-related indices or from differences between markets) are included in "Trading Assets" and "Trading Liabilities" on a trade date basis.

Trading account securities and monetary claims are stated at market value of the fiscal year end and financial derivatives for trading purposes, such as swaps, futures or options, are valued on the assumption that they are settled at the end of the fiscal year.

### 2. Investment Securities

Held-to-maturity debt securities are carried at amortized cost, using the moving average method. Equity securities issued by subsidiaries and affiliated companies those are not consolidated or accounted for using the equity method are stated at moving average cost.

Japanese stocks classified as available-for-sale securities with fair market value are revalued at the average fair market value of the final month in the fiscal year. Securities other than Japanese stocks classified as available-for-sale securities with fair market value are revalued at the fair market value on the end of the fiscal year.

Available-for-sale securities without fair market value are carried at cost or amortized cost using moving average method.

Net unrealized gains (losses) on available-for-sale securities, net of tax are recorded as a separate component of stockholders' equity and its amount is reported on the consolidated balance sheets.

### 3. Issuance Costs of Bonds and Discounts of Bonds

Issuance costs of bonds are charged to expenses when incurred. Discount of bonds are deferred and amortized using the straight-line method over the lives of the bonds.

### 4. Reserve for Possible Loan Losses

For the Bank, reserve for possible loan losses is provided as detailed below, pursuant to the internal rules for self-assessment of asset quality and internal rules regarding reserve for possible credit losses.

For claims to debtors who are legally bankrupt (due to bankruptcy, subject to the Japanese Civil Rehabilitation Law, suspension of transactions with banks by the rules of clearinghouses, etc.) or virtually bankrupt, the specific reserve is provided based on the amount of claims, after direct deduction described below, net of the amount expected to be collected through the disposal of collateral or execution of guarantees.

For claims to debtors who are likely to become bankrupt, a specific reserve is provided based on the amount considered to be necessary by on an overall solvency assessment, on net amounts expected to be collected through the disposal of collateral or execution of guarantees.

Among claims to debtors with more than a certain amount of the Bank's claims to debtors, 1) who are likely to become bankrupt, 2) to whom the Bank has Restructured Loans (see following note 10), or 3) whom the Bank classifies as "Special Mention Debtors" other than substandard ones meeting certain credit criteria, where future cash flows from capital collection and interest receipt could be reasonably estimated, a reserve is provided for the difference between the present value of expected future cash flows discounted at the original contracted interest rate before relaxing to support and the current book value of the claims.

For claims that are classified to the categories other than above, the general reserve is provided based on the historical loan-loss-ratio.

The reserve for loans to borrowers in specific foreign countries is provided based on expected losses due to the political and economic situation of these countries.

All claims are assessed by the responsible branches and credit supervision divisions based on the internal rules for self-assessment of asset quality. The Corporate Risk Management Department, which is independent from branches and credit supervision divisions, subsequently conducts the audits of their assessments, and the reserve is adjusted to reflect the audit results.

And for claims to debtors who are legally bankrupt or virtually bankrupt with collateral or guarantees, the expected uncollectible amount, net of amounts expected to be collected through the disposal of collateral or through execution of guarantees, are deducted directly out of the original amount of claims. The deducted amount is 74,881 millions of yen.

For the consolidated subsidiaries, the reserve for possible loan losses is provided based on the historical loan-loss-ratio for ordinary claims, and based on the amount expected to be uncollectible for each specific claim, respectively.

### 5. Reserve for Losses on Investment Securities

Reserve for losses on investment securities is provided against possible future losses on securities considering the financial conditions of issuers.

## 6. Reserve for Employee Retirement Benefits

Reserve for employee retirement benefits is provided based on the projected benefit obligation and the fair value of the plan assets at each year-end.

Prior service cost is recognized in expenses using the straight-line method over the average of the estimated remaining service lives (10 years). Actuarial gains and losses are recognized in expenses using the straight-line method over the average expected remaining service lives (mainly 10 years).

According to initial adoption of a new accounting standard, the excess of the projected benefit obligation over the total of the fair value of pension assets and the liabilities for retirement benefits recorded as of April 1, 2000 amounted to 17,503 millions of yen, is amortized straight-line basis primarily over 5 years from the year ended March 31, 2001.

From this fiscal year, the Bank has implemented an early application of the "Accounting Standard for Employee Retirement Benefits" (issued by the Business Accounting Deliberation Council on June 16, 1998) revised on March 16, 2005 and the Financial Accounting Standard Implementation Guidance No.7, "Implementation Guidance on Accounting Standards for Employee Retirement Benefits" (issued by the Accounting Standards Board of Japan on March 16, 2005). By this application, unrecognized net plan asset, which is now allowed to be regarded as assets or profits, are deducted from unrecognized actuarial loss from this fiscal year. As a result, prepaid pension cost increased by 2,944 millions of yen, and net operating profit as well as income before income taxes increased by the same amount.

## 7. Hedge Accounting

### *(Interest Related Transactions)*

The Bank manages interest rate risk arising from various assets and liabilities, such as loans, bills discounted, deposits, etc., by using financial derivative transactions and applies deferred hedge accounting regulated by "Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (JICPA Industry Auditing Committee Report No.24, hereafter "Report No. 24"). In hedging activities to offset change in the fair value of deposits, loans, etc., as hedged items, the Bank designates hedged items and interest rate swaps etc. as hedging transactions by grouping them by their maturities. As for cash-flow-hedge, the effectiveness of the hedge is assessed by confirming the correlation between the fluctuational factor of interest rate for hedged items and for hedging transactions.

Deferred hedge income and losses resulted from "Macro Hedge Accounting", which are included in "Other Assets" and "Other Liabilities" in the consolidated balance sheets, are amortized over the remaining period for each hedging transaction. As of March 31, 2005, deferred hedge losses and income resulted from "Macro Hedge Accounting" are 140,328 millions of yen and 133,020 millions of yen, respectively. "Macro Hedge Accounting" had been the former hedge accounting method, which was stated in the "Temporary Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (JICPA Industry Auditing Committee Report No.15), under which the Bank managed the total interest rate risk arising from various financial assets and liabilities, such as loans, bills discounted, deposits etc., as a whole by using financial derivative transactions.

### *(Currency Related Transactions)*

The Bank manages foreign exchange risk arising from various assets and liabilities denominated in foreign currencies by using financial derivative transactions and applies deferred hedge accounting regulated by "Treatment for Accounting and Auditing of Application of Accounting Standard for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Auditing Committee Report No. 25, hereafter "Report No. 25").

The Bank designates specific currency swaps and foreign exchange swaps made to mitigate the foreign exchange risks arising from monetary claims and debts denominated in foreign currencies as hedging transactions. The effectiveness of the hedge is assessed by confirming that the monetary claims and debts denominated in foreign currency as hedged items exceed the position of those hedging transactions. The Bank also applies fair value hedge to mitigate foreign currency exchange rate exposure in available-for-sale securities denominated in foreign currencies except for bonds as "Portfolio Hedges" when hedged foreign currency securities are specified in advance to the inception of the transactions and spot forward liabilities exist on a foreign currency basis that exceed acquisition costs of the foreign currency securities designated as hedged items.

### *(Internal Hedge Transactions)*

The Bank strictly applies Report No.24 and 25 to such internal hedging transactions, such as interest rate swaps and currency swaps, etc., made between the consolidated companies or between banking and trading account. The Bank assesses the effectiveness of internal hedging transactions as it does for external ones without arbitrary choices. On the basis described above, income and losses from these transactions are recognized or deferred without netting off.

### *(Others)*

As for specific assets and liabilities, the Bank also applies the individual deferred hedge accounting or the accrual-basis calculation on interest rate swaps.

## 8. Delinquent Loans

“Loans in Bankruptcy Proceedings” and “Other Delinquent Loans” are 2,975 millions of yen and 94,085 millions of yen, respectively.

Loans in bankruptcy proceedings are non-accrual loans outstanding (not including direct write-off portion of loans) to borrowers who are legally bankrupt as defined in Article 96 1-3 or 4 of Enforcement Ordinance for the Corporation Tax Law.

Other delinquent loans are non-accrual loans other than 1) loans in bankruptcy proceedings and 2) loans of which interest payments are rescheduled in order to assist the restructuring of borrowers.

## 9. Loans More than Three Months Past Due

“Loans More than Three Months Past Due” amounts to 188 millions of yen.

Loans more than three months past due are those loans for which principal or interest payments are more than three months past due from the date succeeding the due date, excluding those loans classified as delinquent loans.

## 10. Restructured Loans

“Restructured Loans” amounts 69,878 millions of yen.

Restructured loans are those loans whose terms have been relaxed to support borrowers who are in financial difficulties excluding delinquent loans and loans more than three months past due.

## 11. Other Assets

“Other Assets” in the consolidated balance sheets includes the amount of 6,316 million yen of provisional payment of the withholding tax. For this issue, the Bank received reassessment notice from the tax office claiming the Bank’s responsibility for collecting withholding tax on some of its repurchase agreement transactions. The Bank filed a petition with the National Tax Tribunal objecting to such tax imposition, whereby the Bank’s petition was dismissed on February 22, 2005. However, the Bank disputed the alleged legal basis for this imposition, and then filed a lawsuit in the Tokyo District Court on March 31, 2005 and the claim is currently in litigation.

## 12. Projected Benefit Obligation

	(Millions of Yen)
Projected Benefit Obligation	(198,046)
Plan Assets (market value)	228,851
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Unfunded Projected Benefit Obligation	30,805
Unrecognized Net Actuarial Loss	32,354
Unrecognized Net Prior Service Cost	1,739
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Net Amount recognized in the Consolidated Balance Sheets	64,898
of which Prepaid Pension Cost	67,450
of which Reserve for Employee Retirement Benefits	(2,551)

## 13. Accrued Income of Trust Fees

From this fiscal year 2004, trust fees based on the balance of entrusted assets formerly accounted only at the end of each trust accounting period have been accrued for during the period elapsed in order to more appropriately report the earnings of the Bank. As a result, the ordinary income and the ordinary expenses increased by 230 millions, 72 millions of yen, respectively, and net ordinary income as well as income before income taxes increased by 158 millions of yen.

## 14. Impairment of Fixed Assets

The Bank has implemented an early application of the “Opinion Concerning Establishment of Accounting Standard for Impairment of Fixed Assets” (issued by the Business Accounting Deliberation Council on August 9, 2002), and Financial Accounting Standard Implementation Guidance No.6, “Implementation Guidance for Accounting Standards for Impairment of Fixed Assets” (issued by the Accounting Standards Board of Japan (“ASBJ”) on October 31, 2003), as they permitted such early application from the beginning of April 2004. As a result, income before income taxes decreased by 106 millions of yen.

## 15. Investment in Limited Partnerships

Investment in limited partnerships and similar partnerships were formerly presented as “Other Assets”, but from this fiscal year they are regarded as securities and presented as “Other Securities” due to the implementation of the “Revision of the Securities and Exchange Law “ (Legislation No. 97, June 2004).

## Consolidated Statements of Operations

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Ordinary Income:</b>			
Trust Fees	71,316	76,401	(5,084)
Interest Income:	238,698	213,292	25,405
Interest on Loans and Discounts	120,203	120,786	(582)
Interest and Dividends on Securities	97,186	86,168	11,018
Fees and Commissions	88,466	72,137	16,329
Trading Revenue	4,239	3,760	479
Other Operating Income	46,861	76,227	(29,366)
Other Ordinary Income	51,367	56,437	(5,070)
<b>Total Ordinary Income</b>	<b>500,949</b>	<b>498,256</b>	<b>2,693</b>
<b>Ordinary Expenses:</b>			
Interest Expenses:	89,684	93,583	(3,898)
Interest on Deposits	33,003	29,964	3,039
Fees and Commissions	20,996	19,309	1,686
Trading Expenses	72	-	72
Other Operating Expenses	51,008	49,015	1,992
General and Administrative Expenses	138,239	132,716	5,522
Other Ordinary Expenses	66,787	67,940	(1,153)
<b>Total Ordinary Expenses</b>	<b>366,788</b>	<b>362,565</b>	<b>4,222</b>
<b>Net Ordinary Income</b>	<b>134,161</b>	<b>135,690</b>	<b>(1,529)</b>
Extraordinary Income	28,563	8,017	20,546
Extraordinary Expenses	4,869	5,052	(182)
<b>Income before Income Taxes</b>	<b>157,854</b>	<b>138,656</b>	<b>19,198</b>
Provision for Income Taxes:			
Current	1,981	1,201	779
Deferred	56,216	54,025	2,190
Minority Interest in Net Income	2,791	3,798	(1,007)
<b>Net Income</b>	<b>96,865</b>	<b>79,629</b>	<b>17,236</b>



## Notes to Consolidated Statements of Operations for Fiscal Year 2004

### 1. Trading Profits and Losses

Profits and losses on trading transactions are shown as "Trading Revenue" or "Trading Expenses" on a trade date basis.

### 2. Extraordinary Income

"Extraordinary Income" includes 17,849 millions yen of net transfer from reserve for possible loan losses and 5,617 millions yen of net income due to modified shares in consolidated subsidiaries. .

### 3. Extraordinary Expenses

"Extraordinary Expenses" includes 3,659 millions yen of amortization of net transition obligation that arose from initial adoption of accounting standard for employee retirement benefits.

### 4. External Standards Taxation

With the implementation of the "Revision of the Local Tax Law" (Legislation No. 9, March 2003) on March 31, 2003, a portion of the tax basis of enterprise taxes is to be a combination of "amount of added value" and "amount of capital" from the fiscal year began on April 1, 2004. Accordingly, such taxes based on a combination of "amount of added value" and "amount of capital" are included in general and administrative expenses in accordance with the "Practical Treatment for Presentation of External Standards Taxation of the Enterprise Taxes in the Statements of Operations" (Practical Solution Report No.12 issued by the ASBJ on February 13, 2004).

### 5. Income from Securities Held by Partnerships

With the implementation of the "Revision of the Securities and Exchange Law" (Legislation No. 97, June 2004), investment in limited partnerships and similar partnerships which are regarded as equivalent to securities from this fiscal year, as part of interest income, share of net income raised by those securities held by the partnerships are included in "Interest and Dividends on Securities" instead of "Other Interest Income."

**Consolidated Statements of Capital Surplus and Retained Earnings**

	(Millions of Yen)		
	<b>Mar-05 (unaudited)</b>	Mar-04	Change
<b>(Capital Surplus)</b>			
Balance at Beginning of the Period	<b>240,437</b>	240,435	2
Increase	<b>35</b>	2	32
Balance at End of the Period	<b>240,472</b>	240,437	35
<b>(Retained Earnings)</b>			
Balance at Beginning of the Period	<b>192,150</b>	114,190	77,959
Increase	<b>97,524</b>	83,095	14,429
Decrease	<b>9,708</b>	5,135	4,572
Balance at End of the Period	<b>279,966</b>	192,150	87,816

## Consolidated Statements of Cash Flows

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Cash Flows from Operating Activities :</b>			
Income before Income Taxes and Minority Interest	157,854	138,656	19,198
Depreciation	5,351	5,846	(495)
Losses on Impairment of Fixed Assets	106	-	106
Amortization of Negative Goodwill	(1,407)	(553)	(854)
Equity in Losses (Earnings) of Affiliates	(1,505)	(99)	(1,405)
Increase (Decrease) in Reserve for Possible Loan Losses	(30,978)	(27,275)	(3,703)
Increase (Decrease) in Reserve for Losses on Investment Securities	14,930	3,027	11,903
Increase (Decrease) in Reserve for Employee Bonuses	155	241	(85)
Increase (Decrease) in Reserve for Employee Retirement Benefits	111	160	(49)
Interest Income	(238,698)	(213,292)	(25,405)
Interest Expenses	89,684	93,583	(3,898)
Losses (Gains) on Securities	(23,734)	(54,094)	30,359
Losses (Gains) on Money Held in Trust	(71)	(33)	(37)
Losses (Gains) on Foreign Exchange	(52,828)	107,884	(160,712)
Losses (Gains) on Sale of Premises and Equipment	1,094	1,387	(293)
Net Decrease (Increase) in Trading Assets	18,322	378,791	(360,468)
Net Increase (Decrease) in Trading Liabilities	4,645	(283,231)	287,877
Net Decrease (Increase) in Loans and Bills Discounted	(157,141)	281,413	(438,554)
Net Increase (Decrease) in Deposits	346,289	86,470	259,819
Net Increase (Decrease) in Negotiable Certificates of Deposit	104,765	(176,386)	281,152
Net Increase (Decrease) in Borrowed Money other than Subordinated Borrowings	(4,784)	(1,264)	(3,519)
Net Decrease (Increase) in Due from Banks other than from Bank of Japan	(48,974)	(39,475)	(9,498)
Net Decrease (Increase) in Call Loans and Others	4,440	(163,740)	168,180
Net Increase (Decrease) in Call Money and Others	63,296	(22,333)	85,629
Net Increase (Decrease) in Collateral for Lending Securities	(185,630)	(147,731)	(37,899)
Net Decrease (Increase) in Foreign Exchange Assets	5,937	(1,882)	7,820
Net Increase (Decrease) in Foreign Exchange Liabilities	(6,312)	(2,502)	(3,810)
Net Increase (Decrease) in Borrowed Money from Trust Account	48,588	(52,197)	100,786
Interest Income Received on Cash Basis	237,796	229,674	8,121
Interest Expenses Paid on Cash Basis	(83,227)	(93,158)	9,930
Other - Net	57,546	(56,362)	113,908
Sub-Total	325,622	(8,479)	334,101
Income Tax Paid	(1,259)	(777)	(482)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>324,362</b>	<b>(9,256)</b>	<b>333,619</b>
<b>Cash Flows from Investing Activities :</b>			
Purchase of Securities	(11,208,948)	(8,385,863)	(2,823,084)
Proceeds from Sale of Securities	9,442,280	7,368,617	2,073,662
Proceeds from Redemption of Securities	1,031,361	1,035,633	(4,272)
Increase in Money Held in Trust	(1,313)	(686)	(626)
Purchase of Premises and Equipment	(5,756)	(3,047)	(2,708)
Proceeds from Sale of Premises and Equipment	1,301	2,845	(1,543)
Purchase of Stock of Consolidated Subsidiaries	(1,960)	-	(1,960)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>(743,034)</b>	<b>17,498</b>	<b>(760,532)</b>
<b>Cash Flows from Financing Activities :</b>			
Proceeds from Subordinated Borrowings	10,000	15,000	(5,000)
Proceeds from Subordinated Bonds and Convertible Bonds	89,538	128,803	(39,265)
Redemption of Subordinated Bonds and Convertible Bonds	(32,400)	(107,366)	74,966
Proceeds from Issuance of Consolidated Subsidiaries' Stock to Minority Stockholders	98	-	98
Cash Dividends Paid	(9,627)	(5,133)	(4,493)
Cash Dividends Paid to Minority Stockholders	(2,595)	(2,615)	19
Purchase of Treasury Stock	(114)	(73)	(40)
Proceeds from Sale of Treasury Stock	73	3	70
<b>Net Cash Provided by (Used in) Financing Activities</b>	<b>54,972</b>	<b>28,618</b>	<b>26,353</b>
Effect on Exchange Rate Changes on Cash and Cash Equivalents	(419)	(2,335)	1,915
<b>Net Change in Cash and Cash Equivalents</b>	<b>(364,119)</b>	<b>34,525</b>	<b>(398,644)</b>
Cash and Cash Equivalents at Beginning of Year	516,251	481,726	34,525
Cash and Cash Equivalents at End of Year	152,132	516,251	(364,119)

**Notes to Consolidated Statements of Cash Flows for Fiscal Year 2004**

## 1. Definition of Cash and Cash Equivalents

In preparing the consolidated statements of cash flows, cash and due from Bank of Japan (“BOJ”) in the case of the Bank, and cash and due from banks in the case of the consolidated subsidiaries, all are considered to be “Cash and Cash Equivalents.”

## 2. Reconciliation between Cash and Cash Equivalents

	(Millions of Yen)
Cash and Due from Banks	432,183
Due from Banks (excluding due from BOJ)	(280,050)
<u>Cash and Cash Equivalents</u>	<u>152,132</u>

## 3. Details of significant non-cash transactions

	(Millions of Yen)
Increase in Capital due to Conversion of Convertible Bonds	35
Increase in Capital Surplus due to Conversion of Convertible Bonds	35
<u>Decrease in Convertible Bonds due to Conversion of Convertible Bonds</u>	<u>70</u>

## Segment Information by Location ( Consolidated )

Year ended March 31, 2005 (unaudited)	(Millions of Yen)						
	Japan	Americas	Europe	Asia/Oceania	Total	Elimination	Consolidated
<b>I Total Ordinary Income</b>	437,062	30,846	37,047	7,518	512,474	(11,525)	500,949
(1) Unaffiliated Customers	434,986	23,099	35,778	7,085	500,949	-	500,949
(2) Intersegment	2,076	7,746	1,269	432	11,525	(11,525)	-
<b>Total Ordinary Expenses</b>	313,118	28,723	30,713	4,887	377,444	(10,655)	366,788
<b>Net Ordinary Income</b>	123,943	2,122	6,334	2,630	135,030	(869)	134,161
<b>II Total Assets</b>	15,254,312	946,372	610,283	535,751	17,346,719	(1,438,344)	15,908,374

Year ended March 31, 2004	(Millions of Yen)						
	Japan	Americas	Europe	Asia/Oceania	Total	Elimination	Consolidated
<b>I Total Ordinary Income</b>	411,978	42,611	41,080	13,059	508,729	(10,472)	498,256
(1) Unaffiliated Customers	410,197	35,776	39,605	12,676	498,256	-	498,256
(2) Intersegment	1,780	6,834	1,474	383	10,472	(10,472)	-
<b>Total Ordinary Expenses</b>	294,767	34,570	35,274	7,857	372,470	(9,904)	362,565
<b>Net Ordinary Income</b>	117,210	8,040	5,805	5,202	136,258	(567)	135,690
<b>II Total Assets</b>	14,822,688	944,510	555,588	477,926	16,800,713	(1,429,334)	15,371,378

**Market Value Information for Fiscal Year 2004 ( Consolidated )****1. Securities**

The information includes a part of "Cash and Due from Banks" and "Commercial Paper and Other Debt Purchased" treated as securities in "Accounting Standard for Financial Instruments."

**(a) Trading Securities**

<i>March 31, 2005</i>		
<i>Millions of Yen</i>	<i>Book Value</i>	<i>Net Unrealized Gain(Loss) Reflected on the Statements of Operations</i>
Trading Securities	235,181	49

**(b) Held-to-Maturity Debt Securities with Market Value**

<i>March 31, 2005</i>					
<i>Millions of Yen</i>	<i>Book Value</i>	<i>Market Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Japanese Government Bonds	427,552	431,004	3,452	3,452	0
Japanese Local Government Bonds	-	-	-	-	-
Japanese Short-Term Corporate Bonds	-	-	-	-	-
Japanese Corporate Bonds	389,888	390,982	1,094	1,098	4
Foreign Government Bonds and Others	5,195	5,345	150	151	1
Total	822,635	827,333	4,697	4,702	5

Market value is based on the closing prices at the end of the fiscal period.

**(c) Available-for-Sale Securities with Market Value**

<i>March 31, 2005</i>					
<i>Millions of Yen</i>	<i>Cost</i>	<i>Book Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Japanese Stocks	440,249	633,385	193,135	206,286	13,150
Japanese Bonds	957,192	960,515	3,322	3,667	345
Government Bonds	609,039	610,900	1,860	1,977	116
Local Government Bonds	60,067	60,486	418	612	194
Short-Term Corporate Bonds	-	-	-	-	-
Corporate Bonds	288,085	289,128	1,043	1,078	34
Foreign Securities and Others	1,718,243	1,714,789	(3,453)	11,294	14,748
Total	3,115,685	3,308,690	193,005	221,249	28,244

Book value in the consolidated balance sheets reflects market value calculated by using the average market value during final month of the fiscal period as for Japanese stocks, and by using the market value at the end of the fiscal period as for the securities other than Japanese stocks.

**(d) Available-for-Sale Securities sold during the Fiscal Year**

<i>March 31, 2005</i>			
<i>Millions of Yen</i>	<i>Amount</i>		
	<i>Sold</i>	<i>Gain</i>	<i>Loss</i>
Available-for-Sale Securities	9,436,316	62,328	34,320

**(e) Investment Securities without Market Value**

The following table summarizes main items of book value of securities with no available fair value.

<i>March 31, 2005</i>	
<i>Millions of Yen</i>	<i>Book Value</i>
Available-for-Sale Securities	
Unlisted Japanese Bonds	181,960
Unlisted Foreign Securities	168,219
Unlisted Japanese Stocks, excluding stocks sold in public market	95,767

**(f) Change of Classification by Holding Purpose of Securities**

There are no corresponding items.

**(g) Redemption Schedule of Bonds classified as Available-for-Sale Securities with maturity and Held-to-Maturity Debt Securities**

<i>Millions of Yen</i>	<i>March 31, 2005</i>			
	<i>Book Value</i>			
	<i>~ 1YR</i>	<i>1YR ~ 5YR</i>	<i>5YR ~ 10YR</i>	<i>10YR ~</i>
Japanese Bonds	273,958	1,090,331	569,224	26,401
Government Bonds	60,239	496,464	456,501	25,247
Local Government Bonds	1,168	29,677	29,640	-
Short-Term Corporate Bonds	-	-	-	-
Corporate Bonds	212,550	564,189	83,083	1,154
Foreign Securities and Others	103,737	598,709	740,255	337,636
<b>Total</b>	<b>377,695</b>	<b>1,689,041</b>	<b>1,309,479</b>	<b>364,038</b>

**(h) Investments in Subsidiaries and Affiliates with Market Value (Non-consolidated)**

<i>Millions of Yen</i>	<i>March 31, 2005</i>		
	<i>Book</i>	<i>Market</i>	<i>Net</i>
	<i>Value</i>	<i>Value</i>	
Investments in Affiliates	725	2,166	1,440

Market value is based on the closing prices at the end of the fiscal period.

**2. Money Held in Trust****(a) Money Held in Trust for Trading Purpose and being Held-to-Maturity**

There are no corresponding items.

**(b) Money Held in Trust for Others (other than for trading purpose and being held-to-maturity)**

<i>Millions of Yen</i>	<i>March 31, 2005</i>				
	<i>Cost</i>	<i>Book Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Money Held in Trust for Others	2,000	2,000	-	-	-

**3. Net Unrealized Gains on Available-for-Sale Securities**

The schedule set forth below shows component items of "Net Unrealized Gains on Available-for-Sale Securities, Net of Tax" in the consolidated balance sheets.

<i>Millions of Yen</i>	<i>March 31, 2005</i>
Net Unrealized Gains	192,855
Available-for-Sale Securities	192,855
(-) Amount Equivalent to Deferred Tax Liabilities	78,214
<b>Total (before adjustment for Minority Interest)</b>	<b>114,641</b>
(-) Minority Interest	41
(+) Parent Company's portions in Available-for-Sale Securities owned by its affiliates	2,028
<b>Net Unrealized Gains on Available-for-Sale Securities, Net of Tax</b>	<b>116,628</b>

Net unrealized gains includes foreign currency translation adjustments on foreign securities and investment in limited partnerships without market value.

**Market Value Information for Fiscal Year 2003 ( Consolidated )****1. Securities**

The information includes a part of "Commercial Paper and Other Debt Purchased" treated as securities in "Accounting Standard for Financial Instruments."

**(a) Trading Securities**

<i>March 31, 2004</i>		
<i>Millions of Yen</i>	<i>Book Value</i>	<i>Net Unrealized Gain (Loss) Reflected on the Statements of Operations</i>
Trading Securities	256,428	(35)

**(b) Held-to-Maturity Debt Securities with Market Value**

<i>March 31, 2004</i>					
<i>Millions of Yen</i>	<i>Book Value</i>	<i>Market Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Japanese Government Bonds	279	278	(1)	0	1
Japanese Local Government Bonds	-	-	-	-	-
Japanese Short-Term Corporate Bonds	-	-	-	-	-
Japanese Corporate Bonds	-	-	-	-	-
Foreign Government Bonds and Others	10,110	10,481	370	376	5
Total	10,390	10,760	369	377	7

Market value is based on the closing prices at the end of the fiscal period.

**(c) Available-for-Sale Securities with Market Value**

<i>March 31, 2004</i>					
<i>Millions of Yen</i>	<i>Cost</i>	<i>Book Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Japanese Stocks	450,824	609,902	159,077	175,285	16,208
Japanese Bonds	1,165,292	1,156,378	(8,914)	1,293	10,207
Government Bonds	933,310	924,240	(9,069)	113	9,183
Local Government Bonds	60,228	59,955	(273)	428	702
Short-Term Corporate Bonds	-	-	-	-	-
Corporate Bonds	171,753	172,183	429	752	322
Foreign Securities and Others	1,501,371	1,511,710	10,339	15,668	5,329
Total	3,117,489	3,277,991	160,502	192,248	31,745

Values in the balance sheets reflect market value calculated by using the average market value during final month of the fiscal period as for Japanese stocks, and by using the market value at the end of the fiscal period as for the securities other than Japanese stocks.

**(d) Available-for-Sale Securities sold during the Fiscal Year**

<i>March 31, 2004</i>			
<i>Millions of Yen</i>	<i>Amount</i>		
	<i>Sold</i>	<i>Gain</i>	<i>Loss</i>
Available-for-Sale Securities	7,308,180	113,633	55,897

**(e) Investment Securities without Market Value**

The following table summarizes main items of book value of securities with no available fair value.

<i>March 31, 2004</i>	
<i>Millions of Yen</i>	<i>Book Value</i>
Available-for-Sale Securities	
Unlisted Japanese Bonds	139,477
Unlisted Foreign Securities	129,789
Unlisted Japanese Stocks, excluding stocks sold in public market	79,615



**(f) Change of Classification by Holding Purpose of Securities**

There are no corresponding items.

**(g) Redemption Schedule of Bonds classified as Available-for-Sale Securities with maturity and Held-to-Maturity Debt Securities**

<i>Millions of Yen</i>	<i>March 31, 2004</i>			
	<i>Book Value</i>			
	<i>~ 1YR</i>	<i>1YR ~ 5YR</i>	<i>5YR ~ 10YR</i>	<i>10YR ~</i>
Japanese Bonds	54,983	712,404	502,177	26,568
Government Bonds	5,990	457,963	435,414	25,150
Local Government Bonds	1,691	28,181	30,081	-
Short-Term Corporate Bonds	-	-	-	-
Corporate Bonds	47,300	226,259	36,682	1,418
Foreign Securities and Others	65,128	700,722	629,083	167,884
<b>Total</b>	<b>120,112</b>	<b>1,413,126</b>	<b>1,131,261</b>	<b>194,453</b>

**(h) Investments in Subsidiaries and Affiliates with Market Value (Non-consolidated)**

<i>Millions of Yen</i>	<i>March 31, 2004</i>		
	<i>Book Value</i>	<i>Market Value</i>	<i>Net</i>
Investments in Affiliates	149	1,775	1,625

Market value is based on the closing prices at the end of the fiscal period.

**2. Money Held in Trust****(a) Money Held in Trust for Trading Purpose and being Held-to-Maturity**

There are no corresponding items.

**(b) Money Held in Trust for Others (other than for trading purpose and being held-to-maturity)**

<i>Millions of Yen</i>	<i>March 31, 2004</i>				
	<i>Cost</i>	<i>Book Value</i>	<i>Net</i>	<i>Unrealized Gain(Loss)</i>	
				<i>Gain</i>	<i>Loss</i>
Money Held in Trust for Others	686	686	-	-	-

**3. Net Unrealized Gains on Available-for-Sale Securities**

The schedule set forth below shows component items of "Net Unrealized Gains on Available-for-Sale Securities, Net of Tax" in the consolidated balance sheets.

<i>Millions of Yen</i>	<i>March 31, 2004</i>
Net Unrealized Gains	160,067
Available-for-Sale Securities	160,067
(-) Amount Equivalent to Deferred Tax Liabilities	64,805
<b>Total (before adjustment for Minority Interest)</b>	<b>95,262</b>
(-) Minority Interest	79
(+) Parent Company's portions in Available-for-Sale Securities owned by its affiliates	758
<b>Net Unrealized Gains on Available-for-Sale Securities, Net of Tax</b>	<b>95,941</b>

Net unrealized gains includes foreign currency transaction adjustments on foreign securities without market value.

## Financial Derivatives for Fiscal 2004 and 2003 ( Consolidated )

## (a) Interest Related Transactions

Millions of Yen	Contract		Market Value	Unrealized Gain (Loss)	Contract		Market Value	Unrealized Gain (Loss)
	Value	Over 1YR			Value	Over 1YR		
<b>March 31, 2005</b>								
<b>March 31, 2004</b>								
<b>Listed</b>								
Interest Futures								
Sold	15,647,579	3,271,222	1,504	1,504	26,176,879	5,571,431	(63,839)	(63,839)
Purchased	14,411,504	2,410,453	(12,568)	(12,568)	21,726,530	3,538,557	28,345	28,345
Interest Options								
Sold	1,213,479	-	(339)	(112)	1,277,742	9,645	(313)	(1)
Purchased	11,915,104	-	621	32	831,495	-	290	89
<b>Over-the-Counter</b>								
Forward Rate Agreements	-	-	-	-	-	-	-	-
Interest Rate Swaps								
Fix Rcv-Flt Pay	22,835,928	17,884,897	367,389	367,389	21,164,611	17,736,622	641,194	641,194
Flt Rcv-Fix Pay	22,864,816	18,186,921	(343,147)	(343,147)	20,184,050	16,735,699	(585,331)	(585,331)
Flt Rcv-Flt Pay	4,345,643	1,681,343	232	232	4,125,158	3,549,658	(461)	(461)
Interest Options								
Sold	2,316,131	2,182,353	(5,933)	1,892	791,635	698,264	(3,384)	(1,383)
Purchased	1,398,141	1,338,666	12,361	(1,453)	1,226,826	1,212,261	13,812	2,374
Others	-	-	-	-	-	-	-	-
<b>Total</b>			<b>20,120</b>	<b>13,768</b>			<b>30,311</b>	<b>20,985</b>

Transactions listed above are evaluated on a mark-to-market basis and calculated net unrealized gains (losses) are reflected on the consolidated statements of operations.

Derivative transactions subject to hedge accounting treatments regulated by "Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (JICPA Industry Auditing Committee Report No.24) are excluded from the schedule above.

Market value of listed transactions is calculated mainly using the closing prices on the Tokyo International Financial Futures Exchange and others.

Market value of OTC transactions is calculated mainly using discounted present value and option pricing models.

## (b) Currency Related Transactions

Millions of Yen	Contract		Market Value	Unrealized Gain (Loss)	Contract		Market Value	Unrealized Gain (Loss)
	Value	Over 1YR			Value	Over 1YR		
<b>March 31, 2005</b>								
<b>March 31, 2004</b>								
<b>Listed</b>								
Currency Futures	-	-	-	-	-	-	-	-
Currency Options	-	-	-	-	-	-	-	-
<b>Over-the-Counter</b>								
Currency Swaps	<b>196,388</b>	<b>160,933</b>	<b>3,405</b>	<b>3,405</b>	48,042	44,208	4,374	4,374
Forward								
Sold	<b>1,184,186</b>	<b>131,095</b>	<b>(7,558)</b>	<b>(7,558)</b>	2,109,758	97,740	64,390	64,390
Purchased	<b>1,442,646</b>	<b>148,608</b>	<b>9,990</b>	<b>9,990</b>	2,306,627	101,009	(63,605)	(63,605)
Currency Options								
Sold	<b>522,760</b>	<b>154,614</b>	<b>(10,905)</b>	<b>1,879</b>	1,331	171	(2,020)	(82)
Purchased	<b>523,091</b>	<b>151,101</b>	<b>8,100</b>	<b>(785)</b>	2,011	161	1,878	1
Others	-	-	-	-	-	-	-	-
<b>Total</b>			<b>3,033</b>	<b>6,931</b>			<b>5,017</b>	<b>5,077</b>

Transactions listed above are evaluated on a mark-to-market basis and calculated net unrealized gains (losses) are reflected on the consolidated statements of operations.

Derivative transactions subject to hedge accounting treatments regulated by "Treatment for Accounting and Auditing of Application of Accounting Standard for Foreign Currency Transactions in the Banking Industry" (JICPA Industry Auditing Committee Report No.25) and such transactions accompanied by foreign currency monetary claims or obligations, which are either reflected on the consolidated balance sheets at the end of the fiscal period, or eliminated therefrom in the process of consolidation, are excluded from the schedule above.

Market value of OTC transactions is calculated mainly using discounted present value and option pricing models.

**(c) Stock Related Transactions**

<i>Millions of Yen</i>	<b>March 31, 2005</b>				<b>March 31, 2004</b>			
	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>
	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>
<b>Listed</b>								
Stock Index Futures								
Sold	40,785	-	393	393	8,050	-	(358)	(358)
Purchased	29,595	-	(137)	(137)	-	-	-	-
Stock Index Options								
Sold	70,833	-	(147)	100	-	-	-	-
Purchased	176,165	-	465	(318)	-	-	-	-
<b>Over-the-Counter</b>								
Stock Options	-	-	-	-	-	-	-	-
Stock Index and Other Swaps	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
<b>Total</b>			<b>573</b>	<b>38</b>			<b>(358)</b>	<b>(358)</b>

Transactions listed above are evaluated on a mark-to-market basis and calculated net unrealized gains (losses) are reflected on the consolidated statements of operations.

Derivative transactions subject to hedge accounting treatments are excluded from the schedule above.

Market value of listed transactions is calculated mainly using the closing prices on the Tokyo Stock Exchange and others.

**(d) Bond Related Transactions**

<i>Millions of Yen</i>	<b>March 31, 2005</b>				<b>March 31, 2004</b>			
	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>
	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>
<b>Listed</b>								
Bond Futures								
Sold	1,156,618	-	(1,717)	(1,717)	1,339,701	-	(6,384)	(6,384)
Purchased	1,145,205	-	1,236	1,236	1,363,071	-	1,962	1,962
Bond Future Options								
Sold	693,099	-	(2,296)	329	160,726	-	(456)	12
Purchased	508,669	-	2,154	(491)	447,007	-	1,072	(243)
<b>Over-the-Counter</b>								
Bond Options								
Sold	22,651	-	(125)	(39)	-	-	-	-
Purchased	19,920	-	2	(10)	-	-	-	-
Others	-	-	-	-	-	-	-	-
<b>Total</b>			<b>(746)</b>	<b>(693)</b>			<b>(3,805)</b>	<b>(4,653)</b>

Transactions listed above are evaluated on a mark-to-market basis and calculated net unrealized gains (losses) are reflected on the consolidated statements of operations.

Derivative transactions subject to hedge accounting treatments are excluded from the schedule above.

Market value of listed transactions is calculated mainly using the closing prices on the Tokyo Stock Exchange and others.

Market value of OTC transactions is calculated mainly using option pricing models.

**(e) Commodity Related Transactions**

The Bank did not have any corresponding transactions as of March 31, 2005 and 2004.

**(f) Credit Derivative Transactions**

<i>Millions of Yen</i>	<b>March 31, 2005</b>				<b>March 31, 2004</b>			
	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>	<i>Contract</i>	<i>Over 1YR</i>	<i>Market</i>	<i>Unrealized</i>
	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>	<i>Value</i>		<i>Value</i>	<i>Gain (Loss)</i>
<b>Over-the-Counter</b>								
Credit Derivatives								
Sold	1,500	1,500	1	1	500	500	2	2
Purchased	-	-	-	-	1,000	1,000	(6)	(6)
<b>Total</b>			<b>1</b>	<b>1</b>			<b>(4)</b>	<b>(4)</b>

Transactions listed above are evaluated on a mark-to-market basis and calculated net unrealized gains (losses) are reflected on the consolidated statements of operations.

Derivative transactions subject to hedge accounting treatments are excluded from the schedule above.

Market value is calculated using discounted present value.

"Sold" indicates credit risks assumed, and "Purchased" indicates credit risks transferred.

## Non-Consolidated Balance Sheets

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Assets:</b>			
Cash and Due from Banks	429,308	751,656	(322,347)
Call Loans	45,557	114,789	(69,231)
Bills Bought	-	62,600	(62,600)
Commercial Paper and Other Debt Purchased	219,282	102,428	116,853
Trading Assets	283,426	301,896	(18,469)
Money Held in Trust	2,000	686	1,313
Investment Securities	4,587,448	3,636,250	951,197
Loans and Bills Discounted	9,035,826	8,887,978	147,847
Foreign Exchanges	7,397	13,339	(5,941)
Other Assets	775,194	1,001,024	(225,830)
Premises and Equipment	96,126	97,932	(1,806)
Deferred Tax Assets	72,544	141,371	(68,827)
Customers' Liabilities for Acceptances and Guarantees	561,253	474,756	86,496
Reserve for Possible Loan Losses	(77,076)	(109,091)	32,014
Reserve for Losses on Investment Securities	(19,704)	(4,774)	(14,930)
<b>Total Assets</b>	<b>16,018,584</b>	<b>15,472,846</b>	<b>545,737</b>
<b>Liabilities:</b>			
Deposits	9,095,353	8,758,651	336,702
Negotiable Certificates of Deposit	1,495,995	1,387,329	108,665
Call Money	10,737	90,000	(79,263)
Payables under Repurchase Agreements	936,658	1,024,599	(87,940)
Collateral for Lending Securities	53,507	239,138	(185,630)
Bills Sold	291,200	60,700	230,500
Trading Liabilities	52,431	47,933	4,498
Borrowed Money	468,108	445,567	22,541
Foreign Exchanges	1,003	12,664	(11,661)
Corporate Bonds	162,700	122,700	40,000
Convertible Bonds	-	70	(70)
Borrowed Money from Trust Account	1,473,736	1,425,148	48,588
Other Liabilities	502,390	564,547	(62,157)
Reserve for Employee Bonuses	3,546	3,476	70
Reserve for Employee Retirement Benefits	335	305	30
Deferred Tax Liabilities on Revaluation Reserve for Land	6,613	6,826	(213)
Acceptances and Guarantees	561,253	474,756	86,496
<b>Total Liabilities</b>	<b>15,115,571</b>	<b>14,664,414</b>	<b>451,156</b>
<b>Stockholders' Equity:</b>			
Capital Stock	287,053	287,018	35
Capital Surplus	240,472	240,437	35
Additional Paid-in Capital	240,472	240,437	35
Retained Earnings	269,167	193,861	75,306
Legal Retained Earnings	46,580	45,603	976
Voluntary Reserves	131,872	68,872	62,999
Unappropriated Profit at End of the Period	90,715	79,385	11,329
Net Income	84,700	73,928	10,771
Revaluation Reserve for Land, Net of Tax	(3,551)	(3,235)	(315)
Net Unrealized Gains on Available-for-Sale Securities, Net of Tax	114,337	94,783	19,554
Treasury Stock	(4,466)	(4,433)	(33)
<b>Total Stockholders' Equity</b>	<b>903,013</b>	<b>808,432</b>	<b>94,581</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>16,018,584</b>	<b>15,472,846</b>	<b>545,737</b>

## Non-Consolidated Statements of Operations and Retained Earnings

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Ordinary Income:</b>			
Trust Fees	71,316	76,401	(5,084)
Interest Income:	238,477	212,429	26,047
Interest on Loans and Discounts	120,298	120,930	(631)
Interest and Dividends on Securities	97,012	85,749	11,263
Fees and Commissions	72,405	57,984	14,420
Trading Revenue	4,239	3,760	479
Other Operating Income	46,858	76,201	(29,343)
Other Ordinary Income	45,176	51,956	(6,779)
<b>Total Ordinary Income</b>	<b>478,474</b>	<b>478,733</b>	<b>(259)</b>
<b>Ordinary Expenses:</b>			
Interest Expenses:	91,547	94,981	(3,434)
Interest on Deposits	32,366	29,456	2,909
Fees and Commissions	34,236	30,453	3,783
Trading Expenses	72	-	72
Other Operating Expenses	50,972	49,015	1,956
General and Administrative Expenses	115,260	113,467	1,792
Other Ordinary Expenses	65,797	68,705	(2,907)
<b>Total Ordinary Expenses</b>	<b>357,886</b>	<b>356,622</b>	<b>1,263</b>
<b>Net Ordinary Income</b>	<b>120,587</b>	<b>122,110</b>	<b>(1,523)</b>
Extraordinary Income	24,213	8,843	15,369
Extraordinary Expenses	4,800	4,955	(155)
<b>Income before Income Taxes</b>	<b>140,000</b>	<b>125,998</b>	<b>14,001</b>
Provision for Income Taxes:			
Current	85	104	(19)
Deferred	55,214	51,965	3,248
<b>Net Income</b>	<b>84,700</b>	<b>73,928</b>	<b>10,771</b>
Retained Earnings Brought Forward from Previous Year	5,708	4,359	1,348
Transfer from Revaluation Reserve for Land, Net of Tax	314	1,098	(784)
Deferential Loss on Disposal of Treasury Stock	7	1	6
<b>Unappropriated Profit at End of the Period</b>	<b>90,715</b>	<b>79,385</b>	<b>11,329</b>

**Non-Consolidated Statement of Appropriation of Profit**

	(Millions of Yen)		
	<b>Mar-05 (proposed)</b>	Mar-04	Change
Unappropriated Profit at End of the Period	<b>90,715</b>	79,385	11,329
Transfer from Voluntary Reserve	<b>2</b>	0	1
Transfer from Reserve for Losses on Overseas Investments	<b>2</b>	0	1
Total	<b>90,717</b>	79,386	11,331
Profit Appropriations	<b>80,062</b>	73,677	6,384
Transfer to Legal Retained Earnings	-	976	(976)
Dividends on Preferred Stock	-	568	(568)
Dividends on Common Stock	<b>19,992</b>	9,062	10,930
Bonuses to Directors	<b>70</b>	70	-
Voluntary Reserve	<b>60,000</b>	63,000	(3,000)
Special Voluntary Earned Reserve	<b>60,000</b>	63,000	(3,000)
Profit Brought Forward to Next Year	<b>10,654</b>	5,708	4,946

**Statements of Trust Account (unaudited)**

	(Millions of Yen)		
	Mar-05	Mar-04	Change
<b>Assets:</b>			
Loans and Bills Discounted	912,294	1,132,607	(220,313)
Investment Securities	6,717,120	5,796,846	920,273
Money Held in Trust	36,376,779	37,804,184	(1,427,405)
Securities Held in Custody Accounts	642	875	(233)
Money Claims	4,126,756	3,375,654	751,101
Premises and Equipment	2,708,770	2,095,424	613,346
Other Claims	95,454	73,831	21,622
Call Loans	500	-	500
Loans to Banking Account	1,473,736	1,425,148	48,588
Cash and Due from Banks	233,455	184,590	48,864
<b>Total Assets</b>	<b>52,645,509</b>	<b>51,889,165</b>	<b>756,344</b>
<b>Liabilities:</b>			
Money Trusts	17,256,145	18,475,916	(1,219,770)
Pension Trusts	4,980,875	6,017,425	(1,036,550)
Property Formation Benefit Trusts	10,806	11,256	(450)
Loan Trusts	1,043,955	1,362,069	(318,114)
Securities Investment Trusts	8,547,273	7,210,767	1,336,506
Money Entrusted, other than Money Trusts	1,887,535	2,689,844	(802,309)
Securities Trusts	9,803,555	9,119,565	683,989
Money Claim Trusts	3,861,212	3,060,074	801,138
Equipment Trusts	2,299	4,123	(1,824)
Land and Fixtures Trusts	157,690	176,288	(18,598)
Other Trusts	5,094,159	3,761,832	1,332,327
<b>Total Liabilities</b>	<b>52,645,509</b>	<b>51,889,165</b>	<b>756,344</b>

**Major Account Balances**  
(sum of Banking Account and Trust Account)

(Millions of Yen)

	Mar-05 (unaudited)	Mar-04	Change
<b>Total Employable Funds</b>	<b>33,883,131</b>	36,012,648	(2,129,517)
Deposits	<b>9,095,353</b>	8,758,651	336,702
Negotiable Certificates of Deposit	<b>1,495,995</b>	1,387,329	108,665
Money Trusts	<b>17,256,145</b>	18,475,916	(1,219,770)
Pension Trusts	<b>4,980,875</b>	6,017,425	(1,036,550)
Property Formation Benefit Trusts	<b>10,806</b>	11,256	(450)
Loan Trusts	<b>1,043,955</b>	1,362,069	(318,114)
<b>Loans and Bills Discounted</b>	<b>9,948,120</b>	10,020,586	(72,465)
Banking Account	<b>9,035,826</b>	8,887,978	147,847
Trust Account	<b>912,294</b>	1,132,607	(220,313)
<b>Investment Securities</b>	<b>11,304,568</b>	9,433,097	1,871,471
Banking Account	<b>4,587,448</b>	3,636,250	951,197
Trust Account	<b>6,717,120</b>	5,796,846	920,273



**Changes in Directors, Statutory Auditors and Executive Officers  
(As of June 29, 2005)**

The Sumitomo Trust & Banking Co., Ltd. hereby notifies the following changes of Directors, Statutory Auditors and Executive Officers.

(1)	<p>Candidate for Representative Directors</p> <p style="padding-left: 20px;">Representative Director, Chairman of the Board *</p> <p style="padding-left: 40px;">(Currently Representative Director, President and CEO)</p> <p style="padding-left: 20px;">Representative Director, President and CEO *</p> <p style="padding-left: 40px;">(Currently Representative Director, Deputy president Executive Officer)</p>	<p>Atsushi Takahashi</p> <p>Yutaka Morita</p>
(2)	<p>Retiring Representative Directors</p> <p style="padding-left: 20px;">(Currently Representative Director, Chairman of the Board) *</p> <p style="padding-left: 20px;">(Currently Representative Director, Senior Executive Officer)</p> <p style="padding-left: 20px;">(Currently Representative Director, Senior Executive Officer)</p>	<p>Hitoshi Murakami</p> <p>Toshiharu Sakurai</p> <p>Kazuo Miyakawa</p>
(3)	<p>Candidate for Directors</p> <p style="padding-left: 20px;">Director, Managing Executive Officer</p> <p style="padding-left: 40px;">(Currently Managing Executive Officer)</p> <p style="padding-left: 20px;">Director, Managing Executive Officer</p> <p style="padding-left: 40px;">(Currently Statutory Auditor)</p> <p style="padding-left: 20px;">Director, Managing Executive Officer</p> <p style="padding-left: 40px;">(Currently Executive Officer, Regional Executive of Nagoya and GM of Nagoya Branch)</p> <p style="padding-left: 20px;">Director, Managing Executive Officer</p> <p style="padding-left: 40px;">(Currently Executive Officer, GM of Corporate Planning Department)</p>	<p>Masahiko Nakai</p> <p>Masaru Suzuki</p> <p>Tomoaki Ando</p> <p>Hitoshi Tsunekage</p>
(4)	<p>Retiring Director</p> <p style="padding-left: 20px;">(Currently Director, Managing Executive Officer)</p>	<p>Yukio Aoyama</p>

(5)	Candidate for Statutory Auditors Statutory Auditor (Currently Executive Officer, GM of Corporate Administration Department) Statutory Auditor (Currently Professor of Economics, Senshu University)	Hiroshi Noguchi  Koji Hirao
(6)	Retiring Statutory Auditors (Currently Statutory Auditor) (Currently Statutory Auditor)	Masaru Suzuki Tsuneo Hiroe
(7)	Candidate for Executive Officers Managing Executive Officer (Currently Executive Officer, GM of Tokyo Corporate Business Department I) Managing Executive Officer (Currently Executive Officer, GM of IT and Business Processing Department)  Executive Officer (Currently GM of Planning and Coordination Department) Executive Officer (Currently GM of Real Estate Business Development Department and Real Estate Consulting Department) Executive Officer (Currently GM of Retail Business Planning and Promotion Department) Executive Officer (Currently GM of Personnel Department) Executive Officer (Currently GM of Financial Institutions Department) Executive Officer (Currently GM of Global Credit Investment Management Department) Executive Officer (Currently GM of Treasury Department)	Teruhiko Sugita  Hiroaki Okuno  Norihiro Katada  Takashi Matsui  Mitsuru Nawata  Shuichi Kusakawa  Rikiya Hattori  Hideo Amemiya  Sumikazu Tsutsui
(8)	Retiring Executive Officers (Currently Executive Officer, GM of Fukuoka Branch) (Currently Executive Officer, GM of Kyoto Branch) (Currently Executive Officer, GM of Corporate Administration Department)	Takashi Shingai Zengo Tanoue Hiroshi Noguchi

\* : These changes were announced on May 11, 2005.

GM : General Manager