

**COMPANY
INFORMATION**

The Sumitomo Trust & Banking Co., Ltd.

4-4, Marunouchi 1-chome, Chiyoda-ku, TOKYO 100-8233 JAPAN

January 30, 2007

Financial Results for the Third Quarter of Fiscal Year 2006

The Sumitomo Trust and Banking Company, Limited ("the Bank", hereafter) announces its financial results for the third quarter of fiscal year 2006 ended December 31, 2006 and forecasts for full fiscal year 2006 ending March 31, 2007. The financial summary is stated as below.

Financial results for the third quarter of fiscal year are not audited.

Financial Results for the Third Quarter of Fiscal Year 2006 <under Japanese GAAP>

Third-Quarter Ended December 31	Millions of Yen, except for percentages			Millions of U.S.Dollars
	2006	2005	% change	2006
<Consolidated>				
Operating Income	585,644	553,998	5.7	4,916.4
Operating Profits	148,044	123,474	19.9	1,242.8
Net Income	98,526	76,480	28.8	827.1
Total Assets	21,251,559	19,671,592	8.0	178,404.6
Total Net Assets	1,345,007	—	—	11,291.2
Stockholders' Equity	—	1,084,392	—	—
Per Share	Yen		change	U.S.Dollars
Net Income	58.89	45.85	13.04	0.49
Net Income (fully diluted)	58.88	45.82	13.06	0.49
Total Net Assets	705.77	—	—	5.92
Stockholders' Equity	—	648.79	—	—

Third-Quarter Ended December 31	Millions of Yen, except for percentages			Millions of U.S.Dollars
	2006	2005	% change	2006
<Non-consolidated>				
Operating Income	393,375	381,561	3.1	3,302.3
Operating Profits	121,665	106,024	14.8	1,021.4
Net Income	81,367	68,121	19.4	683.1
Total Assets	20,643,345	19,366,134	6.6	173,298.7
Total Net Assets	1,143,923	—	—	9,603.1
Stockholders' Equity	—	1,066,677	—	—
Per Share	Yen		change	U.S.Dollars
Net Income	48.64	40.84	7.80	0.41
Net Income (fully diluted)	48.63	40.81	7.81	0.41
Total Net Assets	683.72	—	—	5.74
Stockholders' Equity	—	638.19	—	—
	%			
Net Assets to Total Assets Ratio	5.5	—		
Equity to Total Assets Ratio	—	5.5		

January 30, 2007

Income Forecasts for Fiscal Year 2006

	<u>Millions of Yen</u> Full Fiscal Year
<Consolidated>	
Operating Income	820,000
Operating Profits	190,000
Net Income	120,000
	<u>Yen</u>
Net Income per Share	71.72

	<u>Millions of Yen</u> Full Fiscal Year
<Non-consolidated>	
Operating Income	550,000
Operating Profits	160,000
Net Income	100,000
	<u>Yen</u>
Net Income per Share	59.77
Annual Dividends per Share [Common Stock]	17.00
Interim (actual result)	8.50
Year-end	8.50

- There are no changes to income forecasts announced on November 20, 2006.
- 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.

Notes :

Basis of Presenting Financial Information

- This financial information is summarized translations of the brief financial statements (Kessan Tanshin) and explanatory material.
- U.S. dollar amounts are converted, for convenience only, at 119.12 yen per dollar (Interbank rate in Tokyo at December 29, 2006).
- All amounts less than one million yen are presented on a rounding down basis.

Criteria for Presentation of Quarterly Financial Statements

- Adoption of simplified accounting methods : None
- Changes in the accounting policies compared with the ones applied for the latest fiscal year : None
- Changes in the scope of consolidation and application of the equity method :
 - Consolidation : Newly included 9, Excluded 1
 - Equity Method : Newly included 1, Excluded 3

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Consolidated Balance Sheet

(Millions of Yen)

	Dec-06	Dec-05	Change	Mar-06
Assets:				
Cash and Due from Banks	549,224	402,906	146,317	892,274
Call Loans and Bills Bought	334,559	108,281	226,278	440,945
Receivables under Securities Borrowing Transactions	246,670	-	246,670	-
Monetary Claims Bought	611,766	357,387	254,379	583,153
Trading Assets	460,721	331,712	129,009	435,044
Money Held in Trust	19,594	14,484	5,109	14,768
Securities	5,599,703	6,423,697	(823,994)	5,767,544
Loans and Bills Discounted	10,675,789	10,071,976	603,812	10,186,276
Foreign Exchanges	4,512	4,526	(13)	3,083
Other Assets	1,937,967	1,177,171	760,795	1,608,153
Premises and Equipment	—	111,119	—	109,653
Tangible Fixed Assets	90,795	—	—	—
Intangible Fixed Assets	135,574	—	—	—
Deferred Tax Assets	25,151	19,272	5,878	20,320
Goodwill	—	115,873	—	113,165
Customers' Liabilities for Acceptances and Guarantees	636,931	595,248	41,683	533,760
Reserve for Possible Loan Losses	(77,403)	(62,066)	(15,336)	(76,206)
Total Assets	21,251,559	19,671,592	1,579,966	20,631,938
Liabilities:				
Deposits	11,317,040	9,765,793	1,551,246	10,363,233
Negotiable Certificates of Deposit	2,051,819	1,975,703	76,116	2,408,656
Call Money and Bills Sold	194,355	728,851	(534,496)	669,023
Payables under Repurchase Agreements	1,010,147	1,319,568	(309,421)	983,715
Payables under Securities Lending Transactions	206,336	658,748	(452,411)	703,050
Trading Liabilities	56,502	42,227	14,275	69,861
Borrowed Money	1,123,046	416,849	706,196	417,089
Foreign Exchanges	74	165	(91)	1
Short-term Corporate Bonds	433,968	248,200	185,768	331,600
Bonds and Notes	548,421	329,100	219,321	377,600
Borrowed Money from Trust Account	1,418,321	1,710,183	(291,861)	1,733,446
Other Liabilities	800,153	564,383	235,769	664,394
Reserve for Employees' Bonus	1,847	1,757	89	5,790
Reserve for Employee Retirement Benefits	10,201	10,383	(182)	10,204
Deferred Tax Liabilities	90,974	53,963	37,011	77,022
Deferred Tax Liabilities for Land Revaluation	6,408	6,539	(130)	6,410
Acceptances and Guarantees	636,931	595,248	41,683	533,760
Total Liabilities	19,906,551	18,427,667	1,478,884	19,354,861
Minority Interests	—	159,533	—	159,085
Stockholders' Equity:				
Capital Stock	—	287,053	—	287,283
Capital Surplus	—	240,472	—	240,703
Retained Earnings	—	326,113	—	349,751
Revaluation Reserve for Land, Net of Taxes	—	(3,633)	—	(3,740)
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	—	239,687	—	248,116
Foreign Currency Translation Adjustments	—	(4,745)	—	(3,871)
Treasury Stock	—	(555)	—	(251)
Total Stockholders' Equity	—	1,084,392	—	1,117,991
Total Liabilities, Minority Interests and Stockholders' Equity	—	19,671,592	—	20,631,938
Net Assets:				
Owners' Equity:	951,940	—	—	—
Capital Stock	287,461	—	—	—
Capital Surplus	240,883	—	—	—
Retained Earnings	423,947	—	—	—
Treasury Stock	(351)	—	—	—
Valuation and Translation Adjustments:	228,877	—	—	—
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	248,692	—	—	—
Net Deferred Losses on Hedging Instruments, Net of Taxes	(12,275)	—	—	—
Revaluation Reserve for Land, Net of Taxes	(3,735)	—	—	—
Foreign Currency Translation Adjustments	(3,803)	—	—	—
Minority Interests	164,189	—	—	—
Total Net Assets	1,345,007	—	—	—
Total Liabilities and Net Assets	21,251,559	—	—	—

Consolidated Statement of Income

(Millions of Yen)

	Dec-06	Dec-05	Change	Mar-06
Operating Income:				
Trust Fees	46,801	43,461	3,339	68,900
Interest Income:	246,731	192,066	54,665	271,359
Interest on Loans and Discounts	134,704	100,345	34,358	137,367
Interest and Dividends on Securities	89,675	79,614	10,061	117,590
Fees and Commissions	92,933	83,341	9,592	124,999
Trading Income	5,053	3,658	1,394	6,317
Other Operating Income	170,764	177,617	(6,853)	234,106
Other Income	23,360	53,852	(30,492)	84,190
Total Operating Income	585,644	553,998	31,646	789,875
Operating Expenses:				
Interest Expenses:	130,731	85,770	44,961	120,386
Interest on Deposits	66,211	41,132	25,078	57,363
Fees and Commissions	22,042	17,614	4,427	24,427
Trading Expenses	-	338	(338)	812
Other Operating Expenses	134,802	138,242	(3,440)	200,514
General and Administrative Expenses	135,281	129,635	5,645	174,527
Other Expenses	14,743	58,921	(44,178)	97,256
Total Operating Expenses	437,599	430,524	7,075	617,925
Operating Profits	148,044	123,474	24,570	171,949
Extraordinary Profits	3,126	6,572	(3,445)	1,738
Extraordinary Losses	1,463	1,392	70	2,347
Income before Income Taxes and Others	149,708	128,653	21,054	171,340
Provision for Income Taxes and Others:				
Current	30,193	3,195	26,997	5,074
Deferred	16,856	45,799	(28,942)	61,978
Minority Interests	4,132	3,179	953	4,218
Net Income	98,526	76,480	22,046	100,069

Consolidated Statement of Changes in Net Asset

Third-Quarter						
Ended December 31, 2006		(Millions of Yen)				
	Owners' Equity					
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Owners' Equity	
Balance at the End of Previous Period	287,283	240,703	349,751	(251)	877,487	
Changes of Items during the Period:						
Issuance of New Shares	177	177			354	
Dividends from Surplus		-	(24,256)		(24,256)	
Bonuses to Directors			(70)		(70)	
Net Income			98,526		98,526	
Purchase of Treasury Stock				(105)	(105)	
Disposal of Treasury Stock		2	-	5	7	
Reversal of Revaluation Reserve for Land, Net of Taxes			(3)		(3)	
Net Changes of Items Other than Owners' Equity						
Total Changes of Items during the Period	177	179	74,196	(100)	74,453	
Balance at the End of the Current Period	287,461	240,883	423,947	(351)	951,940	

Third-Quarter							
Ended December 31, 2006		(Millions of Yen)					
	Valuation and Translation Adjustments						
	Net Unrealized Gains (Losses) on Securities Available for Sale, Net of Taxes	Net Deferred Gains (Losses) on Hedging Instruments, Net of Taxes	Revaluation Reserve for Land, Net of Taxes	Foreign Currency Translation Adjustments	Total Valuation and Translation Adjustments	Minority Interests	Total Net Assets
Balance at the End of Previous Period	248,116	—	(3,740)	(3,871)	240,504	159,085	1,277,076
Changes of Items during the Period:							
Issuance of New Shares							354
Dividends from Surplus							(24,256)
Bonuses to Directors							(70)
Net Income							98,526
Purchase of Treasury Stock							(105)
Disposal of Treasury Stock							7
Reversal of Revaluation Reserve for Land, Net of Taxes							(3)
Net Changes of Items Other than Owners' Equity	576	(12,275)	4	68	(11,626)	5,103	(6,522)
Total Changes of Items during the Period	576	(12,275)	4	68	(11,626)	5,103	67,931
Balance at the End of the Current Period	248,692	(12,275)	(3,735)	(3,803)	228,877	164,189	1,345,007

Segment Information (Consolidated)

Business Segment

Third-Quarter Ended December 31, 2006						(Millions of Yen)
	Trust Banking Business	Leasing Business	Financial-Related Business	Total	Elimination	Consolidated
Total Operating Income	407,980	150,485	38,824	597,290	(11,646)	585,644
Unaffiliated Customers	404,942	150,485	30,216	585,644	-	585,644
Intersegment	3,038	0	8,608	11,646	(11,646)	-
Total Operating Expenses	273,178	143,105	23,552	439,835	(2,235)	437,599
Operating Profits	134,802	7,380	15,272	157,455	(9,410)	148,044

Notes:

- Business segment is determined by the principal business of each consolidated subsidiary.
- The primary content of each business segment is as follows.
 - Trust Banking Business: trust banking and its supplemental and associated businesses.
 - Leasing Business: leasing business
 - Financial-Related Business: credit cards, venture capital, investment trust advisory and other businesses.
- As STB Leasing Co., Ltd. became the consolidated subsidiary, Leasing Business, formerly included in Financial-Related Business, is separately presented.

Third-Quarter Ended December 31, 2005						(Millions of Yen)
	Trust Banking Business	Financial-Related Business	Total	Elimination	Consolidated	
Total Operating Income	392,477	164,803	557,280	(3,281)	553,998	
Unaffiliated Customers	389,683	164,315	553,998	-	553,998	
Intersegment	2,793	488	3,281	(3,281)	-	
Total Operating Expenses	277,387	156,328	433,715	(3,191)	430,524	
Operating Profits	115,090	8,474	123,564	(90)	123,474	

Notes:

- Business segment is determined by the principal business of each consolidated subsidiary.
- The primary content of each business segment is as follows.
 - Trust Banking Business: trust banking and its supplemental and associated businesses.
 - Financial-Related Business: leasing business, credit cards and other businesses.

Year ended March 31, 2006						(Millions of Yen)
	Trust Banking Business	Financial-Related Business	Total	Elimination	Consolidated	
Total Operating Income	571,782	223,066	794,848	(4,973)	789,875	
Unaffiliated Customers	567,847	222,028	789,875	-	789,875	
Intersegment	3,935	1,037	4,973	(4,973)	-	
Total Operating Expenses	412,699	210,109	622,808	(4,883)	617,925	
Operating Profits	159,083	12,956	172,040	(90)	171,949	

Notes:

- Business segment is determined by the principal business of each consolidated subsidiary.
- The primary content of each business segment is as follows.
 - Trust Banking Business: trust banking and its supplemental and associated businesses.
 - Financial-Related Business: leasing business, credit cards and other businesses.

Non-Consolidated Balance Sheet

(Millions of Yen)

	Dec-06	Dec-05	Change	Mar-06
Assets:				
Cash and Due from Banks	534,516	389,588	144,927	876,989
Call Loans	280,967	68,054	212,912	352,514
Receivables under Securities Borrowing Transactions	246,670	-	246,670	-
Bills Bought	-	-	-	39,800
Monetary Claims Bought	602,185	356,987	245,197	582,553
Trading Assets	465,968	332,349	133,618	438,031
Money Held in Trust	19,594	14,484	5,109	14,768
Securities	5,831,736	6,599,034	(767,298)	5,938,057
Loans and Bills Discounted	10,872,232	10,239,103	633,129	10,352,598
Foreign Exchanges	4,512	4,526	(13)	3,104
Other Assets	893,571	664,224	229,347	1,098,778
Premises and Equipment	-	94,422	-	93,237
Tangible Fixed Assets	73,471	-	-	-
Intangible Fixed Assets	22,338	-	-	-
Customers' Liabilities for Acceptances and Guarantees	861,628	657,838	203,790	648,335
Reserve for Possible Loan Losses	(65,747)	(53,828)	(11,919)	(66,501)
Reserve for Losses on Investment Securities	(299)	(651)	351	(535)
Total Assets	20,643,345	19,366,134	1,277,211	20,371,732
Liabilities:				
Deposits	11,272,436	9,726,168	1,546,267	10,316,161
Negotiable Certificates of Deposit	2,066,819	1,987,703	79,116	2,421,656
Call Money	194,355	223,451	(29,096)	123,523
Payables under Repurchase Agreements	1,010,147	1,319,568	(309,421)	983,715
Payables under Securities Lending Transactions	206,336	658,748	(452,411)	703,050
Bills Sold	-	505,400	(505,400)	545,500
Trading Liabilities	58,749	42,863	15,885	72,848
Borrowed Money	981,440	449,624	531,816	501,049
Foreign Exchanges	328	244	84	157
Short-term Corporate Bonds	368,968	248,200	120,768	331,600
Bonds and Notes	260,586	192,700	67,886	192,700
Borrowed Money from Trust Account	1,418,321	1,710,183	(291,861)	1,733,446
Other Liabilities	701,190	515,539	185,651	614,763
Reserve for Employees' Bonus	883	819	63	3,786
Reserve for Employee Retirement Benefits	193	190	3	195
Deferred Tax Liabilities	90,626	53,673	36,952	76,782
Deferred Tax Liabilities for Land Revaluation	6,408	6,539	(130)	6,410
Acceptances and Guarantees	861,628	657,838	203,790	648,335
Total Liabilities	19,499,422	18,299,456	1,199,965	19,275,682
Stockholders' Equity:				
Capital Stock	-	287,053	-	287,283
Capital Surplus:	-	240,472	-	240,703
Capital Surplus Reserve	-	240,472	-	240,703
Retained Earnings:	-	306,955	-	327,379
Earned Surplus Reserve	-	46,580	-	46,580
Voluntary Reserves	-	191,870	-	191,870
Unappropriated Profits at End of the Period:	-	68,504	-	88,929
Net Income	-	68,121	-	88,497
Revaluation Reserve for Land, Net of Taxes	-	(3,633)	-	(3,740)
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	-	236,385	-	244,674
Treasury Stock	-	(555)	-	(251)
Total Stockholders' Equity	-	1,066,677	-	1,096,049
Total Liabilities and Stockholders' Equity	-	19,366,134	-	20,371,732
Net Assets:				
Owners' Equity:	912,410	-	-	-
Capital Stock	287,461	-	-	-
Capital Surplus:	240,883	-	-	-
Capital Surplus Reserve	240,880	-	-	-
Other Capital Surplus	2	-	-	-
Retained Earnings:	384,417	-	-	-
Earned Surplus Reserve	46,580	-	-	-
Other Retained Earnings:	337,836	-	-	-
Reserve for Overseas Investment Losses	0	-	-	-
Other Voluntary Reserve	251,870	-	-	-
Earned Surplus Brought Forward	85,966	-	-	-
Treasury Stock	(351)	-	-	-
Valuation and Translation Adjustments:	231,512	-	-	-
Net Unrealized Gains on Securities Available for Sale, Net of Taxes	247,612	-	-	-
Net Deferred Losses on Hedging Instruments, Net of Taxes	(12,363)	-	-	-
Revaluation Reserve for Land, Net of Taxes	(3,735)	-	-	-
Total Net Assets	1,143,923	-	-	-
Total Liabilities and Net Assets	20,643,345	-	-	-

Non-Consolidated Statement of Income

(Millions of Yen)

	Dec-06	Dec-05	Change	Mar-06
Operating Income:				
Trust Fees	46,801	43,461	3,339	68,900
Interest Income:	238,290	187,907	50,383	265,252
Interest on Loans and Discounts	128,432	97,729	30,702	132,754
Interest and Dividends on Securities	89,421	78,869	10,552	117,376
Fees and Commissions	65,192	66,376	(1,184)	98,583
Trading Income	5,053	3,658	1,394	6,317
Other Operating Income	25,467	31,095	(5,628)	40,545
Other Income	12,570	49,060	(36,490)	78,527
Total Operating Income	393,375	381,561	11,813	558,127
Operating Expenses:				
Interest Expenses:	134,859	87,019	47,839	122,323
Interest on Deposits	64,242	40,107	24,135	55,696
Fees and Commissions	28,364	27,223	1,141	37,278
Trading Expenses	-	338	(338)	812
Other Operating Expenses	7,039	12,851	(5,811)	33,747
General and Administrative Expenses	88,640	93,475	(4,834)	125,840
Other Expenses	12,806	54,628	(41,822)	89,831
Total Operating Expenses	271,710	275,537	(3,826)	409,834
Operating Profits	121,665	106,024	15,640	148,293
Extraordinary Profits	3,122	5,393	(2,270)	1,736
Extraordinary Losses	1,268	543	724	1,449
Income before Income Taxes and Others	123,519	110,873	12,645	148,580
Provision for Income Taxes and Others:				
Current	21,795	62	21,732	82
Deferred	20,356	42,689	(22,333)	60,000
Net Income	81,367	68,121	13,246	88,497