

# The Sumitomo Trust & Banking Co., Ltd.

## Financial Results for the First Half of the Fiscal Year 2009



Nov 13, 2009

Tokyo office	: GranTokyo South Tower 1-9-2 Marunouchi, Chiyoda-ku, Tokyo, Japan
Stock exchange listings	: Tokyo and Osaka (code: 8403)
URL	: <a href="http://www.sumitomotrust.co.jp/IR/company/index_en.html">http://www.sumitomotrust.co.jp/IR/company/index_en.html</a>
Representative	: Hitoshi Tsunekage, President and CEO
Payment date of cash dividends	: December 4, 2009
Filing date of financial statements	: November 27, 2009
Trading accounts	: Established

(All amounts less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the First Half of the Fiscal Year 2009 (April 1, 2009 through September 30, 2009)

(1) Consolidated Financial Results (%: Change from the same period in the previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Six Months Ended						
September 30, 2009	423,964	(15.1)	33,458	(38.9)	19,276	(31.9)
September 30, 2008	499,270	(4.4)	54,773	(10.8)	28,323	(24.9)

	Net Income per Share	Net Income per Share (Fully Diluted)
	Yen	Yen
Six Months Ended		
September 30, 2009	11.31	—
September 30, 2008	16.91	—

(Note) Net income per share (fully diluted) is not stated as there were no potentially dilutive securities.

### (2) Consolidated Financial Position

	Total Assets	Net Assets	Net Assets to Total Assets Ratio (*1)	Net Assets per Share	Consolidated BIS Capital Adequacy Ratio (*2)
	Millions of Yen	Millions of Yen	%	Yen	%
As of					
September 30, 2009	21,084,784	1,417,753	5.3	597.76	14.17
March 31, 2009	21,330,132	1,264,052	4.1	521.86	12.09

(Note) Net Assets less Minority Interests: September 30, 2009 1,110,343 millions of yen March 31, 2009 873,905 millions of yen

(\*1) Net Assets to Total Assets Ratio = Net Assets less Minority Interests / Total Assets.

(\*2) Consolidated BIS Capital Adequacy Ratio is calculated based on the "Standard to determine the adequacy of bank's capital concerning its assets provided under the Article 14-2 of the Banking Act (FSA Announcement No.19, 2006.)"

The ratio as of September 30, 2009 is the preliminary figure for immediate release purposes.

### 2. Dividends on Common Share

	Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
Fiscal Year Ended	Yen	Yen	Yen	Yen	Yen
March 31, 2009	-	8.50	-	1.50	10.00
Fiscal Year Ending					
March 31, 2010	-	5.00	-	-	-
Fiscal Year Ending					
March 31, 2010 (Forecast)	-	-	-	5.00	10.00

(Note) Revision of dividend forecast for the second quarter of the fiscal year ended September 30, 2009: None

(Note) The figure above shows dividends on common share. In regard to other types of shares, please see "Dividends on Preferred Shares" on page 3.

### 3. Forecasts of Consolidated Financial Results for the Fiscal Year 2009 (April 1, 2009 through March 31, 2010)

(%: Change from the same period in the previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share(*1)
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Fiscal Year Ending							
March 31, 2010	920,000	(13.4)	80,000	170.2	45,000	466.3	25.29

(Note) Revision of consolidated earnings forecasts for the second quarter of the fiscal year ended September 30, 2009: Yes

(\*1) The First Series of Class 2 Preferred Shares were issued by way of a third-party allotment on September 4, 2009.

Net Income per Share is attributed to common share.

#### 4. Other Information

- (1) Changes in specified subsidiaries resulted in changes in the scope of consolidation during the first half of the fiscal year 2009: None
- (2) Changes in accounting principles, procedures and presentation methods in the preparation of consolidated financial statements during the first half of the fiscal year 2009
- 1) Changes due to revision in accounting standards: Yes
- 2) Other changes: None
- (Note) Please see page 5 for details.
- (3) Number of issued shares (Common share)
- 1) Number of issued shares (including treasury stock)
- September 30, 2009 : 1,675,128,546 shares, March 31, 2009 : 1,675,128,546 shares
- 2) Number of treasury stock
- September 30, 2009 : 541,241 shares, March 31, 2009 : 525,453 shares
- 3) Average number of issued shares (for the first half of the fiscal years)
- September 30, 2009 : 1,674,595,997 shares, September 30, 2008 : 1,674,627,624 shares

### Summary of Non-consolidated Financial Results

#### 1. Non-consolidated Financial Results for the First Half of the Fiscal Year 2009

(April 1, 2009 through September 30, 2009)

##### (1) Non-consolidated Financial Results

(%: Change from the same period in the previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Six Months Ended						
September 30, 2009	245,556	(18.0)	31,183	(34.4)	19,322	(36.4)
September 30, 2008	299,552	(5.5)	47,541	11.0	30,399	(4.9)

	Net Income per Share
Six Months Ended	Yen
September 30, 2009	11.34
September 30, 2008	18.15

##### (2) Non-consolidated Financial Position

	Total Assets	Net Assets	Net Assets to Total Assets Ratio (*1)	Net Assets per Share	Non-Consolidated BIS Capital Adequacy Ratio (*2)
	Millions of Yen	Millions of Yen	%	Yen	%
As of					
September 30, 2009	20,366,911	1,095,090	5.4	588.65	15.33
March 31, 2009	20,735,842	863,145	4.2	515.43	13.03

(Note) Net Assets: September 30, 2009 1,095,090 millions of yen March 31, 2009 863,145 millions of yen

(\*1) Net Assets to Total Assets Ratio = Net Assets / Total Assets.

(\*2) Non-Consolidated BIS Capital Adequacy Ratio is calculated based on the "Standard to determine the adequacy of bank's capital concerning its assets provided under the Article 14-2 of the Banking Act (FSA Announcement No.19, 2006.)"

The ratio as of September 30, 2009 is the preliminary figure for immediate release purposes.

#### 2. Forecasts of Non-consolidated Financial Results for the Fiscal Year 2009

(April 1, 2009 through March 31, 2010)

(%: Change from the same period in the previous fiscal year)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Fiscal Year Ending							
March 31, 2010	550,000	(18.7)	75,000	97.5	45,000	15.6	25.29

#### Explanation for proper use of forecasts and other note

Forecasts in this material are based on information, which is available at this moment, and assumptions of uncertain factors, which may affect future operating results. Actual results may differ materially from those forecasts depending on various future events and conditions.

As The Sumitomo Trust & Banking Co., Ltd. is a specified business company under the Paragraph 2, Article 17-15 of "Cabinet Office Ordinance on Disclosure of Corporate Information, etc.", consolidated and non-consolidated financial statements for the first half of the fiscal year are prepared in the current period.

This financial information is translations of the brief financial statements (Kessan Tanshin) and explanatory material. For further information, please contact the Investor Relations Office, Financial Management Department at +81-3-3286-8354 by phone, +81-3-3286-4654 by facsimile, or e-mail : rstbtrnews@sumitomotrust.co.jp.

**(Dividends on Preferred Shares)**

Dividends per share on preferred shares are as below:

	Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
The First Series of Class 2 Preferred Shares	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended March 31, 2009					
Fiscal Year Ending March 31, 2010		3.13			
Fiscal Year Ending March 31, 2010 (Forecast)			-	21.15	24.28

(Note) The First Series of Class 2 Preferred Shares were issued in September 2009.

## Qualitative Information, Financial Statements and Others

### 1. Qualitative Information related to the Consolidated Results of Operations

Consolidated net business profit before credit costs (\*) decreased by 7.5 billion yen from the first half of the fiscal year 2008 to 87.7 billion yen mainly due to the decrease in fee revenue caused by the drop in market value of assets entrusted including pension trusts and mutual funds and by the drop in real estate brokerage volume, in addition to the decrease in fee revenue of group companies.

Consolidated ordinary profit decreased by 21.3 billion yen from the first half of the fiscal year 2008 to 33.4 billion yen as a result of devaluation loss on domestic equities (11.8 billion yen), increase in total substantial credit costs (\*), and so on.

On the other hand, consolidated net income decreased by only 9.0 billion yen from the first half of the fiscal year 2008 to 19.2 billion yen as there was the dividend income from a financial subsidiary in Cayman resulting from the gain on retirement of perpetual subordinated bonds (9.4 billion yen), and net income per share is 11.31 yen.

Consolidated total substantial credit costs increased by 16.2 billion yen from the first half of the fiscal year 2008 to 40.8 billion yen owing to the increase in doubtful loans caused by the worsening financial conditions of domestic clients against which we set aside high allowance ratio.

Total substantial credit costs of group companies decreased by 6.0 billion yen from the first half of the fiscal year 2008 to 8.1 billion yen mainly due to the worsening conditions of some clients of leasing subsidiaries and their increased allowance ratio.

The percent complete of forecasts of consolidated financial results for the fiscal year 2009 (Net business profit before credit costs: 175.0 billion yen, Ordinary profit: 80.0 billion yen, Net income: 45.0 billion yen) which is stated at No.3 below is 50.1%, 41.8% and 42.8% respectively.

(\*) As to the explanation of "Net business profit before credit costs" and "Total substantial credit costs", please refer to the "Explanation Material 2nd Quarter of Fiscal Year 2009 ended on Sep. 30, 2009".

### 2. Qualitative Information related to the Consolidated Financial Conditions

Consolidated total assets decreased by 245.3 billion yen from the end of the previous fiscal year to 21,084.7 billion yen and consolidated net assets increased by 153.7 billion yen to 1,417.7 billion yen.

As to major accounts, the balance of loans and bills discounted increased by 5.3 billion yen from the end of the previous fiscal year to 11,234.9 billion yen, while that of securities decreased by 353.4 billion yen to 4,441.3 billion yen. The balance of deposits increased by 403.8 billion yen from the end of the previous fiscal year to 12,312.8 billion yen. The total balance of trust account on non-consolidated basis decreased by 898.3 billion yen from the end of the previous fiscal year to 81,872.6 billion yen.

Net unrealized gains/ losses of "Available-for-sale securities" with fair value in total is net gains of 79.1 billion yen as the net unrealized gains/losses of Japanese stocks increased by 93.1 billion yen from the end of the previous fiscal year and that of overseas credit securities increased by 39.1 billion yen.

The balance of assets classified under the Financial Reconstruction Law (non-consolidated, banking account and principal guaranteed trust account combined) increased by 192.7 billion yen from the end of the previous fiscal year to 309.2 billion yen mainly due to the increase in doubtful loans, and the ratio of assets classified under the Financial Reconstruction Law to the total loan balance stands at 2.5%. Loans to special mention debtors decreased by 226.2 billion yen from the end of the previous fiscal year to 619.1 billion yen owing to the downgrade to doubtful loans and repayment from special mention debtors.

The balance of net deferred tax assets decreased by 75.4 billion yen from the end of the previous fiscal year to net assets of 132.3 billion yen.

Consolidated BIS capital adequacy ratio (preliminary) and consolidated Tier I capital ratio (preliminary) are 14.17% and 9.88% respectively, which maintain sufficient level.

### 3. Qualitative Information related to the Consolidated Earnings Forecasts for the Fiscal Year 2009

As to forecasts of consolidated financial results for the fiscal year 2009, ordinary income is forecasted to decrease by 80.0 billion yen from the previous forecast announced on May 15, 2009 to 920.0 billion yen, and ordinary profit is forecasted to decrease by 5.0 billion yen from the previous forecast to 80.0 billion yen.

Net business profit before credit costs and net income are forecasted to be 175.0 billion yen and 45.0 billion yen respectively, which are unchanged from the previous forecast.

#### **4. Others**

##### **(1) Changes in Specified Subsidiaries Resulted in Changes in the Scope of Consolidation During the First Half of the Fiscal Year 2009**

There is no applicable information.

##### **(2) Changes in Accounting Principles, Procedures and Presentation Methods in the Preparation of the Consolidated Financial Statements for the First Half of the Fiscal Year 2009**

###### **Implementation Guidance on Determining a Subsidiary and an Affiliate**

As “Implementation Guidance on Determining a Subsidiary and an Affiliate” (Accounting Standards Board of Japan Implementation Guidance No.22) was adopted from the fiscal year beginning on and after October 1, 2008, the Sumitomo Trust & Banking Co., Ltd. has started to adopt this implementation guidance from the first half of the fiscal year 2009. This adoption did not affect the consolidated financial statements for the first half of the fiscal year 2009.

## 5. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

	As of September 30, 2009	As of March 31, 2009
(Millions of Yen)		
<b>Assets:</b>		
Cash and Due from Banks	1,220,329	605,348
Call Loans and Bills Bought	62,398	9,597
Receivables under Securities Borrowing Transactions	332,159	295,941
Monetary Claims Bought	415,589	455,019
Trading Assets	905,185	1,089,812
Money Held in Trust	22,401	22,102
Securities	4,441,338	4,794,815
Loans and Bills Discounted	11,234,906	11,229,604
Foreign Exchanges	8,896	12,166
Lease Receivables and Investment Assets	641,486	668,368
Other Assets	1,208,174	1,411,193
Tangible Fixed Assets	127,881	129,530
Intangible Fixed Assets	139,599	142,913
Deferred Tax Assets	132,340	207,740
Customers' Liabilities for Acceptances and Guarantees	368,342	422,947
Allowance for Loan Losses	(176,247)	(166,971)
<b>Total Assets</b>	<b>21,084,784</b>	<b>21,330,132</b>
<b>Liabilities:</b>		
Deposits	12,312,877	11,909,027
Negotiable Certificates of Deposit	2,062,055	2,303,517
Call Money and Bills Sold	208,822	133,181
Payables under Repurchase Agreements	972,446	1,236,775
Trading Liabilities	95,692	131,605
Borrowed Money	861,340	1,460,149
Foreign Exchanges	33	532
Short-term Bonds Payable	336,114	333,561
Bonds Payable	532,776	556,622
Borrowed Money from Trust Account	1,056,013	547,115
Other Liabilities	832,392	1,002,600
Provision for Bonuses	6,136	6,100
Provision for Retirement Benefits	8,272	8,539
Provision for Reimbursement of Deposits	954	890
Provision for Contingent Loss	6,192	6,302
Provision for Relocation Expenses	698	698
Deferred Tax Liabilities	35	34
Deferred Tax Liabilities for Land Revaluation	5,834	5,878
Acceptances and Guarantees	368,342	422,947
<b>Total Liabilities</b>	<b>19,667,030</b>	<b>20,066,080</b>
<b>Net Assets:</b>		
Shareholders' Equity:	1,118,803	992,986
Capital Stock	342,037	287,537
Capital Surplus	297,053	242,555
Retained Earnings	480,172	463,346
Treasury Stock	(458)	(453)
Valuation and Translation Adjustments:	(8,460)	(119,080)
Valuation Difference on Available-for-Sale Securities	(5,640)	(102,248)
Deferred Gains or Losses on Hedges	10,741	(2,208)
Revaluation Reserve for Land	(4,572)	(4,511)
Foreign Currency Translation Adjustment	(8,988)	(10,111)
Minority Interests	307,409	390,146
<b>Total Net Assets</b>	<b>1,417,753</b>	<b>1,264,052</b>
<b>Total Liabilities and Net Assets</b>	<b>21,084,784</b>	<b>21,330,132</b>

(2) Consolidated Statements of Income

(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Ordinary Income:</b>		
Trust Fees	36,379	<b>26,258</b>
Interest Income:	198,252	<b>141,248</b>
Interest on Loans and Discounts	104,976	<b>92,148</b>
Interest and Dividends on Securities	78,870	<b>43,438</b>
Fees and Commissions	53,151	<b>48,769</b>
Trading Income	2,477	<b>10,030</b>
Other Ordinary Income	198,187	<b>183,879</b>
Other Income	10,821	<b>13,778</b>
<b>Ordinary Income</b>	<b>499,270</b>	<b>423,964</b>
<b>Ordinary Expenses:</b>		
Interest Expenses:	111,207	<b>53,657</b>
Interest on Deposits	51,016	<b>35,148</b>
Fees and Commissions Payments	14,817	<b>12,654</b>
Trading Expenses	11,751	-
Other Ordinary Expenses	156,957	<b>160,952</b>
General and Administrative Expenses	107,447	<b>104,710</b>
Other Expenses	42,314	<b>58,531</b>
<b>Ordinary Expenses</b>	<b>444,496</b>	<b>390,506</b>
<b>Ordinary Profit</b>	<b>54,773</b>	<b>33,458</b>
Extraordinary Income:	2,605	<b>9,813</b>
Gain on Disposal of Noncurrent Assets	1,909	<b>9</b>
Recoveries of Written-off Claims	695	<b>333</b>
Other Extraordinary Income	-	<b>9,469</b>
Extraordinary Loss:	449	<b>242</b>
Loss on Disposal of Noncurrent Assets	322	<b>213</b>
Impairment Loss	127	<b>28</b>
<b>Income before Income Taxes and Minority Interests</b>	<b>56,928</b>	<b>43,028</b>
Income Taxes:	24,425	<b>16,252</b>
Current	11,511	<b>13,411</b>
Deferred	12,914	<b>2,841</b>
Minority Interests in Income	4,179	<b>7,499</b>
<b>Net Income</b>	<b>28,323</b>	<b>19,276</b>

(3) Consolidated Statements of Changes in Net Assets

(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Shareholders' Equity:</b>		
<b>Capital Stock:</b>		
Balance at the End of Previous Period	287,537	287,537
Changes of Items during the Period:		
Issuance of New Shares	-	54,500
Total Changes of Items during the Period	-	54,500
Balance at the End of Current Period	287,537	342,037
<b>Capital Surplus:</b>		
Balance at the End of Previous Period	242,555	242,555
Changes of Items during the Period:		
Issuance of New Shares	-	54,500
Disposal of Treasury Stock	(0)	(2)
Total Changes of Items during the Period	(0)	54,497
Balance at the End of Current Period	242,555	297,053
<b>Retained Earnings:</b>		
Balance at the End of Previous Period	483,686	463,346
Changes of Items during the Period:		
Dividends from Surplus	(14,234)	(2,511)
Net Income	28,323	19,276
Disposal of Treasury Stock	(1)	-
Reversal of Revaluation Reserve for Land	60	60
Total Changes of Items during the Period	14,147	16,825
Balance at the End of Current Period	497,834	480,172
<b>Treasury Stock:</b>		
Balance at the End of Previous Period	(441)	(453)
Changes of Items during the Period:		
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	8	5
Total Changes of Items during the Period	(38)	(5)
Balance at the End of Current Period	(479)	(458)
<b>Total Shareholders' Equity:</b>		
Balance at the End of Previous Period	1,013,338	992,986
Changes of Items during the Period:		
Issuance of New Shares	-	109,000
Dividends from Surplus	(14,234)	(2,511)
Net Income	28,323	19,276
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	6	2
Reversal of Revaluation Reserve for Land	60	60
Total Changes of Items during the Period	14,108	125,817
Balance at the End of Current Period	1,027,447	1,118,803



(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Valuation and Translation Adjustments:</b>		
<b>Valuation Difference on Available-for-Sale Securities:</b>		
Balance at the End of Previous Period	65,958	(102,248)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(45,167)	96,607
Total Changes of Items during the Period	(45,167)	96,607
Balance at the End of Current Period	20,790	(5,640)
<b>Deferred Gains or Losses on Hedges:</b>		
Balance at the End of Previous Period	1,107	(2,208)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(6,081)	12,950
Total Changes of Items during the Period	(6,081)	12,950
Balance at the End of Current Period	(4,974)	10,741
<b>Revaluation Reserve for Land:</b>		
Balance at the End of Previous Period	(4,306)	(4,511)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(60)	(60)
Total Changes of Items during the Period	(60)	(60)
Balance at the End of Current Period	(4,366)	(4,572)
<b>Foreign Currency Translation Adjustment:</b>		
Balance at the End of Previous Period	(4,729)	(10,111)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(1,915)	1,122
Total Changes of Items during the Period	(1,915)	1,122
Balance at the End of Current Period	(6,644)	(8,988)
<b>Total Valuation and Translation Adjustments:</b>		
Balance at the End of Previous Period	58,029	(119,080)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(53,225)	110,620
Total Changes of Items during the Period	(53,225)	110,620
Balance at the End of Current Period	4,804	(8,460)
<b>Minority Interests:</b>		
Balance at the End of Previous Period	209,586	390,146
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	110,845	(82,737)
Total Changes of Items during the Period	110,845	(82,737)
Balance at the End of Current Period	320,431	307,409
<b>Total Net Assets:</b>		
Balance at the End of Previous Period	1,280,954	1,264,052
Changes of Items during the Period:		
Issuance of New Shares	-	109,000
Dividends from Surplus	(14,234)	(2,511)
Net Income	28,323	19,276
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	6	2
Reversal of Revaluation Reserve for Land	60	60
Net Changes of Items Other than Shareholders' Equity	57,619	27,883
Total Changes of Items during the Period	71,728	153,700
Balance at the End of Current Period	1,352,683	1,417,753

(4) Note on Assumption of Going Concern

There is no applicable information.

## 6. Non-Consolidated Financial Statements

### (1) Non-Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2009	As of March 31, 2009
<b>Assets:</b>		
Cash and Due from Banks	1,149,643	578,240
Call Loans	62,398	500
Receivables under Securities Borrowing Transactions	322,560	286,844
Monetary Claims Bought	309,638	364,291
Trading Assets	905,872	1,090,257
Money Held in Trust	22,401	22,102
Securities	4,728,108	5,091,016
Loans and Bills Discounted	11,472,216	11,488,687
Foreign Exchanges	8,896	12,166
Other Assets	845,391	1,042,226
Tangible Fixed Assets	113,722	115,011
Intangible Fixed Assets	26,134	24,265
Deferred Tax Assets	114,102	191,282
Customers' Liabilities for Acceptances and Guarantees	434,417	567,015
Allowance for Loan Losses	(147,408)	(136,880)
Allowance for Investment Loss	(1,185)	(1,185)
<b>Total Assets</b>	<b>20,366,911</b>	<b>20,735,842</b>
<b>Liabilities:</b>		
Deposits	12,300,670	11,906,026
Negotiable Certificates of Deposit	2,081,455	2,313,517
Call Money	235,434	163,641
Payables under Repurchase Agreements	972,446	1,236,775
Trading Liabilities	95,811	131,702
Borrowed Money	727,081	1,534,606
Foreign Exchanges	343	665
Short-term Bonds Payable	280,126	248,259
Bonds Payable	344,891	289,882
Borrowed Money from Trust Account	1,056,013	547,115
Other Liabilities:	725,059	915,509
Income Taxes Payable	4,077	3,571
Lease Obligations	181	201
Other	720,801	-
Provision for Bonuses	4,181	3,995
Provision for Retirement Benefits	208	214
Provision for Reimbursement of Deposits	954	890
Provision for Contingent Loss	6,192	6,302
Provision for Relocation Expenses	698	698
Deferred Tax Liabilities for Land Revaluation	5,834	5,878
Acceptances and Guarantees	434,417	567,015
<b>Total Liabilities</b>	<b>19,271,820</b>	<b>19,872,697</b>
<b>Net Assets:</b>		
Shareholders' Equity:	1,093,041	967,177
Capital Stock	342,037	287,537
Capital Surplus:	297,053	242,555
Legal Capital Surplus	242,555	242,555
Other Capital Surplus	54,497	-
Retained Earnings:	454,410	437,538
Legal Retained Earnings	46,580	46,580
Other Retained Earnings	407,829	390,957
Reserve for Overseas Investment Loss	0	0
Other Voluntary Reserve	371,870	341,870
Retained Earnings Brought Forward	35,959	49,087
Treasury Stock	(458)	(453)
Valuation and Translation Adjustments:	2,049	(104,032)
Valuation Difference on Available-for-Sale Securities	(4,901)	(97,893)
Deferred Gains or Losses on Hedges	11,523	(1,627)
Revaluation Reserve for Land	(4,572)	(4,511)
<b>Total Net Assets</b>	<b>1,095,090</b>	<b>863,145</b>
<b>Total Liabilities and Net Assets</b>	<b>20,366,911</b>	<b>20,735,842</b>

(2) Non-Consolidated Statements of Income

(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Ordinary Income:</b>		
Trust Fees	36,379	26,336
Interest Income:	188,050	147,223
Interest on Loans and Discounts	99,245	87,560
Interest and Dividends on Securities	76,901	54,690
Fees and Commissions	33,917	34,429
Trading Income	2,477	10,030
Other Ordinary Income	31,036	17,828
Other Income	7,690	9,707
<b>Ordinary Income</b>	<b>299,552</b>	<b>245,556</b>
<b>Ordinary Expenses:</b>		
Interest Expenses:	111,684	59,586
Interest on Deposits	49,488	35,153
Fees and Commissions Payments	20,305	15,970
Trading Expenses	11,751	-
Other Ordinary Expenses	8,190	14,100
General and Administrative Expenses	72,345	73,051
Other Expenses	27,731	51,663
<b>Ordinary Expenses</b>	<b>252,010</b>	<b>214,373</b>
<b>Ordinary Profit</b>	<b>47,541</b>	<b>31,183</b>
Extraordinary Income	1,388	340
Extraordinary Loss	393	153
<b>Income before Income Taxes</b>	<b>48,535</b>	<b>31,370</b>
Income Taxes:	18,136	12,047
Current	5,522	7,460
Deferred	12,614	4,587
<b>Net Income</b>	<b>30,399</b>	<b>19,322</b>

(3) Non-Consolidated Statements of Changes in Net Assets

(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Shareholders' Equity:</b>		
<b>Capital Stock:</b>		
Balance at the End of Previous Period	287,537	287,537
Changes of Items during the Period:		
Issuance of New Shares	-	54,500
Total Changes of Items during the Period	-	54,500
Balance at the End of Current Period	287,537	342,037
<b>Capital Surplus:</b>		
<b>Legal Capital Surplus:</b>		
Balance at the End of Previous Period	242,555	242,555
Changes of Items during the Period:		
Issuance of New Shares	-	54,500
Transfer to Other Capital Surplus	-	(54,500)
Total Changes of Items during the Period	-	-
Balance at the End of Current Period	242,555	242,555
<b>Other Capital Surplus:</b>		
Balance at the End of Previous Period	0	-
Changes of Items during the Period:		
Transfer from Legal Capital Surplus	-	54,500
Disposal of Treasury Stock	(0)	(2)
Total Changes of Items during the Period	(0)	54,497
Balance at the End of Current Period	-	54,497
<b>Total Capital Surplus:</b>		
Balance at the End of Previous Period	242,555	242,555
Changes of Items during the Period:		
Issuance of New Shares	-	54,500
Disposal of Treasury Stock	(0)	(2)
Total Changes of Items during the Period	(0)	54,497
Balance at the End of Current Period	242,555	297,053
<b>Retained Earnings:</b>		
<b>Legal Retained Earnings:</b>		
Balance at the End of Previous Period	46,580	46,580
Changes of Items during the Period:		
Total Changes of Items during the Period	-	-
Balance at the End of Current Period	46,580	46,580
<b>Other Retained Earnings:</b>		
Balance at the End of Previous Period	380,308	390,957
Changes of Items during the Period:		
Dividends from Surplus	(14,234)	(2,511)
Net Income	30,399	19,322
Disposal of Treasury Stock	(1)	-
Reversal of Revaluation Reserve for Land	60	60
Total Changes of Items during the Period	16,223	16,871
Balance at the End of Current Period	396,531	407,829
<b>Total Retained Earnings:</b>		
Balance at the End of Previous Period	426,888	437,538
Changes of Items during the Period:		
Dividends from Surplus	(14,234)	(2,511)
Net Income	30,399	19,322
Disposal of Treasury Stock	(1)	-
Reversal of Revaluation Reserve for Land	60	60
Total Changes of Items during the Period	16,223	16,871
Balance at the End of Current Period	443,112	454,410

(Millions of Yen)

	Six Months Ended September 30, 2008	Six Months Ended September 30, 2009
<b>Treasury Stock:</b>		
Balance at the End of Previous Period	(441)	(453)
Changes of Items during the Period:		
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	8	5
Total Changes of Items during the Period	(38)	(5)
Balance at the End of Current Period	(479)	(458)
<b>Total Shareholders' Equity:</b>		
Balance at the End of Previous Period	956,540	967,177
Changes of Items during the Period:		
Issuance of New Shares	-	109,000
Dividends from Surplus	(14,234)	(2,511)
Net Income	30,399	19,322
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	6	2
Reversal of Revaluation Reserve for Land	60	60
Total Changes of Items during the Period	16,185	125,864
Balance at the End of Current Period	972,725	1,093,041
<b>Valuation and Translation Adjustments:</b>		
<b>Valuation Difference on Available-for-Sale Securities:</b>		
Balance at the End of Previous Period	65,936	(97,893)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(43,533)	92,991
Total Changes of Items during the Period	(43,533)	92,991
Balance at the End of Current Period	22,402	(4,901)
<b>Deferred Gains or Losses on Hedges:</b>		
Balance at the End of Previous Period	1,629	(1,627)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(6,423)	13,151
Total Changes of Items during the Period	(6,423)	13,151
Balance at the End of Current Period	(4,794)	11,523
<b>Revaluation Reserve for Land:</b>		
Balance at the End of Previous Period	(4,306)	(4,511)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(60)	(60)
Total Changes of Items during the Period	(60)	(60)
Balance at the End of Current Period	(4,366)	(4,572)
<b>Total Valuation and Translation Adjustments:</b>		
Balance at the End of Previous Period	63,259	(104,032)
Changes of Items during the Period:		
Net Changes of Items Other than Shareholders' Equity	(50,018)	106,081
Total Changes of Items during the Period	(50,018)	106,081
Balance at the End of Current Period	13,241	2,049
<b>Total Net Assets:</b>		
Balance at the End of Previous Period	1,019,800	863,145
Changes of Items during the Period:		
Issuance of New Shares	-	109,000
Dividends from Surplus	(14,234)	(2,511)
Net Income	30,399	19,322
Purchase of Treasury Stock	(46)	(10)
Disposal of Treasury Stock	6	2
Reversal of Revaluation Reserve for Land	60	60
Net Changes of Items Other than Shareholders' Equity	(50,018)	106,081
Total Changes of Items during the Period	(33,832)	231,945
Balance at the End of Current Period	985,967	1,095,090

(4) Note on Assumption of Going Concern

There is no applicable information.

**7. Other Information**

On November 6 2009, The Sumitomo Trust and Banking Co., Ltd. and Chuo Mitsui Trust Holdings, Inc. reached a basic agreement on the management integration of their two groups, subject to the approval of their shareholders and relevant authorities.

Combining their personnel, know-how and other managerial resources and fusing both groups' strengths, The Sumitomo Trust and Banking Co., Ltd. and Chuo Mitsui Trust Holdings, Inc. intend to form "The Trust Bank", a new trust bank group that, with the combination of their expertise and comprehensive capability, can provide its clients with better and swifter comprehensive solutions than ever before.