

Additional explanatory material

Fiscal Year 2008

ended on Mar. 31, 2009

The Sumitomo Trust and Banking Co., Ltd.

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1. Summary of income/expenses in domestic/international business (Non-consolidated)

<Banking a/c>

	Millions of Yen					
	FY2008			FY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trust fee income	64,478	-	64,478	74,641	-	74,641
Net interest income	128,578	27,098	155,677	122,005	23,500	145,505
			9,777			7,027
Interest income	225,646	141,715	357,584	207,395	187,184	387,552
			9,777			7,027
Interest expenses	97,068	114,616	201,907	85,389	163,684	242,046
Net fees and commissions	29,819	-1,495	28,323	53,843	-113	53,730
Fees and commissions received	64,811	2,997	67,808	89,369	3,566	92,936
Fees and commissions paid	34,991	4,493	39,485	35,526	3,679	39,206
Net gains on trading	5,976	-58,003	-52,027	9,546	3,856	13,403
Trading revenue	6,339	-	6,339	9,861	6,427	16,288
Trading expenses	363	58,003	58,367	314	2,570	2,885
Net other operating income	14,501	123,359	137,861	-3,157	21,684	18,526
Other operating income	20,017	141,285	161,302	17,310	52,425	69,736
Other operating expenses	5,515	17,925	23,440	20,467	30,741	51,209

Note 1: Expenses matching the amount of investment of money held in trust is excluded from Interest expenses. (FY2008 101 million yen, FY2007 112 million yen)

Note 2: Figures in the upper rows in Interest income and Interest expenses show interests that accrue from transaction between domestic business and international business.

2. Summary of interest-earning assets/interest-bearing liabilities in domestic/international business (Non-consolidated)
<Banking a/c>

Domestic business

	Millions of Yen, percentage points					
	FY2008			FY2007		
	Average balance	Interest	Yield	Average balance	Interest	Yield
Interest-earning assets	15,157,138	225,646	1.48%	14,710,045	207,395	1.40%
Loans and bills discounted	10,087,538	160,716	1.59%	9,661,912	150,202	1.55%
Securities	2,945,268	49,060	1.66%	2,996,453	41,719	1.39%
Call loans and bills bought	88,701	315	0.35%	214,489	1,299	0.60%
Monetary claims bought	412,392	5,140	1.24%	574,488	6,552	1.14%
Due from banks	4,200	18	0.43%	4,638	24	0.52%
JPY deposit converted into foreign currencies	1,438,562	9,777	0.67%	1,173,007	7,027	0.59%
Interest-bearing liabilities	15,367,157	97,068	0.63%	14,849,908	85,389	0.57%
Deposits	10,911,198	65,933	0.60%	10,042,787	51,393	0.51%
Negotiable certificates of deposit	2,361,527	16,540	0.70%	2,266,900	15,679	0.69%
Call money and bills sold	77,235	390	0.50%	221,573	1,333	0.60%
Short-term bonds payable	273,607	1,875	0.68%	374,380	2,580	0.68%
Bonds payable	300,019	5,777	1.92%	311,814	5,963	1.91%
Borrowed money	406,721	4,619	1.13%	413,530	4,916	1.18%
Borrowed money from trust account	640,061	4,345	0.67%	1,016,377	7,070	0.69%

International business

	Millions of Yen, percentage points					
	FY2008			FY2007		
	Average balance	Interest	Yield	Average balance	Interest	Yield
Interest-earning assets	3,830,458	141,715	3.69%	3,904,329	187,184	4.79%
Loans and bills discounted	1,089,772	36,889	3.38%	1,142,034	55,599	4.86%
Securities	2,314,763	92,101	3.97%	2,327,958	113,772	4.88%
Call loans and bills bought	33,844	858	2.53%	41,756	1,953	4.67%
Due from banks	367,767	9,195	2.50%	369,872	13,229	3.57%
Interest-bearing liabilities	4,249,397	114,616	2.69%	4,078,147	163,684	4.01%
Deposits	776,316	25,109	3.23%	1,070,194	51,677	4.82%
Negotiable certificates of deposit	55,715	2,218	3.98%	243,435	12,995	5.33%
Call money and bills sold	131,187	3,264	2.48%	47,566	2,390	5.02%
Payables under repurchase agreements	1,165,245	27,668	2.37%	1,001,859	41,406	4.13%
Borrowed money	615,472	19,433	3.15%	476,544	15,913	3.33%
Foreign currency deposit converted from JPY	1,438,562	9,777	0.67%	1,173,007	7,027	0.59%

3. Summary of fees and commissions received/paid in domestic/international business

(Consolidated)

	Millions of Yen, percentage points							
	FY2008				FY2007			
	Domestic business	International business	Elimination	Total	Domestic business	International business	Elimination	Total
Fees and commissions received	114,197	15,191	-26,377	103,012	140,520	16,930	-26,319	131,132
Trust related	38,682	45	-337	38,390	55,725	-	-297	55,427
Deposit and loans	12,614	2,076	-150	14,541	14,738	1,762	-361	16,139
Foreign exchange	776	159	-	936	708	186	-23	872
Securities related	30,274	15	-18,522	11,766	36,406	561	-12,899	24,068
Agency business	3,903	12,069	-3,564	12,407	5,545	13,163	-3,107	15,601
Safe keeping deposit/safe deposit box	357	-	-	357	367	-	-	367
Guarantee	5,147	392	-2,058	3,481	5,423	474	-2,555	3,341
Fees and commissions paid	42,474	7,372	-22,496	27,351	43,933	7,451	-22,555	28,829
Foreign exchange	368	63	-	431	329	73	-23	379

(Non-consolidated)

	Millions of Yen, percentage points							
	FY2008				FY2007			
	Domestic business	International business	Elimination	Total	Domestic business	International business	Elimination	Total
Fees and commissions received	64,811	2,997	-	67,808	89,369	3,566	-	92,936
Trust related	30,595	45	-	30,641	45,063	-	-	45,063
Deposit and loans	10,620	2,076	-	12,697	10,824	1,754	-	12,578
Foreign exchange	776	159	-	936	695	186	-	882
Securities related	15,297	15	-	15,313	22,746	561	-	23,308
Agency business	3,903	-	-	3,903	5,545	-	-	5,545
Safe keeping deposit/safe deposit box	357	-	-	357	367	-	-	367
Guarantee	982	392	-	1,374	1,115	474	-	1,589
Fees and commissions paid	34,991	4,493	-	39,485	35,526	3,679	-	39,206
Foreign exchange	367	63	-	431	306	73	-	379

4. Summary of trading income/expenses and assets/liabilities in domestic/international business

(1) Trading income/expenses

	Millions of Yen					
	FY2008			FY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trading income	6,339	-	6,339	9,861	6,427	16,288
Gains on trading account securities transactions	196	-	196	108	-	108
Income from securities and derivatives related to trading transactions	-	-	-	-	-	-
Income from trading-related financial derivatives transactions	-	-	-	5,472	6,427	11,899
Other trading income	6,143	-	6,143	4,280	-	4,280
Trading expenses	363	58,003	58,367	314	2,570	2,885
Expenses on trading securities and derivatives	-	-	-	-	-	-
Expenses on securities and derivatives related to trading transactions	-488	1,889	1,401	314	2,570	2,885
Expenses on trading-related financial derivatives transactions	851	56,113	56,965	-	-	-
Other trading expenses	-	-	-	-	-	-

(2) Trading assets/liabilities

	Millions of Yen, percentage points					
	FY2008			FY2007		
	Domestic business	International business	Total	Domestic business	International business	Total
Trading assets	841,079	249,177	1,090,257	768,803	310,814	1,079,618
Trading account securities	8,554	-	8,554	6,640	-	6,640
Derivatives of trading securities	27	-	27	-	-	-
Securities related to trading transactions	-	-	-	-	-	-
Derivatives of securities related to trading transactions	-	19	19	65	-	65
Trading-related financial derivatives	105,853	249,158	355,012	149,227	310,814	460,042
Other trading assets	726,643	-	726,643	612,870	-	612,870
Trading liabilities	46,145	85,556	131,702	113,977	225,665	339,643
Trading securities sold for short sales	-	-	-	-	-	-
Derivatives of trading securities-assets	-	-	-	51	-	51
Securities related to trading transactions sold for short sales	-	-	-	-	-	-
Derivatives of securities related to trading transactions	33	8	41	-	308	308
Trading-related financial derivatives	46,112	85,548	131,660	113,926	225,357	339,283
Other trading liabilities	-	-	-	-	-	-

5. Maturity ladder of securities (Non-consolidated)
<Banking a/c>

		Millions of Yen								
		Less than 1 year	1 year to 3 years	3 years to 5 years	5 years to 7 years	7 years to 10 years	Over 10 years	No maturity	Total	
Japanese government bonds	Mar. 2008	172,016	147,519	146,944	112,609	191,889	317,474	-	1,088,453	
	Mar. 2009	295,081	71,881	287,297	321,147	311,441	481,766	-	1,768,616	
Japanese local government bonds	Mar. 2008	4,812	8,570	5,294	84	6,862	-	-	25,623	
	Mar. 2009	5,003	2,965	1,886	99	1,811	-	-	11,766	
Japanese corporate bonds	Mar. 2008	176,810	195,033	109,867	77,494	12,562	1,411	-	573,180	
	Mar. 2009	93,755	153,745	134,723	36,493	6,897	1,181	-	426,797	
Japanese stocks	Mar. 2008	-----	-----	-----	-----	-----	-----	1,030,849	1,030,849	
	Mar. 2009	-----	-----	-----	-----	-----	-----	747,850	747,850	
Foreign securities and others	Mar. 2008	59,481	264,432	286,262	550,472	296,142	496,443	219,793	2,173,028	
	Mar. 2009	38,531	397,035	931,061	203,494	75,996	322,160	167,704	2,135,986	
Foreign bonds	Mar. 2008	51,073	231,582	272,906	549,783	290,695	493,771	-	1,889,814	
	Mar. 2009	21,269	348,056	927,781	191,189	72,974	319,496	-	1,880,768	
Foreign stocks	Mar. 2008	-----	-----	-----	-----	-----	-----	38,596	38,596	
	Mar. 2009	-----	-----	-----	-----	-----	-----	33,781	33,781	

Note: The amounts in the table above are B/S value.

6. Maturity ladder of swaps (Non-consolidated)

		Millions of Yen						
		Less than 1 year	1 year to 3 years	3 years to 5 years	5 years to 7 years	7 years to 10 years	Over 10 years	Total
Market value applied	Mar. 2008	19,958,705	39,824,590	36,491,867	15,846,912	17,845,754	3,286,828	133,254,659
	Mar. 2009	26,636,574	45,068,100	41,148,682	17,834,934	23,596,064	5,447,426	159,731,784
Fix Rcv-FI Pay	Mar. 2008	9,331,379	18,964,108	18,170,448	7,843,870	8,742,815	1,608,324	64,660,946
	Mar. 2009	12,823,674	22,445,550	20,406,124	8,921,474	11,485,974	2,668,170	78,750,970
FI Rcv-Fix Pay	Mar. 2008	9,975,326	19,837,500	17,842,880	7,791,292	8,975,779	1,678,504	66,101,283
	Mar. 2009	13,188,612	21,718,765	19,959,955	8,778,730	11,915,192	2,762,255	78,323,511
FI Rcv-FI Pay	Mar. 2008	652,000	1,022,981	478,538	211,750	127,160	-	2,492,429
	Mar. 2009	624,287	903,784	782,603	134,730	194,897	17,000	2,657,303
Hedge accounting applied	Mar. 2008	1,037,231	1,887,789	1,477,111	555,644	642,974	188,284	5,789,035
	Mar. 2009	993,113	1,770,765	1,261,607	595,132	795,616	452,364	5,868,600
Fix Rcv-FI Pay	Mar. 2008	824,829	1,570,849	1,175,339	388,529	394,401	29,984	4,383,931
	Mar. 2009	834,913	1,510,208	987,601	344,544	407,025	29,984	4,114,275
FI Rcv-Fix Pay	Mar. 2008	212,402	316,940	301,772	167,115	248,573	158,300	1,405,103
	Mar. 2009	158,200	260,557	274,006	250,588	388,591	422,380	1,754,325
FI Rcv-FI Pay	Mar. 2008	-	-	-	-	-	-	-
	Mar. 2009	-	-	-	-	-	-	-

7. Balance of principal guaranteed trust a/c (Non-consolidated)

<Jointly operated money trust>

	Millions of Yen			
	Mar. 2009	Sep. 2008	Mar. 2008	Change from Sep. 2008 to Mar. 2009
Total assets	608,148	667,965	698,254	-59,817
Loans	279,719	299,134	328,913	-19,415
Securities	48	48	9,796	-
Others	328,380	368,782	359,544	-40,402
Total liabilities	608,148	667,965	698,254	-59,817
Principal	607,193	667,174	696,894	-59,980
Reserve for possible impairment of principal	631	330	924	300
Others	323	460	434	-137

<Loan trust>

	Millions of Yen			
	Mar. 2009	Sep. 2008	Mar. 2008	Change from Sep. 2008 to Mar. 2009
Total assets	161,923	206,562	288,201	-44,638
Loans	-	-	-	-
Securities	-	-	-	-
Others	161,923	206,562	288,201	-44,638
Total liabilities	161,923	206,562	288,201	-44,638
Principal	159,492	203,534	284,609	-44,041
Reserve for possible impairment of principal	1,011	1,417	1,839	-405
Others	1,419	1,610	1,752	-190

Note: Beneficiary certificate of loan trust is included in Securities for Mar. 2008. Figure is 9,747 million yen.

8. Migration analysis of loans in special mention or worse categories (Non-consolidated)

<Banking a/c and trust a/c combined>

(1HFY2008)

	Billions of Yen							
	Mar. 2008	Sep. 2008	Change	Change				Repayment, etc.
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt / practically bankrupt	6.9	19.6	12.8	17.7	-	-	-1.5	-3.4
Doubtful	27.3	28.3	1.0	4.0	-0.8	1.2	-0.3	-3.1
Loans to substandard debtors	77.1	25.5	-51.6	14.9	-1.5	0.0	-	-65.0
Loans to special mention debtors (excluding loans to substandard debtors)	747.2	782.0	34.8	65.1	-3.9	0.5	-21.7	-5.1

(2HFY2008)

	Billions of Yen							
	Sep. 2008	Mar. 2009	Change	Change				Repayment, etc.
				Downgrade (+)	Downgrade(-)	Upgrade (+)	Upgrade (-)	
Bankrupt / practically bankrupt	19.6	28.0	8.3	12.2	-	-	-0.4	-3.5
Doubtful	28.3	73.7	45.5	48.6	-0.4	0.0	-0.6	-2.1
Loans to substandard debtors	25.5	27.9	2.5	17.1	-0.0	0.2	-5.5	-9.4
Loans to special mention debtors (excluding loans to substandard debtors)	782.0	832.1	50.1	211.1	-16.5	6.0	-63.6	-87.0

9. Risk-weighted assets for credit risk (Preliminary) (Consolidated)

	Billions of Yen								
	Mar. 2009			Sep. 2008			Mar. 2008		
	Exposure	Risk-weighted asset	Expected Loss	Exposure	Risk-weighted asset	Expected Loss	Exposure	Risk-weighted asset	Expected Loss
Internal Ratings-Based	20,263.0	11,409.2	180.7	20,455.0	12,127.0	152.7	20,255.1	12,006.5	150.5
Corporate, etc.	15,273.2	8,084.2	164.0	15,024.3	8,043.9	135.9	14,525.0	7,992.2	131.4
Corporate	10,405.7	7,424.0	163.0	10,120.6	7,380.9	134.6	10,215.4	7,383.1	130.4
Sovereign	3,623.0	342.9	0.2	3,214.2	314.0	0.4	2,650.5	274.0	0.4
Financial institution	1,244.4	317.2	0.7	1,689.4	349.0	0.8	1,659.1	335.0	0.5
Retail	1,996.6	708.7	12.2	1,814.0	624.8	11.3	1,806.1	620.3	10.7
Residential mortgage exposure	1,730.1	583.5	8.5	1,567.1	509.8	6.9	1,559.4	504.1	7.0
Qualifying revolving retail exposure	10.2	5.5	0.1	10.6	5.7	0.1	11.1	6.0	0.1
Other retail exposure	256.2	119.7	3.5	236.3	109.2	4.2	235.6	110.1	3.4
Equity	590.6	854.0	0.2	806.7	1,092.1	0.3	823.3	1,096.3	0.2
Fund	192.5	547.4	0.9	358.6	1,066.9	2.0	271.6	853.7	4.3
Securitization	1,006.8	291.6	-	1,169.2	300.3	-	1,462.2	386.5	-
Purchased receivables	761.6	544.2	3.2	885.6	714.8	3.1	984.1	834.4	3.7
Other assets	441.5	378.7	-	396.2	284.0	-	382.4	222.8	-
Standardized Approach	1,257.2	1,193.4	-	1,439.8	1,354.0	-	1,490.3	1,397.7	-
(Phased rollout to Internal Ratings-Based)									
Subsidiaries	1,257.2	1,193.4	-	1,439.8	1,354.0	-	1,490.3	1,397.7	-
Exemption	763.2	341.1	-	813.9	331.0	-	903.9	341.0	-
Total credit risk	22,283.5	12,943.8	180.7	22,708.8	13,812.2	152.7	22,649.4	13,745.3	150.5

Note: Risk-weighted asset is after scaling factor adjustments.