



SUMITOMO MITSUI TRUST HOLDINGS

ANNUAL REPORT
—FINANCIAL DATA SECTION—

2022



SuMi TRUST



Symbol Mark

The symbol mark features “Future Bloom” representing the purpose of Sumitomo Mitsui Trust Group, which is “creating new value with the power of trusts and let prosperous future for our clients and society bloom”.

The four clear petals show our “Mission” to each stakeholder of clients, society, shareholders and employees. The four colors of petals represent our value (codes of conduct): “Truthfulness and Loyalty” (natural green), “Dedication and Development” (golden orange), “Trust and Creativity” (blue green), and “Self-help and Self-discipline” (sky blue).



Corporate Color

The corporate color is “Future Blue,” which represents the integration of the sense of value that the symbol mark implies, and evokes the closeness and the future.

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Board of Directors and Executive Officers (As of July 1, 2022)

| | | | |
|--|--|--|--|
| Director, President (Representative Executive Officer) Toru Takakura | Director (External) Mitsuhiro Aso*¹ | Executive Officer, Executive Officer* ² Shigenori Ikemura | Executive Officer* ² Toshio Masui |
| Director, Deputy President (Representative Executive Officer) Jiro Araumi | Director (External) Nobuaki Katoh*¹ | Executive Officer, Executive Officer* ² Yuki Takada | Executive Officer* ² Daisuke Maeda |
| Director, Senior Managing Executive Officer Nobuaki Yamaguchi | Director (External) Masanori Yanagi*¹ | Executive Officer Miyo Yajima | Executive Officer* ² Nobuhisa Takahashi |
| Director, Executive Officer Kazuya Oyama | Director (External) Kaoru Kashima*¹ | Executive Officer, Executive Officer* ² Masaya Yamashiro | Executive Officer* ² Atsushi Ueda |
| Chairman Tetsuo Ohkubo | Senior Managing Executive Officer Futoshi Itani | Executive Officer* ² Atsushi Kaibara | Executive Officer* ² Shinichi Nonomura |
| Director Masaru Hashimoto | Managing Executive Officer Junya Ueda | Executive Officer* ² Seiji Iwakuma | Executive Officer* ² Shinichi Tao |
| Director Kuniyuki Shudo | Managing Executive Officer Yasuyuki Suzuki | Executive Officer* ² Kengo Noguchi | Executive Officer* ² Riro Sato |
| Director Kouji Tanaka | Managing Executive Officer, Executive Officer* ² Toshiaki Nakano | Executive Officer* ² Shigeki Tanaka | Executive Officer* ² Akira Ojima |
| Director (External) Isao Matsushita*¹ | Managing Executive Officer Manatomo Yoneyama | Executive Officer* ² Toshiya Shimobeppu | Executive Officer* ² Tomoya Hirano |
| Director (External) Shinichi Saito*¹ | Managing Executive Officer Atsushi Matsumoto | Executive Officer* ² Kenji Kaiya | Executive Officer* ² Hideki Kiya |
| Director (External) Hiroko Kawamoto*¹ | Managing Executive Officer Masakatsu Sato | Executive Officer* ² Yoshio Hishida | Executive Officer* ² Takahiro Yoshida |

*1 External Directors as provided for in Article 2, Item 15 of the Companies Act.

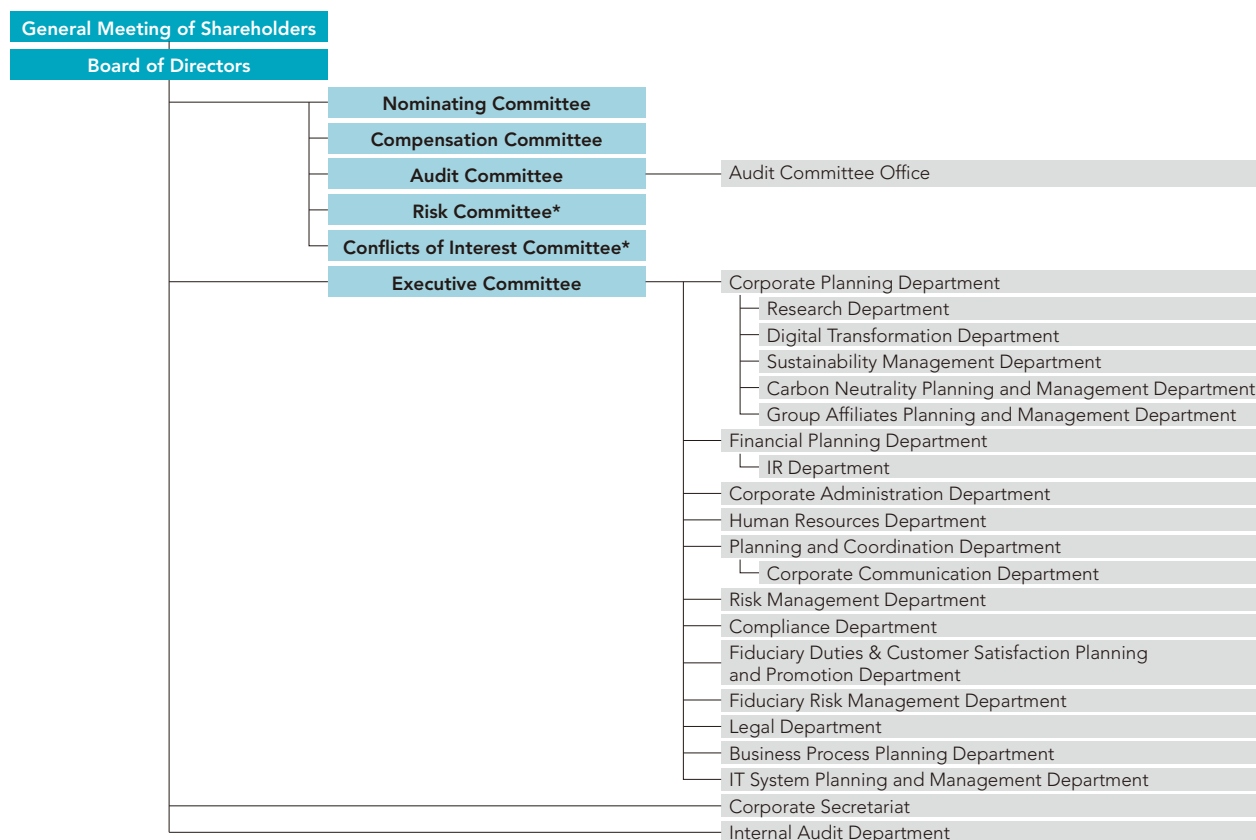
*2 Executive Officers as defined in our internal policy; unless otherwise annotated, Executive Officers are defined in the Companies Act.

Employees (As of March 31, 2022)

| Category | March 31, 2022 | March 31, 2021 |
|------------------------------|--------------------|--------------------|
| Number of Employees | 233 | 184 |
| Average Age | 49 years, 8 months | 51 years, 5 months |
| Average Length of Employment | 21 years, 1 month | 23 years, 8 months |
| Average Annual Salary | ¥12,684 thousand | ¥12,617 thousand |

Notes: 1. The number of employees indicates total personnel, etc., excluding employees seconded to other companies and temporary and part-time staff.
 2. Employees include those seconded from SuMi TRUST Bank and the average length of employment includes years of employment at their own companies.
 3. Average annual salary includes bonus and extra payment.

Organizational Chart (As of June 30, 2022)



* Risk Committee and Conflicts of Interest Committee are Voluntary committees.

Subsidiaries and Affiliated Companies (As of June 30, 2022)

Japan

| Name | Location | Date of Establishment | Paid-in Capital (Millions) | Scope of Business | Ownership by SuMi TRUST Holdings (%) | Ownership by subsidiaries (%) |
|--|--|-----------------------|----------------------------|--|--------------------------------------|-------------------------------|
| Sumitomo Mitsui Trust Bank, Limited | 4-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo | July 28, 1925 | ¥ 342,037 | Trust and Banking Business | 100.0 | — |
| Sumitomo Mitsui Trust Asset Management Co., Ltd. | 1-1, Shibakoen 1-chome, Minato-ku, Tokyo | November 1, 1986 | ¥ 2,000 | Investment Management Business, Investment Advisory and Agency Business | 100.0 | — |
| Sumitomo Mitsui Trust Research Institute Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | July 1, 1988 | ¥ 300 | Survey, Research, Consulting, Investment Advisory Business | 100.0 | — |
| Trust Base Co., Ltd.* | 6-1, Otemachi 1-chome, Chiyoda-ku, Tokyo | April 1, 2021 | ¥ 100 | Survey, Research, Consulting | 100.0 | — |
| Nikko Asset Management Co., Ltd. | 7-1, Akasaka 9-chome, Minato-ku, Tokyo | December 1, 1959 | ¥ 17,363 | Investment Management Business, Investment Advisory and Agency Business | 99.0 | 0.9 |
| Mutual Fund & Insurance Research Institute | 33-1, Shiba 3-chome, Minato-ku, Tokyo | December 1, 2017 | ¥ 150 | Survey, Research, Consulting | 88.0 | — |
| UBS SuMi TRUST Wealth Advisory, Ltd. | 4-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo | September 25, 2019 | ¥ 5 | Concurrent sales agency services, Financial instruments intermediary services, Banking agency services | 50.0 | — |
| UBS SuMi TRUST Wealth Management Co., Ltd. | 4-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo | May 1, 2020 | ¥ 5,165 | Securities business, Trust agreement agency services | 49.0 | — |
| Custody Bank of Japan, Ltd. | 8-12, Harumi 1-chome, Chuo-ku, Tokyo | June 20, 2000 | ¥ 51,000 | Trust and Banking Business | 33.3 | — |

* Trust Garage Co., Ltd changed its name to Trust Base Co., Ltd as of September 1, 2021.

Note: For details concerning subsidiaries and affiliated companies of SuMi TRUST Bank, please refer to page 13.

Board of Directors and Executive Officers (As of July 1, 2022)

| | | | |
|---|--|--|--|
| Chairman Masaru Hashimoto | Director (Audit and Supervisory Committee member) (External) Junko Sasaki* | Managing Executive Officer Kouichi Kato | Executive Officer Toru Masuda |
| President (Representative Director) Kazuya Oyama | Senior Managing Executive Officer Naohiro Tanaka | Managing Executive Officer Masakatsu Sato | Executive Officer Yuuko Nishigaya |
| Deputy President (Representative Director) Atsushi Kaibara | Senior Managing Executive Officer Toshiya Shimobepu | Managing Executive Officer Takehiko Sakaue | Executive Officer Natsuki Kitaguchi |
| Deputy President (Representative Director) Seiji Iwakuma | Senior Managing Executive Officer Kenji Kaiya | Managing Executive Officer Kazuteru Wakao | Executive Officer Hiroshi Matsumoto |
| Deputy President (Representative Director) Kengo Noguchi | Managing Executive Officer Toshio Masui | Executive Officer Teruki Ido | Executive Officer Michihiro Ooishi |
| Director, Senior Managing Executive Officer Shigeki Tanaka | Managing Executive Officer Keiichi Hamano | Executive Officer Yuki Takada | Executive Officer Shigeyuki Oouchi |
| Director, Senior Managing Executive Officer Futoshi Itani | Managing Executive Officer Hideshi Sano | Executive Officer Miyo Yajima | Executive Officer Kouichi Hashiguchi |
| Director, Senior Managing Executive Officer Nobuaki Yamaguchi | Managing Executive Officer Yasunaga Matsumoto | Executive Officer Atsushi Ueda | Executive Officer Kouichi Taguchi |
| Director, Managing Executive Officer Yasuyuki Suzuki | Managing Executive Officer Ryouji Nishimoto | Executive Officer Hitoshi Kotaka | Executive Officer Makoto Takamura |
| Director, Managing Executive Officer Manatomo Yoneyama | Managing Executive Officer Masahiko Kitajima | Executive Officer Shinichi Nonomura | Executive Officer Masayuki Okamoto |
| Director, Managing Executive Officer Atsushi Matsumoto | Managing Executive Officer Daisuke Maeda | Executive Officer Shinichi Tao | Executive Officer Nobuo Murakami |
| Director Tetsuo Ohkubo | Managing Executive Officer Junya Ueda | Executive Officer Makito Oono | Executive Officer Hisato Nakano |
| Director Toru Takakura | Managing Executive Officer Toshiaki Nakano | Executive Officer Katsuji Oka | Executive Officer Chikako Matsumoto |
| Director (External) Hideki Kanda* | Managing Executive Officer Satoshi Kitai | Executive Officer Toru Nakagawa | Executive Officer Kenichi Fujimura |
| Director (External) Michiko Achilles* | Managing Executive Officer Masaya Noda | Executive Officer Iwao Nakamura | Executive Officer Masaya Yamashiro |
| Director (External) Kazumi Torii* | Managing Executive Officer Tetsuya Hiwatashi | Executive Officer Masatoshi Yoshikawa | Executive Officer Tomoya Hirano |
| Director (Audit and Supervisory Committee member) Kazuhisa Koashi | Managing Executive Officer Takumi Fujisawa | Executive Officer Hidehiro Miyahara | Executive Officer Hideki Kiya |
| Director (Audit and Supervisory Committee member) Tsutomu Kurai | Managing Executive Officer Nobuhisa Takahashi | Executive Officer Junichiro Usui | Executive Officer Naoki Ishibe |
| Director (Audit and Supervisory Committee member) (External) Hiroshi Mitsunaga* | Managing Executive Officer Kazuhiko Kasuya | Executive Officer Riro Sato | Executive Officer Hirohiko Doi |
| Director (Audit and Supervisory Committee member) (External) Hiroshi Mitsunaga* | Managing Executive Officer Takehiko Iwahara | Executive Officer Kenji Amihama | Executive Officer Takahiro Yoshida |
| Director (Audit and Supervisory Committee member) (External) Hiroya Nakakubo* | Managing Executive Officer Takafumi Arimura | Executive Officer Akira Ojima | Executive Officer Takahiro Ishige |

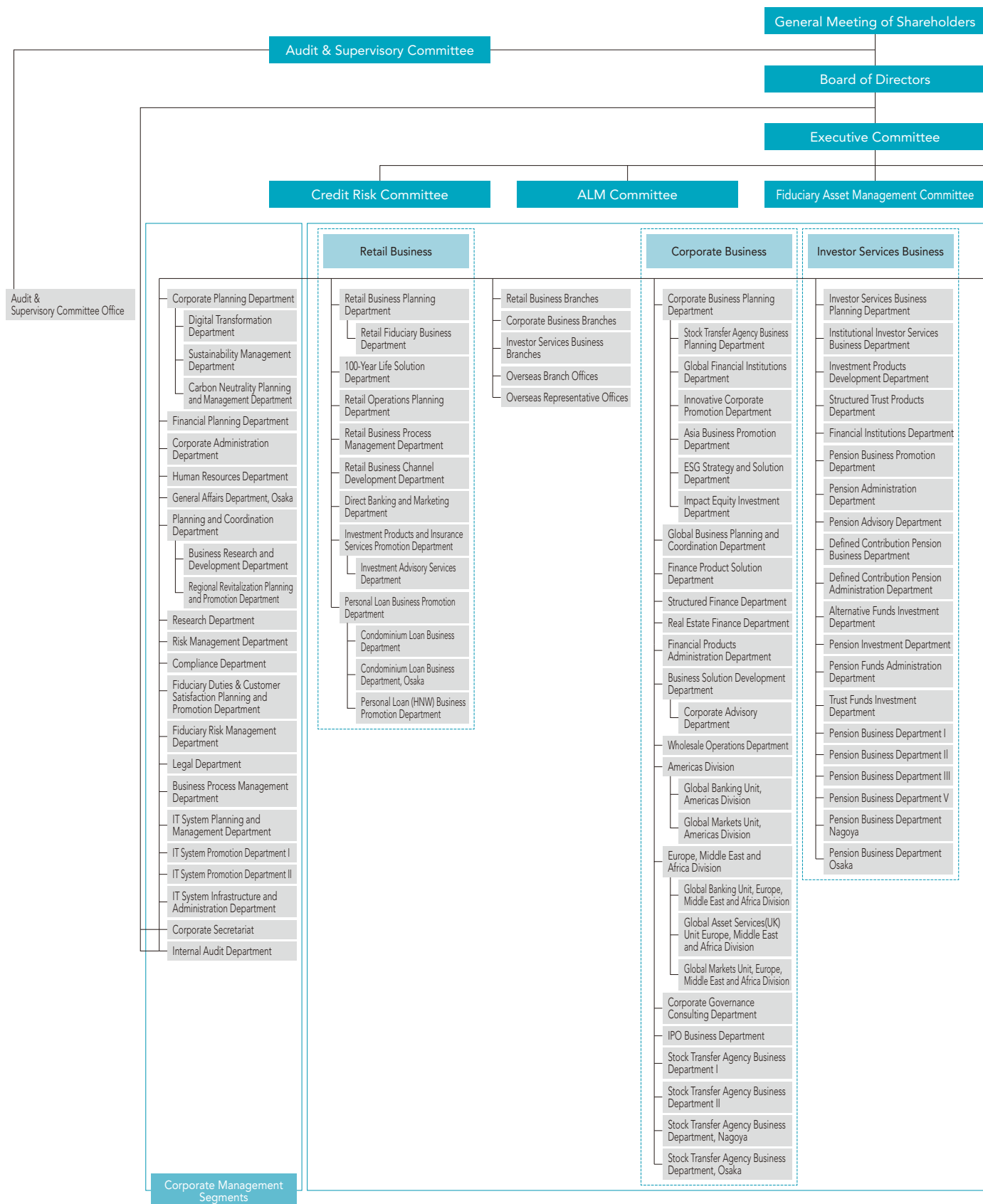
* External Directors as provided for in Article 2, Item 15 of the Companies Act.
Executive Officers as defined in our internal policy.

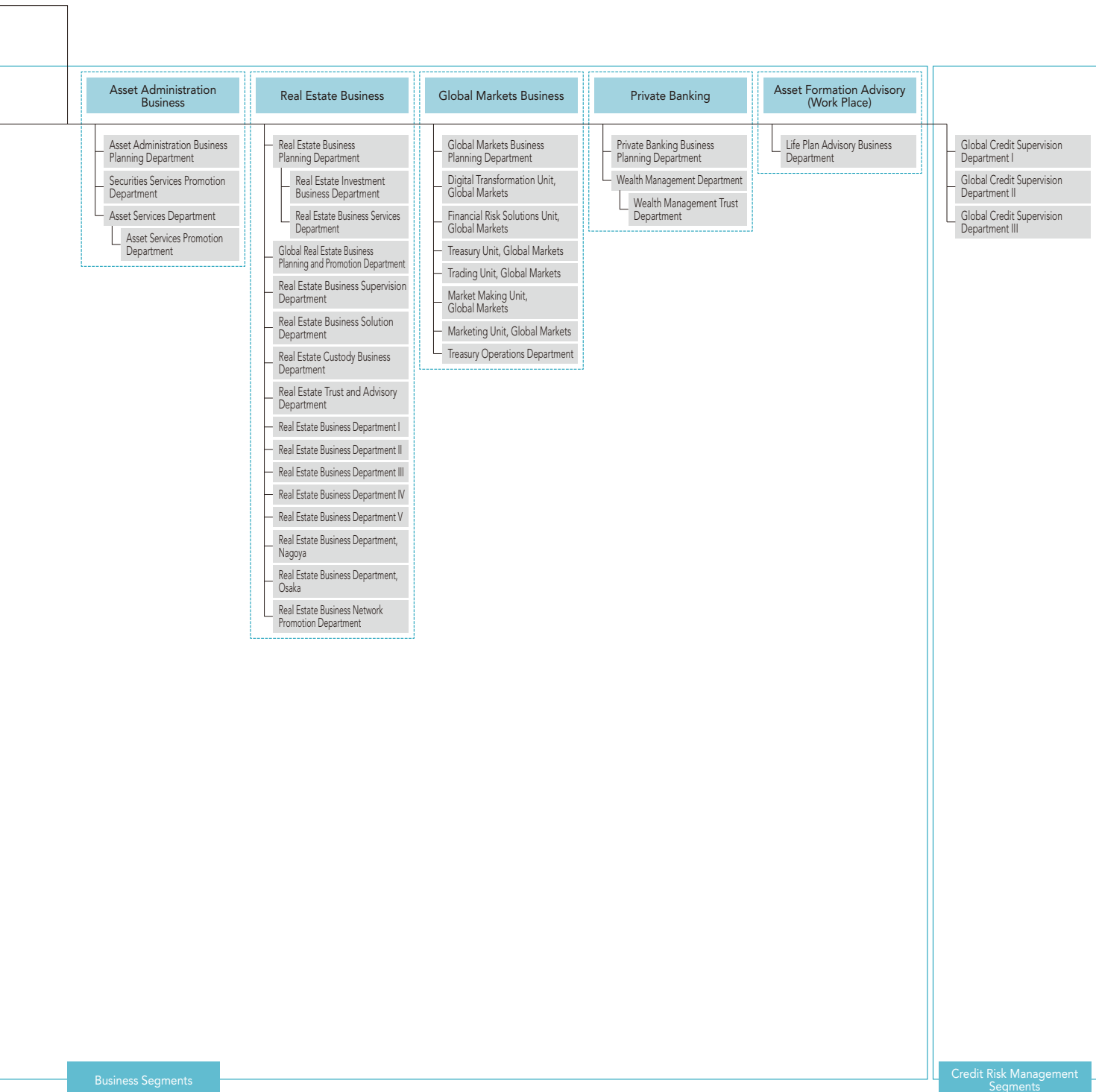
Employees (As of March 31, 2022)

| Category | March 31, 2022 | March 31, 2021 |
|------------------------------|--------------------|--------------------|
| Number of Employees | 13,608 | 13,740 |
| Average Age | 41 years, 7 months | 41 years, 6 months |
| Average Length of Employment | 14 years, 3 months | 14 years, 0 month |
| Average Annual Salary | ¥6,956 thousand | ¥7,064 thousand |

Notes: 1. The number of employees indicates total personnel, etc., excluding employees seconded to other companies and temporary and part-time staff.
 2. Average annual salary includes bonus and extra payment.

Organizational Chart (As of June 30, 2022)





Branches (As of June 30, 2022)

... These branches house two sales outlets under one roof, a “branch-in-a-branch” method.

Hokkaido, Tohoku

Sapporo Branch

Sapporo-Chuo Branch

1, Kita 2-jo Nishi 4-chome, Chuo-ku, Sapporo,
Hokkaido 060-0002, Japan

Sendai Branch

Sendai-Aoba Branch

1-7, Chuo 2-chome, Aoba-ku, Sendai,
Miyagi 980-0021, Japan

Tokyo

Tokyo Business Department

4-1, Marunouchi 1-chome, Chiyoda-ku,
Tokyo 100-8233, Japan

Nihonbashi Business Department

Tokyo-Chuo Branch

1-1, Nihonbashi-muromachi 2-chome, Chuo-ku,
Tokyo 103-0022, Japan

Consulting Plaza Shimbashi (Shimbashi Sub-Branch, Tokyo Business Department)

20-1, Shimbashi 2-chome, Minato-ku,
Tokyo 105-0004, Japan

Toranomon Consulting Office (Toranomon Sub-Branch, Tokyo Business Department)

7-1, Nishi Shimbashi 1-chome, Minato-ku,
Tokyo 105-0003, Japan

Shiba Business Department

33-1, Shiba 3-chome, Minato-ku,
Tokyo 105-8574, Japan

Shinjuku-Nishiguchi Branch

1-4, Nishi Shinjuku 1-chome, Shinjuku-ku,
Tokyo 160-0023, Japan

Shinjuku Branch

26-11, Shinjuku 3-chome, Shinjuku-ku,
Tokyo 160-0022, Japan

Ueno Branch

Ueno-Chuo Branch

19-10, Ueno 1-chome, Taito-ku,
Tokyo 110-0005, Japan

Meguro Branch

25-5, Kamiosaki 2-chome, Shinagawa-ku,
Tokyo 141-0021, Japan

Omori Branch

1-1, Sanno 2-chome, Ota-ku,
Tokyo 143-0023, Japan

Sangenjaya Branch

1-1, Taishido 4-chome, Setagaya-ku,
Tokyo 154-0004, Japan

Futako-Tamagawa Branch

22-12, Tamagawa 2-chome, Setagaya-ku,
Tokyo 158-0094, Japan

Consulting Plaza Seijo (Seijo Sub-Branch, Shinjuku-Nishiguchi Branch)

5-34, Seijo 6-chome, Setagaya-ku,
Tokyo 157-0066, Japan

Consulting Plaza Chofu (Chofu Sub-Branch, Shinjuku-Nishiguchi Branch)

48-26, Kojima-cho 2-chome, Chofu,
Tokyo 182-0026, Japan

Shibuya Branch

Shibuya-Chuo Branch

2-3, Dogenzaka 1-chome, Shibuya-ku,
Tokyo 150-0043, Japan

Shibuya Square A Building Sub-branch of Shibuya Branch

Shibuya Square A Building Sub-branch of Shibuya-Chuo Branch

9-5, Dogenzaka 1-chome, Shibuya-ku,
Tokyo 150-0043, Japan

Jiyugaoka Branch

10-20, Jiyugaoka 2-chome, Meguro-ku,
Tokyo 152-0035, Japan

Nakano Branch

62-5, Nakano 5-chome, Nakano-ku,
Tokyo 164-0001, Japan

Ogikubo Branch

18-10, Kamiogi 1-chome, Suginami-ku,
Tokyo 167-0043, Japan

Ikebukuro Branch

Ikebukuro-Higashiguchi Branch

41-7, Higashi Ikebukuro 1-chome, Toshima-ku,
Tokyo 170-0013, Japan

Shakujii Branch

14-1, Shakujii-cho 2-chome, Nerima-ku,
Tokyo 177-0041, Japan

Kichijoji Branch

Kichijoji-Chuo Branch

2-15, Kichijoji Hon-cho 2-chome, Musashino,
Tokyo 180-0004, Japan

Koganei Branch

10-1, Hon-cho 5-chome, Koganei,
Tokyo 184-0004, Japan

Tachikawa Branch

Tachikawa-Kitaguchi Branch

6-1, Akebono-cho 2-chome, Tachikawa,
Tokyo 190-0012, Japan

Hachioji Branch

Hachioji-Ekimae Branch

9-1, Asahi-cho, Hachioji,
Tokyo 192-0083, Japan

Machida Branch

3-4, Haramachida 6-chome, Machida,
Tokyo 194-0013, Japan

Tama-Sakuragaoka Branch

1-5, Sekido 1-chome, Tama,
Tokyo 206-0011, Japan

Consulting Plaza Seiseki (Seiseki-Sakuragaoka Sub-Branch, Tama-Sakuragaoka Branch)

7-5, Sekido 1-chome, Tama,
Tokyo 206-0011, Japan

Consulting Plaza Tama-Center (Tama-Center Sub-Branch, Tama-Sakuragaoka Branch)

44, Ochiai 1-chome, Tama,
Tokyo 206-0033, Japan

Kanto

Urawa Branch

12-1, Takasago 1-chome, Urawa-ku,
Saitama 330-0063, Japan

Omiya Branch

Omiya-Ekimae Branch

32, Daimon-cho 1-chome, Omiya-ku,
Saitama 330-8511, Japan

Tokorozawa Branch

Tokorozawa-Ekimae Branch

3-5, Hiyoshi-cho, Tokorozawa,
Saitama 359-8691, Japan

Koshigaya Branch

14-22, Yayoi-cho, Koshigaya,
Saitama 343-0816, Japan

Sugito Branch

13-12, Sugito 2-chome, Sugito-machi, Kitakatsushika-gun,
Saitama 345-0036, Japan

Chiba Branch

Chiba-Ekimae Branch

1-16, Fujimi 1-chome, Chuo-ku,
Chiba 260-0015, Japan

Ichikawa Branch

7-13, Ichikawa 1-chome, Ichikawa,
Chiba 272-0034, Japan

Funabashi Branch

3-1, Hon-cho 1-chome, Funabashi,
Chiba 273-0005, Japan

Tsudanuma Branch

14-5, Maebara Nishi 2-chome, Funabashi,
Chiba 274-0825, Japan

Matsudo Branch

2-1, Hon-cho, Matsudo,
Chiba 271-0091, Japan

Kashiwa Branch

2-1, Kashiwa 4-chome, Kashiwa,
Chiba 277-0005, Japan

Yachiyo Branch

3-1, Yachiyodai Minami 1-chome, Yachiyo,
Chiba 276-0033, Japan

Yokohamaeki-Nishiguchi Branch

Yokohama Branch

6-31, Minami Saiwai 1-chome, Nishi-ku, Yokohama,
Kanagawa 220-0005, Japan

Yokohama Housing Loan Center Sub-Branch, Yokohamaeki-Nishiguchi Branch

6-1, Kita Saiwai 1-chome, Nishi-ku, Yokohama,
Kanagawa 220-0004, Japan

Futamatagawa Branch

3-2, Futamatagawa 1-chome, Asahi-ku, Yokohama,
Kanagawa 241-0821, Japan

Tama-Plaza Branch

15-8, Utsukushigaoka 2-chome, Aoba-ku, Yokohama,
Kanagawa 225-0002, Japan

Aobadai Branch

9-2, Aobadai 2-chome, Aoba-ku, Yokohama,
Kanagawa 227-0062, Japan

Consulting Plaza Kohoku

(Kohoku Sub-Branch, Tama-Plaza Branch)

1-3, Nakagawa Chuo 1-chome, Tsuzuki-ku, Yokohama,
Kanagawa 224-0003, Japan

Konandai Branch

15-2-102, Konandai 3-chome, Konan-ku, Yokohama,
Kanagawa 234-0054, Japan

Kamiooka Branch

18-5, Kamiooka Nishi 1-chome, Konan-ku, Yokohama,
Kanagawa 233-0002, Japan

Consulting Plaza Totsuka

(Totsuka Sub-Branch, Yokohamaeki-Nishiguchi Branch)

16-1, Totsuka-cho, Totsuka-ku, Yokohama,
Kanagawa 244-0003, Japan

Kawasaki Branch

3-1, Ekimae Hon-cho, Kawasaki-ku, Kawasaki,
Kanagawa 210-0007, Japan

Shin-Yurigaoka Branch

5-3, Kamiasao 1-chome, Asao-ku, Kawasaki,
Kanagawa 215-0021, Japan

Yokosuka Branch

3, Odaki-cho 2-chome, Yokosuka,
Kanagawa 238-0008, Japan

Fujisawa Branch

Fujisawa-Chuo Branch

21-1-101, Minami Fujisawa, Fujisawa,
Kanagawa 251-0055, Japan

Sagami-Ono Branch

13-7, Sagamiono 3-chome, Minami-ku, Sagamihara,
Kanagawa 252-0303, Japan

Atsugi Branch

5-14, Naka-cho 3-chome, Atsugi,
Kanagawa 243-0018, Japan

Odawara Branch

2-12, Sakae-cho 1-chome, Odawara,
Kanagawa 250-0011, Japan

Utsunomiya Branch

4-12, Hon-cho, Utsunomiya,
Tochigi 320-0033, Japan

Maebashi Branch

2-12, Hon-machi 2-chome, Maebashi,
Gunma 371-0023, Japan

Koshinetsu, Hokuriku

Kofu Branch

17-14, Marunouchi 1-chome, Kofu,
Yamanashi 400-0031, Japan

Niigata Branch

Niigata-Chuo Branch

1178-1, Kamiokawa-maedori Rokuban-cho, Chuo-ku,
Niigata 951-8068, Japan

Toyama Branch

1-36, Sakura-machi 1-chome, Toyama 930-0003, Japan

Kanazawa Branch

Kanazawa-Chuo Branch

1-18, Kami Tsutsumi-cho, Kanazawa,
Ishikawa 920-0869, Japan

Fukui Branch

7-1, Chuo 1-chome,
Fukui 910-0006, Japan

Tokai

Nagoya Business Department Nagoya-Sakae Branch

15-33, Sakae 3-chome, Naka-ku, Nagoya,
Aichi 460-0008, Japan

Kanayamabashi Branch

15-10, Kanayama 1-chome, Naka-ku, Nagoya,
Aichi 460-0022, Japan

Nagoya-Ekimae Branch Meieki-Minami Branch

26-8, Meieki 3-chome, Nakamura-ku, Nagoya,
Aichi 450-0002, Japan

Hoshigaoka Branch

106, Inoue-cho, Chikusa-ku, Nagoya,
Aichi 464-0026, Japan

Ichinomiya Branch

7-15, Sakae 3-chome, Ichinomiya,
Aichi 491-0858, Japan

Okazaki Branch

16, Koseidori-Nishi 3-chome, Okazaki,
Aichi 444-0059, Japan

Toyohashi Branch

135, Ekimaeodori 1-chome, Toyohashi,
Aichi 440-0888, Japan

Shizuoka Branch Shizuoka-Chuo Branch

3-10, Koya-machi, Aoi-ku,
Shizuoka 420-0852, Japan

Numazu Branch

4-2, Ote-machi 5-chome, Numazu,
Shizuoka 410-0801, Japan

Gifu Branch

3, Nagazumi-cho 2-chome,
Gifu 500-8175, Japan

Yokkaichi Branch

5-4, Suwa-cho, Yokkaichi,
Mie 510-8650, Japan

Kinki

Osaka Business Department Osaka-Chuo Branch

5-33, Kitahama 4-chome, Chuo-ku,
Osaka 540-8639, Japan

Umeda Branch

Hankyu-Umeda Branch

8-47, Kakuda-cho, Kita-ku,
Osaka 530-0017, Japan

Namba Branch

Namba-Chuo Branch

1-60, Namba 5-chome, Chuo-ku,
Osaka 542-0076, Japan

Abenobashi Branch

Abeno Branch

6-1, Abenosuji 1-chome, Abeno-ku,
Osaka 545-0052, Japan

Sakai Branch

59-2, Mikunigaoka Miyuki-dori, Sakai-ku, Sakai,
Osaka 590-0028, Japan

Consulting Plaza Izumigaoka (Semboku Sub-Branch, Sakai Branch)

2-3, Chayamada 1-chome, Minami-ku, Sakai,
Osaka 590-0115, Japan

Yao Branch

6-8, Higashi Hon-machi 3-chome, Yao,
Osaka 581-0004, Japan

Hirakata Branch

Keihan-Hirakata Branch

13-20, Oka Higashi-cho, Hirakata,
Osaka 573-0032, Japan

Takatsuki Branch

5-20, Konya-machi, Takatsuki,
Osaka 569-0804, Japan

Ibaraki Branch

2-30, Futaba-cho, Ibaraki,
Osaka 567-0829, Japan

Toyonaka Branch

1-1, Hon-machi 1-chome, Toyonaka,
Osaka 560-0021, Japan

Senri-Chuo Branch

1-3, Shinsenri Higashi-machi 1-chome, Toyonaka,
Osaka 560-0082, Japan

Ikeda Branch

1-1-134, Kureha-cho, Ikeda,
Osaka 563-0048, Japan

Chugoku, Shikoku

Kobe Branch

Kobe-Sannomiya Branch

1-6, Goko-dori 8-chome, Chuo-ku, Kobe,
Hyogo 651-0087, Japan

Consulting Plaza Seishin-Chuo

(Seishin-Chuo Sub-Branch, Kobe Branch)

9-4, Kojidai 5-chome, Nishi-ku, Kobe,
Hyogo 651-2273, Japan

Tsukaguchi Branch

15-1, Tsukaguchi-cho 1-chome, Amagasaki,
Hyogo 661-0002, Japan

Nishinomiya Branch

5-39, Takamatsu-cho, Nishinomiya,
Hyogo 663-8204, Japan

Ashiya Branch

5-2, Funado-cho, Ashiya,
Hyogo 659-0093, Japan

Kawanishi Branch

7-18, Chuo-cho, Kawanishi,
Hyogo 666-0016, Japan

Akashi Branch

5-28, Higashinakano-machi, Akashi,
Hyogo 673-0886, Japan

Himeji Branch

252, Ekimae-cho, Himeji,
Hyogo 670-0927, Japan

Kyoto Branch

Kyoto-Shijo Branch

612, Karasuma-dori Shijo-sagaru Suiginya-cho, Shimogyo-ku,
Kyoto 600-8411, Japan

Otsu Branch

3-10, Umebayashi 1-chome, Otsu,
Shiga 520-0051, Japan

Nara-Saidaiji Branch

1-50, Saidaiji Higashi-machi 2-chome,
Nara 631-0821, Japan

Consulting Plaza Gakuenmae

(Gakuenmae Sub-Branch,

Nara-Saidaiji Branch)

8-11, Gakuen Kita 1-chome,
Nara 631-0036, Japan

Wakayama Branch

3-17, Higashi Kuramae-cho,
Wakayama 640-8203, Japan

Tottori Branch

103, Ima-machi 1-chome,
Tottori 680-0822, Japan

Okayama Branch

Okayama-Chuo Branch

1-5, Ekimoto-machi, Kita-ku,
Okayama 700-0024, Japan

Okayama-Ekimae Sub-Branch,

Okayama Branch

Okayama-Ekimae Sub-Branch,

Okayama-Chuo Branch

1-6, Ekimoto-machi, Kita-ku,
Okayama 700-0024, Japan

Hiroshima Branch

Hiroshima-Chuo Branch

2-22, Kamiya-cho 1-chome, Naka-ku,
Hiroshima 730-0031, Japan

Fukuyama Branch

15-1, Moto-machi, Fukuyama,
Hiroshima 720-0063, Japan

Yamaguchi-Hofu Branch

4-24, Ebisu-machi 1-chome, Hofu,
Yamaguchi 747-0036, Japan

Takamatsu Branch

9-4, Konya-machi, Takamatsu,
Kagawa 760-0027, Japan

Matsuyama Branch

11-1, Sanbani-cho 4-chome, Matsuyama,
Ehime 790-0003, Japan

Kyushu

Fukuoka Branch

Fukuoka-Tenjin Branch

12-1, Tenjin 2-chome, Chuo-ku,
Fukuoka 810-0001, Japan

Kita-Kyushu Branch

1-5, Kaji-machi 1-chome, Kokurakita-ku, Kita-Kyushu,
Fukuoka 802-0004, Japan

Saga Branch

3-2, Matsubara 1-chome,
Saga 840-0831, Japan

Kumamoto Branch

Kumamoto-Chuo Branch

2-5, Tetori Hon-cho, Chuo-ku,
Kumamoto 860-0808, Japan

Oita Branch

3-23, Chuo-machi 1-chome,
Oita 870-0035, Japan

Kagoshima Branch

7-8-101, Kinsei-cho,
Kagoshima 892-0828, Japan

Overseas Network

Branch

New York Branch

1251 Avenue of the Americas, New York,
NY 10020, U.S.A.

London Branch

155 Bishopsgate, London EC2M 3XU, U.K.

Singapore Branch

One Raffles Quay, #24-01 North Tower,
Singapore 048583

Shanghai Branch

50F Jin Mao Tower, 88 Shiji Dadao Pudong New Area,
Shanghai 200121, People's Republic of China

Hong Kong Branch

25/F, AIA Central, 1 Connaught Road, Central,
Hong Kong

Representative Office

Beijing Representative Office

(Banking business)

Room 2008, Building No. 2,
No. 26, Jianguomenwai Dajie, Chaoyang District,
Beijing 100022, People's Republic of China

Beijing Representative Office

(Securities business)

Room 5011, 5th Floor, Chang Fu Gong Office Building,
No. 26, Jianguomenwai Dajie, Chaoyang District,
Beijing 100022, People's Republic of China

Jakarta Representative Office

20th Floor, Summitmas I,
Jl. Jend. Sudirman, Kaveling 61-62,
Jakarta 12190, Indonesia

Seoul Representative Office

20th Floor, Booyoung Taepyoung Building, 55,
Sejong-daero, Jung-gu, Seoul 04513, Korea

Sydney Representative Office

Suite 3, Level 39, 259 George Street,
Sydney NSW 2000, Australia

Number of Contracted Trust Agencies* (As of March 31, 2022)

* Trust Agency is a collective term that refers to trust contract agencies under the Trust Business Act as well as agencies concurrently engaged in trust business under Article 1 of the Act on Provision, etc. of Trust Business by Financial Institutions.

| Type | | Number of Agencies | | | | |
|--|-----|-------------------------|---|--------------------------|--|-----------------------------------|
| | | Trust Contract Agencies | Agencies Engaged in Concurrent Business | | | |
| | | | Stock Transfer Agency Service | Service Related to Wills | Solicitation for National Pension Fund | Discretionary Investment Business |
| Banks, Shinkin Banks, etc. | 112 | 64 | 44 | 76 | 55 | 1 |
| Regional Banks | 45 | 39 | 31 | 32 | 19 | 1 |
| Second Regional Banks | 15 | 10 | 7 | 12 | 9 | — |
| Shinkin Central Bank, Shinkin Banks | 40 | 13 | 3 | 23 | 27 | — |
| Credit Union | 8 | — | — | 8 | — | — |
| Shoko Chukin Bank | 1 | 1 | — | — | — | — |
| City Banks, etc. | 3 | 1 | 3 | 1 | — | — |
| Securities Firms | 8 | 1 | 4 | 7 | — | — |
| Life Insurers and Business Enterprises | 13 | 1 | 1 | 12 | 1 | — |
| Total | 133 | 66 | 49 | 95 | 56 | 1 |

Bank Service Agency (As of March 31, 2022)

| Trade Name of Bank Service Agency | Business Offices, etc. Operating Bank Agency Service |
|---|---|
| SBI Sumishin Net Bank, Ltd. | Head Office, East Japan Customer Service Department Center, Ichigo Branch, Budou Branch, Mikan Branch, Lemon Branch, Ringo Branch, Banana Branch, Melon Branch, Kiwi Branch (10 Branches) |
| UBS SuMi TRUST Wealth Advisory Co., Ltd. | Head Office (1 Branch) |
| UBS AG (Bank) Tokyo Branch | Marunouchi Sub-branch, Osaka Sub-branch, Nagoya Sub-branch (3 Branches) |
| Sumitomo Mitsui Trust Life Partners Co., Ltd. | Consulting Plaza for Peaceful 100-Year life Shinjuku office, Consulting Plaza for Peaceful 100-Year life Nagoya office (2 Branches) |

Subsidiaries and Affiliated Companies (As of June 30, 2022)

Japan

| Name | Location | Date of Establishment | Paid-in Capital (Millions) | Scope of Business | Ownership by SuMi TRUST Bank (%) | Ownership by subsidiaries (%) |
|---|--|-----------------------|----------------------------|---|----------------------------------|-------------------------------|
| Tokyo Securities Transfer Agent Co., Ltd. | 11, Kanda-nishikicho 3-chome, Chiyoda-ku, Tokyo | November 1, 1962 | ¥ 50 | Stock Transfer Agency Services | 100.0 | — |
| Sumitomo Mitsui Trust Club Co., Ltd. | 8-10, Harumi 1-chome, Chuo-ku, Tokyo | April 2, 1977 | ¥ 100 | Credit Card Business | 100.0 | — |
| Sumitomo Mitsui Trust Guarantee Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | July 10, 1978 | ¥ 301 | Housing Loan Guaranty Business | 100.0 | — |
| Sumitomo Mitsui Trust General Service Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | April 2, 1988 | ¥ 100 | Property Leasing and Management Business | 100.0 | — |
| Sumitomo Mitsui Trust Wealth Partners Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | November 6, 1989 | ¥ 155 | Consulting Business | 100.0 | — |
| Sumitomo Mitsui Trust Business Service Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | May 24, 1990 | ¥ 100 | Back Office Services, Temporary Staffing Business, Outplacement Agency | 100.0 | — |
| Sumitomo Mitsui Trust Loan & Finance Co., Ltd. | 20-1, Shimbashi 2-chome, Minato-ku, Tokyo | January 22, 1992 | ¥ 6,000 | Money Lending Business | 100.0 | — |
| Sumitomo Mitsui Trust TA Solution Co., Ltd. | 8-4, Izumi 2-chome, Suginami-ku, Tokyo | July 1, 1998 | ¥ 2,005 | IT, Calculation Outsourcing Business | 100.0 | — |
| J-Eurus IR Co., Ltd. | 3-1, Marunouchi 3-chome, Chiyoda-ku, Tokyo | December 27, 2000 | ¥ 10 | Consulting Business | 100.0 | — |
| Sumitomo Mitsui Trust Real Estate Investment Management Co., Ltd. | 11-1, Kanda-nishikicho 3-chome, Chiyoda-ku, Tokyo | November 7, 2005 | ¥ 300 | Investment Management, Investment Advisory | 100.0 | — |
| Sumitomo Mitsui Trust Career Partners Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | April 3, 2006 | ¥ 100 | Training Programs, Personnel-related Services | 100.0 | — |
| Sumitomo Mitsui Trust Life Partners Co., Ltd. | 11-1, Kanda-nishikicho 3-chome, Chiyoda-ku, Tokyo | January 28, 2019 | ¥ 100 | Insurance Agency Business, Banking Agency Services, Financial instruments intermediary services | 100.0 | — |
| Japan Securities Agents, Ltd. | 2-4, Nihonbashi-kayabacho 1-chome, Chuo-ku, Tokyo | September 13, 1950 | ¥ 500 | Stock Transfer Agency Services | 85.1 | — |
| Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. | 2-3, Shibaura 1-chome, Minato-ku, Tokyo | February 27, 1967 | ¥ 25,584 | General Leasing, Installment Purchase Services, Credit Card Business | 84.8 | — |
| Sumishin Guaranty Company Limited | 33-1, Shiba 3-chome, Minato-ku, Tokyo | August 25, 1977 | ¥ 300 | Loan Guaranty Business | — | 100.0 |
| Sumitomo Mitsui Trust Card Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | June 24, 1983 | ¥ 100 | Credit Card Business | 50.0 | 50.0 |
| Sumitomo Mitsui Trust Systems & Services Co., Ltd. | 1-10, Nikko-cho, Fuchu, Tokyo | February 12, 1973 | ¥ 100 | System Development and Operation Management Services | 44.4 | 55.5 |
| Sumitomo Mitsui Trust Investment Co., Ltd. | 33-1, Shiba 3-chome, Minato-ku, Tokyo | March 22, 2000 | ¥ 100 | Equity Investment Business | 40.0 | 60.0 |
| Sumitomo Mitsui Trust Realty Co., Ltd. | 11-1, Kanda-nishikicho 3-chome, Chiyoda-ku, Tokyo | January 24, 1986 | ¥ 300 | Real Estate Brokerage Business | 4.6 | 95.3 |
| SBI Sumishin Net Bank, Ltd. | 6-1, Roppongi 1-chome, Minato-ku, Tokyo | June 3, 1986 | ¥ 31,000 | Banking Business | 50.0 | — |
| Japan Pension Operation Service, Ltd. | 24-1, Nihonbashi-hakozakicho, Chuo-ku, Tokyo | December 21, 2004 | ¥ 100 | Calculation of Pension Payments, etc., Clerical Outsourcing Business | 50.0 | — |
| Japan Stockholders Data Service Company, Limited | 8-4, Izumi 2-chome, Suginami-ku, Tokyo | April 1, 2008 | ¥ 2,000 | Stock Transfer Outsourcing Business | 50.0 | — |
| Trust Capital Mezzanine LLC | 5-1, Nihonbashi-muromachi 4-chome, Chuo-ku, Tokyo | January 21, 2020 | ¥ 60 | Equity Investment Business | 45.0 | — |
| HR One Corporation | 5-12, Tsukiji 5-chome, Chuo-ku, Tokyo | May 20, 2002 | ¥ 603 | HR-related Services Business | 37.35 | — |
| JP Asset Management Co., Ltd. | 5-11, Nihonbashi-honcho 1-chome, Chuo-ku, Tokyo | August 18, 2015 | ¥ 500 | Investment Management | 30.0 | — |
| Japan Management Succession Support Co. Ltd. | 2-1, Kasumigaseki 3-chome, Chiyoda-ku, Tokyo | April 16, 2015 | ¥ 489 | M&A Consulting, Intermediary and Advisory Services | 23.8 | — |
| Enex Asset Management Co., Ltd. | 2-5, Kasumigaseki 3-chome, Chiyoda-ku, Tokyo | August 19, 2013 | ¥ 50 | Investment Corporation, Asset Management Business | 22.4 | — |
| Sky Ocean Asset Management Co., Ltd. | 1-1, Minatomirai 3-chome, Nishi-ku, Yokohama, Kanagawa | November 25, 2014 | ¥ 300 | Investment Management | 21.0 | — |
| Mitsui & Co., Logistics Partners Ltd. | 2-1, Nishi-kanda 3-chome, Chiyoda-ku, Tokyo | July 13, 2004 | ¥ 150 | Investment Corporation, Asset Management Business | 20.0 | — |
| Cardif Assurance Vie (Japan) | 20-1, Sakuragaoka-cho, Shibuya-ku, Tokyo | July 3, 2017 | ¥ 20,600 | Life Insurance Business | 20.0 | — |

Overseas

| Name | Location | Date of Establishment | Paid-in Capital (Millions) | Scope of Business | Ownership by SuMi TRUST Bank (%) | Ownership by subsidiaries (%) |
|--|--|-----------------------|----------------------------|---|----------------------------------|-------------------------------|
| Sumitomo Mitsui Trust (Hong Kong) Limited | 25/F, AIA Central, 1 Connaught Road, Central, Hong Kong | July 4, 1978 | \$ 45 | Securities Business | 100.0 | — |
| Sumitomo Mitsui Trust Bank (Luxembourg) S.A. | 2, rue Petermelchen, L-2370, Howald, Grand Duchy of Luxembourg | April 22, 1985 | \$ 30 | Trust, Banking, Securities Businesses | 100.0 | — |
| Sumitomo Mitsui Trust Bank (U.S.A.) Limited | 111 River Street, Hoboken, NJ 07030, U.S.A. | May 20, 2002 | \$ 56 | Banking, Trust Businesses | 100.0 | — |
| Sumitomo Mitsui Trust (Ireland) Limited | Block 5, Harcourt Centre, Harcourt Road, Dublin 2, Ireland | June 1, 2004 | € 75.87 | Trust Business | 100.0 | — |
| Sumitomo Mitsui Trust Bank (Thai) Public Company Limited | 32nd Floor, Sathorn Square Office Tower, 98 North Sathorn Road, Silom, Bangrak, Bangkok 10500, Thailand | July 7, 2014 | THB 20,000 | Banking Business | 99.9 | 0.0 |
| BIDV-SuMi TRUST Leasing Co., Ltd. | 20th Floor, Vincom Tower A, 191 Ba Trieu, Hai Ba Trung district, Ha Noi, Vietnam | September 4, 1998 | VND 895,600 | Leasing Business in Vietnam (including sales finance lease) | 49.0 | — |
| Zijin Trust Co., Ltd. | 30th Floor, Zifeng Tower, 2 Zhongshan Road(N), Gulou District, Nanjing, Jiangsu Province, 210008, People's Republic of China | September 25, 1992 | RMB 3,200 | Trust Business | 20.0 | — |
| Nanjing Zijin Financial Leasing Co., Ltd. | 9th Floor, 309, Hanzhongmendajie, Gulou District, Nanjing, Jiangsu Province, 210036, People's Republic of China | May 20, 2016 | RMB 300 | Leasing Business | 15.0 | 5.0 |
| Midwest Railcar Corporation | 855 South Arbor Vitae Edwardsville, IL 62025, U.S.A. | December 31, 1998 | \$ 0.47 | Freight Railcar Operating Leasing Business in North America | — | 100.0* |
| SuMi TRUST Consulting (Beijing) Co., Ltd | Room 7009, Building No. 2, No. 26, Jianguomenwai Dajie, Chaoyang District, Beijing 100022, People's Republic of China | February 1, 2021 | RMB 4 | Consulting Business | 100.0 | — |

* The ownership by subsidiaries is the ownership ratio held by the U.S.-based company in which the SuMi TRUST Group, such as SuMi TRUST Bank and SuMi TRUST Bank's subsidiaries, has a 50.0% stake.

Financial Data:

Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings")

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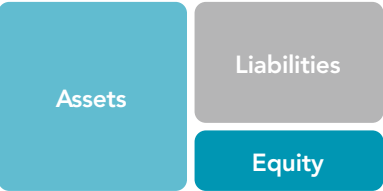
Financial Data:

How to Read the Financial Statements of Trust Banks

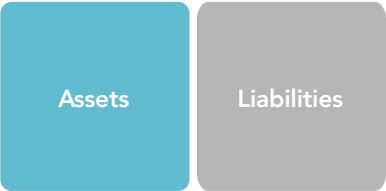
Balance Sheets of Trust Banks

(1) The financial statements of trust banks comprise two balance sheets: one for a banking account and the other for a trust account. The balance sheet for the banking account presents capital, fund management, and finance of trust banks. The balance sheet for the trust account shows assets that trust banks manage, administer, and dispose on behalf of the beneficiaries, according to the trusts’ investment objectives, when the trusts have been set up for the trustors.

Balance sheet of banking account



Statement of trust account



(2) The outcomes (gains or losses) of asset management, administration, and disposition of the trust account pertain to the beneficiaries (after deducting trust fees). In principle, they do not affect the banking account. However, loan trusts and jointly operated money trusts (“JOMTs”), which are covered by deposit insurance, are treated as exceptions due to their principal guaranteed feature. As a result, the balance sheets for loan trusts and the JOMT accounts are disclosed, and, together with the banking account, become the “three major accounts” of trust banks. It is common for trust banks to manage various financial risks at the level of these accounts.

(Note) Japanese trust banks have stopped offering new loan trusts. The loan trusts, therefore, have a limited impact on the balance sheet and financial reporting.

(3) The liabilities section in statements of trust accounts shows the balance for each trust type. The assets section shows assets, such as loans, securities, real estate, and monetary claims, held in various trusts.

Money trusts include a wide variety of trust products. They include, for example, products with discretionary management rights, such as JOMTs and individually operated designated money trusts (referred to as *Shiteitan*), and products without discretionary management rights, such as specified money trusts (referred to as *Tokkin*). Fees for these products vary. Aside from money trusts, the trust banks have discretionary management rights for loan trusts and pension trusts, but not for investment trusts or securities trusts.

Statements of Income of Trust Banks

The trust banks disclose statements of income for banking accounts. The main components of "Net Business Profit before Credit Costs," which is equivalent to operating profit for other companies are as follows:

- (1) Trust Fees
- (2) Net Credit Cost of loan trusts and JOMT accounts
- (3) Net Interest Income
- (4) Net Fees and Commissions
- (5) Net Trading Income
- (6) Net Other Ordinary Income (gains or losses on sales of bonds, net gain or loss on foreign exchange transactions, net income or expense on derivatives other than trading or hedging)
- (7) Gross Business Profit: (1)+(3)+(4)+(5)+(6)
- (8) General and Administrative Expenses
- (9) Transfer to general allowance for loan losses
- (10) Net Business Profit: (7)–(8)–(9)
- (11) Net Business Profit before Credit Costs: (10)+(2)+(9)

Fee Revenues of Trust Banks: Trust Fees and Net Fees and Commissions

In trust banks, broadly speaking, there are two types of fee revenues: "Trust Fees" and "Net Fees and Commissions." Fees that trust banks receive on trust contracts are posted to "Trust Fees." Fees and commissions on general service contracts are posted to "Net Fees and Commissions." Note that fees related to the loan trusts and JOMT accounts have characteristics similar to the banking business (deposits and loans) and are generally excluded from "Trust Fees." Sumitomo Mitsui Trust Holdings, Inc. and its consolidated subsidiaries (together, the "SuMi TRUST Group") include these fees in "Net Interest Income and Related Profit."

Fee Revenues

Trust Fees (excluding loan trusts & JOMTs)

- Pension trust fees ^{*1}
- Individually operated designated money trust fees ^{*1}
- Investment trust & specified money trust fees ^{*2}
- Asset securitization-related trust fees
- Real estate brokerage fees

Net Fees and Commissions

- Investment trust and insurance sales fees
- Discretionary investment fees
- Real estate brokerage fees
- Stock transfer agency fees
- Syndicated loan fees

^{*1} Fees related to management and administration of money trusts with discretionary management rights

^{*2} Fees related to administration of money trusts without discretionary management rights

Management's Discussion and Analysis

Overview of Business Activities of the Company

Economic and Financial Environment

In looking back on the financial and economic environment during the fiscal year under review, COVID-19 vaccination programs continued to be rolled out in Japan and overseas and business activity picked up again, but repeated waves of infections still weighed heavily on economic activity. Domestic production and exports turned downward from summer onwards, reflecting mainly semiconductor and other component supply shortages. Furthermore, the future outlook grew increasingly uncertain on the impact of the crisis in Ukraine with skyrocketing commodity prices fueling concerns of inflation.

In the financial markets, all eyes were on spiraling inflation and the timing of interest rate hikes in the US. The Nikkei Stock Average continued to meet upside resistance primarily because of the impact of prolonged restrictions on people's movements and temporarily fell to around 25,000 yen in reaction to the conflict in Ukraine. Yields on 10-year JGBs more or less transitioned in positive territory close to 0%, but rose to just above 0.2% in early 2022 in concert with rising US Treasury yields. The Japanese yen continued to weaken in response to a widening US-Japan interest rate differential, with the USD/JPY currency pair breaking above 120 yen at the end of March.

Developments of Business Activities

In fiscal 2020 we settled on the following "Purpose" (reason for existence) for the SuMi TRUST Group: Creating new value with the power of trusts and let prosperous future for our clients and society bloom. Based on this "Purpose," we continue to advance our business operations. In fiscal 2021, alongside the uncertainty in the financial and economic environment, we saw heightened interest in climate change and other social issues. The SuMi TRUST Group endeavored to respond to such changes by undertaking the following initiatives in an effort to achieve sustainable and stable growth through balanced creation of both social value and economic value.

Three key topics:

1. Improve operational quality beyond client expectations
2. Shore up the Group's sustainability
3. Enhance management infrastructure to boost probability of achieving growth

1. Improve operational quality beyond client expectations

The confidence our clients place in us comes from the quality of products and services that we provide, which we believe to be the foundation of the SuMi TRUST Group's competitive advantage. That is why we periodically evaluated what products and services to offer and took steps to improve our ability to accommodate client needs and enhance service quality.

For individual clients, SuMi TRUST Bank made improvements to existing products with a view to the age of 100-year life and started offering a product called 100-Year Passport Plus to help clients prepare for future uncertainties like dementia and get the most out of long-term asset management.

In responding to changing real estate needs in connection with the diversification of client lifestyles, multiple companies in the SuMi TRUST Group rolled out a plethora of services aimed at enhancing convenience for clients. For example, SuMi TRUST Bank started offering a scheme called Housing Will for mortgage loan clients to easily facilitate the home and property inheritance process in the event of the client's death, and deployed a system to enable clients to discuss and take necessary procedures for fire insurance handled by Sumitomo Mitsui Trust Life Partners at all branches of SuMi TRUST Bank

nationwide. Also, Sumitomo Mitsui Trust Realty accurately gauged demand for moving house among clients and steadily increased its number of housing brokerage transactions.

SBI Sumishin Net Bank's high-tech convenience and safety-focused, high-quality services underpinned by thoroughgoing security measures have been highly praised by the public, so much so that its number of deposit accounts grew roughly 20% year on year to surpass the five million mark. In recognition, SBI Sumishin Net Bank won the Excellence Award for the second-straight year in the Best Customer Support of The Year run by the Japan Institute of Information Technology.

Sumitomo Mitsui Trust Club strengthened its support of client business activities by not only improving member services to enrich the private life of clients, but also revamping its business card service and launching a new premium business card.

For corporate clients, given the growing importance of corporate management initiatives in the areas of the SDGs and ESG, the companies in the SuMi TRUST Group worked together to expand the Group's lineup of solutions to support the enhancement of sustainable management and corporate value at client companies, including the development of governance frameworks and improvements in human capital.

In aiming to help bring about a carbon-neutral society—an undertaking that will require an enormous amount of capital—SuMi TRUST Bank developed a framework for impact equity investments to support, as an investor itself, the adoption of next-generation energy sources and other superior technologies in society. It also launched an investment fund to accelerate the development of renewable energy in Japan through a partnership with Sumitomo Mitsui Trust Investment and business entities that boast advanced technological know-how.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. issued green bonds that can only be used to fund projects that have a beneficial impact on the environment. The money raised from the issuance was used to finance facilities that contribute to greater energy efficiency and the installation of renewable energy equipment. Sumitomo Mitsui Trust Loan & Finance worked together with Group companies and harnessed its proprietary specialist screening know-how to manage loan operations with an emphasis on balancing quality with quantity.

SuMi TRUST Bank recorded growth in assets under management (AUM) for mainly investor clients such as corporate pensions, public pensions, and financial institutions by continuing to develop and offer a range of investment products, including non-traditional assets and real assets outside of stocks and bonds, as well as investment funds that target startup firms looking to reinvigorate regional communities. Moreover, SuMi TRUST Bank kept a firm grip on its leading market share of the administration of defined contribution pension plans by focusing on expanding its lineup of ESG related products and investment education with the use of videos. This helped steadily increase its number of subscribers and AUM.

In the asset management business, under a Group-wide investment strategy, Sumitomo Mitsui Trust Asset Management and Nikko Asset Management boosted the Group's overall AUM by tapping heightening demand for investment in ESG fields. More specifically, Sumitomo Mitsui Trust Asset Management listed on the Tokyo Stock Exchange its first-ever exchange-traded fund (ETF), the SMT ETF Carbon Efficient Index Japan Equity. Nikko Asset Management launched multiple new publicly offered investment trusts that primarily invest in corporations taking active steps to decarbonize their operations in both developed and emerging countries.

In the asset administration business, Custody Bank of Japan and SuMi TRUST Bank, among others, went about beefing up their competitive strengths by continuing to reduce costs by streamlining operations and enhancing their asset administration infrastructure with the use of IT and digital technology.

2. Shore up the Group's sustainability (more effective use of managerial resources)

So that we can continuously contribute to solving the medium- to long-term issues currently faced by society and our clients, we are cognizant of the fact that the Group itself must lead a sustainable existence. Guided by this thinking, we made a conscious effort to push ahead with initiatives geared towards the more effective use of managerial resources, including the concentrated injection of capital, expenses, and human resources into areas for strengthening our defensive or offensive strategies.

To be more specific, from a defensive standpoint, we heavily allocated human resources and invested in systems to strengthen our risk management and compliance frameworks. Meanwhile, from an offensive point of view, we invested in a new growth field by acquiring a 49% equity stake in UBS SuMi TRUST Wealth Management in August 2021. This joint venture fuses together the UBS Group's asset management and securities services and the SuMi TRUST Group's strengths in mainly inheritance, asset succession, and real estate. Business operations aimed at enhancing the value provided to mainly business owner clients are well underway.

Also, for the purpose of not only improving the Group's capital efficiency, but also contributing to the sound development of Japan's capital markets, we switched to a policy of holding, in principle, no strategic shares as a conventional stable shareholder. Since making this policy announcement in May of last year, SuMi TRUST Bank has continued to engage in respectful dialogue with its corporate clients. In fiscal 2021 it reduced its strategic shareholdings at a pace considerably faster than before, selling some 53.8 billion yen in Japan-listed shares on an acquisition price basis.

In light of the fact that we are starting to see prospects for securing a level of capital sufficiency for the entire Group, with the aim of improving capital efficiency, we plan to buy back and retire treasury shares worth up to 30 billion yen.

3. Enhance management infrastructure to boost probability of achieving growth

In addition to the above, we pushed ahead with the following initiatives in order to further raise the probability of achieving growth.

(1) Digital transformation

In order to advance the Group's digital transformation (DX) with a flexible mindset not bound by conventional ways of thinking, we established a strategic subsidiary, Trust Base Co., Ltd., in April 2021. This company is making active use of specialist recruits, bolstering its systems, and expanding activities to drive DX forward. On the business front, we expanded new client platforms mainly through the development of a smartphone app known as Smart Life Designer so that clients can centrally manage their household expenses and assets, and by automating the business processes that handle data aggregation and analysis. At the same time, we continued to implement Group cost structure reforms.

(2) Promoting active participation of human resources

We endeavored to improve the well-being of SuMi TRUST Group employees so that every individual in our diverse and highly skilled workforce can unleash their full potential. And with the objective of stepping up efforts in the area of diversity and inclusion, we also went about expanding infrastructure that can help empower women in the workplace, support a balance between work and child-rearing/nursing care obligations, and demonstrate our respect for human rights and people in the LGBTQ community.

As a result, for the fourth year in a row through 2022 we were listed by Bloomberg in the Bloomberg Gender-Equality Index in recognition of our initiatives to further gender equality. Furthermore, SuMi TRUST Bank collected second prize in the basic corporate category of the 2022 J-Win Diversity Award, an event organized and run by the NPO J-Win. In addition, we have drafted a new action plan to have women account for at least 30% of all management roles by October 2024 and we are currently appointing women to managerial posts based on competency.

Moreover, because we believe that bringing specialists together and allowing them to interact with each other is indispensable to creating new value, we pushed ahead with the building of a HR portfolio brimming with diversity by focusing on the hiring of experts possessing specialist knowledge in the focused areas such as ESG, decarbonization, and digitalization.

(3) Sustainability management

The SuMi TRUST Group seeks for the balanced creation of both social value and economic value and employs a value creation approach that blends solutions for social issues with the Group's management strategy.

In particular, in order to contribute to the creation of a society with net-zero carbon emissions to combat the increasingly serious problem of global climate change, the Group announced its Carbon Neutral Commitment with the aim of reducing greenhouse gas emissions from our own business activities and in investment and loan portfolios overall to net zero.

In terms of specific initiatives, whilst we do provide sustainable finance products and various consulting services, so that we can support, from a financial perspective, the deployment of cutting-edge technology in society, we put together a team of experts with doctoral degrees in scientific fields that has now started working on a hydrogen value chain feasibility project and the establishment of a framework for ESG regional financing.

Also, as a signatory to the Principles for Responsible Banking (PRB), we have declared our commitment to proactively participating in impact creation ourselves and we intend to expand the Group's efforts in the area of impact finance while simultaneously diversifying our methods, including positive impact finance, equity investments, real assets, and venture capital. In recognition of our initiatives, SuMi TRUST Bank was awarded the silver prize (Minister of the Environment Award) in the indirect financing category of the Ministry of the Environment's 3rd ESG Finance Awards Japan.

Results of Business Activities

(Consolidated Financial Results for the Fiscal Year 2022)

For the fiscal year ended March 31, 2022, "Net Business Profit" increased by ¥ 51.3 billion (U.S. \$419 million) from the previous fiscal year to ¥346.0 billion (U.S. \$2,827 million) because of an increase in substantial funds-related income (*) primarily due to the improvement in revenue and expenditure on loans and deposits in Japan and overseas, and the decline in overseas market-based procurement interest rates, in addition to solid income from fees and commissions in the real estate brokerage business, investment management consulting business, and asset management business.

"Ordinary Profit" increased by ¥46.5 billion (U.S. \$380 million) from the previous fiscal year to ¥229.7 billion (U.S. \$1,877 million), mainly due to improvements in gains or losses on stock-related derivatives and net gains on stock due to reduction of strategic shareholdings, despite increases of allowance for loan losses due to the deterioration of business conditions of some customers and increases in credit costs resulting from the revaluation of special reserves against the impact of changes in the economic environments on credit risk.

"Net Income Attributable to Owners of the Parent" increased by ¥26.8 billion (U.S. \$219 million) from the previous fiscal year to ¥169.0 billion (U.S. \$1,381 million) partly due to the loss of extraordinary gains from the recognition of the full amount of past service costs related to retirement benefits charged to profit or loss in the previous year.

(*) Substantial funds-related income refers to funds-related income plus surplus funds in foreign currency included in foreign exchange gains or losses.

Major KPIs (Consolidated)

| Years Ended March 31 | Millions of Yen | | | | Millions of U.S. Dollars | Millions of Yen | | |
|---|-----------------|----------------------------------|-----------|-----------|-----------------------------|----------------------------------|-----------------------------|-----------|
| | 2022 | | | | 2022 | 2022 | | 2021 |
| | Forecast | Changes from Previous Year | Forecast | Results | Results | Changes from Previous Year | Changes from Forecast | Results |
| Net Business Profit Before Credit Costs (Note 1) | ¥ 310,000 | ¥ (36,085) | ¥ 330,000 | ¥ 346,085 | \$ 2,828 | ¥ 51,377 | ¥ 16,085 | ¥ 294,707 |
| Substantial Gross Business Profit (Note 1) | 800,000 | (8,182) | 795,000 | 808,182 | 6,604 | 68,885 | 13,182 | 739,296 |
| General and Administrative Expenses (Note 1) | (490,000) | (27,903) | (465,000) | (462,096) | (3,776) | (17,507) | 2,903 | (444,589) |
| Fee and Commission Income Ratio (%) | | | | 54.0% | | 1.1% | | 52.9% |
| Over Head Ratio (%) | 61.3% | 4.2% | 58.5% | 57.1% | | (3.0)% | (1.4)% | 60.1% |
| Return on Equity (%) | | | | 6.25% | | 0.84% | | 5.41% |
| Consolidated Equity Tier 1 Capital Ratio (%) | | | | 12.31% | | 0.19% (Note2) | | 12.12% |

(Notes)

1) The amounts of the net business profit before credit costs, the substantial gross business profit, and general and administrative expenses are counted in accordance with the internal administration of the Company, taking into account the profits and losses of affiliated companies accounted for by the equity method.

2) The consolidated equity Tier 1 capital ratio (calculated based on the finalization of the Basel III reforms) as of March 31, 2022 is 9.9%.

Consolidated BIS Capital Adequacy Ratio

Consolidated Equity Tier 1 capital ratio was 12.40%, Consolidated Tier 1 capital ratio was 13.81%, and Consolidated Total capital ratio was 15.73% as of March 31, 2022, exceeding the minimum regulatory requirements of 7.50%, 9.00%, and 11.00%, respectively.

The translation of Japanese yen amounts into U.S. dollar amounts in "Management's Discussion and Analysis" is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥122.38 to U.S. \$1, the approximate rate of exchange as of March 31, 2022.

Operating Results (Consolidated)

| Years Ended March 31 | Millions of Yen | | | Millions of U.S. Dollars |
|---|-----------------|----------------|-----------------|--------------------------|
| | 2022 | 2021 | Changes | 2022 |
| Gross Profit (excluding Trust Account Credit Costs) | ¥ 748,372 | ¥ 680,826 | ¥ 67,545 | \$ 6,115 |
| Trust Account Credit Costs (A) | — | — | — | — |
| General and Administrative Expenses (excluding non-recurring expenses) | (435,174) | (419,525) | (15,648) | (3,556) |
| Net Provision of General Allowance for Loan Losses (B) | 14,341 | 4,996 | 9,345 | 117 |
| Banking Account Credit Costs (C) | (57,554) | (13,614) | (43,939) | (470) |
| Reversal of Allowance for Loan Losses (D) | — | — | — | — |
| Recoveries of Written-Off Claims (E) | 1,633 | 809 | 823 | 13 |
| Net Gains (Losses) on Stocks and Other Securities | (38,337) | (43,527) | 5,190 | (313) |
| Net Income from Affiliated Companies Accounted for by the Equity Method | 15,531 | 11,677 | 3,853 | 127 |
| Impairment Loss | (1,468) | (20,173) | 18,705 | (12) |
| Others | (19,344) | (1,464) | (17,879) | (158) |
| Income Before Income Taxes | 227,999 | 200,003 | 27,996 | 1,863 |
| Net Income Attributable to Owners of the Parent | 169,078 | 142,196 | 26,882 | 1,382 |
| Total Credit Costs (A+B+C+D+E) | (41,579) | (7,808) | (33,770) | (340) |
| Net Business Profit Before Credit Costs | 346,085 | 294,707 | 51,377 | 2,828 |

(Notes)

1) Gross Operating Profit = Trust Fees + (Interest Income – Interest Expenses) + (Fees and Commissions – Fees and Commissions Payments) + (Trading Income – Trading Expenses) + (Other Ordinary Income – Other Ordinary Expenses)

2) Net Business Profit Before Credit Costs is Substantial Gross Business Profit, less General Administrative Expenses. (The amounts of Substantial Gross Business Profit and General Administrative Expenses are calculated for internal control purposes, taking into account of share of profit

and losses of affiliated companies accounted for by the equity method.) Note that the differences between the amounts of Substantial Gross Business Profit and Gross Profit, and Total General Administrative Expenses and General Administrative Expenses are primarily the amount of Ordinary Profits (adjusted for non-recurring effects) from Affiliated Companies Accounted for by the Equity Method multiplied by the Ratio of Equity Holdings.

3) Amounts in parentheses represent losses or expenses, and profit decreases from the previous fiscal year.

Analysis on Operating Results (Consolidated)

| Years Ended March 31 | Millions of Yen | | | Millions of U.S. Dollars |
|---|-----------------|-----------|----------|--------------------------|
| | 2022 | 2021 | Changes | 2022 |
| Net Business Profit Before Credit Costs (Note 1) | ¥ 346,085 | ¥ 294,707 | ¥ 51,377 | \$ 2,828 |
| Substantial Gross Business Profit (Note 1) | 808,182 | 739,296 | 68,885 | 6,604 |
| Substantial Interest Income (Note 2) | 320,210 | 289,432 | 30,777 | 2,617 |
| Interest Income | 304,838 | 260,248 | 44,590 | 2,491 |
| Profits Earned from Market Deployment of Surplus Foreign Currency Fund | 15,371 | 29,183 | (13,812) | 126 |
| Fees and Commissions Related Income | 436,956 | 391,190 | 45,765 | 3,570 |
| Other Income (excluding Profits Earned From Market Deployment of Surplus Foreign Currency Fund) | 51,015 | 58,673 | (7,658) | 417 |
| General and Administrative Expenses (Note 1) | (462,096) | (444,589) | (17,507) | (3,776) |
| Total Credit Costs | (41,579) | (7,808) | (33,770) | (340) |
| Net Gain (Loss) on Stocks and Other Securities | (38,337) | (43,527) | 5,190 | (313) |
| Other Non-recurring profits (Losses) | (36,464) | (60,215) | 23,751 | (298) |
| Ordinary Profit | 229,704 | 183,155 | 46,548 | 1,877 |
| Extraordinary Profits (Losses) | (1,704) | 16,847 | (18,552) | (14) |
| Income before Income Taxes | 227,999 | 200,003 | 27,996 | 1,863 |
| Total Income Taxes | (57,763) | (56,064) | (1,698) | (472) |
| Net Income Attributable to Non-Controlling Interests | (1,157) | (1,742) | 584 | (9) |
| Net Income Attributable to Owners of the Parent | 169,078 | 142,196 | 26,882 | 1,382 |
| Return on Shareholders' Equity (%) | 6.85 | 5.98 | 0.87 | |
| Dividends per Share of Common Stock (DPS) | 170 | 150 | 20 | |
| Earnings per Share of Common Stock (EPS) | 451 | 379 | 72 | |
| Total Number of Shares Outstanding (Million of Shares) (Note 3) | 374.5 | 374.5 | 0.0 | |

(Notes)

1) The amounts of the net business profit before credit costs, the substantial gross business profit, and general and administrative expenses are counted in accordance with the internal administration of the company, taking into account the profits and losses of affiliated companies accounted for by the equity method.

2) The amount of the substantial interest income is the sum of "Interest Income" and profits earned from market deployment of surplus foreign currency fund included in "Profits (Losses) on Sales of Foreign Exchanges."

3) The total number of shares outstanding is the average number of common stock (excluding treasury stock) outstanding.

Major Profit and Losses (Consolidated)

| Years Ended March 31 | Millions of Yen | | | Millions of U.S. Dollars |
|---|-----------------|-----------|----------|--------------------------|
| | 2022 | 2021 | Changes | 2022 |
| Interest Income | ¥ 304,838 | ¥ 260,248 | ¥ 44,590 | \$ 2,491 |
| Other Profits | 66,386 | 87,857 | (21,470) | 542 |
| Profits Earned from Market Deployment of Surplus Foreign Currency Fund | 15,371 | 29,183 | (13,812) | 126 |
| Profits other than Profits Earned from Market Deployment of Surplus Foreign Currency Fund | 51,015 | 58,673 | (7,658) | 417 |

Interest income increased by ¥44.5 billion (U.S. \$364 million) from the previous fiscal year to ¥304.8 billion (U.S. \$2,491 million), due to improvements in domestic and overseas earnings related to deposits and loans and positive effect of market conditions. The substantial interest income, which includes profits earned from market deployment of surplus foreign currency fund increased by ¥30.7 billion (U.S. \$251 million) from the previous fiscal year to ¥320.2 billion (U.S. \$2,616 million).

While "Fees and Commissions Related Income" increased by ¥45.7 billion (U.S. \$373 million) from the previous fiscal year to ¥436.9 billion (U.S. \$3,570 million), due to the strong performance in customers' businesses such as real estate brokerage business and investment management consulting business, and in asset management business supported by steady market conditions.

On the other hand, "General and Administrative Expenses" increased by ¥17.5 billion (U.S. \$143 million) from the previous fiscal year to ¥462.0 billion (U.S. \$3,775 million) due to an increase in expenses linked to gross profit in consolidated subsidiaries.

As a result, "Net Business Profit Before Credit Costs," which represents the actual profit level calculated by making necessary adjustments to the above results, increased by ¥51.3 billion (U.S. \$419 million) from the previous fiscal year to ¥346.0 billion (U.S. \$2,827 million).

Credit Costs (Consolidated)

"Total Credit Costs" increased by ¥33.7 billion (U.S. \$275 million) from the previous fiscal year to ¥41.5 billion (U.S. \$339 million) of losses, mainly because of an increase in allowance for loan losses based on deterioration of borrowers' classification for some customers.

Net Gains (Losses) on Stocks and Other Securities (Consolidated)

"Net Gains (Losses) on Stock and Other Securities" increased by ¥5.1 billion (U.S. \$42 million) from the previous fiscal year to ¥38.3 billion (U.S. \$313 million) of losses. This was because of the recognition of gains on sale of strategic shareholdings of approximately ¥87.2 billion (U.S. \$713 million) and exceeding realized losses on hedging transactions of approximately ¥126.7 billion (U.S. \$1,035 million) resulted from steady progress in reduction of strategic shareholdings.

Extraordinary Gain and Losses (Consolidated)

"Extraordinary Gains and Losses" decreased by ¥18.5 billion (U.S. \$151 million) from the previous fiscal year to ¥1.7 billion (U.S. \$14 million) of losses, mainly because of the recognition of approximately ¥37.7 billion (U.S. \$308 million) of profit resulted from charging retirement benefits to profit or loss and approximately ¥19.3 billion (U.S. \$158 million) of impairment losses on software in previous fiscal year.

Financial Condition**Assets and Liabilities**

As of March 31, 2022, consolidated "Total Assets" were ¥64,633.2 billion (U.S. \$528 billion), an increase of ¥1,264.6 billion (U.S. \$10 billion), and consolidated "Total Net Assets" were ¥2,745.2 billion (U.S. \$22 billion), an increase of ¥22.7 billion (U.S. \$0.2 billion), compared with those as of the end of the previous fiscal year, respectively.

In particular, "Cash and Due from Banks" decreased by ¥265.3 billion (U.S. \$2 billion) to ¥18,223.3 billion (U.S. \$149 billion), "Loans and Bills Discounted" increased by ¥369.5 billion (U.S. \$3 billion) to ¥30,876.5 billion (U.S. \$252 billion), "Securities" increased by ¥895.7 billion (U.S. \$7 billion) to

¥7,879.2 billion (U.S. \$64 billion), and “Deposits” decreased by ¥237.5 billion (U.S. \$2 billion) to ¥33,230.1 billion (U.S. \$272 billion), compared with those as of the end of the previous fiscal year.

In the consolidated financial statements of the SuMi TRUST Group, Cash and Due from Banks, credits on Loans and Bills Discounted and Securities, and reception of Deposits are mainly in Japanese yen. However, the SuMi TRUST Group's policy is to balance the operations and financing in all currencies and to diversify and stabilize the funding base in foreign currencies through yen-based investment transactions by utilizing customer-related deposits and swap markets and issuance of bonds.

“Total Assets of Trust Accounts” were ¥248,215.4 billion

(U.S. \$2,028 billion) as of March 31, 2022, an increase of ¥8,368.8 billion (U.S. \$68 billion), compared with the amount as of the end of the previous fiscal year.

Problem Assets under the Financial Reconstruction Act

As of March 31, 2022, the total balance of Bankrupt and Practically Bankrupt Loans, Doubtful Loans, and Substandard Loans of the Banking Account and the Principal Guaranteed Trust Accounts with a disclosure requirement under the Financial Reconstruction Act, increased by ¥86.0 billion (U.S. \$1 billion) from the end of the previous fiscal year to ¥199.4 billion (U.S. \$2 billion). The ratio of “Problem Assets under the Financial Reconstruction Act” to Total Balance increased by 0.2% to 0.6% since the previous fiscal year.

Problem Assets under the Financial Reconstruction Act

(SuMi TRUST Bank (non-consolidated basis) after partial direct write-offs)

Banking Account and Principal Guaranteed Trust Account (Combined)

| As of March 31 | Billions of Yen | | | Billions of U.S. Dollars |
|---|-----------------|----------|---------|--------------------------|
| | 2022 | 2021 | Changes | 2022 |
| Problem Assets under the Financial Reconstruction Act | ¥ 199.4 | ¥ 113.4 | ¥ 86.0 | \$ 2 |
| Total Balance | 31,441.2 | 31,187.7 | 253.5 | 257 |
| Ratio to Total Balance | 0.6% | 0.4% | 0.2% | 0.6% |

Banking Account

| Classification | Billions of Yen, Except for Percentages | | | | | | | |
|---|---|----------|----------------|------|---------------------------------|-------|-----------------|------|
| | Balance | | Coverage Ratio | | Collateral/Allowance | | Allowance Ratio | |
| As of March 31 | 2022 | 2021 | 2022 | 2021 | 2022 | | 2022 | 2021 |
| Bankrupt and Practically Bankrupt Loans (A) | ¥ 16.7 | ¥ 21.5 | 100% | 100% | Specific Allowance Provided | ¥ 3.4 | 100% | 100% |
| | | | | | Covered by Collateral/Guarantee | 13.2 | — | — |
| Doubtful Loans (B) | 117.0 | 44.4 | 77% | 90% | Uncovered | 26.3 | 71% | 81% |
| | | | | | Specific Allowance Provided | 66.9 | | |
| Substandard Loans (C) | 64.9 | 47.4 | 37% | 50% | Covered by Collateral/Guarantee | 23.7 | — | — |
| | | | | | Uncovered | 40.9 | 10% | 11% |
| | | | | | General Allowance Provided | 4.6 | | |
| | | | | | Covered by Collateral/Guarantee | 19.3 | — | — |
| Total of (A), (B), and (C) | 198.6 | 113.2 | | | | | | |
| Total Balance | 31,427.9 | 31,171.7 | | | | | | |
| Ratio to Total Balance | 0.6% | 0.4% | | | | | | |

Principal Guaranteed Trust Account

| Classification | Billions of Yen, Except for Percentages | | | | | |
|---|---|-------|----------------|------|--|-----|
| | Balance | | Coverage Ratio | | Collateral/Allowance | |
| As of March 31 | 2022 | 2021 | 2022 | 2021 | 2022 | |
| Bankrupt and Practically Bankrupt Loans (A) | ¥ — | ¥ 0.0 | — | 100% | Covered by Collateral/Guarantee | ¥ — |
| Doubtful Loans (B) | 0.8 | 0.1 | 100% | 100% | Covered by Collateral/Guarantee | 0.8 |
| Substandard Loans (C) | 0.0 | 0.0 | 100% | 100% | Covered by Collateral/Guarantee | 0.0 |
| Total of (A), (B), and (C) | 0.8 | 0.2 | | | Allowance for Jointly Operated Money Trusts | 0.0 |
| Total Balance | 13.3 | 16.0 | | | | |
| Ratio to Total Balance | 5.8% | 1.0% | | | | |

Net Interest Spread (Domestic Banking Account and Principal Guaranteed Trust Account)

| Years Ended March 31 | Percentage Points | | |
|---|-------------------|-------|---------|
| | 2022 | 2021 | Changes |
| Average Yield on Interest-Earning Assets (a) | 0.46% | 0.48% | (0.02)% |
| Loans and Bills Discounted (A) | 0.63 | 0.64 | (0.01) |
| Securities | 1.15 | 1.09 | 0.06 |
| Average Yield on Interest-Bearing Liabilities (b) | 0.08 | 0.08 | (0.00) |
| Deposits (B) | 0.05 | 0.06 | (0.01) |
| Gross Margin (a)–(b) | 0.38 | 0.40 | (0.02) |
| Loan-Deposit Margin (A)–(B) | 0.58 | 0.58 | (0.00) |

Financial Summary:

Five-Year Summary

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
As of and for the fiscal years ended March 31

| | | Millions of Yen | | | | |
|---|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Consolidated Statements of Banking Account | | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | | |
| Assets: | | | | | | |
| Cash and Due from Banks | ¥ | 18,223,364 | ¥ 18,488,763 | ¥ 13,141,192 | ¥ 16,045,864 | ¥ 28,841,328 |
| Call Loans and Bills Bought | | 5,000 | 8,766 | 71,236 | 50,124 | 152,951 |
| Securities | | 7,879,235 | 6,983,483 | 6,437,599 | 5,759,504 | 5,537,643 |
| Loans and Bills Discounted | | 30,876,507 | 30,506,968 | 29,703,375 | 29,025,720 | 28,190,553 |
| Foreign Exchanges | | 29,494 | 25,396 | 36,952 | 36,936 | 25,554 |
| Customers' Liabilities for Acceptances and Guarantees | | 541,228 | 511,782 | 518,811 | 557,007 | 508,930 |
| Others | | 7,078,389 | 6,843,412 | 6,591,384 | 5,553,956 | 5,099,836 |
| Total Assets | | ¥ 64,633,220 | ¥ 63,368,573 | ¥ 56,500,552 | ¥ 57,029,113 | ¥ 68,356,798 |
| Liabilities: | | | | | | |
| Deposits and Negotiable Certificates of Deposit | ¥ | 39,818,106 | ¥ 40,628,273 | ¥ 36,549,212 | ¥ 38,232,195 | ¥ 43,915,175 |
| Call Money and Bills Sold | | 799,524 | 60,675 | 142,974 | 72,793 | 146,931 |
| Borrowed Money | | 7,153,498 | 5,782,602 | 5,856,384 | 4,023,801 | 4,370,083 |
| Foreign Exchanges | | 1,275 | 577 | 3,213 | 457 | 1,984 |
| Acceptances and Guarantees | | 541,228 | 511,782 | 518,811 | 557,007 | 508,930 |
| Others | | 13,574,298 | 13,662,105 | 10,839,049 | 11,412,500 | 16,541,366 |
| Total Liabilities | | ¥ 61,887,931 | ¥ 60,646,016 | ¥ 53,909,645 | ¥ 54,298,756 | ¥ 65,484,472 |
| Net Assets: | | | | | | |
| Shareholders' Equity | ¥ | 2,517,528 | ¥ 2,416,003 | ¥ 2,334,377 | ¥ 2,242,982 | ¥ 2,127,816 |
| Accumulated Other Comprehensive Income | | 198,028 | 277,756 | 220,889 | 410,478 | 496,851 |
| Subscription Rights to Shares | | 1,006 | 1,024 | 1,057 | 1,062 | 799 |
| Non-Controlling Interests | | 28,725 | 27,772 | 34,583 | 75,832 | 246,858 |
| Total Net Assets | | ¥ 2,745,288 | ¥ 2,722,556 | ¥ 2,590,907 | ¥ 2,730,356 | ¥ 2,872,325 |
| Total Liabilities and Net Assets | | ¥ 64,633,220 | ¥ 63,368,573 | ¥ 56,500,552 | ¥ 57,029,113 | ¥ 68,356,798 |
| For the Year | | | | | | |
| Income: | | | | | | |
| Trust Fees | ¥ | 110,539 | ¥ 102,883 | ¥ 99,816 | ¥ 103,911 | ¥ 100,591 |
| Interest Income | | 375,659 | 363,749 | 489,366 | 507,007 | 426,129 |
| Fees and Commissions | | 444,655 | 390,877 | 401,723 | 402,867 | 397,881 |
| Trading Income | | 13,453 | 76 | 102,189 | 27,093 | 10,035 |
| Other Ordinary Income | | 336,597 | 402,394 | 349,778 | 356,927 | 306,725 |
| Other Income | | 120,731 | 158,185 | 95,680 | 71,626 | 125,142 |
| Total Income | | ¥ 1,401,637 | ¥ 1,418,166 | ¥ 1,538,556 | ¥ 1,469,434 | ¥ 1,366,505 |
| Expenses: | | | | | | |
| Interest Expenses | ¥ | 107,883 | ¥ 137,471 | ¥ 361,890 | ¥ 371,845 | ¥ 246,071 |
| Fees and Commissions Payments | | 133,161 | 118,031 | 109,666 | 97,755 | 87,974 |
| Trading Expenses | | — | 33,300 | — | — | — |
| Other Ordinary Expenses | | 291,487 | 290,350 | 280,488 | 249,652 | 230,442 |
| General and Administrative Expenses | | 435,567 | 431,422 | 433,455 | 431,151 | 444,057 |
| Other Expenses | | 205,536 | 207,586 | 112,333 | 77,688 | 119,136 |
| Total Expenses | | ¥ 1,173,637 | ¥ 1,218,163 | ¥ 1,297,834 | ¥ 1,228,093 | ¥ 1,127,683 |
| Income before Income Taxes | | 227,999 | 200,003 | 240,721 | 241,340 | 238,822 |
| Net Income | | ¥ 170,236 | ¥ 143,938 | ¥ 165,094 | ¥ 180,741 | ¥ 165,746 |
| Per Share of Common Stock: | | | | | | |
| Net Income per Share of Common Stock | ¥ | 451.40 | ¥ 379.65 | ¥ 434.31 | ¥ 458.91 | ¥ 403.91 |
| Diluted Net Income per Share of Common Stock | | 451.12 | 379.42 | 434.03 | 458.64 | 403.75 |
| Net Assets per Share of Common Stock | | 7,249.70 | 7,192.07 | 6,822.48 | 7,008.67 | 6,897.36 |

| | | Millions of Yen | | | | |
|-----------------------------|--|---------------------|----------------------|----------------------|----------------------|----------------------|
| Statements of Trust Account | | 2022 | 2021 | 2020 | 2019 | 2018 |
| Trust Assets | | ¥248,215,419 | ¥ 239,846,590 | ¥ 224,425,327 | ¥ 211,350,067 | ¥ 201,698,118 |

- SuMi TRUST Holdings has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020, "the Standard for Revenue Recognition") and "Accounting Standard for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019, "the Standard for Fair value Measurement") from the beginning of the current fiscal year ended March 31, 2022. The effect of applying new accounting policies on Net Assets and Net Assets per Share of Common Stock is described in "Financial Data: Notes to Consolidated Financial Statements, Changes in Accounting Policies."
- For the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on the general rule from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021 and the effect of this change is described in "Financial Data: Notes to Consolidated Financial Statements, Changes in Presentation."
- Trust assets are the amounts of trust assets held by consolidated subsidiaries that engage in the trust business in accordance with the Act on Engagement in Trust Business Activities by Financial Institutions. The consolidated subsidiary that engages in trust business activities is SuMi Trust Bank.

Financial Summary:

Five-Year Summary

Sumitomo Mitsui Trust Holdings, Inc.
As of and for the fiscal years ended March 31

| Non-Consolidated Statements | Millions of Yen | | | | |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | |
| Assets: | | | | | |
| Current Assets: | ¥ 137,483 | ¥ 173,123 | ¥ 175,470 | ¥ 133,676 | ¥ 71,542 |
| Cash and Due from Banks | 18,978 | 2,541 | 2,349 | 2,110 | 1,775 |
| Securities | 104,000 | 164,000 | 129,000 | 100,000 | 53,000 |
| Non-Current Assets | 2,086,028 | 2,030,327 | 2,049,283 | 2,069,816 | 2,004,970 |
| Investments and Other Assets | 2,086,028 | 2,030,325 | 2,049,281 | 2,069,815 | 2,004,969 |
| Total Assets | ¥ 2,223,512 | ¥ 2,203,450 | ¥ 2,224,754 | ¥ 2,203,492 | ¥ 2,076,512 |
| Liabilities: | | | | | |
| Current Liabilities | ¥ 8,183 | ¥ 12,799 | ¥ 4,616 | ¥ 3,161 | ¥ 3,119 |
| Non-Current Liabilities | 645,303 | 620,209 | 650,093 | 651,610 | 594,310 |
| Bonds Payable | 630,000 | 610,000 | 640,000 | 641,600 | 584,300 |
| Total Liabilities | ¥ 653,486 | ¥ 633,009 | ¥ 654,709 | ¥ 654,771 | ¥ 597,429 |
| Net Assets: | | | | | |
| Shareholders' Equity | ¥ 1,569,019 | ¥ 1,569,417 | ¥ 1,568,986 | ¥ 1,547,658 | ¥ 1,478,282 |
| Subscription Rights to Shares | 1,006 | 1,024 | 1,057 | 1,062 | 799 |
| Total Net Assets | ¥ 1,570,025 | ¥ 1,570,441 | ¥ 1,570,044 | ¥ 1,548,721 | ¥ 1,479,082 |
| Total Liabilities and Net Assets | ¥ 2,223,512 | ¥ 2,203,450 | ¥ 2,224,754 | ¥ 2,203,492 | ¥ 2,076,512 |
| For the Year | | | | | |
| Operating Income: | ¥ 63,319 | ¥ 60,855 | ¥ 97,597 | ¥ 123,149 | ¥ 57,301 |
| Dividends Received from Subsidiaries | 58,154 | 56,256 | 95,851 | 121,832 | 55,512 |
| Operating Expenses: | 5,525 | 3,984 | 3,709 | 3,341 | 3,071 |
| General and Administrative Expenses | 5,525 | 3,984 | 3,709 | 3,341 | 3,071 |
| Operating Profit | ¥ 57,793 | ¥ 56,870 | ¥ 93,888 | ¥ 119,808 | ¥ 54,230 |
| Non-Operating Income | ¥ 6,715 | ¥ 7,891 | ¥ 8,183 | ¥ 7,709 | ¥ 6,785 |
| Non-Operating Expenses | 6,928 | 8,861 | 9,430 | 11,327 | 11,678 |
| Income before Income Taxes | ¥ 57,580 | ¥ 56,799 | ¥ 92,640 | ¥ 116,190 | ¥ 49,337 |
| Net Income | ¥ 57,620 | ¥ 56,637 | ¥ 93,858 | ¥ 127,717 | ¥ 49,333 |
| Per Share of Common Stock: | | | | | |
| Net Income per Share of Common Stock | ¥ 153.83 | ¥ 151.21 | ¥ 250.04 | ¥ 337.06 | ¥ 129.40 |
| Diluted Net Income per Share of Common Stock | 153.74 | 151.12 | 249.87 | 336.86 | 129.35 |
| Net Assets per Share of Common Stock | 4,188.80 | 4,190.18 | 4,189.14 | 4,087.87 | 3,884.77 |

Financial Data:

Consolidated Balance Sheet

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
As of March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|--|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Cash and Due from Banks | ¥ 18,223,364 | ¥ 18,488,763 | \$ 148,908 |
| Call Loans and Bills Bought | 5,000 | 8,766 | 41 |
| Receivables under Resale Agreements | 150,741 | 160,268 | 1,232 |
| Receivables under Securities Borrowing Transactions | 652,534 | 727,689 | 5,332 |
| Monetary Claims Bought | 854,093 | 892,309 | 6,979 |
| Trading Assets (Notes 1, 2, and 4) | 967,565 | 962,849 | 7,906 |
| Money Held in Trust | 16,308 | 12,223 | 133 |
| Securities (Notes 2 and 4) | 7,879,235 | 6,983,483 | 64,383 |
| Loans and Bills Discounted (Notes 3, 4 and 5) | 30,876,507 | 30,506,968 | 252,300 |
| Foreign Exchanges | 29,494 | 25,396 | 241 |
| Lease Receivables and Investment Assets (Note 4) | 688,141 | 695,172 | 5,623 |
| Other Assets (Notes 4, 8 and 14) | 3,354,333 | 2,936,013 | 27,409 |
| Tangible Fixed Assets (Note 6) | 224,535 | 228,180 | 1,835 |
| Intangible Fixed Assets (Note 7) | 125,667 | 112,303 | 1,027 |
| Assets for Retirement Benefits | 192,223 | 231,165 | 1,571 |
| Deferred Tax Assets | 15,613 | 14,459 | 128 |
| Customers' Liabilities for Acceptances and Guarantees | 541,228 | 511,782 | 4,423 |
| Allowance for Loan Losses | (163,369) | (129,223) | (1,335) |
| Total Assets | ¥ 64,633,220 | ¥ 63,368,573 | \$ 528,135 |
| Liabilities: | | | |
| Deposits (Notes 4 and 9) | ¥ 33,230,162 | ¥ 33,467,678 | \$ 271,533 |
| Negotiable Certificates of Deposit | 6,587,944 | 7,160,594 | 53,832 |
| Call Money and Bills Sold | 799,524 | 60,675 | 6,533 |
| Payables under Repurchase Agreements (Note 4) | 1,485,033 | 1,628,440 | 12,135 |
| Trading Liabilities (Note 1) | 906,686 | 850,660 | 7,409 |
| Borrowed Money (Notes 4 and 10) | 7,153,498 | 5,782,602 | 58,453 |
| Foreign Exchanges | 1,275 | 577 | 10 |
| Short-Term Bonds Payable | 2,387,553 | 2,545,049 | 19,509 |
| Bonds Payable (Note 11) | 2,076,604 | 1,545,605 | 16,968 |
| Borrowed Money from Trust Account (Note 12) | 4,298,827 | 4,915,208 | 35,127 |
| Other Liabilities (Notes 13 and 14) | 2,312,326 | 2,035,474 | 18,895 |
| Provision for Bonuses | 21,087 | 18,460 | 172 |
| Provision for Directors' Bonuses | 181 | 219 | 1 |
| Provision for Stocks Payment | 732 | 532 | 6 |
| Liabilities for Retirement Benefits | 13,553 | 13,752 | 111 |
| Provision for Reward Points Program | 19,965 | 18,945 | 163 |
| Provision for Reimbursement of Deposits | 3,626 | 4,138 | 30 |
| Provision for Contingent Losses | 1,649 | 1,633 | 13 |
| Deferred Tax Liabilities | 44,081 | 81,594 | 360 |
| Deferred Tax Liabilities for Land Revaluation (Note 6) | 2,388 | 2,388 | 20 |
| Acceptances and Guarantees | 541,228 | 511,782 | 4,423 |
| Total Liabilities | ¥ 61,887,931 | ¥ 60,646,016 | \$ 505,703 |
| Net Assets: | | | |
| Total Shareholders' Equity: | ¥ 2,517,528 | ¥ 2,416,003 | \$ 20,571 |
| Capital Stock | 261,608 | 261,608 | 2,138 |
| Capital Surplus | 576,114 | 576,114 | 4,708 |
| Retained Earnings | 1,682,519 | 1,581,096 | 13,748 |
| Treasury Stock | (2,714) | (2,815) | (22) |
| Total Accumulated Other Comprehensive Income: | 198,028 | 277,756 | 1,618 |
| Valuation Differences on Available-for-Sale Securities | 277,617 | 329,429 | 2,268 |
| Deferred Gains (Losses) on Hedges | (42,759) | (44,926) | (349) |
| Revaluation Reserve for Land (Note 6) | (6,839) | (6,739) | (56) |
| Foreign Currency Translation Adjustments | 12,719 | 4,000 | 104 |
| Remeasurements of Defined Benefit Plans | (42,708) | (4,007) | (349) |
| Subscription Rights to Shares | 1,006 | 1,024 | 8 |
| Non-Controlling Interests | 28,725 | 27,772 | 235 |
| Total Net Assets | ¥ 2,745,288 | ¥ 2,722,556 | \$ 22,432 |
| Total Liabilities and Net Assets | ¥ 64,633,220 | ¥ 63,368,573 | \$ 528,135 |

| | Yen | | U.S. Dollars |
|---|-------------------|-------------------|-----------------|
| Net Assets per Share of Common Stock | ¥ 7,249.70 | ¥ 7,192.07 | \$ 59.24 |

See accompanying notes.

The figures in U.S. dollars are converted from yen for the convenience of readers outside Japan at the rate of ¥122.38 to U.S. \$1.00, the exchange rate as of March 31, 2022.

Consolidated Statement of Income

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Income: | | | |
| Trust Fees (Note 1) | ¥ 110,539 | ¥ 102,883 | \$ 903 |
| Interest Income: | 375,659 | 363,749 | 3,070 |
| Interest on Loans and Discounts | 260,871 | 271,246 | 2,132 |
| Interest and Dividends on Securities | 97,683 | 75,898 | 798 |
| Interest on Call Loans and Bills Bought | 685 | 550 | 6 |
| Interest on Receivables under Resale Agreements | — | 20 | — |
| Interest on Receivables under Securities Borrowing Transactions | — | 0 | — |
| Interest on Deposits with Banks | 12,239 | 11,038 | 100 |
| Other Interest Income (Note 2) | 4,179 | 4,994 | 34 |
| Fees and Commissions (Note 1) | 444,655 | 390,877 | 3,633 |
| Trading Income (Note 3) | 13,453 | 76 | 110 |
| Other Ordinary Income (Note 4) | 336,597 | 402,394 | 2,750 |
| Other Income (Note 5) | 120,731 | 158,185 | 987 |
| Total Income | ¥ 1,401,637 | ¥ 1,418,166 | \$ 11,453 |
| Expenses: | | | |
| Interest Expenses: | ¥ 107,883 | ¥ 137,471 | \$ 882 |
| Interest on Deposits | 29,848 | 45,221 | 244 |
| Interest on Negotiable Certificates of Deposit | 6,787 | 14,198 | 55 |
| Interest on Call Money and Bills Sold | 481 | 371 | 4 |
| Interest on Payables under Repurchase Agreements | 1,665 | 3,576 | 14 |
| Interest on Borrowings | 4,635 | 6,911 | 38 |
| Interest on Short-Term Bonds | 3,271 | 5,763 | 27 |
| Interest on Bonds | 16,535 | 12,858 | 135 |
| Other Interest Expenses (Note 2) | 44,658 | 48,570 | 365 |
| Fees and Commissions Payments | 133,161 | 118,031 | 1,088 |
| Trading Expenses (Note 3) | — | 33,300 | — |
| Other Ordinary Expenses (Note 4) | 291,487 | 290,350 | 2,382 |
| General and Administrative Expenses (Note 6) | 435,567 | 431,422 | 3,559 |
| Other Expenses (Note 5) | 205,536 | 207,586 | 1,679 |
| Total Expenses | ¥ 1,173,637 | ¥ 1,218,163 | \$ 9,590 |
| Income before Income Taxes | ¥ 227,999 | ¥ 200,003 | \$ 1,863 |
| Income Taxes: | 57,763 | 56,064 | 472 |
| Current | 57,342 | 50,991 | 469 |
| Deferred | 420 | 5,073 | 3 |
| Net Income | ¥ 170,236 | ¥ 143,938 | \$ 1,391 |
| Net Income Attributable to Non-Controlling Interests | 1,157 | 1,742 | 9 |
| Net Income Attributable to Owners of the Parent | ¥ 169,078 | ¥ 142,196 | \$ 1,382 |
| | Yen | | U.S. Dollars |
| Net Income per Share of Common Stock | ¥ 451.40 | ¥ 379.65 | \$ 3.69 |
| Diluted Net Income per Share of Common Stock | ¥ 451.12 | ¥ 379.41 | \$ 3.69 |

See accompanying notes.

Financial Data:

Consolidated Statement of Comprehensive Income

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Income | ¥ 170,236 | ¥ 143,938 | \$ 1,391 |
| Other Comprehensive Income (Loss): | | | |
| Valuation Differences on Available-for-Sale Securities | (46,938) | (20,301) | (384) |
| Deferred Gains (Losses) on Hedges | 135 | 9,944 | 1 |
| Foreign Currency Translation Adjustments | 4,045 | 1,982 | 33 |
| Remeasurements of Defined Benefit Plans | (38,671) | 64,492 | (316) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies | 2,052 | 1,080 | 17 |
| Total Other Comprehensive Income (Loss) (Note) | ¥ (79,377) | ¥ 57,199 | \$ (649) |
| Comprehensive Income: | ¥ 90,859 | ¥ 201,137 | \$ 742 |
| Comprehensive Income Attributable to Owners of the Parent | 89,451 | 199,178 | 731 |
| Comprehensive Income Attributable to Non-Controlling Interests | 1,407 | 1,958 | 12 |

See accompanying notes.

Consolidated Statement of Changes in Net Assets

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

From April 1, 2021 to March 31, 2022

| | Millions of Yen | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Shareholders' Equity | | | | Total Shareholders' Equity |
| | Capital Stock | Capital Surplus | Retained Earnings | Treasury Stock | |
| Balance at the Beginning of the Year | ¥ 261,608 | ¥ 576,114 | ¥ 1,581,096 | ¥ (2,815) | ¥ 2,416,003 |
| Cumulative Effects of Changes in Accounting Policies | | | (9,636) | | (9,636) |
| Restated Balance | 261,608 | 576,114 | 1,571,460 | (2,815) | 2,406,367 |
| Changes during the Year | | | | | |
| Cash Dividends | | | (58,119) | | (58,119) |
| Net Income Attributable to Owners of the Parent | | | 169,078 | | 169,078 |
| Purchase of Treasury Stock | | | | (21) | (21) |
| Disposal of Treasury Stock | | 0 | | 122 | 122 |
| Purchase of Shares of Consolidated Subsidiaries | | | | | — |
| Reversal of Revaluation Reserve for Land | | | 100 | | 100 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | |
| Total Changes during the Year | — | 0 | 111,059 | 101 | 111,160 |
| Balance at the End of the Year | ¥ 261,608 | ¥ 576,114 | ¥ 1,682,519 | ¥ (2,714) | ¥ 2,517,528 |

| | Millions of Yen | | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|-------------------------------|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Subscription Rights to Shares | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | | |
| Balance at the Beginning of the Year | ¥ 329,429 | ¥ (44,926) | ¥ (6,739) | ¥ 4,000 | ¥ (4,007) | ¥ 277,756 | ¥ 1,024 | ¥ 27,772 | ¥ 2,722,556 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | | | (0) | (9,636) |
| Restated Balance | 329,429 | (44,926) | (6,739) | 4,000 | (4,007) | 277,756 | 1,024 | 27,772 | 2,712,920 |
| Changes during the Year | | | | | | | | | |
| Cash Dividends | | | | | | | | | (58,119) |
| Net Income Attributable to Owners of the Parent | | | | | | | | | 169,078 |
| Purchase of Treasury Stock | | | | | | | | | (21) |
| Disposal of Treasury Stock | | | | | | | | | 122 |
| Purchase of Shares of Consolidated Subsidiaries | | | | | | | | | — |
| Reversal of Revaluation Reserve for Land | | | | | | | | | 100 |
| Net Changes of Items Other Than Shareholders' Equity | (51,812) | 2,166 | (100) | 8,719 | (38,701) | (79,727) | (18) | 953 | (78,792) |
| Total Changes during the Year | (51,812) | 2,166 | (100) | 8,719 | (38,701) | (79,727) | (18) | 953 | 32,368 |
| Balance at the End of the Year | ¥ 277,617 | ¥ (42,759) | ¥ (6,839) | ¥ 12,719 | ¥ (42,708) | ¥ 198,028 | ¥ 1,006 | ¥ 28,725 | ¥ 2,745,288 |

See accompanying notes.

From April 1, 2020 to March 31, 2021

| | Millions of Yen | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Shareholders' Equity | | | | Total Shareholders' Equity |
| | Capital Stock | Capital Surplus | Retained Earnings | Treasury Stock | |
| Balance at the Beginning of the Year | ¥ 261,608 | ¥ 580,595 | ¥ 1,495,029 | ¥ (2,855) | ¥ 2,334,377 |
| Changes during the Year | | | | | |
| Cash Dividends | | | (56,244) | | (56,244) |
| Net Income Attributable to Owners of the Parent | | | 142,196 | | 142,196 |
| Purchase of Treasury Stock | | | | (19) | (19) |
| Disposal of Treasury Stock | | (2) | | 60 | 57 |
| Purchase of Shares of Consolidated Subsidiaries | | (4,478) | | | (4,478) |
| Reversal of Revaluation Reserve for Land | | | 115 | | 115 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | |
| Total Changes during the Year | — | (4,480) | 86,067 | 40 | 81,626 |
| Balance at the End of the Year | ¥ 261,608 | ¥ 576,114 | ¥ 1,581,096 | ¥ (2,815) | ¥ 2,416,003 |

| | Millions of Yen | | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|-------------------------------|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Subscription Rights to Shares | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | | |
| Balance at the Beginning of the Year | ¥ 351,459 | ¥ (56,765) | ¥ (6,623) | ¥ 1,332 | ¥ (68,513) | ¥ 220,889 | ¥ 1,057 | ¥ 34,583 | ¥ 2,590,907 |
| Changes during the Year | | | | | | | | | |
| Cash Dividends | | | | | | | | | (56,244) |
| Net Income Attributable to Owners of the Parent | | | | | | | | | 142,196 |
| Purchase of Treasury Stock | | | | | | | | | (19) |
| Disposal of Treasury Stock | | | | | | | | | 57 |
| Purchase of Shares of Consolidated Subsidiaries | | | | | | | | | (4,478) |
| Reversal of Revaluation Reserve for Land | | | | | | | | | 115 |
| Net Changes of Items Other Than Shareholders' Equity | (22,030) | 11,839 | (115) | 2,667 | 64,506 | 56,866 | (33) | (6,811) | 50,022 |
| Total Changes during the Year | (22,030) | 11,839 | (115) | 2,667 | 64,506 | 56,866 | (33) | (6,811) | 131,649 |
| Balance at the End of the Year | ¥ 329,429 | ¥ (44,926) | ¥ (6,739) | ¥ 4,000 | ¥ (4,007) | ¥ 277,756 | ¥ 1,024 | ¥ 27,772 | ¥ 2,722,556 |

See accompanying notes.

From April 1, 2021 to March 31, 2022

| | Millions of U.S. Dollars | | | | |
|--|--------------------------|-----------------|-------------------|----------------|----------------------------|
| | Shareholders' Equity | | | | Total Shareholders' Equity |
| | Capital Stock | Capital Surplus | Retained Earnings | Treasury Stock | |
| Balance at the Beginning of the Year | \$ 2,138 | \$ 4,708 | \$ 12,920 | \$ (23) | \$ 19,742 |
| Cumulative Effects of Changes in Accounting Policies | | | (79) | | (79) |
| Restated Balance | 2,138 | 4,708 | 12,841 | (23) | 19,663 |
| Changes during the Year | | | | | |
| Cash Dividends | | | (475) | | (475) |
| Net Income Attributable to Owners of the Parent | | | 1,382 | | 1,382 |
| Purchase of Treasury Stock | | | | (0) | (0) |
| Disposal of Treasury Stock | | 0 | | 1 | 1 |
| Purchase of Shares of Consolidated Subsidiaries | | | | | — |
| Reversal of Revaluation Reserve for Land | | | 1 | | 1 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | |
| Total Changes during the Year | — | 0 | 907 | 1 | 908 |
| Balance at the End of the Year | \$ 2,138 | \$ 4,708 | \$ 13,748 | \$ (22) | \$ 20,571 |

| | Millions of U.S. Dollars | | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|-------------------------------|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Subscription Rights to Shares | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | | |
| Balance at the Beginning of the Year | \$ 2,692 | \$ (367) | \$ (55) | \$ 33 | \$ (33) | \$ 2,270 | \$ 8 | \$ 227 | \$ 22,247 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | | | (0) | (79) |
| Restated Balance | 2,692 | (367) | (55) | 33 | (33) | 2,270 | 8 | 227 | 22,168 |
| Changes during the Year | | | | | | | | | |
| Cash Dividends | | | | | | | | | (475) |
| Net Income Attributable to Owners of the Parent | | | | | | | | | 1,382 |
| Purchase of Treasury Stock | | | | | | | | | (0) |
| Disposal of Treasury Stock | | | | | | | | | 1 |
| Purchase of Shares of Consolidated Subsidiaries | | | | | | | | | — |
| Reversal of Revaluation Reserve for Land | | | | | | | | | 1 |
| Net Changes of Items Other Than Shareholders' Equity | (423) | 18 | (1) | 71 | (316) | (651) | (0) | 8 | (644) |
| Total Changes during the Year | (423) | 18 | (1) | 71 | (316) | (651) | (0) | 8 | 264 |
| Balance at the End of the Year | \$ 2,268 | \$ (349) | \$ (56) | \$ 104 | \$ (349) | \$ 1,618 | \$ 8 | \$ 235 | \$ 22,432 |

See accompanying notes.

Financial Data:

Consolidated Statement of Cash Flows

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash Flows from Operating Activities: | | | |
| Income before Income Taxes | ¥ 227,999 | ¥ 200,003 | \$ 1,863 |
| Depreciation and Amortization | 30,841 | 34,552 | 252 |
| Impairment Losses | 1,468 | 20,173 | 12 |
| Amortization of Goodwill | 7,882 | 7,875 | 64 |
| Equity in Losses (Earnings) of Affiliated Companies | (15,531) | (11,677) | (127) |
| Increase (Decrease) in Allowance for Loan Losses | 34,145 | 2,018 | 279 |
| Increase (Decrease) in Provision for Bonuses | 2,627 | (159) | 21 |
| Increase (Decrease) in Provision for Directors' Bonuses | (38) | 47 | (0) |
| Increase (Decrease) in Provision for Stocks Payment | 200 | 252 | 2 |
| Decrease (Increase) in Assets for Retirement Benefits | 39,540 | (132,340) | 323 |
| Increase (Decrease) in Liabilities for Retirement Benefits | (338) | (441) | (3) |
| Increase (Decrease) in Provision for Reward Points Program | 1,019 | 2,056 | 8 |
| Increase (Decrease) in Provision for Reimbursement of Deposits | (511) | (728) | (4) |
| Increase (Decrease) in Provision for Contingent Losses | 15 | 193 | 0 |
| Interest Income | (375,659) | (363,749) | (3,070) |
| Interest Expenses | 107,883 | 137,471 | 882 |
| Loss (Gain) Related to Securities | 55,500 | 50,309 | 454 |
| Loss (Gain) on Money Held in Trust | 257 | (3,071) | 2 |
| Foreign Exchange Losses (Gains) | (184,288) | (56,942) | (1,506) |
| Loss (Gain) on Disposal of Fixed Assets | 235 | 558 | 2 |
| Net Decrease (Increase) in Trading Assets | (11,844) | 375,744 | (97) |
| Net Increase (Decrease) in Trading Liabilities | 57,088 | (352,237) | 466 |
| Net Decrease (Increase) in Loans and Bills Discounted | (369,539) | (803,592) | (3,020) |
| Net Increase (Decrease) in Deposits | (237,516) | 2,778,758 | (1,941) |
| Net Increase (Decrease) in Negotiable Certificates of Deposit | (572,650) | 1,300,302 | (4,679) |
| Net Increase (Decrease) in Borrowed Money (Excluding Subordinated Borrowings) | 1,415,895 | (73,782) | 11,570 |
| Net Decrease (Increase) in Due from Banks (Excluding Due from the Bank of Japan) | (800,096) | 491,550 | (6,538) |
| Net Decrease (Increase) in Call Loans | 51,543 | 1,230,261 | 421 |
| Net Decrease (Increase) in Receivables under Securities Borrowing Transactions | 75,155 | 12,968 | 614 |
| Net Increase (Decrease) in Call Money | 595,441 | (12,776) | 4,866 |
| Net Decrease (Increase) in Foreign Exchange-Assets | (4,098) | 11,556 | (33) |
| Net Increase (Decrease) in Foreign Exchange-Liabilities | 698 | (2,636) | 6 |
| Net Decrease (Increase) in Lease Receivables and Investment Assets | 7,031 | (21,292) | 57 |
| Net Increase (Decrease) in Short-Term Bonds Payable | (157,495) | 837,951 | (1,287) |
| Increase (Decrease) in Straight Bonds-Issuance and Redemption | 552,497 | 570,236 | 4,515 |
| Net Increase (Decrease) in Borrowed Money from Trust Account | (616,380) | 164,918 | (5,037) |
| Interest Received | 377,391 | 383,204 | 3,084 |
| Interest Paid | (104,641) | (162,409) | (855) |
| Other, Net | (256,062) | (25,174) | (2,092) |
| Subtotal | ¥ (64,331) | ¥ 6,589,955 | \$ (526) |
| Income Taxes (Paid) Refunded | (55,931) | (36,865) | (457) |
| Net Cash Provided by (Used in) Operating Activities | ¥ (120,263) | ¥ 6,553,089 | \$ (983) |

(Continued)

| | Millions of Yen | | Millions of U.S. Dollars |
|---|----------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash Flows from Investing Activities: | | | |
| Purchase of Securities | ¥ (9,173,484) | ¥ (7,135,053) | \$ (74,959) |
| Proceeds from Sales of Securities | 4,226,468 | 3,071,193 | 34,536 |
| Proceeds from Redemption of Securities | 4,163,963 | 3,651,551 | 34,025 |
| Increase in Money Held in Trust | (4,400) | (2,000) | (36) |
| Purchase of Tangible Fixed Assets | (8,882) | (27,800) | (73) |
| Proceeds from Sales of Tangible Fixed Assets | 1,950 | 751 | 16 |
| Purchase of Intangible Fixed Assets | (42,934) | (34,086) | (351) |
| Purchase of Shares of Affiliated Companies Accounted for Using the Equity Method | (41,987) | (49) | (343) |
| Proceeds from Sales of Shares of Affiliated Companies Accounted for Using the Equity Method | 102 | — | 1 |
| Net Cash Provided by (Used in) Investing Activities | ¥ (879,205) | ¥ (475,494) | \$ (7,184) |
| Cash Flows from Financing Activities: | | | |
| Proceeds from Subordinated Borrowings | 5,000 | — | 41 |
| Repayments of Subordinated Borrowings | (50,000) | — | (409) |
| Proceeds from Issuance of Subordinated Bonds and Bonds with Subscription Rights to Shares | 19,898 | 39,784 | 163 |
| Payments for Redemption of Subordinated Bonds and Bonds with Subscription Rights to Shares | (41,500) | (190,000) | (339) |
| Purchase of Shares of Subsidiaries without Change in the Scope of Consolidation | — | (12,655) | — |
| Cash Dividends Paid | (58,115) | (56,241) | (475) |
| Cash Dividends Paid to Non-Controlling Interests | (342) | (593) | (3) |
| Purchase of Treasury Stock | (21) | (19) | (0) |
| Proceeds from Sales of Treasury Stock | 0 | 1 | 0 |
| Net Cash Provided by (Used in) Financing Activities | ¥ (125,079) | ¥ (219,723) | \$ (1,022) |
| Effect of Exchange Rate Change on Cash and Cash Equivalents | ¥ 59,053 | ¥ (18,749) | \$ 483 |
| Net Increase (Decrease) in Cash and Cash Equivalents | ¥ (1,065,495) | ¥ 5,839,121 | \$ (8,706) |
| Cash and Cash Equivalents at the Beginning of the Year | ¥ 16,799,146 | ¥ 10,960,024 | \$ 137,270 |
| Cash and Cash Equivalents at the End of the Year (Note) | ¥ 15,733,650 | ¥ 16,799,146 | \$ 128,564 |

See accompanying notes.

Financial Data:

Notes to Consolidated Financial Statements

Basis of Presentation of Financial Statements

The accompanying consolidated financial statements (banking account) have been prepared from the accounts maintained by Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings") and its consolidated subsidiaries (together, "SuMi TRUST Group") in accordance with the accounting principles generally accepted in Japan and certain accounting and disclosure rules under the Financial Instruments and Exchange Act of Japan and the Banking Act of Japan, which are different in certain respects as to application and disclosure requirements of International Financial Reporting Standards.

In preparing these consolidated financial statements, the consolidated financial statements of SuMi TRUST Holdings issued in Japan have been reclassified and rearranged in order to present them in a form that is more familiar to readers outside Japan.

The consolidated financial statements are stated in Japanese yen, the currency of the country in which SuMi TRUST Holdings is incorporated and operates. The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥122.38 to U.S. \$1, the approximate rate of exchange as of March 31, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, total balances may not be equal to the sum of individual amounts.

Significant Accounting Policies and Practices**1. Scope of Consolidation**

(1) Consolidated Subsidiaries as of March 31, 2022:

59 companies

Principal Companies:

Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank")

Sumitomo Mitsui Trust Asset Management Co., Ltd.

Nikko Asset Management Co., Ltd.

Sumitomo Mitsui Trust Loan & Finance Co., Ltd.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd.

Changes in the consolidated subsidiaries during the current fiscal year are as follows:

Trust Base Co., Ltd. is newly established and included in the scope of the consolidation from the fiscal year ended March 31, 2022.

Arcadia Funding LLC and four other companies are

excluded from the scope of consolidation effective from the fiscal year ended March 31, 2022, due to liquidation and other factors.

(2) Unconsolidated Subsidiaries

Principal Companies:

Cattleya Co., Ltd.

ASIA GATEWAY I, L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of consolidation in accordance with Article 5, Paragraph 1, Item 2 of the Consolidated Financial Statements Regulations because they are operators engaged in leasing activities through silent partnership arrangements and their assets and profits/losses do not belong to the subsidiaries.

ASIA GATEWAY I, L.P. and other unconsolidated subsidiaries are excluded from the scope of consolidation because they are immaterial to the extent that excluding such companies from consolidation would not prevent a reasonable assessment of the corporate group's financial position and financial results. Such materiality is determined based on the size of their assets, ordinary income, net income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), retained earnings (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), accumulated other comprehensive income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries), and other financial data.

2. Application of the Equity Method

(1) Unconsolidated Subsidiaries Accounted for by the Equity Method:
None

(2) Affiliated Companies Accounted for by the Equity Method:

33 companies

Principal Companies:

Custody Bank of Japan, Ltd.

SBI Sumishin Net Bank, Ltd.

Changes in the affiliated companies accounted for by the equity method during the current fiscal year are as follows:

UBS SuMi TRUST Wealth Management Co., Ltd. and one other company are included in the scope of application of the equity method effective from the fiscal year ended March 31, 2022, due to the acquisition of its shares and other factors.

SBI Card Co., Ltd. and one other company are excluded from the scope of the application of the equity method effective from the fiscal year ended March 31, 2022, due to liquidation and other factors.

(3) Unconsolidated Subsidiaries and Affiliated Companies that are Not Accounted for by the Equity Method:

Principal Companies:

Cattleya Co., Ltd.

ASIA GATEWAY I, L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of the application of the equity method in accordance with Article 10, Paragraph 1, Item 2 of the Consolidated Financial Statements Regulations because they are operators engaged in leasing activities through silent partnership arrangements, and their assets and profits/losses do not belong to the subsidiaries.

ASIA GATEWAY I, L.P. and other unconsolidated subsidiaries and affiliated companies that are not accounted for by the equity method are excluded from the scope of application of the equity method because such exclusion would not materially affect the consolidated financial statements for the current fiscal year. Such materiality is determined based on the size of their net income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), retained earnings (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), accumulated other comprehensive income (amount corresponding to SuMi TRUST Holdings' interest in subsidiaries and affiliated companies), and other financial data.

3. Balance Sheet Dates of the Consolidated Subsidiaries

(1) Balance sheet dates of consolidated subsidiaries are as follows:

| | |
|---------------|--------------|
| April 30: | 2 companies |
| August 31: | 1 company |
| September 30: | 4 companies |
| November 30: | 1 company |
| December 31: | 7 companies |
| March 31: | 44 companies |

(2) Subsidiaries are consolidated using the financial statements as of the following dates:

- Consolidated subsidiaries with a balance sheet date of April 30: Provisionally prepared financial statements as of January 31
- A consolidated subsidiary with a balance sheet date of August 31: Provisionally prepared financial statements as of February 28
- Consolidated subsidiaries with a balance sheet date of September 30: Provisionally prepared financial statements as of March 31

- A consolidated subsidiary with a balance sheet date of November 30: Provisionally prepared financial statements as of February 28
- The other consolidated subsidiaries: Financial statements as of their respective balance sheet dates.

Material transactions arising between the consolidated balance sheet date, March 31, 2022, and the above balance sheet dates of consolidated subsidiaries have been reflected in the consolidated financial statements.

4. Significant Accounting Policies

(1) Trading Assets/Liabilities and Income/Expenses

Trading account activities are conducted to seek profits by taking advantage of short-term fluctuations in interest rates, currency rates, financial markets or other indicators, or inter-market differences (for trading purposes). The fluctuations in such items are presented as "Trading Assets" or "Trading Liabilities" in the consolidated balance sheet on a trade-date basis, and gains and losses from such transactions are presented as "Trading Income" or "Trading Expenses" in the consolidated statement of income.

For the measurement of trading assets and trading liabilities, securities and monetary claims are stated at their fair values as of the consolidated balance sheet date, and trading-related financial derivatives, such as swaps, futures, and options, are stated at the amounts that would be settled if they were terminated on the consolidated balance sheet date.

Trading income and trading expenses include interest income or expenses, adjusting valuation differences of securities and monetary claims during the fiscal year and differences in resulting gains or losses from the settlement of financial derivatives assuming that the settlement was made in cash as of March 31, 2022 and 2021.

Regarding valuation of specific market risks and credit risks for derivative transactions, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

(2) Securities

(a) Under the accounting standards for financial instruments in Japan, SuMi TRUST Holdings is required to determine the purposes of holding each security and classify such security into (i) securities held for trading purposes ("Trading Securities"), (ii) debt securities intended to be held to maturity ("Held-to-Maturity Debt Securities"), (iii) equity securities issued by subsidiaries and affiliated companies, or (iv) all other securities that are not classified in any of the above categories

("Available-for-Sale Securities"). "Held-to-Maturity Debt Securities" are carried at amortized cost using the moving-average method (the straight-line method). Equity securities issued by unconsolidated subsidiaries and affiliated companies not accounted for by the equity method are stated at moving-average cost. "Available-for-Sale Securities" are valued at the market price (cost of securities sold is calculated using primarily the moving-average method). Equity securities with no market prices are carried at cost using the moving-average method.

Valuation differences on "Available-for-Sale Securities" are recorded as a separate component of net assets and reported in the consolidated balance sheet.

(b) Securities in money held in trust are classified and accounted for in the same manner as those described in 4. (1) and 4. (2) (a) above.

(3) Financial Derivatives

Financial derivatives, excluding those for trading purposes, are stated at fair value.

Regarding valuation of specific market risks and credit risks, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

(4) Depreciation and Amortization Methods

(a) Tangible fixed assets other than lease assets

Tangible fixed assets are depreciated using primarily the straight-line method.

Useful lives of major asset categories:

| | |
|------------|---------------|
| Buildings: | 3 to 60 years |
| Others: | 2 to 20 years |

(b) Intangible fixed assets

Intangible fixed assets are amortized using the straight-line method. Software for internal use is amortized over the useful life specified by SuMi TRUST Holdings or the consolidated subsidiaries, generally five years.

(c) Lease assets

The lease assets under "Tangible Fixed Assets" that are related to finance leases that do not transfer ownership of the lease assets to lessees are depreciated using the straight-line method over the lease term, assuming a residual value of zero.

(5) Allowance for Loan Losses

The major domestic consolidated subsidiaries record allowance for loan losses in accordance with internally established criteria for write-offs and allowance for loan losses.

For claims against borrowers that have initiated special

liquidation proceedings or other bankruptcy proceedings ("bankrupt borrowers") and against borrowers that are in substantially similar adverse condition ("virtually bankrupt borrowers"), the allowance is provided based on the amount of claims, after the write-off stated below, net of the expected amount of recoveries from collateral and guarantees. For claims against borrowers that have not yet initiated bankruptcy proceedings, but are very likely to become bankrupt in the future ("possibly bankrupt borrowers"), an allowance is provided for the amount deemed necessary based on the overall assessment of the borrowers' solvency, after deducting the amount expected to be collected through the disposal of collateral or execution of guarantees from the claims.

For claims against large borrowers with certain credit risks and credit amounts that are classified as possibly bankrupt borrowers, restructured loan borrowers, or close-observation borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method").

For claims that are classified as other than those above, the allowance is provided based on the estimated loan losses over the next one to three years, which are calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past one to three years, then adjusted based on future forecast.

All claims are assessed at branches and credit supervision departments based on the criteria for self-assessment of asset quality. The Risk Management Department, which is independent from the operating sections, monitors the results of such assessments.

As for the other consolidated subsidiaries, the allowance for loan losses for general claims is provided based on the historical loan-loss ratios, and the allowance for loan losses for specific claims, such as possible uncollectible claims, is provided based on the estimate of unrecoverable amount for each claim.

For claims against bankrupt borrowers or virtually bankrupt borrowers with collateral or guarantees, claims against borrowers in legal or virtually bankrupt borrowers, net of amounts expected to be collected through the disposal of collateral or through the execution of guarantees, are directly deducted from the original amount of claims. The deducted amount was ¥23,943 million (U.S. \$196 million) and ¥24,592 million as of March 31, 2022 and 2021, respectively.

(6) Provision for Bonuses

A provision for bonuses is provided for the estimated employee bonuses attributable to the current fiscal year.

(7) Provision for Directors' Bonuses

A provision for directors' bonuses is provided for the estimated directors' bonuses attributable to the current fiscal year.

(8) Provision for Stocks Payment

A provision for stocks payment is provided at SuMi TRUST Holdings and some of the consolidated subsidiaries for the estimated stock-based payments to directors under a stock compensation system attributable to the current fiscal year.

(9) Provision for Reward Points Program

A provision for reward points program is provided for the use of points granted to holders of Diners Club Card and other credit cards in the amount deemed necessary based on the reasonable estimates of the points to be used in the future.

(10) Provision for Reimbursement of Deposits in Dormant Accounts

At SuMi TRUST Bank, a provision for reimbursement of deposits in dormant accounts is provided for the deposits that were derecognized as liabilities under certain conditions. Such provision is provided against the estimated future reimbursement to be requested by customers based on the past reimbursement record.

(11) Provision for Contingent Losses

A provision for contingent losses is provided for contingent losses associated with off-balance sheet transactions or trust transactions in the amount deemed necessary based on the estimated possible future losses.

(12) Accounting for Retirement Benefits

In determining the retirement benefit obligations, projected benefits to the periods up to the year ended March 31, 2022, are attributed based on the plan's benefit formula.

Past service cost and actuarial gains or losses are expensed using the following methods:

Past service cost: The full amount of past service cost is charged to profit or loss in the fiscal year they occur, in principle.

Actuarial gains or losses: Actuarial differences are expensed using the straight-line method, primarily over 10 years within the employees' average remaining service period, commencing from the next fiscal year of incurrence.

Some consolidated subsidiaries adopt the simplified method in calculating liabilities for retirement benefits and retirement benefit expenses for lump-sum retirement benefit plans, recording liabilities at amounts that would be required for voluntary termination at the year-end.

(13) Basis for Recognition of Significant Revenues and Expenses

The SuMi TRUST Group's main revenues from contracts with customers are "Trust Fees" and "Fees and Commissions" such as asset management and administration fees, stock transfer agency fees, real estate brokerage fees, and investment trust and insurance sales fees.

The timing of satisfying performance obligation in each transaction is determined based on the respective economic conditions as follows. The amount of consideration for transactions is generally received within approximately six months after the satisfaction of performance obligations and does not include significant financing components.

Trust fees and asset management and administration fees are recorded mainly in the "Fiduciary Services," "Asset Management Business," and "Retail Total Solutions Services." The SuMi TRUST Group is obligated to perform asset management and administrative services in accordance with the terms of trust agreements and various contracts. The SuMi TRUST Group recognizes revenues from these performance obligations over a period of time since the benefits are expensed by the customer as the daily services are provided.

Stock transfer agency fees are mainly recorded in the "Stock Transfer Agency Services." The SuMi TRUST Group is obligated to perform shareholder registry management services in accordance with agreement on entrustment of management of shareholder registry. The SuMi TRUST Group recognizes revenues from this performance obligation over a period of time since the benefits are expensed by the customer as the daily services are provided.

Real estate brokerage fees are recorded mainly in the "Real Estate." The SuMi TRUST Group is obligated to perform real estate brokerage services based on real estate brokerage contracts. Revenues are recognized when the performance obligation is satisfied at the time when the real estate sales contract is executed or when the property is delivered. The timing of satisfying performance obligation is determined based on the significance of the duties after the execution of the real estate sales contract.

Fees on sales of investment trusts and insurance are mainly recorded in the "Retail Total Solutions Services." The SuMi TRUST Group is obligated to provide product explanations and sales administrative services based on the terms and

conditions of transactions and consignment agreements. Revenues are recognized when the performance obligation is satisfied at the time of product sale.

(14) Foreign Currency Translation

Assets and liabilities of SuMi TRUST Bank that are denominated in foreign currencies and overseas branch accounts are generally translated into yen at the exchange rates prevailing as of the consolidated balance sheet date, except for shares of stocks in affiliated companies translated into yen at the exchange rates prevailing at the acquisition dates.

Assets and liabilities of other consolidated subsidiaries that are denominated in foreign currencies are translated into yen at the exchange rates prevailing at their respective balance sheet dates.

(15) Accounting for Leases

As for the consolidated subsidiaries in Japan, income and expenses arising from transactions of finance leases that do not transfer ownerships to lessees are recognized as sales and costs of sales when lease payments are collected.

(16) Hedge Accounting

(a) Interest-related risk hedge

SuMi TRUST Bank manages interest rate risk arising from various assets and liabilities by using financial derivatives transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (Japanese Institute of Certified Public Accountants ("JICPA") Industry Committee Practical Guidance No. 24 of March 17, 2022, "Guidance No. 24"). To evaluate the effectiveness of hedges designed to offset market fluctuations, hedged items, such as deposits, loans and bills discounted, and hedging instruments, such as interest rate swaps, are grouped by duration to maturity. The effectiveness of hedges designed to fix cash flow is evaluated by verifying the correlation between the interest rate volatility factors for the hedged items and the hedging instruments.

(b) Currency-related risk hedge

SuMi TRUST Bank manages the foreign exchange risk arising from various assets and liabilities denominated in foreign currencies using financial derivatives transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Foreign Currency Transactions in Banking Industry" (JICPA Industry Committee Practical

Guidance No. 25 of October 8, 2020, "Guidance No. 25"). The effectiveness of hedging instruments, such as cross-currency swaps and foreign exchange swaps, as a means of mitigating the foreign exchange risk arising from monetary claims and debts denominated in foreign currencies, is evaluated by verifying that the foreign currency positions of such hedging instruments are in amounts equivalent to the corresponding monetary claims and debts denominated in foreign currencies, which are the hedged items.

Additionally, transactions intended to hedge the foreign exchange risk associated with foreign-denominated securities (other than bonds) are treated as portfolio hedges. Fair value hedge accounting has been adopted to account for such transactions on the conditions that specific foreign-denominated securities are designated in advance as hedged items and that foreign currency payables of spot and forward foreign exchange contracts exist in excess of the acquisition cost of such foreign-denominated securities on a foreign currency basis.

The foreign exchange risk associated with investment in the shares of stocks in foreign subsidiaries and affiliated companies is individually hedged using forward exchange contracts denominated in the same currency, and foreign currency translation adjustments arising from the hedging instruments are included in "Foreign Currency Translation Adjustments."

(c) Internal hedge transactions and others

Among derivatives transactions of SuMi TRUST Bank that take place between consolidated subsidiaries or that are made internally between designated trading accounts and some other accounts, those interest rate swaps and cross-currency swaps designated as hedging instruments are carried out in accordance with standards for cover deals with external parties, which eliminate discretion and enable strict management on hedges pursuant to Guidance No. 24 and Guidance No. 25. Accordingly, income or expenses arising from such interest rate swaps and cross-currency swaps are recognized as profits or losses, or deferred, rather than eliminated.

Deferred hedge accounting has been adopted for certain assets and liabilities by individual transactions.

Other consolidated subsidiaries account for such transactions as deferred hedges or exceptional treatment for interest rate swaps.

(17) Amortization of Goodwill

Goodwill is amortized over a period within 20 years that is reasonably determined for each case. Goodwill deemed immaterial, however, is expensed as incurred.

(18) Scope of Cash and Cash Equivalents in the Consolidated Statement of Cash Flows

The balance of "Cash and Cash Equivalents" in the consolidated statement of cash flows is equivalent to the balance of "Cash and Due from Banks" presented in the consolidated balance sheet (cash and due from the Bank of Japan for SuMi TRUST Bank).

(19) Nondeductible Consumption Taxes Associated with Assets

Nondeductible consumption taxes and local consumption taxes associated with assets are recorded as expenses in the current fiscal year.

(20) Adoption of Consolidated Taxation System

SuMi TRUST Holdings adopts the consolidated taxation system.

(21) Adoption of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System

Sumi Trust Holdings and some of its consolidated subsidiaries in Japan will transfer from the consolidated taxation system to the group tax sharing system from the fiscal year ending March 31, 2023. However, we did not adopt Paragraph 44 of "Implementation Guidance on Tax Effect Accounting" (Accounting Standards Board of Japan (ASBJ) Guidance No. 28, February 16, 2018) in accordance with Paragraph 3 of "Treatment of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System" (ASBJ Practical Issues Task Force (PITF) No.39, March 31, 2020) and account for deferred tax assets and deferred tax liabilities based on the tax regulations before the revision. Such treatment is adopted on items transitioned to group tax sharing system established under "The Law Revising a Portion of Income Tax Law" (Act No.8, 2020) and single taxation system items revised in conjunction with the transition to the group tax sharing system.

"Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System" (ASBJ PITF No.42, August 12, 2021), which specifies the treatment of accounting and disclosure of corporation taxes, local corporation taxes, and tax effect accounting under the group tax sharing system, will be adopted from the beginning of the fiscal year ended March 31, 2023.

Significant Accounting Estimates

1. Estimates of Allowance for Loan Losses

(1) The Amounts Recorded in the Consolidated Financial Statements during the Fiscal Year Ended March 31, 2022 and 2021:

The amounts recognized during the fiscal year ended March 31, 2022 and 2021 were ¥163,369 million (U.S. \$1,335 million) and ¥129,223 million, respectively.

(2) Other Information that Assists Users of the Consolidated Financial Statements in Understanding the Nature of the Estimates

SuMi TRUST Bank assigns each borrower a "classification" in accordance with the borrower's solvency based on their financial conditions, funding stability, profitability, and others whenever there is disclosure of financial results or an event with an impact on the borrower's creditworthiness. SuMi TRUST Bank measures allowance for loan losses based on the "classification" assigned and transaction conditions of collateral and other factors. When deriving the "classification," quantitative as well as qualitative factors are taken into consideration.

Definition of each classification is as follows:

| Classification | Definitions |
|------------------------------|--|
| Normal borrowers | Borrowers with good earnings performances and no significant financial problems |
| Borrowers requiring caution | Close monitoring is required due to sluggish/unstable business, financial problems, or problems with meeting loan terms and conditions such as reduction of interest rate and suspended payments |
| Substandard borrowers | Obligors with loans that are more than three months past due or with restructured loans within the "Borrowers Requiring Caution" category |
| Possibly bankrupt borrowers | Experiencing business difficulties, making insufficient progress in restructuring and highly likely to go bankrupt |
| Virtually bankrupt borrowers | Though not yet legally or formally bankrupt, has serious business difficulties and rehabilitation is unlikely |
| Bankrupt borrowers | Legally or formally bankrupt |

The standards for allowances for loan losses for each classification are as follows:

| Classification | Standards for allowances for loan losses |
|---|--|
| Normal borrowers | The allowance for loan losses is provided based on the estimated loan loss ratio, which is calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past one year. |
| Borrowers requiring caution and Substandard borrowers | The allowance for loan losses is provided based on the estimated loan loss ratio, which is calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past three years. For some borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method"). |
| Possibly bankrupt borrowers | The allowance is provided for the amount deemed necessary based on the overall assessment of the borrowers' solvency, after deducting the amount expected to be collected through the disposal of collateral or execution of guarantees from the claims. For some borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method"). |
| Virtually bankrupt borrowers and Bankrupt borrowers | The allowance is provided based on the amount of claims, net of the expected amount of recoveries from collateral and guarantees. For claims against borrowers who are legally bankrupt or virtually bankrupt with collateral or guarantees, the amounts expected to be collected through the disposal of collateral or through the execution of guarantees, are directly deducted from the original amount of claims. |

For normal borrowers, borrowers requiring caution and substandard borrowers, changes in the loan loss ratio have an impact on the allowance for loan losses. For possibly

bankrupt borrowers, virtually bankrupt borrowers, and bankrupt borrowers, changes in the amount expected to be collected through the disposal of collateral or execution of guarantees have a significant impact on the allowance for loan losses.

(3) Adjustments of Expected Credit Losses Considering the Future Forecast

The economic environment is undergoing significant changes due to the repetitive spread and lull of COVID-19 and the international situation surrounding Ukraine, which triggered a rise in resource prices and disruption in the global supply chain. The impact of these changes in the economic environment on the credit risk is reflected in the individual borrowers' classification and internal ratings to the extent that reasonable estimates can be made. However, there is a high level of uncertainty in the estimates because the impact is complex and diverse.

SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. estimate the impact on credit risks that have not yet been reflected in the financial information and historical loan-loss ratios of the borrowers and make necessary adjustments to expected future credit losses, considering the impact of the changes in the economic environment described above on the business performance and funding of borrowers.

In the fiscal year ended March 31, 2021, SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. identified industries that may have been affected by downturn of business performance due to the spread of COVID-19 and assessed the degree of prospects for recovery after the end of pandemic, assuming that the spread and the lull of COVID-19 will continue to alternate, and it will take time to settle down. Additional allowance for loan losses ("special allowance") of ¥18,432 million is recognized for some credit in industries described above by estimating the credit losses expected in the future, assuming that internal ratings of certain credits of the industries would be downgraded to some extent depending on the degree of prospects for recovery after the end of pandemic.

In the fiscal year ended March 31, 2022, SuMi TRUST Bank re-evaluated special allowance based on the method considering future forecast on the impact of not only COVID-19, but also the changes in the economic environment described above on credit losses. The specific methods of reevaluation are as follows:

(a) Re-evaluate the degree of prospects for the recovery in the future and the degree of impact on industries which may have been affected by downturn of business

performance and funding due to the repetitive spread and lull of COVID-19 and the international situation surrounding Ukraine, which triggered a rise in resource prices and disruption in the global supply chain.

(b) Predict the transition of internal ratings based on quantitative information, assuming the degree of deterioration in future credit risk for each industry and internal rating based on the degree of impact on certain credits of the industries which may have been affected by downturn of business performance and funding.

(c) Recognize special allowance by estimating credit losses expected in the future, assuming the transition of internal rating as described above.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. re-evaluated the special allowance based on the same method as of the fiscal year ended March 31, 2021. In the fiscal year ended March 31, 2022, SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. recognized a special allowance of ¥21,022 million (U.S. \$172 million).

There is a high level of uncertainty about the assumptions used to recognize a special allowance, and the consolidated financial statements can be significantly affected if there is a change in the impact on the business performance and funding of borrowers due to the change in economic environment.

2. Estimates of Retirement Benefit Obligations

(1) The Amounts Recorded in the Consolidated Financial Statements during the Fiscal Year Ended March 31, 2022 and 2021:

The amounts recognized during the fiscal year ended March 31, 2022 and 2021 were ¥423,883 million (U.S. \$3,464 million) and ¥431,223 million, respectively.

The amounts of assets for retirement benefits and liabilities for retirement benefits recorded in the consolidated financial statements for the fiscal year ended March 31, 2022 were ¥192,223 million (U.S. \$1,571 million) and ¥13,553 million (U.S. \$111 million), respectively. The net amount of ¥178,669 million (U.S. \$1,460 million) was calculated by deducting plan assets of ¥602,553 million (U.S. \$4,924 million) from retirement benefit obligations of retirement benefit plans with and without plan assets of ¥410,330 million (U.S. \$3,353 million) and ¥13,553 million (U.S. \$111 million), respectively.

(2) Other Information that Assists Users of the Consolidated Financial Statements in Understanding the Nature of the Estimates

Retirement benefit obligations, plan assets, and retirement benefit expenses are calculated based on assumptions

used in actuarial calculation. These assumptions include discount rate, expected long-term rate of return on plan assets, employee turnover rate, and mortality rate.

Major assumptions used in actuarial calculation are as follows:

| Discount rate | Expected long-term rate of return on plan assets |
|---------------|--|
| Mainly 0.5% | 3.5% |

SuMi TRUST Bank, which accounts for 94.8% of asset retirement obligations of the SuMi TRUST Group, has set a discount rate based on the interest rates of high-quality domestic corporate bonds whose maturities are equal to the expected period up to the payment of salaries in the future.

The expected long-term rate of return on plan assets is determined by evaluating the historical results of operation and the expected interest rate in the future. The expected long-term rate of return on plan assets is the weighted average rate of expected long-term rates of return on plan assets by groups of investment assets such as stocks and bonds.

(3) Impact of Changes in Assumptions on the Consolidated Financial Statements

The assumptions described in (2) will have a significant impact on retirement benefit obligations and retirement benefit expenses. The impacts on the consolidated financial statements when each of the discount rate and the expected long-term rate of return on plan assets of SuMi TRUST Bank changes by 0.5% are as follows:

| | Impact on retirement benefit expenses | Impact on retirement benefit obligations |
|--|---------------------------------------|--|
| Discount rate: | | |
| 0.5% decrease | ¥2,536 million increase | ¥33,056 million increase |
| 0.5% increase | ¥2,266 million decrease | ¥29,304 million decrease |
| Expected long-term rate of return on plan assets | | |
| 0.5% decrease | ¥2,960 million increase | — |
| 0.5% increase | ¥2,960 million decrease | — |

Changes in Accounting Policies

Application of Accounting Standard for Revenue Recognition etc.

SuMi Trust Holdings has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020, "the Standard for Revenue Recognition") etc. from the beginning of the current fiscal year ended March 31, 2022. Once control of a promised good or service is transferred to the customer, SuMi Trust Holdings recognizes revenue at the amount that SuMi Trust Holdings expects to receive in exchange for the good or service.

Application of the Standard for Revenue Recognition etc. is in accordance with the transitional treatments specified in the proviso in Paragraph 84 of the Standard for Revenue Recognition. The cumulative effect of applying the new accounting policy retrospectively prior to the current fiscal year ended March 31, 2022, is added to or deducted from retained earnings as of the beginning of the current fiscal year, and the new accounting policy is applied to the balance at the beginning of the current fiscal year.

The effects of this change in the accounting policy on the consolidated financial statements are immaterial.

The notes to "Information Related to Revenue Recognition" for the fiscal year ended March 31, 2021, is not presented in accordance with the transitional treatments specified in Section 3 of Paragraph 89 of the Standard for Revenue Recognition.

Application of Accounting Standard for Fair Value Measurement etc.

SuMi Trust Holdings has applied the "Accounting Standard for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019, "the Standard for Fair Value Measurement") etc. from the beginning of the current fiscal year ended March 31, 2022. In accordance with Paragraph 8 of the Standard for Fair Value Measurement, the fair value adjustment method for the calculation of the fair value of derivative transactions has been revised to a method that maximizes the use of observable inputs estimated from derivatives traded in the market. Such revision is a result of the application of the Standard for Fair Value Measurement, etc. and the cumulative effect of applying the new accounting policy retrospectively prior to the current fiscal year ended March 31, 2022, is reflected to the balance of retained earnings at the beginning of the current fiscal year, in accordance with the transitional treatments specified in Paragraph 20 of the Standard for Fair Value Measurement.

As a result, trading assets decreased by ¥7,127 million (U.S. \$58 million), other assets decreased by ¥8,105 million (U.S. \$66 million), deferred tax assets increased by ¥3,948 million (U.S. \$32 million), trading liabilities decreased by ¥1,061 million (U.S. \$9 million), other liabilities decreased by ¥1,277 million (U.S. \$10 million), retained earnings decreased by ¥8,945 million (U.S. \$73 million), and net assets per share of common stock decreased by ¥23.88 (U.S. \$0.20) as of the beginning of the current fiscal year ended March 31, 2022.

In addition, in the notes to "Financial Instruments," the SuMi Trust Group has disclosed the notes related to the breakdown of fair values of financial instruments by input level. However, in accordance with the transitional treatments prescribed in Section 7-4 in "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No. 19, July 4, 2019), the notes for the previous fiscal year ended March 31, 2021, are not included.

New Accounting Standards and Interpretations Not Yet Adopted

The following standard and guidance were issued but not yet adopted.

- Implementation Guidance on Accounting Standard for Fair Value Measurement (ASBJ Guidance No. 31, June 17, 2021)

(1) Overview

The above guidance provides the treatments on measurement and notes of fair values of investment trusts and notes of fair values of investments in partnerships recognized at net amount corresponding to equity holdings on the balance sheet.

(2) Effective date

Effective from the beginning of the fiscal year ending March 31, 2023.

(3) Effects of the application of the standards

SuMi TRUST Holdings is currently in the process of determining the effects of the new guidance on the consolidated financial statements.

Changes in Presentation

Presentation of Financial Assets and Liabilities for Derivative Transactions based on Fair Value

Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other

Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

As a result, "Trading Assets" of ¥433,766 million, "Other Assets" of ¥2,260,399 million, "Trading Liabilities" of ¥321,576 million, and "Other Liabilities" of ¥1,359,860 million, presented in the consolidated balance sheets for the fiscal year ended March 31, 2021, changed to ¥962,849 million, ¥2,936,013 million, ¥850,660 million, and ¥2,035,474 million, respectively.

Additionally, "Net Decrease (Increase) in Trading Assets" of ¥73,880 million and "Net Increase (Decrease) in Trading Liabilities" of ¥(50,373) million, presented in the consolidated statements of cash flows for the previous fiscal year ended March 31, 2021, changed to ¥375,744 million and ¥(352,237) million, respectively.

Additional Information

Share Delivery Trust for the Directors

1. Overview

A Performance-Based Stock Compensation System (the "System") was introduced that utilizes a trust, and applies to SuMi Trust Holdings' directors (excluding directors who are Audit Committee members and external directors) and executive officers (as defined in the Companies Act and as defined in SuMi Trust Holdings' internal policies), and the directors (excluding directors who are Audit and Supervisory Committee members and external directors) and executive officers (as defined in the internal policies) of SuMi TRUST Bank and Sumitomo Mitsui Trust Asset Management Co., Ltd. ("SuMi TRUST AM"), which are core companies of the SuMi TRUST Group. The above-mentioned directors and executive officers of SuMi TRUST Holdings, SuMi TRUST Bank, and SuMi TRUST AM are collectively referred to as the "Directors."

Under the System, a portion of the remuneration of the Directors is linked to performance targets set out in SuMi TRUST Holdings' current Midterm Management Plan. By paying part of the remuneration for Directors in shares, the

linkage between the remuneration of the Directors and the performance of the SuMi TRUST Group becomes clearer, and the Directors share the same benefits and risks of share price fluctuations with the shareholders. Through these initiatives, the System is designed to heighten the Director's attention to enhancement of medium- and long-term business performance and the corporate value of the SuMi TRUST Group.

SuMi TRUST Holdings contributes money to a trust set up under the System, and the trust acquires shares of SuMi TRUST Holdings. The Directors are awarded points based on the Shares Delivery Rules established individually by SuMi TRUST Holdings, SuMi TRUST Bank, and SuMi TRUST AM, and the number of shares of SuMi TRUST Holdings corresponding to the points granted are issued to the Directors through the trust.

2. Remaining Number of Shares of SuMi TRUST Holdings Held by the Trust

The carrying amount and the number of shares of SuMi TRUST Holdings held by the Trust as of March 31, 2022 and 2021, were ¥1,344 million (U.S. \$11 million) and 392 thousand shares, and ¥1,446 million and 422 thousand shares, respectively. The shares are recorded as treasury stock in the net assets section of the consolidated balance sheet as of March 31, 2022.

Notes to the Consolidated Balance Sheet

1. Trading Assets and Trading Liabilities

(1) Trading assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities in Trading Account | ¥ 5,018 | ¥ 39,520 | \$ 41 |
| Derivatives of Trading Securities | 47 | — | 0 |
| Derivatives of Securities Related to Trading Transactions | 25 | 29 | 0 |
| Trading-Related Financial Derivatives | 954,675 | 918,298 | 7,801 |
| Other Trading Assets | 7,799 | 5,000 | 64 |
| Total | ¥ 967,565 | ¥ 962,849 | \$ 7,906 |

(2) Trading liabilities as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Derivatives of Trading Securities | ¥ — | ¥ 8 | \$ — |
| Derivatives of Securities Related to Trading Transactions | 617 | 983 | 5 |
| Trading-Related Financial Derivatives | 906,069 | 849,668 | 7,404 |
| Total | ¥ 906,686 | ¥ 850,660 | \$ 7,409 |

2. Securities

Securities held as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Government Bonds | ¥ 2,839,688 | ¥ 1,760,490 | \$ 23,204 |
| Local Government Bonds | 33,919 | 23,686 | 277 |
| Corporate Bonds | 730,020 | 699,775 | 5,965 |
| Stocks | 1,511,056 | 1,655,699 | 12,347 |
| Other Securities | 2,764,551 | 2,843,830 | 22,590 |
| Total | ¥ 7,879,235 | ¥ 6,983,483 | \$ 64,383 |

“Securities” include stocks and equity investments in unconsolidated subsidiaries and affiliated companies as follows.

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Stocks | ¥ 220,307 | ¥ 163,676 | \$ 1,800 |
| Equity Investments | 25,839 | 27,031 | 211 |

Securities borrowed under unsecured loan agreements and securities purchased under resale agreements or borrowed with cash collateral that SuMi TRUST Holdings has a right to freely sell or repledge, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities that are Further Collateralized | ¥ 149,251 | ¥ 154,547 | \$ 1,220 |
| Securities that are Further Loaned | 1,069,208 | 1,034,192 | 8,737 |
| Securities Held without Selling or Repledging as of the End of the Fiscal Year | 662 | 5,221 | 5 |

The bonds presented under "Securities" included guarantee obligations on corporate bonds that were placed through private securities offerings (Article 2, Paragraph 3 of the Financial Instruments and Exchange Act) amounting to ¥65,058 million (U.S. \$532 million) and ¥76,840 million as of March 31, 2022 and 2021, respectively.

3. Loans and Bills Discounted

Loans and bills discounted as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Bills Discounted | ¥ 451 | ¥ 763 | \$ 4 |
| Loans on Bills | 170,626 | 146,219 | 1,394 |
| Loans on Deeds | 29,142,560 | 28,752,736 | 238,132 |
| Overdrafts | 1,562,868 | 1,607,249 | 12,771 |
| Total | ¥ 30,876,507 | ¥ 30,506,968 | \$ 252,300 |

Bills discounted are treated as financial transactions in accordance with Guidance No. 24. SuMi TRUST Holdings has a right to freely sell or (re-)pledge such commercial bills.

Loans in accordance with the Banking Act and the Act on Emergency Measures for Revitalization of the Financial Functions are presented below. Loans include corporate bonds in "securities" (limited to those issued in private placement of securities prescribed in Section 3 of Paragraph 2 in the Financial Instruments and Exchange Act, and those with wholly or partially guaranteed redemption

of the principal and payment of the interest), loans and bills discounted, foreign exchanges, interest receivables, suspense payments, and customers' liabilities for acceptances and guarantees in "other assets" presented in the consolidated balance sheet, and securities loaned (limited to those under a loan for use or lease contract) provided in the notes, etc.

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Bankrupt and Practically Bankrupt Loans | ¥ 20,585 | ¥ 26,223 | \$ 168 |
| Doubtful Loans | 130,069 | 58,172 | 1,063 |
| Loans Past Due Three Months or More | — | 3,042 | — |
| Restructured Loans | 69,474 | 49,176 | 568 |
| Total | ¥ 220,130 | ¥ 136,614 | \$ 1,799 |

Bankrupt and practically bankrupt loans are those loans that have fallen into bankruptcy due to certain reasons,

including initiation of bankruptcy proceedings, start of reorganization proceedings, or submission of an application to

start rehabilitation proceedings and quasi-loans.

Doubtful loans are those loans with a strong likelihood that loan principals cannot be recovered and interest cannot be received according to the contract because of difficulties in the financial conditions and business performance of debtors who are not yet legally bankrupt, excluding those loans classified as bankrupt and practically bankrupt loans.

Loans past due three months or more are those loans for which principal or interest payments are more than three months past due (calculated from the day following the contractual payment date), excluding loans classified as bankrupt and practically bankrupt loans and doubtful loans.

Restructured loans are those loans whose terms have been modified by reducing or waiving interest, granting interest payment extensions, granting principal repayment extensions, forgiving debt, or otherwise providing some arrangements favorable to the borrower in connection with

the borrower's business restructuring or to otherwise provide support, excluding those loans classified as bankrupt and practically bankrupt loans, doubtful loans or loans past due three months or more.

The above loans are presented at the amounts prior to deduction of allowances for loan losses.

Change in Presentation

The classification of risk management loans and others based on the Banking Act are aligned with the classification of claims subject to disclosure in accordance with the Act on Emergency Measures for Revitalization of Financial Functions due to enforcement of the "Cabinet Office Ordinance of the Act of Partial Revision made in Ordinance for Enforcement of the Banking Act (Cabinet Office Ordinance No.3, January 24, 2020)," effective from March 31, 2022.

4. Assets Pledged

Assets pledged as collateral as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets Pledged as Collateral: | | | |
| Trading Assets | ¥ — | ¥ 29,978 | \$ — |
| Securities | 3,365,225 | 2,325,240 | 27,498 |
| Loans and Bills Discounted | 4,728,724 | 5,012,590 | 38,640 |
| Lease Receivables and Investment Assets | 54,956 | 50,491 | 449 |
| Other Assets | 60,425 | 109,610 | 494 |
| Total | ¥ 8,209,331 | ¥ 7,527,910 | \$ 67,081 |
| Corresponding Liabilities to Assets Pledged as Collateral: | | | |
| Deposits | ¥ 21,788 | ¥ 19,273 | \$ 178 |
| Payables under Repurchase Agreements | 527,313 | 709,711 | 4,309 |
| Borrowed Money | 5,739,492 | 4,398,213 | 46,899 |

In addition to the foregoing, the following assets have been pledged as collateral for settlement of exchange and others, or as a substitution of margin of futures and others.

| | Millions of Yen | | Millions of U.S. Dollars |
|------------|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities | ¥ 499,469 | ¥ 399,318 | \$ 4,081 |

“Other Assets” include initial margins of futures, security deposits, cash collateral pledged for financial instruments, and cash collateral pledged for repurchase agreement transactions. Such amounts are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Initial Margins of Futures Markets | ¥ 73,569 | ¥ 54,685 | \$ 601 |
| Security Deposits | 27,062 | 25,978 | 221 |
| Cash Collateral Pledged for Financial Instruments-Assets | 1,025,240 | 785,742 | 8,378 |
| Cash Collateral Pledged for Repurchase Agreement Transactions | — | 3,198 | — |

5. Overdraft Facility Agreements and Commitment Lines of Credit

Overdraft facility agreements and commitment lines of credit are agreements to extend a certain amount of credit at the customer's request as long as the terms of the agreement have not been violated. The amounts of unused credit under such agreements were ¥12,757,371 million (U.S. \$104,244 million) and ¥14,037,261 million, of which ¥8,558,906 million (U.S. \$69,937 million) and ¥8,771,924 million were attributable to agreements expiring within one year or which may be unconditionally canceled at any time, as of March 31, 2022 and 2021, respectively.

The balance of unused credit will not necessarily affect the future cash flows of the consolidated subsidiaries because

most of these agreements expire without credit being extended. Most of these agreements contain clauses allowing the consolidated subsidiaries to reject requests for credit outright or reduce the credit limits due to changed financial circumstances, the need to preserve claims, or other reasonable causes. Besides requesting collateral, such as real estate or securities, as necessary at the time of entering into the agreement, SuMi TRUST Holdings has also adopted other measures to keep its credit sound, such as periodically assessing the condition of customers' businesses following the internal procedures and revising agreements, as necessary.

6. Tangible Fixed Assets

Tangible fixed assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Land | ¥ 130,367 | ¥ 130,586 | \$ 1,065 |
| Buildings | 72,726 | 73,966 | 594 |
| Lease Assets | 4,798 | 5,061 | 39 |
| Construction in Progress | 110 | 108 | 1 |
| Other | 16,532 | 18,458 | 135 |
| Total | ¥ 224,535 | ¥ 228,180 | \$ 1,835 |

Accumulated depreciation amounted to ¥183,619 million (U.S. \$1,500 million) and ¥181,392 million, and advance depreciation amounted to ¥25,882 million (U.S. \$211 million) and ¥25,882 million as of March 31, 2022 and 2021, respectively.

In accordance with the Act on Revaluation of Land (Act No. 34, promulgated on March 31, 1998), land for commercial use of SuMi TRUST Bank was revalued, and the amount equivalent

to the taxes on the resulting valuation difference was recorded as a “Deferred Tax Liabilities for Land Revaluation” in liabilities, and the amount net of such difference was recorded as a “Revaluation Reserve for Land” in net assets.

Revaluation date: March 31, 1999

Revaluation method prescribed by Paragraph 3 of Article 3 of the Act:

The revaluation was calculated by reasonably adjusting the value of land based on the posted prices for benchmark properties as prescribed by Item 1 of Article 2 of the "Order

for Enforcement of the Act on Revaluation of Land" (Cabinet Order No. 119, promulgated on March 31, 1998) and the land assessments under Item 4 of Article 2 of the same Order.

7. Intangible Fixed Assets

Intangible fixed assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Software | ¥ 91,133 | ¥ 69,946 | \$ 745 |
| Goodwill | 29,510 | 37,292 | 241 |
| Other | 5,024 | 5,065 | 41 |
| Total | ¥ 125,667 | ¥ 112,303 | \$ 1,027 |

8. Other Assets

Other assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Domestic Exchange Settlement Account, Debit | ¥ 1,029 | ¥ 1,177 | \$ 8 |
| Prepaid Expenses | 8,257 | 7,367 | 67 |
| Accrued Income | 159,422 | 146,459 | 1,303 |
| Initial Margins of Futures Markets | 73,569 | 54,685 | 601 |
| Variation Margins of Futures Markets | 1,440 | 2,568 | 12 |
| Financial Derivatives Other Than Trading Assets | 1,500,703 | 1,296,876 | 12,263 |
| Receivables for Securities Transactions | 85,353 | 143,708 | 697 |
| Cash Collateral Pledged for Financial Instruments-Assets | 1,025,240 | 785,742 | 8,378 |
| Other | 499,316 | 497,426 | 4,080 |
| Total | ¥ 3,354,333 | ¥ 2,936,013 | \$ 27,409 |

9. Deposits

Deposits as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Current Deposits, Ordinary Deposits, Saving Deposits and Deposits at Notice | ¥ 9,482,500 | ¥ 9,437,974 | \$ 77,484 |
| Time Deposits | 22,952,755 | 23,064,332 | 187,553 |
| Other | 794,906 | 965,371 | 6,495 |
| Total | ¥ 33,230,162 | ¥ 33,467,678 | \$ 271,533 |

10. Borrowed Money

Borrowed money as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|-------------------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Subordinated Borrowings | ¥ 15,000 | ¥ 60,000 | \$ 123 |
| Other Borrowed Money | 7,138,498 | 5,722,602 | 58,331 |
| Total | ¥ 7,153,498 | ¥ 5,782,602 | \$ 58,453 |

Weighted average interest rates on borrowed money were 0.10% and 0.11% for the fiscal years ended March 31, 2022 and 2021, respectively.

Annual maturities of borrowed money as of March 31, 2022, for the next five years are as follows:

| Fiscal Years Ending March 31 | Millions of Yen | Millions of U.S. Dollars |
|------------------------------|--------------------|--------------------------|
| | 2022 | 2022 |
| 2023 | ¥ 1,872,544 | \$ 15,301 |
| 2024 | 865,222 | 7,070 |
| 2025 | 2,436,476 | 19,909 |
| 2026 | 1,192,434 | 9,744 |
| 2027 | 46,143 | 377 |
| Total | ¥ 6,412,822 | \$ 52,401 |

11. Bonds Payable

Bonds payable as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Perpetual Subordinated Bonds | ¥ 286,100 | ¥ 286,100 | \$ 2,338 |
| Subordinated Bonds | 472,996 | 494,495 | 3,865 |
| Other Bonds Payable | 1,317,508 | 765,010 | 10,766 |
| Total | ¥ 2,076,604 | ¥ 1,545,605 | \$ 16,968 |

Annual maturities of bonds payable as of March 31, 2022, for the next five years are as follows:

| Fiscal Years Ending March 31 | Millions of Yen | Millions of U.S. Dollars |
|------------------------------|--------------------|--------------------------|
| | 2022 | 2022 |
| 2023 | ¥ 2,458,495 | \$ 20,089 |
| 2024 | 467,735 | 3,822 |
| 2025 | 289,760 | 2,368 |
| 2026 | 257,380 | 2,103 |
| 2027 | 355,975 | 2,909 |
| Total | ¥ 3,829,345 | \$ 31,291 |

12. Borrowed Money from Trust Account

Borrowed money from trust account represents surplus funds in the trust accounts loaned to the banking account and utilized.

13. Other Liabilities

Other liabilities as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Domestic Exchange Settlement Account, Credit | ¥ 841 | ¥ 963 | \$ 7 |
| Income Taxes Payable | 19,617 | 17,367 | 160 |
| Accrued Expenses | 64,726 | 61,185 | 529 |
| Unearned Income | 90,859 | 84,647 | 742 |
| Variation Margins of Futures Markets | 7,414 | 2,111 | 61 |
| Financial Derivatives Other Than Trading Liabilities | 1,574,196 | 1,340,950 | 12,863 |
| Lease Obligations | 12,632 | 12,265 | 103 |
| Asset Retirement Obligations | 3,881 | 4,193 | 32 |
| Payables for Securities Transactions | 65,626 | 144,357 | 536 |
| Provision for Loss on Interest Repayment | 39 | 39 | 0 |
| Cash Collateral Accepted for Financial Instruments-Liabilities | 240,455 | 155,739 | 1,965 |
| Other | 232,036 | 211,653 | 1,896 |
| Total | ¥ 2,312,326 | ¥ 2,035,474 | \$ 18,895 |

14. Other Assets and Liabilities Related to Revenue Recognition

The amounts of receivables from contracts with customers and the amounts of contract liabilities recognized in other assets and other liabilities, respectively, are presented in "Revenue Recognition, 2. Information Related to Contract Balance."

Notes to the Consolidated Statement of Income

1. Revenue from Contracts with Customers

Income is not classified into revenues from contracts with customers and other revenue. The amount of revenues from contracts with customers is presented in "Revenue Recognition, 1. Information Related to Disaggregation of Revenue from Contracts with Customers for the Current Fiscal Year Ended March 31, 2022."

2. Other Interest Income and Expenses

(1) Other interest income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------------|-----------------|----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Interest on Monetary Claims Bought | ¥ 2,438 | ¥ 2,778 | \$ 20 |
| Others | 1,741 | 2,216 | 14 |
| Total | ¥ 4,179 | ¥ 4,994 | \$ 34 |

(2) Other interest expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Interest on Interest Rate Swaps | ¥ 22,553 | ¥ 27,641 | \$ 184 |
| Others | 22,105 | 20,928 | 181 |
| Total | ¥ 44,658 | ¥ 48,570 | \$ 365 |

3. Trading Income and Expenses

(1) Trading income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Income from Trading Securities and Derivatives | ¥ 268 | ¥ — | \$ 2 |
| Net Income from Trading Transactions | 812 | — | 7 |
| Net Income from Trading-Related Financial Derivatives Transactions | 12,315 | — | 101 |
| Other Trading Income | 57 | 76 | 0 |
| Total | ¥ 13,453 | ¥ 76 | \$ 110 |

(2) Trading expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Expenses on Trading Securities and Derivatives | ¥ — | ¥ 391 | \$ — |
| Net Expenses on Trading Transactions | — | 2,097 | — |
| Net Expenses on Trading-Related Financial Derivatives Transactions | — | 30,812 | — |
| Total | ¥ — | ¥ 33,300 | \$ — |

4. Other Ordinary Income and Expenses

(1) Other ordinary income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Gains on Foreign Exchange Transactions | ¥ 23,642 | ¥ 79,280 | \$ 193 |
| Gains on Sales and Redemption of Bonds | 15,544 | 16,135 | 127 |
| Net Income from Derivatives Other Than for Trading or Hedging | 17,850 | 17,819 | 146 |
| Others | 279,559 | 289,158 | 2,284 |
| Total | ¥ 336,597 | ¥ 402,394 | \$ 2,750 |

(2) Other ordinary expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Losses on Sales and Redemption of Bonds | ¥ 32,707 | ¥ 22,917 | \$ 267 |
| Others | 258,779 | 267,432 | 2,115 |
| Total | ¥ 291,487 | ¥ 290,350 | \$ 2,382 |

5. Other Income and Expenses

(1) Other income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Gains on Sales of Stocks and Other Securities | ¥ 94,042 | ¥ 99,814 | \$ 768 |
| Gains on Money Held in Trust | 132 | 3,071 | 1 |
| Recoveries of Written-Off Claims | 1,633 | 809 | 13 |
| Equity in Earnings of Affiliated Companies | 15,531 | 11,677 | 127 |
| Gains on Disposal of Fixed Assets | 545 | 151 | 4 |
| Others (Note) | 8,847 | 42,662 | 72 |
| Total | ¥ 120,731 | ¥ 158,185 | \$ 987 |

(Note) In the fiscal year ended March 31, 2021, other extraordinary income was recognized as SuMi TRUST Bank charged the full amount of past service costs for retirement benefits to profit or loss in the fiscal year they occur.

(2) Other expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Provision for Allowance for Loan Losses | ¥ 37,688 | ¥ 3,277 | \$ 308 |
| Losses on Sales of Loans | 5 | — | 0 |
| Write-Off of Loans | 5,461 | 4,272 | 45 |
| Losses on Sales of Stocks and Other Securities | 131,436 | 142,526 | 1,074 |
| Losses on Impairment of Stocks and Other Securities | 943 | 815 | 8 |
| Losses on Money Held in Trust | 390 | — | 3 |
| Losses on Disposal of Fixed Assets (Note) | 780 | 710 | 6 |
| Losses on Impairment of Fixed Assets | 1,468 | 20,173 | 12 |
| Losses on Investment in Partnerships | 4,770 | 3,853 | 39 |
| Others | 22,592 | 31,956 | 185 |
| Total | ¥ 205,536 | ¥ 207,586 | \$ 1,679 |

(Note)

The SuMi TRUST Group has revised the cost restructure reform and the strategies at branches considering the new normal as a result of the change in business environment due to the spread of the novel coronavirus disease. In addition, the SuMi TRUST Group has continuously implemented initiatives to enhance management accounting. The application method of asset impairment accounting for fixed assets has been revised to apply these initiatives. In particular, SuMi TRUST Bank, a major consolidated subsidiary, switched the asset group under the asset impairment accounting from a branch or other asset groups to six operating segments. In addition, SuMi TRUST Bank now allocates corporate assets to each operating segment based on a reasonable method such as the number of personnel in each segment.

As a result of these revisions, impairment losses were

recognized as a portion of the investment of business assets for the Retail Total Solution Services was determined to be unrecoverable.

The impairment losses recognized due to the revision of the application method of asset impairment accounting described above were ¥19,364 million, which include impairment losses of tangible fixed assets of ¥1,655 million and those of software of ¥17,708 million. The entire impairment losses including those due to the revision were ¥20,173 million, which include impairment losses of tangible fixed assets of ¥1,893 million and those of software of ¥18,280 million.

The recoverable amounts of the asset groups described above are measured by value in use, which is calculated by discounting future cash flows measured in the business plan and others by the discount rate of 6.9%.

6. General and Administrative Expenses

General and administrative expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|-------------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Taxes Other Than Income Taxes | ¥ 13,768 | ¥ 16,888 | \$ 113 |
| Personnel Expenses | 199,902 | 201,807 | 1,633 |
| Others | 221,896 | 212,727 | 1,813 |
| Total | ¥ 435,567 | ¥ 431,422 | \$ 3,559 |

Note to the Consolidated Statement of Comprehensive Income

Reclassification Adjustments and the Related Tax Effects Concerning Other Comprehensive Income

Reclassification adjustments and the related tax effects concerning other comprehensive income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-------------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Valuation Difference on Available-for-Sale Securities: | | | |
| Changes during the Period | ¥ (124,092) | ¥ (80,460) | \$ (1,014) |
| Reclassification Adjustments | 59,221 | 50,427 | 484 |
| Before Tax Effects | (64,871) | (30,032) | (530) |
| Tax Effects | 17,932 | 9,731 | 147 |
| Valuation Difference on Available-for-Sale Securities | (46,938) | (20,301) | (384) |
| Deferred Gains (Losses) on Hedges: | | | |
| Changes during the Period | (22,365) | (10,714) | (183) |
| Reclassification Adjustments | 22,552 | 27,625 | 184 |
| Before Tax Effects | 186 | 16,910 | 2 |
| Tax Effects | (51) | (6,966) | (0) |
| Deferred Gains (Losses) on Hedges | 135 | 9,944 | 1 |
| Foreign Currency Translation Adjustments: | | | |
| Changes during the Period | 4,210 | 1,982 | 34 |
| Reclassification Adjustments | (165) | — | (1) |
| Before Tax Effects | 4,045 | 1,982 | 33 |
| Tax Effects | — | — | — |
| Foreign Currency Translation Adjustments | 4,045 | 1,982 | 33 |
| Remeasurements of Defined Benefit Plans: | | | |
| Changes during the Period | (55,822) | 81,233 | (456) |
| Reclassification Adjustments | 414 | 11,679 | 3 |
| Before Tax Effects | (55,407) | 92,912 | (453) |
| Tax Effects | 16,736 | (28,420) | 137 |
| Remeasurements of Defined Benefit Plans | (38,671) | 64,492 | (316) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies: | | | |
| Changes during the Period | 2,079 | 857 | 17 |
| Reclassification Adjustments | (27) | 222 | (0) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies | 2,052 | 1,080 | 17 |
| Total Other Comprehensive Income (Loss) | ¥ (79,377) | ¥ 57,199 | \$ (649) |

Notes to the Consolidated Statement of Changes in Net Assets

1. Class and the Number of Issued Shares of Common Stock and Treasury Stock

Classes and the number of issued shares of common stock and treasury stock for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Thousands of Shares | | | | |
|--------------------------|---------------------|--|----------|----------|--|
| | Authorized | Number of Shares Outstanding at the Beginning of the Fiscal Year | Increase | Decrease | Number of Shares Outstanding at the End of the Fiscal Year |
| March 31, 2022 | | | | | |
| Number of Issued Shares: | | | | | |
| Common Share | 850,000 | 375,291 | — | — | 375,291 |
| Treasury Stock: | | | | | |
| Common Share | | 745 | 5 | 34 | 716 |

(Notes)

1) The number of shares of common stock held as treasury stock increased by 5 thousand shares due to the purchase of odd lot or less than one thousand shares.

2) The number of shares of common stock held as treasury stock decreased by 0 thousand shares due to purchase requests from odd-lot or less than one thousand shareholders, 4 thousand shares due to transfer of shares upon exercise of stock option rights, and 29 thousand shares due to the

sales under the share delivery trust for the Directors system.

3) The number of shares of common stock held as treasury stock at the end of the fiscal year include 392 thousand shares of SuMi TRUST Holdings held by share delivery trust for the Directors. The decrease in the number of shares of common stock with regard to share delivery trust for the Directors is 29 thousand shares as of March 31, 2022.

| | Thousands of Shares | | | | |
|--------------------------|---------------------|--|----------|----------|--|
| | Authorized | Number of Shares Outstanding at the Beginning of the Fiscal Year | Increase | Decrease | Number of Shares Outstanding at the End of the Fiscal Year |
| March 31, 2021 | | | | | |
| Number of Issued Shares: | | | | | |
| Common Share | 850,000 | 375,291 | — | — | 375,291 |
| Treasury Stock: | | | | | |
| Common Share | | 755 | 6 | 15 | 745 |

(Notes)

1) The number of shares of common stock held as treasury stock increased by 6 thousand shares due to the purchase of odd lot or less than one thousand shares.

2) The number of shares of common stock held as treasury stock decreased by 0 thousand shares due to purchase requests from odd-lot or less than one thousand shareholders, 8 thousand shares due to transfer of shares upon exercise of stock option rights, and 6 thousand shares due to the sales under the share delivery trust for the Directors system.

3) The number of shares of common stock held as treasury stock at the end of the fiscal year include 422 thousand shares of SuMi TRUST Holdings held by share delivery trust for the Directors. The decrease in the number of shares of common stock with regard to share delivery trust for the Directors is 6 thousand shares as of March 31, 2021.

2. Subscription Rights to Shares

Subscription rights to shares for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | | Millions of Yen | | Millions of U.S. Dollars |
|---------------------|--|-----------------|---------|--------------------------|
| | | 2022 | 2021 | 2022 |
| SuMi TRUST Holdings | Subscription Rights to Shares as Stock Options | ¥ 1,006 | ¥ 1,024 | \$ 8 |

3. Dividends

Dividends paid for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

As for the fiscal year ended March 31, 2022:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen (Millions of U.S. Dollars) | Dividend Resources | Cash Dividends per Share Yen (U.S. Dollars) | Record Date | Effective Date |
|--|----------------|--|--------------------|---|----------------|----------------|
| June 23, 2021 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 28,122 (\$230) | Retained Earnings | ¥ 75.00 (\$0.61) | March 31, 2021 | June 24, 2021 |

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen (Millions of U.S. Dollars) | Dividend Resources | Cash Dividends per Share Yen (U.S. Dollars) | Record Date | Effective Date |
|-----------------------------|----------------|--|--------------------|---|--------------------|------------------|
| November 11, 2021 | | | | | | |
| Board of Directors' Meeting | Common Share | ¥ 29,997 (\$245) | Retained Earnings | ¥ 80.00 (\$0.65) | September 30, 2021 | December 2, 2021 |

(Notes)

1) Cash dividends declared in Ordinary General Meeting of Shareholders held on June 23, 2021 include ¥31 million (U.S. \$0.3 million) of dividends for treasury stock held by the share delivery trust for the Directors.

2) Cash dividends declared at the Board of Directors' Meeting held on November 11, 2021 include ¥31 million (U.S. \$0.3 million) of dividends for treasury stock held by the share delivery trust for the Directors.

Dividends with a record date during the current fiscal year ended March 31, 2022, but whose effective date is after March 31, 2022, are as follows:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen (Millions of U.S. Dollars) | Dividend Resources | Cash Dividends per Share Yen (U.S. Dollars) | Record Date | Effective Date |
|--|----------------|--|--------------------|---|----------------|----------------|
| June 23, 2022 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 33,747 (\$276) | Retained Earnings | ¥ 90.00 (\$0.74) | March 31, 2022 | June 24, 2022 |

(Note) Cash dividends declared in Ordinary General Meeting of Shareholders held on June 23, 2022 include ¥35 million (U.S. \$0.3 million) of dividends for treasury stock held by the share delivery trust for the Directors.

As for the fiscal year ended March 31, 2021:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|--|----------------|--|--------------------|---------------------------------|----------------|----------------|
| June 26, 2020 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 28,122 | Retained Earnings | ¥ 75.00 | March 31, 2020 | June 29, 2020 |

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|-----------------------------|----------------|--|--------------------|---------------------------------|--------------------|------------------|
| November 12, 2020 | | | | | | |
| Board of Directors' Meeting | Common Share | ¥ 28,122 | Retained Earnings | ¥ 75.00 | September 30, 2020 | December 2, 2020 |

(Notes)

1) Cash dividends declared in Ordinary General Meeting of Shareholders held on June 26, 2020 include ¥32 million of dividends for treasury stock held by the share delivery trust for the Directors.

2) Cash dividends declared at the Board of Directors' Meeting held on November 12, 2020 include ¥31 million of dividends for treasury stock held by the share delivery trust for the Directors.

Dividends with a record date during the fiscal year ended March 31, 2021, but whose effective date is after March 31, 2021, are as follows:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|--|----------------|--|--------------------|---------------------------------|----------------|----------------|
| June 23, 2021 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 28,122 | Retained Earnings | ¥ 75.00 | March 31, 2021 | June 24, 2021 |

(Note) Cash dividends declared in Ordinary General Meeting of Shareholders held on June 23, 2021 include ¥31 million of dividends for treasury stock held by the share delivery trust for the Directors.

Note to the Consolidated Statement of Cash Flows

Reconciliation of Cash and Cash Equivalents

The following table reconciles cash and cash equivalents in the consolidated statement of cash flows and cash and due from banks in the consolidated balance sheet as of March 31, 2022 and 2021.

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash and Due from Banks | ¥ 18,223,364 | ¥ 18,488,763 | \$ 148,908 |
| Due from Banks Held by SuMi TRUST Bank (Excluding Due from the Bank of Japan) | (2,489,713) | (1,689,616) | (20,344) |
| Cash and Cash Equivalents | ¥ 15,733,650 | ¥ 16,799,146 | \$ 128,564 |

Leases

1. Finance Leases

As a lessee:

Finance leases that do not transfer ownership of the lease assets to lessees

1) Description of lease assets

i) Tangible fixed assets

Mainly branch buildings and office equipment

ii) Intangible fixed assets

Software

2) Method for amortizing lease assets

Refer to “(4) Depreciation and Amortization Methods” of “4. Significant Accounting Policies” in the Significant Accounting Policies and Practices.

2. Operating Leases

As a lessee:

Total future lease payments under non-cancelable operating leases as of March 31, 2022 and 2021, were as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Due in One Year or Less | ¥ 3,998 | ¥ 3,922 | \$ 33 |
| Due in More Than One Year | 14,988 | 18,162 | 122 |
| Total | ¥ 18,987 | ¥ 22,084 | \$ 155 |

As a lessor:

Total future lease payments under non-cancelable operating leases as of March 31, 2022 and 2021, were as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Due in One Year or Less | ¥ 4,612 | ¥ 6,492 | \$ 38 |
| Due in More Than One Year | 31,904 | 49,946 | 261 |
| Total | ¥ 36,517 | ¥ 56,439 | \$ 298 |

Financial Instruments

1. Circumstances of Financial Instruments

(1) Policy on Financial Instruments

SuMi TRUST Group is engaged in a variety of financial service businesses, primarily trust banking business operated by SuMi TRUST Bank. To facilitate these businesses, SuMi TRUST Group raises funds through deposits from individual and corporate customers, borrowed money, and issuance of corporate bonds, and manages such funds as loans to individual and corporate customers, and securities on the investment side.

Each group company determines policies as well as measures for investing and funding financial assets and financial liabilities under its annual plan.

SuMi TRUST Holdings monitors risks associated with the group-wide financial assets and liabilities.

SuMi TRUST Bank monitors its respective risks while implementing comprehensive Asset-Liability Management (ALM). Meanwhile, SuMi TRUST Bank conducts derivatives transactions to control the market risk and other risks arising from its assets and liabilities within the level commensurate with its financial capacity. SuMi TRUST Bank is also engaged in trading securities and derivatives through trading accounts ("Trading Accounts") that are segregated from other accounts ("Banking Accounts") in accordance with Article 13-6-3 of the Ordinance for Enforcement of the Banking Act. Some consolidated subsidiaries are also engaged in trading securities.

(2) Description and Risks of Financial Instruments

1) Trading accounts

SuMi TRUST Group deals with over-the-counter (OTC) and listed derivatives transactions related to interest rates, exchange rates, bonds, credits, and commodities, as well as trading securities. These derivatives transactions are exposed to risks associated with fluctuation in interest rates, exchange rates, prices, credit risks, and other risks.

2) Banking accounts

Financial assets of SuMi TRUST Group are primarily loans to corporations and individuals in Japan and such assets are exposed to credit risks arising from default on contracts by customers.

Securities mainly consist of stocks and bonds that are held to maturity, as strategic investments, and for business development. These securities are exposed to issuers' credit risks, and risks associated with fluctuation in interest rates and market prices.

Deposits from individuals and corporations, borrowed money, and bonds payable are exposed to liquidity risks as becoming insolvent at their maturities, such as being out of markets under certain circumstances.

SuMi TRUST Group deals with OTC and listed derivatives transactions related to interest rates, exchange rates, stocks, bonds, and credits for avoiding market risks.

To reduce interest rate risk, a major risk, SuMi TRUST Group comprehensively manages various financial assets and liabilities, such as loans and bills discounted and deposits, by categorizing them based on characteristics of their interest rate risks, and applies hedge accounting to hedge such risk using interest rate swaps designated as hedging instruments. The hedge accounting is applied to some assets and liabilities by individual transaction.

To mitigate the exchange rate risk arising from various financial assets and liabilities of SuMi TRUST Bank denominated in foreign currencies, hedge accounting is applied to the exchange rate risk of foreign currency assets and liabilities designated as hedged items, using currency swaps and foreign exchange swaps designated as hedging instruments.

The details of hedge accounting are described in "Significant Accounting Policies and Practices."

(3) Risk Management for Financial Instruments

SuMi TRUST Group considers that the basis of group-wide risk management is to ensure the effectiveness of PDCA (Plan, Do, Check, Action) cycles for each risk category according to the "Risk Management Policy" established by the board of directors.

The risk management framework of each risk category is as follows:

1) Credit risk management

Credit risk is the risk of financial loss of SuMi TRUST Group when a customer or counterparty fails to meet its contractual obligations, and such risk is generated from claims, mainly loans, bills discounted, and securities. Credit risk is the most basic financial risk related to a credit creating function. SuMi TRUST Group continuously diversifies its credit portfolios and builds up a stronger customer base by expanding its credit risk management framework further, and by meeting a new and sound demand for credit.

(a) Risk management policy on credit risk

The basic policy of SuMi TRUST Group on credit risk management calls for "a diversified credit portfolio" and "strict management for individual credits."

For the former, SuMi TRUST Group manages credit exposures of each customer based on its limited credit amount, and periodically reviews impacts of identified risks to large customers and concentration in industry sectors, including the measurement of the credit risk. SuMi TRUST Group makes efforts to mitigate credit concentration risk on a country-by-country basis by managing the diversification of the overall credit portfolio.

For the latter, SuMi TRUST Group manages individual credits through processes, such as credit screening, self-assessment, and internal credit ratings. Credit ratings indicate the credit status of customers and the possibility of defaults on a scale, and provide the basis for credit screening of individual transactions and credit portfolio management. SuMi TRUST Group continuously evaluates solvency and collectability of credits based on the analysis, for instance the customer's financial condition, cash flows, and earning capacity through the self-assessment.

(b) Risk management framework for credit risk

In SuMi TRUST Bank, the board of directors decides on important matters related to credit risk management when developing management plans. The board of directors also decides on credit strategy and economic capital allocation plans, and approves the "Self-Assessment Rules" based on reports on credit risk management, including asset-assessment management, to ensure the soundness of the assets. As for screening and credit management of each case, the Global Credit Supervision Department is segregated from branches as part of a check-and-balance system. Furthermore, the Research Department evaluates credit risks by implementing internal credit ratings based on industry research and credit analysis of individual companies along with performing quantitative analysis from a neutral standpoint. SuMi TRUST Bank periodically holds a meeting of the Executive Committee and Credit Risk Committee to deliberate on material matters of controlling and managing credit risks. SuMi TRUST Bank has built up an appropriate management framework for risk management through the check-and-balance function, the committees' discussions, and the validation of the credit risk management and operation by the Risk Management Department.

2) Market risk management

Market risk is the risk of financial loss of SuMi TRUST Group through changes in income and value of assets and liabilities held, including off-balance items, due to fluctuations in various market risk factors, such as interest rates, exchange rates, equity prices, commodity prices, and credit spreads.

(a) Risk management policy on market risk

In managing market risk, SuMi TRUST Group ensures the soundness of its business by appropriately controlling risks, and strives to secure reasonable profits which correspond to strategic goals, the scale and nature of its operations, and risk profiles through an advanced risk management framework.

(b) Risk management framework for market risk

With regard to market risk, SuMi TRUST Group maintains a basic policy for setting and controlling various risk limits and segregation of organizations related to market risk under its Rules for Risk Management. The practical application of the basic policy is stated in the Rules for Market Risk Management. Divisions that execute transactions (the front office) are clearly segregated from divisions that process transactions (the back office) for independent check purposes, and the Risk Management Department, which is independent from both of the front and back offices, centrally manages market risk. This department identifies and analyzes group-wide risk, tracks adherence to risk limits, and reports to respective directors in charge on a daily basis and to the board of directors periodically.

In SuMi TRUST Bank, the board of directors resolves ALM basic plans and risk management plans as important matters related to market risk under management plans. The ALM Committee resolves basic matters of ALM basic plans and risk management plans related to market risk regarding company-wide comprehensive risk management for assets and liabilities.

In SuMi TRUST Bank, the Risk Management Department is responsible for planning and implementing market risk management. The role of the Risk Management Department includes measuring risk levels and profits or losses and monitoring the status of market risk managed under ALM basic plans and the status of compliance with risk limits. The department reports its findings to the members of the ALM Committee on a daily basis, and to the ALM Committee as well as the board of directors periodically.

(c) Market risk management approach

SuMi TRUST Group uses Value at Risk ("VaR") to measure market risk exposures. VaR uses historical market fluctuation to statistically predict the maximum expected losses under specific conditions. Based on an internal model developed by SuMi TRUST Group, SuMi TRUST Group manages market risks by measuring VaR, calculating various risk management indicators, and carrying out various simulations.

VaR based on the internally developed model is calculated basically using the historical simulation method. Market risk can be classified into categories, such as interest rate risk, stock price risk, exchange rate risk, and others according to

its characteristics. SuMi TRUST Group calculates market risk by simply adding up the risks of all categories without considering the correlation among these categories.

(d) Quantitative information related to market risk

(i) Trading accounts

SuMi TRUST Group uses VaR for managing risks associated with trading securities and some currency and interest-related derivatives transactions held in the Trading Accounts. The VaR model used is primarily based on the historical simulation method (with a holding period of 10 business days, confidence interval of 99%, and observation period of 1,300 business days).

As of March 31, 2022, the total amount of market risk (estimated potential loss) of financial instruments held by SuMi TRUST Group in the Trading Accounts was ¥8.6 billion (U.S. \$70 million).

SuMi TRUST Group performs back testing that compares the results of VaR calculations based on its internal model with actual profits or losses. The back testing for the fiscal year ended March 31, 2022, resulted in zero instances where actual losses were in excess of VaR; therefore, SuMi TRUST Group considers that the measurement model properly captures market risk with sufficient accuracy. However, as VaR measures the amount of market risk under certain probabilities statistically calculated based on the past volatility, it may not properly capture those risks under extreme market movements.

(ii) Banking accounts

SuMi TRUST Group uses VaR for managing risks associated with financial assets and liabilities held in the Banking Accounts. The historical simulation method is the primary measurement method (with a holding period of a maximum of one year according to a position, confidence interval of 99%, and observation period of 1,300 business days).

As of March 31, 2022, the total amount of market risk (estimated potential loss) of financial instruments held by SuMi TRUST Group in the Banking Account was ¥739.8 billion (U.S. \$6,045 million).

SuMi TRUST Group performs back testing on certain positions held in the Banking Accounts that compares the results of VaR calculations based on its internal model with actual profits or losses regarding financial assets and liabilities subject to measurement. SuMi TRUST Group considers that the

measurement model properly captures market risk with sufficient accuracy. However, as VaR measures the amount of market risk under certain probabilities statistically calculated based on past volatility in the market, it may not properly capture those risks under extreme market movements.

3) Funding liquidity risk management

Funding liquidity risk is the risk of financial loss to SuMi TRUST Group when the Group fails to raise necessary funds or is forced to raise funds at significantly higher rates.

(a) Funding liquidity risk management policy

With regard to funding liquidity risks, SuMi TRUST Group designs and implements a policy to build up a risk management framework for funding liquidity risks, recognizing that financial difficulties due to exposure to such risks could possibly lead SuMi TRUST Group directly to bankruptcy under certain circumstances.

(b) Funding liquidity risk management framework and methods

Funding liquidity risk management departments determine the extent of SuMi TRUST Group's cash crunch appropriately in cooperation with the liquidity management departments, while gathering and analyzing information related to both the internal environment, such as the Group's risk profiles, and external environment, such as economic circumstances or market conditions based on the risk management plan approved by the board of directors semiannually.

To reduce funding liquidity risks, the liquidity management departments manage cash flow within the predetermined appropriate limits, and the liquidity management departments monitor its compliance.

(4) Supplementary Explanation Concerning Fair Value of Financial Instruments

Fair value of financial instruments is based on quoted prices in markets. If a quoted price is not available, a reasonably calculated amount is used as fair value. Calculation of such amounts involves certain assumptions and may vary when different assumptions are employed.

2. Fair Values of Financial Instruments and Breakdown by Input Level

The carrying amounts on the consolidated balance sheets, fair values of financial instruments as well as the differences between the carrying amounts on the consolidated balance sheets and fair values, and fair values by input level are presented below.

The amounts shown in the following table do not include investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No.31, July 4, 2019, "Guidance for Application of Fair Value Measurement"), equity securities with no market prices, and investments in partnerships for which transitional treatments are applied in accordance with Paragraph 27 of Guidance for Application of Fair Value Measurement (See (1)(*1) and Note 3).

The fair values of financial instruments are classified into the following three levels depending on the observability and significance of the input used in the fair value measurement.

Level 1: Fair value determined based on the (unadjusted) quoted price in an active market for the same asset or liability

Level 2: Fair value determined based on directly or indirectly observable inputs other than Level 1 inputs

Level 3: Fair value determined based on significant unobservable inputs

If multiple inputs with a significant impact are used for the fair value measurement of a financial instrument, the financial instrument is classified to the lowest priority level of fair value measurement in which each input belongs to.

(1) Financial assets and liabilities at fair value on the consolidated balance sheets

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--------------------------------------|-----------------|-------------|---------|-------------|--------------------------|-----------|---------|-----------|
| | Mar. 31, 2022 | | | | Mar. 31, 2022 | | | |
| | Level 1 | Level 2 | Level 3 | Total | Level 1 | Level 2 | Level 3 | Total |
| Monetary Claims Bought | ¥ — | ¥ 128,794 | ¥ — | ¥ 128,794 | \$ — | \$ 1,052 | \$ — | \$ 1,052 |
| Trading Assets | | | | | | | | |
| Trading Securities | 4,908 | 7,909 | — | 12,817 | 40 | 65 | — | 105 |
| Money Held in Trust | 1,295 | 196 | — | 1,492 | 11 | 2 | — | 12 |
| Securities | | | | | | | | |
| Available-for-Sale Securities | 4,493,704 | 1,789,540 | 2,130 | 6,285,375 | 36,719 | 14,623 | 17 | 51,359 |
| Stocks | 1,209,310 | — | — | 1,209,310 | 9,882 | — | — | 9,882 |
| Bonds | 2,722,035 | 747,409 | 2,130 | 3,471,575 | 22,242 | 6,107 | 17 | 28,367 |
| Government Bonds | 2,722,035 | — | — | 2,722,035 | 22,242 | — | — | 22,242 |
| Local Government Bonds | — | 33,919 | — | 33,919 | — | 277 | — | 277 |
| Short-Term Bonds Payable | — | — | — | — | — | — | — | — |
| Corporate Bonds | — | 713,489 | 2,130 | 715,620 | — | 5,830 | 17 | 5,848 |
| Other Securities | 562,358 | 1,042,130 | — | 1,604,489 | 4,595 | 8,516 | — | 13,111 |
| Foreign Stocks | 4,793 | — | — | 4,793 | 39 | — | — | 39 |
| Foreign Bonds | 556,467 | 1,042,130 | — | 1,598,598 | 4,547 | 8,516 | — | 13,063 |
| Others | 1,097 | — | — | 1,097 | 9 | — | — | 9 |
| Total Assets | ¥ 4,499,908 | ¥ 1,926,441 | ¥ 2,130 | ¥ 6,428,479 | \$ 36,770 | \$ 15,741 | \$ 17 | \$ 52,529 |
| Derivative Transactions (*2)(*3)(*4) | | | | | | | | |
| Interest Rate Related Transactions | ¥ 828 | ¥ (83,990) | ¥ 1,173 | ¥ (81,988) | \$ 7 | \$ (686) | \$ 10 | \$ (670) |
| Currency Related Transactions | — | 55,268 | — | 55,268 | — | 452 | — | 452 |
| Stock Related Transactions | (2,695) | — | — | (2,695) | (22) | — | — | (22) |
| Bond-Related Transactions | 6,256 | 47 | — | 6,303 | 51 | 0 | — | 52 |
| Credit and Derivative Transactions | — | (2,319) | — | (2,319) | — | (19) | — | (19) |
| Total Derivative Transactions | ¥ 4,389 | ¥ (30,994) | ¥ 1,173 | ¥ (25,431) | \$ 36 | \$ (253) | \$ 10 | \$ (208) |

(*1) The amounts of investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of the Guidance for Application of Fair Value Measurement are not included in the table above. The amount of such investment trusts on the consolidated balance sheets includes financial assets of ¥902,171 million (U.S. \$7,372 million) as of March 31, 2022.

(*2) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(*3) As for derivative transactions applying hedge accounting, ¥(174,794) million (U.S. \$(1,428) million) is recorded on the consolidated balance sheets as of March 31, 2022.

(*4) Derivative transactions qualifying for hedge accounting include interest rate swaps designated as hedging instruments to fix cash flows of hedged items such as loans and bills discounted, and deferred hedges have been adopted, in principle. In addition, "Practical Solution on the Treatment of Hedge Accounting for Financial Instruments that Reference LIBOR" (ASBJ PITF No. 40, March 17, 2022) has been adopted to these hedge transactions.

| | Millions of Yen |
|---------------------------------------|---|
| | Mar. 31, 2021 |
| | Consolidated Balance Sheet Amount |
| Monetary Claims Bought | ¥ 115,222 |
| Trading Assets | |
| Trading Securities | 44,521 |
| Money Held in Trust | 1,816 |
| Securities | |
| Available-for-Sale Securities | 5,345,645 |
| Total Assets | ¥ 5,507,206 |
| Derivative Transactions (*2)(*3)(*4) | |
| Interest Rate Related Transactions | (53,835) |
| Currency Related Transactions | 78,672 |
| Stock Related Transactions | (412) |
| Bond-Related Transactions | (359) |
| Credit and Derivative Transactions | (469) |
| Total Derivative Transactions | ¥ 23,594 |

(*1) The amounts of investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of the Guidance for Application of Fair Value Measurement are not included in the table above. The amount of such investment trusts on the consolidated balance sheets includes financial assets of ¥981,733 million as of March 31, 2021.

(*2) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(*3) As for derivative transactions applying hedge accounting, ¥(126,664) million is recorded on the consolidated balance sheets as of March 31, 2021.

(*4) Derivative transactions qualifying for hedge accounting include interest rate swaps designated as hedging instruments to fix cash flows of hedged items such as loans and bills discounted, and deferred hedges have been adopted, in principle. In addition, "Practical Solution on the Treatment of Hedge Accounting for Financial Instruments that Reference LIBOR" (ASBJ PITF No. 40, March 17, 2022) has been adopted to these hedge transactions.

(2) Financial assets and liabilities which are not stated at fair value on the consolidated balance sheets

Cash and Due from Banks, Call Loans and Bills Bought, Receivables under Resale Agreements and Receivables under Securities Borrowing Transactions, Foreign Exchanges, Call Money and Bills Sold, Payables under Repurchase Agreements, Short-Term Bonds Payables, and Borrowed Money from Trust Account are not included in the following tables because most of such transactions have short contractual terms (one year or less) and the carrying amounts approximate fair value.

| | Millions of Yen | | | | | | | | | | | |
|--|-----------------|---------|---------|------------|---------|------------|-------|---|-------------|------------|---|----------|
| | Mar. 31, 2022 | | | | | | | | | | | |
| | Level 1 | | Level 2 | | Level 3 | | Total | Consolidated balance sheet amount | Differences | | | |
| Monetary Claims Bought (*) | ¥ | — | ¥ | 46,091 | ¥ | 679,295 | ¥ | 725,386 | ¥ | 724,950 | ¥ | 436 |
| Securities | | | | | | | | | | | | |
| Held-to-Maturity Securities | | 130,800 | | 74,210 | | — | | 205,011 | | 191,999 | | 13,012 |
| Government Bonds | | 130,800 | | — | | — | | 130,800 | | 117,652 | | 13,148 |
| Local Government Bonds | | — | | — | | — | | — | | — | | — |
| Short-Term Bonds Payable | | — | | — | | — | | — | | — | | — |
| Corporate Bonds | | — | | 14,674 | | — | | 14,674 | | 14,400 | | 274 |
| Other Securities | | — | | 59,536 | | — | | 59,536 | | 59,947 | | (410) |
| Foreign Bonds | | — | | 59,536 | | — | | 59,536 | | 59,947 | | (410) |
| Others | | — | | — | | — | | — | | — | | — |
| Loans and Bills Discounted | | | | | | | | | | 30,876,507 | | |
| Allowance for Loan Losses (*) | | | | | | | | | | (147,884) | | |
| | | — | | — | | 30,940,603 | | 30,940,603 | | 30,728,623 | | 211,980 |
| Lease Receivables and Investment Assets (*) | | — | | — | | 696,544 | | 696,544 | | 681,554 | | 14,990 |
| Total Assets | ¥ | 130,800 | ¥ | 120,302 | ¥ | 32,316,443 | ¥ | 32,567,547 | ¥ | 32,327,128 | ¥ | 240,419 |
| Deposits | ¥ | — | ¥ | 33,245,281 | ¥ | — | ¥ | 33,245,281 | ¥ | 33,230,162 | ¥ | 15,119 |
| Negotiable Certificates of Deposit | | — | | 6,587,944 | | — | | 6,587,944 | | 6,587,944 | | — |
| Borrowed Money | | — | | 7,125,970 | | — | | 7,125,970 | | 7,153,498 | | (27,527) |
| Bonds Payable | | — | | 2,050,985 | | — | | 2,050,985 | | 2,076,604 | | (25,619) |
| Total Liabilities | ¥ | — | ¥ | 49,010,181 | ¥ | — | ¥ | 49,010,181 | ¥ | 49,048,209 | ¥ | (38,027) |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

| | Millions of Yen | | | |
|--|---|--------------|------------|--|
| | Mar. 31, 2021 | | | |
| | Consolidated Balance Sheet Amount | Fair Value | Difference | |
| Monetary Claims Bought(*) | ¥ 776,439 | ¥ 777,239 | ¥ 800 | |
| Securities | | | | |
| Held-to-Maturity Securities | 275,820 | 292,071 | 16,250 | |
| Loans and Bills Discounted | 30,506,968 | | | |
| Allowance for Loan Losses (*) | (115,198) | | | |
| | 30,391,769 | 30,702,437 | 310,668 | |
| Lease Receivables and Investment Assets (*) | 689,262 | 699,669 | 10,406 | |
| Total Assets | ¥ 32,133,292 | ¥ 32,471,417 | ¥ 338,125 | |
| Deposits | 33,467,678 | 33,486,483 | 18,804 | |
| Negotiable Certificates of Deposit | 7,160,594 | 7,160,594 | — | |
| Borrowed Money | 5,782,602 | 5,782,030 | (571) | |
| Bonds Payable | 1,545,605 | 1,564,144 | 18,538 | |
| Total Liabilities | ¥ 47,956,481 | ¥ 47,993,252 | ¥ 36,771 | |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

| | Millions of U.S. Dollars | | | | | |
|--|--------------------------|------------|------------|------------|---|-------------|
| | Mar. 31, 2022 | | | | | |
| | Level 1 | Level 2 | Level 3 | Total | Consolidated balance sheet amount | Differences |
| Monetary Claims Bought (*) | \$ — | \$ 377 | \$ 5,551 | \$ 5,927 | \$ 5,924 | \$ 4 |
| Securities | | | | | | |
| Held-to-Maturity Securities | 1,069 | 606 | — | 1,675 | 1,569 | 106 |
| Government Bonds | 1,069 | — | — | 1,069 | 961 | 107 |
| Local Government Bonds | — | — | — | — | — | — |
| Short-Term Bonds Payable | — | — | — | — | — | — |
| Corporate Bonds | — | 120 | — | 120 | 118 | 2 |
| Other Securities | — | 486 | — | 486 | 490 | (3) |
| Foreign Bonds | — | 486 | — | 486 | 490 | (3) |
| Others | — | — | — | — | — | — |
| Loans and Bills Discounted | | | | | 252,300 | |
| Allowance for Loan Losses (*) | | | | | (1,208) | |
| | — | — | 252,824 | 252,824 | 251,092 | 1,732 |
| Lease Receivables and Investment Assets (*) | — | — | 5,692 | 5,692 | 5,569 | 122 |
| Total Assets | \$ 1,069 | \$ 983 | \$ 264,066 | \$ 266,118 | \$ 264,154 | \$ 1,965 |
| Deposits | \$ — | \$ 271,656 | \$ — | \$ 271,656 | \$ 271,533 | \$ 124 |
| Negotiable Certificates of Deposit | — | 53,832 | — | 53,832 | 53,832 | — |
| Borrowed Money | — | 58,228 | — | 58,228 | 58,453 | (225) |
| Bonds Payable | — | 16,759 | — | 16,759 | 16,968 | (209) |
| Total Liabilities | \$ — | \$ 400,475 | \$ — | \$ 400,475 | \$ 400,786 | \$ (311) |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

(Note 1) Description of the Valuation techniques and inputs used to measure fair values

Monetary Claims Bought

Among monetary claims bought, securitized products are stated at reasonably calculated prices, which are equivalent to market prices, such as counterparties' quoted prices or dealer/broker-quoted prices, and are classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values for all other monetary claims bought are principally calculated in the same manner as Loans and Bills Discounted and mainly classified into Level 3.

Trading Assets

Bonds and other securities held for trading purposes whose fair values are stated at dealer association prices or counterparties' quoted prices are classified into Level 1 or Level 2 depending on the level of market activity. Others whose fair values are calculated by discounting future cash flows to their present values using observable inputs, are classified into Level 2.

Money Held in Trust

Securities managed as trust assets in money held in trust, which are individually managed with the principal objective of securities portfolio management, are stated at quoted market prices or dealer/broker-quoted prices and classified into Level 1 or Level 2 depending on the level of the components.

Notes regarding money held in trust by holding purpose are presented under the "Money Held in Trust" section.

Securities

Listed stocks are stated at quoted market prices and mainly classified into Level 1 depending on the level of market activity.

Bonds are stated at quoted market prices announced in exchange traded transactions, over-the-counter transactions, and others, and classified into Level 1 if they are traded in an active market. If the market is not active, even though bonds are stated at quoted market prices, they are classified into Level 2. Bonds stated at prices obtained from a third party, such as pricing services and dealers/brokers, are

classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values of certain bonds are calculated by classifying them according to their internal ratings and maturities, and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. If the discount rate is a significant unobservable input, the fair values of the bonds are classified into Level 3, otherwise Level 2.

Loans and Bills Discounted

Fair values of loans and bills discounted are calculated by grouping loans according to loan terms, internal ratings, and maturities; and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. However, floating-rate loans for which their carrying amounts are deemed to approximate fair value, due to the nature of the loan or the borrower's credit situation subsequent to the execution of the loans, are stated at their carrying amounts. For claims executed to borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy, estimated loan losses are calculated based on the present value of estimated future cash flows or the expected recoverable amounts from collateral or guarantees. Therefore, fair values for these claims are stated at the amounts by deducting the allowance for loan losses from the amounts in the consolidated balance sheets at the consolidated balance sheet date, because such deducted amounts approximate fair value. Loans without stated maturities (as the amount of credit is limited to the value of the collateral or due to some other special characteristics) are stated at their carrying amounts as the carrying amounts are deemed to approximate the fair value because of the expected repayment periods and the interest terms. These fair values are classified into Level 3.

Lease Receivables and Investment Assets

Fair values of lease receivables and investment assets are calculated by grouping these assets according to the types of receivables, internal ratings, maturities, and others, and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. These fair values are classified into Level 3.

Deposits and Negotiable Certificates of Deposit

Demand deposits are stated at the amount that would have to be paid on demand at the consolidated balance sheet date (carrying amount). Time deposits with a fixed rate are grouped by product type and stated at the present value of their future cash flows discounted by the rates that would be newly used on the same type of deposits. Floating-rate time deposits and fixed-rate time deposits with short maturities (one year or less) are stated at their carrying amounts because the carrying amounts approximate the fair value. These fair values are classified into Level 2.

Borrowed Money

Borrowed money at floating rates is stated at their carrying amounts. The carrying amounts are deemed to approximate fair value because such amounts reflect short-term market interest rates, and there have been no significant changes in credit condition subsequent to undertaking the borrowed money. Fair values of borrowed money at fixed rates are calculated by discounting their future cash flows by the assumed interest rate on similar borrowings. Fair values for obligations with short maturities (one year or less) are stated at their carrying amounts because they approximate fair value. These fair values are classified into Level 2.

Bonds Payable

Bonds issued by SuMi TRUST Holdings and its consolidated subsidiaries are stated at market prices, if such prices

are available. Fair values for other bonds are calculated by discounting future cash flows to their present values by the assumed interest rate on issuance of similar bonds. These fair values are classified into Level 2.

Derivative transactions

The fair values of listed derivatives, including interest rates, bonds, currencies, and stocks, are classified into Level 1 as these amounts are measured using the liquidation price quoted by exchanges, given that the liquidation price represents the latest transaction price, and the unadjusted quoted price in an active market can be used.

The fair values of over-the-counter derivative transactions, including embedded derivatives separated from the host contract and accounted for as a derivative, in other words, derivatives other than listed derivatives, are, in principle, measured by a valuation method, including the following: the present value of the estimated future cash flows and the option valuation model, which use inputs such as observable interest rate and exchange rate. The fair values of these transactions take into account credit risks of the counterparties and SuMi TRUST Holdings. The valuation models applied in certain transactions utilize unobservable inputs in markets, such as correlations in the past. Over-the-counter derivative transactions are classified into Level 2 if observable inputs are used or the impact of unobservable inputs to the fair values is not significant. If the impact of unobservable inputs to the fair values is significant, they are classified into Level 3.

(Note 2) Quantitative information about financial assets and liabilities measured and stated on the consolidated balance sheets at fair value and classified into Level 3

(1) Quantitative information on significant unobservable inputs

| | Valuation technique | Significant unobservable inputs | Range |
|------------------------------------|---------------------------------|---|------------------|
| Securities | | | |
| Corporate Bonds | Discounted present value method | Discount Rate | 1.2% |
| Derivative Transactions | | | |
| Interest Rate Related Transactions | Option valuation model | Correlation between interest rate and foreign exchange rate | (47.4)% - (9.3)% |
| | | Correlation between interest rates | 10.3% |

(2) Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the year

Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the fiscal year ended March 31, 2022, are as follows:

| | Millions of Yen | | | | | | | |
|---|-------------------|--------------------------------------|---------------------------------|--|--------------------------|----------------------------|----------------|---|
| | Mar. 31, 2022 | | | | | | | |
| | Beginning balance | Profit or losses for the period (*1) | Other comprehensive income (*2) | Net amount of purchase, issuance, sale, and settlement | Transfer to Level 3 (*3) | Transfer from Level 3 (*3) | Ending balance | Net unrealized gains (losses) on financial assets and liabilities held at consolidated balance sheet date recognized in profit or losses of the period (*1) |
| Securities | ¥ 813 | ¥ — | ¥ (12) | ¥ (52) | ¥ 1,381 | ¥ — | ¥ 2,130 | ¥ — |
| Derivative Transactions (Interest Rate Related Transactions) (*4) | (273) | 1,449 | — | (1) | — | — | 1,173 | 1,249 |

| | Millions of U.S. Dollars | | | | | | | |
|---|--------------------------|--------------------------------------|---------------------------------|--|--------------------------|----------------------------|----------------|---|
| | Mar. 31, 2022 | | | | | | | |
| | Beginning balance | Profit or losses for the period (*1) | Other comprehensive income (*2) | Net amount of purchase, issuance, sale, and settlement | Transfer to Level 3 (*3) | Transfer from Level 3 (*3) | Ending balance | Net unrealized gains (losses) on financial assets and liabilities held at consolidated balance sheet date recognized in profit or losses of the period (*1) |
| Securities | \$ 7 | \$ — | \$ (0) | \$ (0) | \$ 11 | \$ — | \$ 17 | \$ — |
| Derivative Transactions (Interest Rate Related Transactions) (*4) | (2) | 12 | — | (0) | — | — | 10 | 10 |

(*1) The amounts shown in the table above are included in "Trading Income" in the consolidated statements of income.

(*2) The amounts shown in the table above are included in "Valuation Differences on Available-for-Sale Securities" under "Other Comprehensive Income Loss" in the consolidated statements of comprehensive income.

(*3) The amounts of transfer from or to Level 3 are relevant to the changes in the observability of the inputs. The transfer was made at the end of the fiscal year.

(*4) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(3) Description of the fair value valuation process

At the SuMi TRUST Group, the middle division creates policies and procedures for the calculation of fair values and procedures for the use of fair value valuation models, and based on them, the front and middle divisions collaboratively establish the fair value valuation model. In addition, the middle and other divisions verify the reasonableness of the valuation methods and the inputs used, and the appropriateness of the classification of the fair value level.

For the calculation of the fair value, the valuation model, which represents the nature, characteristics, and risks of each asset in the most appropriate manner, is utilized. Moreover, if quoted prices obtained from third parties are used, those prices are verified using an appropriate method, such as the review of the valuation method and the inputs used and comparison with the fair values of similar financial instruments.

(4) Description of the sensitivity of the fair value to changes in significant unobservable inputs

Discount Rate

The discount rate is determined for each financial asset and calculated based on the risk-free rate that incorporates other risk factors such as credit risk. A significant increase (decrease) in the discount rate would generally result in a significant decrease (increase) in the fair value.

Correlation

Correlation is an indicator of the relation of changes between variables such as interest rate and exchange rate. Correlation is used in the valuation technique of complex derivatives, and estimated based on historical results. A significant change in correlation would generally result in a significant increase or decrease in a fair value according to the nature and contractual terms and conditions of the financial instrument.

(Note 3) Consolidated balance sheet amounts of equity securities with no market prices, etc. and investments in partnership, etc. are as follows. These amounts are not included in "Securities" stated on the tables disclosed in "Fair Values of Financial Instruments and Breakdown by Input Level."

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|---------------|--------------------------|
| | Mar. 31, 2022 | Mar. 31, 2021 | Mar. 31, 2022 |
| Equity Securities with No Market Prices, etc. (*1)(*3) | ¥ 92,009 | ¥ 76,368 | \$ 752 |
| Investments in Partnership, etc. (*2) | 174,836 | 123,514 | 1,429 |

(*1) Unlisted stocks are included in "Equity securities with no market prices, etc." and their fair values are not disclosed in accordance with Paragraph 5 of "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No.19, March 31, 2020).

(*2) "Investments in partnership, etc." mainly include silent partnerships and investment partnerships. These fair values are not disclosed in accordance with Paragraph 27 of Guidance for Application of Fair Value Measurement.

(*3) Impairment losses of ¥235 million (U.S. \$2 million) and ¥520 million were recognized against Unlisted Stocks and others as of March 31, 2022 and 2021, respectively.

(Note4) Redemption Schedule of Monetary Claims and Securities with Maturity after March 31, 2022 and 2021

| March 31, 2022 | Millions of Yen | | | | | |
|---|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | ¥ 18,147,555 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 5,000 | — | — | — | — | — |
| Receivables under Resale Agreements | 150,741 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 652,534 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 708,547 | 29,605 | 6,268 | 1,668 | 1,439 | 106,099 |
| Money Held in Trust | 14,913 | 1,395 | — | — | — | — |
| Securities | 2,456,879 | 1,088,304 | 908,426 | 355,941 | 409,427 | 796,275 |
| Held-to-Maturity Debt Securities | — | 60 | 5,488 | 40,000 | 67,342 | 76,516 |
| Government Bonds | — | 60 | — | 40,000 | 60,000 | 15,000 |
| Corporate Bonds | — | — | — | — | — | 14,400 |
| Available-for-Sale Securities with Maturity | 2,456,879 | 1,088,244 | 902,938 | 315,941 | 342,084 | 719,759 |
| Government Bonds | 1,724,226 | 326,810 | 470,000 | — | — | 215,000 |
| Local Government Bonds | 1,200 | 4,546 | 10,630 | 1,136 | 16,619 | — |
| Corporate Bonds | 82,432 | 169,628 | 266,125 | 101,575 | 50,954 | 43,485 |
| Loans and Bills Discounted (*2) | 4,668,279 | 6,302,563 | 4,367,845 | 2,571,144 | 2,374,408 | 8,087,545 |
| Lease Receivables and Investment Assets (*3) | 166,497 | 243,502 | 146,501 | 53,097 | 45,085 | 10,713 |
| Total | ¥ 26,970,949 | ¥ 7,665,372 | ¥ 5,429,041 | ¥ 2,981,851 | ¥ 2,830,361 | ¥ 9,000,635 |

| March 31, 2021 | Millions of Yen | | | | | |
|---|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | ¥ 18,414,782 | ¥ 650 | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 8,766 | — | — | — | — | — |
| Receivables under Resale Agreements | 160,268 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 727,689 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 717,328 | 68,538 | 15,193 | 3,921 | 1,867 | 84,853 |
| Money Held in Trust | 10,857 | 1,265 | 100 | — | — | — |
| Securities | 1,396,910 | 951,185 | 1,004,417 | 548,405 | 298,412 | 848,078 |
| Held-to-Maturity Debt Securities | — | — | 5,051 | 20,000 | 60,000 | 187,738 |
| Government Bonds | — | — | — | 20,000 | 60,000 | 35,000 |
| Corporate Bonds | — | — | — | — | — | 23,400 |
| Available-for-Sale Securities with Maturity | 1,396,910 | 951,185 | 999,365 | 528,405 | 238,412 | 660,339 |
| Government Bonds | 927,273 | 200,000 | 380,000 | — | — | 135,000 |
| Local Government Bonds | — | 1,675 | 8,008 | 3,496 | 10,521 | — |
| Corporate Bonds | 31,639 | 218,289 | 218,724 | 110,577 | 30,485 | 64,084 |
| Loans and Bills Discounted (*2) | 4,636,130 | 5,814,658 | 4,667,574 | 2,613,581 | 2,485,048 | 7,811,836 |
| Lease Receivables and Investment Assets (*3) | 163,457 | 243,838 | 154,218 | 54,721 | 47,522 | 11,172 |
| Total | ¥ 26,236,192 | ¥ 7,080,137 | ¥ 5,841,505 | ¥ 3,220,628 | ¥ 2,832,850 | ¥ 8,755,940 |

| March 31, 2022 | Millions of U.S. Dollars | | | | | |
|---|--------------------------|------------------|------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | \$ 148,289 | \$ — | \$ — | \$ — | \$ — | \$ — |
| Call Loans and Bills Bought | 41 | — | — | — | — | — |
| Receivables under Resale Agreements | 1,232 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 5,332 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 5,790 | 242 | 51 | 14 | 12 | 867 |
| Money Held in Trust | 122 | 11 | — | — | — | — |
| Securities | 20,076 | 8,893 | 7,423 | 2,908 | 3,346 | 6,507 |
| Held-to-Maturity Debt Securities | — | 0 | 45 | 327 | 550 | 625 |
| Government Bonds | — | 0 | — | 327 | 490 | 123 |
| Corporate Bonds | — | — | — | — | — | 118 |
| Available-for-Sale Securities with Maturity | 20,076 | 8,892 | 7,378 | 2,582 | 2,795 | 5,881 |
| Government Bonds | 14,089 | 2,670 | 3,840 | — | — | 1,757 |
| Local Government Bonds | 10 | 37 | 87 | 9 | 136 | — |
| Corporate Bonds | 674 | 1,386 | 2,175 | 830 | 416 | 355 |
| Loans and Bills Discounted (*2) | 38,146 | 51,500 | 35,691 | 21,010 | 19,402 | 66,086 |
| Lease Receivables and Investment Assets (*3) | 1,360 | 1,990 | 1,197 | 434 | 368 | 88 |
| Total | \$ 220,387 | \$ 62,636 | \$ 44,362 | \$ 24,366 | \$ 23,128 | \$ 73,547 |

(*1) The balances exclude Monetary Claims Bought for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥24 million (U.S. \$0.2 million) and ¥58 million as of March 31, 2022 and 2021, respectively.

(*2) The balances exclude Loans and Bills Discounted for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥142,058 million (U.S. \$ 1,161 million) and ¥76,509 million, and those without maturity, amounting to ¥2,362,662 million (U.S. \$19,306 million) and ¥2,401,629 million as of March 31, 2022 and 2021, respectively.

(*3) The balances exclude Lease Receivables and Investment Assets for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥678 million (U.S. \$6 million) and ¥549 million, and the sum of guaranteed residual values by lessee and estimated salvage values, amounting to ¥22,065 million (U.S. \$180 million) and ¥19,691 million as of March 31, 2022 and 2021, respectively.

(Note 5) Repayment Schedule of Bonds, Borrowed Money, and Other Interest-Bearing Liabilities after March 31, 2022 and 2021

| March 31, 2022 | Millions of Yen | | | | | |
|--------------------------------------|---------------------|--------------------|--------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | ¥ 25,352,703 | ¥ 5,699,782 | ¥ 2,175,496 | ¥ 2,128 | ¥ 50 | ¥ — |
| Negotiable Certificates of Deposit | 6,532,944 | 55,000 | — | — | — | — |
| Call Money and Bills Sold | 799,524 | — | — | — | — | — |
| Payables under Repurchase Agreements | 1,485,033 | — | — | — | — | — |
| Borrowed Money | 1,872,544 | 3,301,699 | 1,238,578 | 282,356 | 80,253 | 378,065 |
| Short-Term Bonds Payable | 2,388,495 | — | — | — | — | — |
| Bonds Payable (*2) | 70,000 | 757,495 | 613,355 | 250,000 | 100,000 | — |
| Borrowed Money from Trust Account | 4,298,827 | — | — | — | — | — |
| Total | ¥ 42,800,073 | ¥ 9,813,976 | ¥ 4,027,430 | ¥ 534,484 | ¥ 180,304 | ¥ 378,065 |

| March 31, 2021 | Millions of Yen | | | | | |
|--------------------------------------|---------------------|--------------------|--------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | ¥ 25,270,516 | ¥ 5,400,861 | ¥ 2,795,112 | ¥ 921 | ¥ 266 | ¥ — |
| Negotiable Certificates of Deposit | 7,045,594 | 115,000 | — | — | — | — |
| Call Money and Bills Sold | 60,675 | — | — | — | — | — |
| Payables under Repurchase Agreements | 1,628,440 | — | — | — | — | — |
| Borrowed Money | 1,669,700 | 1,013,609 | 2,455,241 | 182,169 | 77,652 | 384,228 |
| Short-Term Bonds Payable | 2,545,546 | — | — | — | — | — |
| Bonds Payable (*2) | 50,000 | 479,612 | 297,150 | 293,000 | 140,000 | — |
| Borrowed Money from Trust Account | 4,915,208 | — | — | — | — | — |
| Total | ¥ 43,185,683 | ¥ 7,009,083 | ¥ 5,547,504 | ¥ 476,091 | ¥ 217,918 | ¥ 384,228 |

| March 31, 2022 | Millions of U.S. Dollars | | | | | |
|--------------------------------------|--------------------------|------------------|------------------|-----------------|-----------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | \$ 207,164 | \$ 46,574 | \$ 17,777 | \$ 17 | \$ 0 | \$ — |
| Negotiable Certificates of Deposit | 53,382 | 449 | — | — | — | — |
| Call Money and Bills Sold | 6,533 | — | — | — | — | — |
| Payables under Repurchase Agreements | 12,135 | — | — | — | — | — |
| Borrowed Money | 15,301 | 26,979 | 10,121 | 2,307 | 656 | 3,089 |
| Short-Term Bonds Payable | 19,517 | — | — | — | — | — |
| Bonds Payable (*2) | 572 | 6,190 | 5,012 | 2,043 | 817 | — |
| Borrowed Money from Trust Account | 35,127 | — | — | — | — | — |
| Total | \$ 349,731 | \$ 80,193 | \$ 32,909 | \$ 4,367 | \$ 1,473 | \$ 3,089 |

(*1) The balance of demand deposits is included in "Within 1 Year." Deposits include balances of current accounts.

(*2) The balances exclude perpetual subordinated bonds without maturity, amounting to ¥286,100 million (U.S. \$2,338 million) and ¥286,100 million as of March 31, 2022 and 2021, respectively.

Securities

In addition to the "Securities" presented in the consolidated balance sheet, the following information includes securities in trading account and short-term corporate bonds under "Trading Assets" and loan-backed trust deeds reported under "Monetary Claims Bought."

1. Trading Securities

| | Valuation Difference Reflected in the Statements of Income | | |
|--------------------|---|---------|-----------------------------|
| | Millions of Yen | | Millions of U.S. Dollars |
| | 2022 | 2021 | 2022 |
| Trading Securities | ¥ (33) | ¥ (326) | \$ (0) |

2. Held-to-Maturity Securities with Fair Value

| March 31, 2022 | Millions of Yen | | |
|---|------------------|------------------|-----------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | ¥ 117,652 | ¥ 130,800 | ¥ 13,148 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 14,400 | 14,674 | 274 |
| Other Bonds | 51,464 | 51,586 | 122 |
| Foreign Bonds | 5,488 | 5,495 | 7 |
| Others | 45,976 | 46,091 | 114 |
| Subtotal | 183,517 | 197,061 | 13,544 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | ¥ — | ¥ — | ¥ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 54,459 | 54,041 | (417) |
| Foreign Bonds | 54,459 | 54,041 | (417) |
| Others | — | — | — |
| Subtotal | 54,459 | 54,041 | (417) |
| Total | ¥ 237,976 | ¥ 251,103 | ¥ 13,127 |

| March 31, 2021 | Millions of Yen | | |
|---|------------------|------------------|-----------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | ¥ 118,030 | ¥ 133,748 | ¥ 15,717 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 23,400 | 23,788 | 388 |
| Other Bonds | 154,267 | 154,528 | 261 |
| Foreign Bonds | 101,870 | 102,016 | 146 |
| Others | 52,396 | 52,511 | 115 |
| Subtotal | 295,697 | 312,064 | 16,367 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | ¥ — | ¥ — | ¥ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 32,520 | 32,518 | (1) |
| Foreign Bonds | 32,520 | 32,518 | (1) |
| Others | — | — | — |
| Subtotal | 32,520 | 32,518 | (1) |
| Total | ¥ 328,217 | ¥ 344,582 | ¥ 16,365 |

| March 31, 2022 | Millions of U.S. Dollars | | |
|---|--------------------------|-----------------|---------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | \$ 961 | \$ 1,069 | \$ 107 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 118 | 120 | 2 |
| Other Bonds | 421 | 422 | 1 |
| Foreign Bonds | 45 | 45 | 0 |
| Others | 376 | 377 | 1 |
| Subtotal | 1,500 | 1,610 | 111 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | \$ — | \$ — | \$ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 445 | 442 | (3) |
| Foreign Bonds | 445 | 442 | (3) |
| Others | — | — | — |
| Subtotal | 445 | 442 | (3) |
| Total | \$ 1,945 | \$ 2,052 | \$ 107 |

3. Available-for-Sale Securities

| March 31, 2022 | Millions of Yen | | |
|---|--------------------|--------------------|------------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | ¥ 1,143,030 | ¥ 466,273 | ¥ 676,756 |
| Bonds | 1,583,022 | 1,580,317 | 2,704 |
| Government Bonds | 1,091,138 | 1,090,948 | 190 |
| Local Government Bonds | 3,141 | 3,126 | 15 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 488,741 | 486,243 | 2,498 |
| Other Securities | 631,562 | 607,706 | 23,856 |
| Foreign Stocks | 3,971 | 211 | 3,760 |
| Foreign Bonds | 426,787 | 422,930 | 3,857 |
| Others | 200,802 | 184,564 | 16,238 |
| Subtotal | 3,357,614 | 2,654,298 | 703,316 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | ¥ 66,280 | ¥ 82,631 | ¥ (16,350) |
| Bonds | 1,888,553 | 1,904,676 | (16,123) |
| Government Bonds | 1,630,897 | 1,645,706 | (14,809) |
| Local Government Bonds | 30,777 | 31,005 | (227) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 226,878 | 227,964 | (1,086) |
| Other Securities | 1,936,929 | 2,206,046 | (269,117) |
| Foreign Stocks | 821 | 1,472 | (650) |
| Foreign Bonds | 1,171,810 | 1,194,570 | (22,759) |
| Others | 764,296 | 1,010,003 | (245,706) |
| Subtotal | 3,891,762 | 4,193,354 | (301,591) |
| Total | ¥ 7,249,377 | ¥ 6,847,652 | ¥ 401,725 |

| March 31, 2021 | Millions of Yen | | |
|---|--------------------|--------------------|------------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | ¥ 1,364,595 | ¥ 533,726 | ¥ 830,868 |
| Bonds | 1,789,475 | 1,785,319 | 4,156 |
| Government Bonds | 1,302,059 | 1,301,155 | 904 |
| Local Government Bonds | 6,410 | 6,379 | 31 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 481,004 | 477,784 | 3,220 |
| Other Securities | 980,917 | 951,162 | 29,754 |
| Foreign Stocks | 3,305 | 191 | 3,114 |
| Foreign Bonds | 751,018 | 737,897 | 13,120 |
| Others | 226,594 | 213,074 | 13,519 |
| Subtotal | 4,134,988 | 3,270,208 | 864,779 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | ¥ 56,718 | ¥ 71,472 | ¥ (14,753) |
| Bonds | 553,048 | 556,444 | (3,396) |
| Government Bonds | 340,400 | 343,106 | (2,705) |
| Local Government Bonds | 17,276 | 17,321 | (44) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 195,370 | 196,016 | (645) |
| Other Securities | 1,642,980 | 2,022,418 | (379,438) |
| Foreign Stocks | 899 | 1,340 | (440) |
| Foreign Bonds | 822,472 | 826,123 | (3,651) |
| Others | 819,608 | 1,194,955 | (375,346) |
| Subtotal | 2,252,746 | 2,650,335 | (397,588) |
| Total | ¥ 6,387,735 | ¥ 5,920,543 | ¥ 467,191 |

| March 31, 2022 | Millions of U.S. Dollars | | |
|---|--------------------------|------------------|-----------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | \$ 9,340 | \$ 3,810 | \$ 5,530 |
| Bonds | 12,935 | 12,913 | 22 |
| Government Bonds | 8,916 | 8,914 | 2 |
| Local Government Bonds | 26 | 26 | 0 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 3,994 | 3,973 | 20 |
| Other Securities | 5,161 | 4,966 | 195 |
| Foreign Stocks | 32 | 2 | 31 |
| Foreign Bonds | 3,487 | 3,456 | 32 |
| Others | 1,641 | 1,508 | 133 |
| Subtotal | 27,436 | 21,689 | 5,747 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | \$ 542 | \$ 675 | \$ (134) |
| Bonds | 15,432 | 15,564 | (132) |
| Government Bonds | 13,327 | 13,448 | (121) |
| Local Government Bonds | 251 | 253 | (2) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 1,854 | 1,863 | (9) |
| Other Securities | 15,827 | 18,026 | (2,199) |
| Foreign Stocks | 7 | 12 | (5) |
| Foreign Bonds | 9,575 | 9,761 | (186) |
| Others | 6,245 | 8,253 | (2,008) |
| Subtotal | 31,801 | 34,265 | (2,464) |
| Total | \$ 59,237 | \$ 55,954 | \$ 3,283 |

4. Held-to-Maturity Securities Sold during the Fiscal Year

There were no held-to-maturity securities sold for the fiscal years ended March 31, 2022 and 2021.

5. Available-for-Sale Securities Sold during the Fiscal Year

| Year Ended March 31, 2022 | Millions of Yen | | |
|----------------------------|--------------------|------------------|------------------|
| | Amount Sold | Gain | Loss |
| Stocks | ¥ 142,168 | ¥ 91,190 | ¥ 3,243 |
| Bonds | 1,005,440 | 1,397 | 1,609 |
| Government Bonds | 979,797 | 1,282 | 1,541 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 25,643 | 115 | 67 |
| Other Securities | 3,019,509 | 16,772 | 159,290 |
| Foreign Stocks | 675 | 19 | 67 |
| Foreign Bonds | 2,595,705 | 13,353 | 30,964 |
| Others | 423,128 | 3,398 | 128,259 |
| Total | ¥ 4,167,119 | ¥ 109,361 | ¥ 164,143 |

| Year Ended March 31, 2021 | Millions of Yen | | |
|----------------------------|--------------------|------------------|------------------|
| | Amount Sold | Gain | Loss |
| Stocks | ¥ 128,882 | ¥ 94,308 | ¥ 1,075 |
| Bonds | 653,415 | 275 | 1,593 |
| Government Bonds | 644,846 | 221 | 1,593 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 8,568 | 53 | — |
| Other Securities | 2,238,237 | 21,286 | 162,774 |
| Foreign Stocks | 2,003 | 7 | 88 |
| Foreign Bonds | 1,710,775 | 14,542 | 20,794 |
| Others | 525,458 | 6,736 | 141,891 |
| Total | ¥ 3,020,536 | ¥ 115,869 | ¥ 165,443 |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | |
|----------------------------|--------------------------|---------------|-----------------|
| | Amount Sold | Gain | Loss |
| Stocks | \$ 1,162 | \$ 745 | \$ 27 |
| Bonds | 8,216 | 11 | 13 |
| Government Bonds | 8,006 | 10 | 13 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 210 | 1 | 1 |
| Other Securities | 24,673 | 137 | 1,302 |
| Foreign Stocks | 6 | 0 | 1 |
| Foreign Bonds | 21,210 | 109 | 253 |
| Others | 3,457 | 28 | 1,048 |
| Total | \$ 34,051 | \$ 894 | \$ 1,341 |

(Note) The above figures include equity securities with no market prices and investments in partnerships.

6. Securities Reclassified due to the Change of the Holding Purpose

There were no securities reclassified due to the change of the holding purpose during the fiscal years ended March 31, 2022 and 2021.

7. Impairment of Securities

Securities other than equity securities with no market prices, etc. and investments in partnerships, etc., or those deemed to be trading securities, are treated as impaired when their fair values have declined significantly from the acquisition cost and it is deemed unlikely to recover to the acquisition cost. Such securities are recorded at their fair values in the consolidated balance sheet. The difference between the acquisition cost and the fair values is recognized as an impairment loss.

Impairment losses on Stocks recognized during the fiscal

years ended March 31, 2022 and 2021, were ¥446 million (U.S. \$4 million) and ¥289 million, respectively. Impairment losses on Others recognized during the fiscal year ended March 31, 2022 and 2021 were ¥260 million (U.S. \$2 million) and ¥5 million.

The criteria for determining whether the fair values of securities have significantly declined are as follows:

For securities whose issuers are classified as "normal" under the asset self-assessment, a decline of 50% or more in the fair values compared with the acquisition cost; for securities whose issuers are classified as "close-observation borrowers," a decline of 30% or more in the fair values compared with the acquisition cost. In addition, the fair values of some securities are deemed unrecoverable and impairment losses are recognized when their fair values have declined more than 30% but less than 50% from acquisition cost and the fair values have continued to decline over a certain period.

Money Held in Trust

1. Money Held in Trust for Trading Purposes

| | Millions of Yen | |
|--|-----------------|---|
| | Carrying Amount | Valuation Difference Reflected in the Statement of Income |
| Year Ended March 31, 2022 | | |
| Money Held in Trust for Trading Purposes | ¥ 14,913 | ¥ (332) |

| | Millions of Yen | |
|--|-----------------|---|
| | Carrying Amount | Valuation Difference Reflected in the Statement of Income |
| Year Ended March 31, 2021 | | |
| Money Held in Trust for Trading Purposes | ¥ 10,857 | ¥ 3,038 |

| | Millions of U.S. Dollars | |
|--|--------------------------|---|
| | Carrying Amount | Valuation Difference Reflected in the Statement of Income |
| Year Ended March 31, 2022 | | |
| Money Held in Trust for Trading Purposes | \$122 | \$ (3) |

2. Held-to-Maturity Money Held in Trust

There was no held-to-maturity money held in trust for the fiscal years ended March 31, 2022 and 2021.

3. Other Money Held in Trust (other than those held for trading purposes or held-to-maturity)

| March 31, 2022 | Millions of Yen | | | | |
|---------------------------|-----------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| Other Money Held in Trust | ¥ 1,395 | ¥ 989 | ¥ 406 | ¥ 406 | ¥ — |

| March 31, 2021 | Millions of Yen | | | | |
|---------------------------|-----------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| Other Money Held in Trust | ¥ 1,365 | ¥ 985 | ¥ 380 | ¥ 380 | ¥ — |

| March 31, 2022 | Millions of U.S. Dollars | | | | |
|---------------------------|--------------------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| Other Money Held in Trust | \$ 11 | \$ 8 | \$ 3 | \$ 3 | \$ — |

(Note) The amount of "Difference" is net of "Positive Difference" and "Negative Difference."

Valuation Differences on Available-for-Sale Securities

The following table shows components of "Valuation Differences on Available-for-Sale Securities" in the consolidated balance sheet.

| March 31 | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Valuation Differences | | | |
| Available-for-Sale Securities | ¥ 405,138 | ¥ 469,518 | \$ 3,310 |
| Other Money Held in Trust | 406 | 380 | 3 |
| Total Valuation Differences | 405,545 | 469,898 | 3,314 |
| Amount Equivalent to Deferred Tax Assets (Liabilities) | (124,695) | (142,109) | (1,019) |
| Total (Before Adjustment for Non-Controlling Interests and Parent Company's Portions in Available-for-Sale Securities Owned by its Affiliated Companies) | 280,849 | 327,788 | 2,295 |
| Non-Controlling Interests | (244) | (159) | (2) |
| Parent Company's Portions in Available-for-Sale Securities Owned by its Affiliated Companies | (2,987) | 1,800 | (24) |
| Valuation Differences on Available-for-Sale Securities | ¥ 277,617 | ¥ 329,429 | \$ 2,268 |

(Notes)

1) Foreign currency translation adjustments on equity securities with no market prices, etc. denominated in foreign currencies are included in the "Available-for-Sale Securities" under "Valuation Differences."

2) The valuation differences of ¥3,086 million (U.S. \$25 million) and ¥2,288 million on available-for-sale securities composing assets held by associated companies as of March 31, 2022 and 2021, respectively, are included in "Available-for-Sale Securities" under "Valuation Differences."

Derivatives

1. Derivatives Transactions Not Qualifying for Hedge Accounting

Derivatives transactions not qualifying for hedge accounting are grouped by type of underlying transactions. The notional amounts (or the amount equivalent to the principal specified in the contracts), the fair values, and the valuation differences as of the consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

(1) Interest-Related Transactions

Interest-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Interest Futures | | | | | | | | |
| Sold | ¥ 17,325,091 | ¥ 8,676,986 | ¥ 74,776 | ¥ 74,776 | \$ 141,568 | \$ 70,902 | \$ 611 | \$ 611 |
| Purchased | 16,430,494 | 8,676,986 | (73,948) | (73,948) | 134,258 | 70,902 | (604) | (604) |
| Interest Options | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| OTC | | | | | | | | |
| Forward Rate Agreements | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| Interest Rate Swaps | | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | 46,565,435 | 40,034,339 | (274,059) | (274,059) | 380,499 | 327,131 | (2,239) | (2,239) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | 40,152,154 | 35,263,350 | 241,623 | 241,623 | 328,094 | 288,146 | 1,974 | 1,974 |
| Floating Interest Rate Receivable/ Floating Interest Rate Payable | 33,764,109 | 13,413,149 | (6,670) | (6,670) | 275,896 | 109,602 | (55) | (55) |
| Interest Options | | | | | | | | |
| Sold | 9,558,634 | 9,548,395 | (42,455) | (35,522) | 78,106 | 78,023 | (347) | (290) |
| Purchased | 7,006,095 | 6,965,830 | 33,369 | 30,634 | 57,249 | 56,920 | 273 | 250 |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ (47,364) | ¥ (43,167) | | | \$ (387) | \$ (353) |

| | Millions of Yen | | | | | | | |
|--|-----------------|------------|---------------|------------|------------|----------------------|---|-------------|
| | 2021 | | | | | | | |
| | Notional Amount | | | | Fair Value | Valuation Difference | | |
| | Total | | Over One Year | | | | | |
| Listed | | | | | | | | |
| Interest Futures | | | | | | | | |
| Sold | ¥ | 16,259,100 | ¥ | 8,204,867 | ¥ | (12,132) | ¥ | (12,132) |
| Purchased | | 16,382,636 | | 8,740,344 | | 9,956 | | 9,956 |
| Interest Options | | | | | | | | |
| Sold | | 760,290 | | — | | (85) | | (26) |
| Purchased | | 680,474 | | — | | 108 | | 29 |
| OTC | | | | | | | | |
| Forward Rate Agreements | | | | | | | | |
| Sold | ¥ | — | ¥ | — | ¥ | — | ¥ | — |
| Purchased | | — | | — | | — | | — |
| Interest Rate Swaps | | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | 45,212,322 | | 35,442,523 | | 1,042,944 | | 1,042,944 |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | | 37,529,904 | | 30,758,857 | | (1,072,591) | | (1,072,591) |
| Floating Interest Rate Receivable/ Floating Interest Rate Payable | | 23,205,620 | | 19,522,140 | | 474 | | 474 |
| Interest Options | | | | | | | | |
| Sold | | 9,282,788 | | 9,266,363 | | 18,087 | | 27,782 |
| Purchased | | 6,255,661 | | 6,239,584 | | (3,461) | | (7,879) |
| Others | | | | | | | | |
| Sold | | — | | — | | — | | — |
| Purchased | | — | | — | | — | | — |
| Total | | | | | ¥ | (16,697) | ¥ | (11,442) |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(2) Currency-Related Transactions

Currency-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | | | | | Millions of U.S. Dollars | | | | | | | |
|----------------------------|-----------------|---------------|------------|----------------------|-----------------|---------------|------------|----------------------|--------------------------|--------|--------|--------|----------|-----|----------|-----|
| | 2022 | | | | | | | | 2022 | | | | | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference | | | | | | | | |
| | Total | Over One Year | | | Total | Over One Year | | | | | | | | | | |
| Listed | | | | | | | | | | | | | | | | |
| Currency Futures | | | | | | | | | | | | | | | | |
| Sold | ¥ | — | ¥ | — | ¥ | — | ¥ | — | \$ | — | \$ | — | \$ | — | \$ | — |
| Purchased | — | | — | | — | | — | | — | | — | | — | | — | |
| Currency Options | | | | | | | | | | | | | | | | |
| Sold | — | | — | | — | | — | | — | | — | | — | | — | |
| Purchased | — | | — | | — | | — | | — | | — | | — | | — | |
| OTC | | | | | | | | | | | | | | | | |
| Currency Swaps | ¥ | 7,163,682 | ¥ | 6,540,039 | ¥ | 89,974 | ¥ | 89,974 | \$ | 58,536 | \$ | 53,440 | \$ | 735 | \$ | 735 |
| Forward Exchange Contracts | | | | | | | | | | | | | | | | |
| Sold | 15,672,045 | | 1,617,487 | | (576,219) | | (576,219) | | 128,061 | | 13,217 | | (4,708) | | (4,708) | |
| Purchased | 18,844,572 | | 283,636 | | 690,736 | | 690,736 | | 153,984 | | 2,318 | | 5,644 | | 5,644 | |
| Currency Options | | | | | | | | | | | | | | | | |
| Sold | 1,412,814 | | 718,432 | | (75,527) | | (7,637) | | 11,544 | | 5,871 | | (617) | | (62) | |
| Purchased | 1,027,966 | | 558,220 | | 66,483 | | 14,041 | | 8,400 | | 4,561 | | 543 | | 115 | |
| Others | | | | | | | | | | | | | | | | |
| Sold | — | | — | | — | | — | | — | | — | | — | | — | |
| Purchased | — | | — | | — | | — | | — | | — | | — | | — | |
| Total | | | | | ¥ 195,447 | | ¥ 210,895 | | | | | | \$ 1,597 | | \$ 1,723 | |

| | Millions of Yen | | | | | | | |
|----------------------------|-----------------|---------------|------------|----------------------|-----------|-----------|---|---------|
| | 2021 | | Fair Value | Valuation Difference | | | | |
| | Notional Amount | | | | | | | |
| | Total | Over One Year | | | | | | |
| Listed | | | | | | | | |
| Currency Futures | | | | | | | | |
| Sold | ¥ | — | ¥ | — | | | | |
| Purchased | | — | | — | | | | |
| Currency Options | | | | | | | | |
| Sold | | — | | — | | | | |
| Purchased | | — | | — | | | | |
| OTC | | | | | | | | |
| Currency Swaps | ¥ | 7,182,667 | ¥ | 5,771,209 | | | | |
| | | | ¥ | 53,639 | | | | |
| | | | | ¥ | 53,639 | | | |
| Forward Exchange Contracts | | | | | | | | |
| Sold | | 15,332,172 | | 993,767 | (297,505) | (297,505) | | |
| Purchased | | 20,910,556 | | 364,335 | 422,703 | 422,703 | | |
| Currency Options | | | | | | | | |
| Sold | | 1,128,393 | | 676,694 | (50,297) | 6,515 | | |
| Purchased | | 794,918 | | 473,197 | 39,658 | (5,507) | | |
| Others | | | | | | | | |
| Sold | | — | | — | — | — | | |
| Purchased | | — | | — | — | — | | |
| Total | | | | | ¥ | 168,199 | ¥ | 179,845 |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(3) Stock-Related Transactions

Stock-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Stock Index Futures | | | | | | | | |
| Sold | ¥ 74,021 | ¥ — | ¥ (4,650) | ¥ (4,650) | \$ 605 | \$ — | \$ (38) | \$ (38) |
| Purchased | 45,631 | — | 1,918 | 1,918 | 373 | — | 16 | 16 |
| Stock Index Options | | | | | | | | |
| Sold | 14,474 | — | (130) | 29 | 118 | — | (1) | 0 |
| Purchased | 18,081 | — | 166 | (225) | 148 | — | 1 | (2) |
| OTC | | | | | | | | |
| OTC Stock Options | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| OTC Stock Swaps | | | | | | | | |
| Volatility of Stock Price and Other Receivable/ Short-Term Floating Interest Rate Payable | — | — | — | — | — | — | — | — |
| Short-Term Floating Interest Rate Receivable/ Volatility of Stock Price and Other Payable | — | — | — | — | — | — | — | — |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ (2,695) | ¥ (2,927) | | | \$ (22) | \$ (24) |

| | Millions of Yen | | | |
|--|-----------------|---------------|------------|----------------------|
| | 2021 | | Fair Value | Valuation Difference |
| | Notional Amount | | | |
| | Total | Over One Year | | |
| Listed | | | | |
| Stock Index Futures | | | | |
| Sold | ¥ 182,001 | ¥ — | ¥ (1,850) | ¥ (1,850) |
| Purchased | 123,854 | — | 1,903 | 1,903 |
| Stock Index Options | | | | |
| Sold | 67,159 | — | (806) | (87) |
| Purchased | 108,307 | — | 339 | (284) |
| OTC | | | | |
| OTC Stock Options | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — |
| Purchased | — | — | — | — |
| OTC Stock Swaps | | | | |
| Volatility of Stock Price and Other Receivable/ Short-Term Floating Interest Rate Payable | — | — | — | — |
| Short-Term Floating Interest Rate Receivable/ Volatility of Stock Price and Other Payable | — | — | — | — |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (412) | ¥ (318) |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(4) Bond-Related Transactions

Bond-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|------------------------|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Bond Futures | | | | | | | | |
| Sold | ¥ 1,058,961 | ¥ — | ¥ 18,999 | ¥ 18,999 | \$ 8,653 | \$ — | \$ 155 | \$ 155 |
| Purchased | 902,988 | — | (12,922) | (12,922) | 7,379 | — | (106) | (106) |
| Bond Future Options | | | | | | | | |
| Sold | 23,507 | — | (159) | (42) | 192 | — | (1) | (0) |
| Purchased | 26,654 | — | 339 | 154 | 218 | — | 3 | 1 |
| OTC | | | | | | | | |
| Bond Forward Contracts | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| Bond Options | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | 994 | 994 | 47 | 15 | 8 | 8 | 0 | 0 |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ 6,303 | ¥ 6,204 | | | \$ 52 | \$ 51 |

| | Millions of Yen | | | |
|------------------------|-----------------|------------------|---------------|-------------------------|
| | 2021 | | | Valuation Difference |
| | Notional Amount | | Fair Value | |
| | Total | Over One Year | | |
| Listed | | | | |
| Bond Futures | | | | |
| Sold | ¥ 1,710,794 | ¥ — | ¥ 25,127 | ¥ 25,127 |
| Purchased | 1,668,659 | — | (23,317) | (23,317) |
| Bond Future Options | | | | |
| Sold | 711,176 | — | (3,295) | 75 |
| Purchased | 347,961 | — | 1,072 | (198) |
| OTC | | | | |
| Bond Forward Contracts | | | | |
| Sold | ¥ 44,260 | ¥ — | ¥ 230 | ¥ 230 |
| Purchased | 55,657 | — | (177) | (177) |
| Bond Options | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (359) | ¥ 1,738 |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(5) Commodity-Related Transactions

There were no commodity-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021.

(6) Credit Derivatives Transactions

Credit derivatives transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|----------------------|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| OTC | | | | | | | | |
| Credit Default Swaps | | | | | | | | |
| Sold | ¥ 29,000 | ¥ 18,000 | ¥ 611 | ¥ 611 | \$ 237 | \$ 147 | \$ 5 | \$ 5 |
| Purchased | 66,392 | 55,392 | (2,930) | (2,930) | 543 | 453 | (24) | (24) |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥(2,319) | ¥(2,319) | | | \$ (19) | \$ (19) |

| | Millions of Yen | | | |
|----------------------|-----------------|---------------|------------|----------------------|
| | 2021 | | | |
| | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | |
| OTC | | | | |
| Credit Default Swaps | | | | |
| Sold | ¥ 40,500 | ¥ 29,000 | ¥ 903 | ¥ 903 |
| Purchased | 46,032 | 34,532 | (1,373) | (1,373) |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (469) | ¥ (469) |

(Notes)

1) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

2) "Sold" represents transactions under which the credit risk has been assumed, and "Purchased" represents transactions under which the credit risk has been transferred to another party.

2. Derivatives Transactions Qualifying for Hedge Accounting

Derivatives transactions qualifying for hedge accounting are grouped by type of underlying transactions. The notional amounts (or the amount equivalent to the principal specified in the contracts) and the fair values as of the consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

(1) Interest-Related Transactions

Interest-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Major Hedged Item | Millions of Yen | | | Millions of U.S. Dollars | | |
|---|---|-----------------|---------------|------------|--------------------------|---------------|------------|
| | | 2022 | | | 2022 | | |
| | | Notional Amount | | Fair Value | Notional Amount | | Fair Value |
| | | Total | Over One Year | | Total | Over One Year | |
| Deferral Method | | | | | | | |
| Interest Rate Swaps | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | ¥ 1,150,748 | ¥ 1,118,912 | ¥ (53,298) | \$ 9,403 | \$ 9,143 | \$ (436) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | Financial Assets/ Liabilities such as Loans and Bills Discounted, Available-for-Sale Securities (Bonds), Deposits, and Bonds Payable | 1,779,306 | 1,351,050 | 18,674 | 14,539 | 11,040 | 153 |
| Interest Futures | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Interest Options | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Others | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Exceptional Treatment for Interest Rate Swaps | | | | | | | |
| Interest Rate Swaps | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | ¥ — | ¥ — | | \$ — | \$ — | |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | | — | — | | — | — | |
| Total | | | | ¥ (34,624) | | | \$ (283) |

| | Major Hedged Item | Millions of Yen | | |
|---|---|-----------------|-----------|------------|
| | | 2021 | | |
| | | Notional Amount | | Fair Value |
| Total | Over One Year | | | |
| Deferral Method | | | | |
| Interest Rate Swaps | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | ¥ 712,507 | ¥ 652,507 | ¥ (2,402) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | Financial Assets/ Liabilities such as Loans and Bills Discounted, Available-for-Sale Securities (Bonds), Deposits, and Bonds Payable | 1,566,967 | 1,414,632 | (34,735) |
| Interest Futures | | | | |
| Sold | | — | — | — |
| Purchased | | — | — | — |
| Interest Options | | | | |
| Sold | | — | — | — |
| Purchased | | — | — | — |
| Others | | | | |
| Sold | | — | — | — |
| Purchased | | — | — | — |
| Exceptional Treatment for Interest Rate Swaps | | | | |
| Interest Rate Swaps | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | ¥ — | ¥ — | |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | | — | — | |
| Total | | | | |
| | | | | ¥ (37,137) |

(Note) Deferred hedge accounting stipulated in Guidance No.24 is applied, in principle.

(2) Currency-Related Transactions

Currency-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| Major Hedged Item | | Millions of Yen | | | Millions of U.S. Dollars | | |
|---|---|-----------------|---------------|-------------|--------------------------|---------------|------------|
| | | 2022 | | | 2022 | | |
| | | Notional Amount | | Fair Value | Notional Amount | | Fair Value |
| | | Total | Over One Year | | Total | Over One Year | |
| Deferral Method | | | | | | | |
| Currency Swaps | | ¥ 2,212,027 | ¥ 896,828 | ¥ (135,622) | \$ 18,075 | \$ 7,328 | \$ (1,108) |
| Forward Exchange Contracts | | | | | | | |
| Sold | Loans and Bills Discounted and Securities Denominated in Foreign Currencies | 25,661 | — | (849) | 210 | — | (7) |
| Purchased | | 91,480 | — | 1,293 | 748 | — | 11 |
| Others | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Method of Including Foreign Currency Translation Adjustments Arising from the Hedging Instruments in “Foreign Currency Translation Adjustments” | | | | | | | |
| Forward Exchange Contracts | Investment in the Shares of Subsidiaries and Affiliated Companies | | | | | | |
| Sold | | ¥ 102,904 | ¥ — | ¥ (4,990) | \$ 841 | \$ — | \$ (41) |
| Purchased | | — | — | — | — | — | — |
| Total | | | | ¥ (140,169) | | | \$ (1,145) |

| Major Hedged Item | | Millions of Yen | | |
|---|--|-----------------|---------------|------------|
| | | 2021 | | Fair Value |
| | | Notional Amount | | |
| | | Total | Over One Year | |
| Deferral Method | | | | |
| Currency Swaps | | ¥ 2,489,799 | ¥ 1,109,499 | ¥ (89,194) |
| Forward Exchange Contracts | | | | |
| Sold | Loans and Bills Discounted | 19,071 | — | (695) |
| Purchased | and Securities Denominated | 87,050 | — | 2,816 |
| Others | | | | |
| Sold | in Foreign Currencies | — | — | — |
| Purchased | | — | — | — |
| Method of Including Foreign Currency Translation Adjustments Arising from the Hedging Instruments in “Foreign Currency Translation Adjustments” | | | | |
| Forward Exchange Contracts | | | | |
| Sold | Investment in the Shares of Subsidiaries and | ¥ 96,624 | ¥ — | ¥ (2,452) |
| Purchased | Affiliated Companies | — | — | — |
| Total | | | | ¥ (89,526) |

(Note) Deferred hedge accounting stipulated in Guidance No.25 is applied, in principle.

(3) Stock-Related Transactions

There were no stock-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021.

(4) Bond-Related Transactions

There were no bond-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021.

Retirement and Pension Plans

1. Outline of the Retirement Benefit Plans Adopted by SuMi TRUST Holdings

SuMi TRUST Bank, a consolidated subsidiary of SuMi TRUST Holdings, has defined benefit plans (a corporate pension fund plan and a lump-sum retirement benefit plan). Additionally, a lump-sum retirement benefit plan is offered to contract employees according to internal rules. SuMi TRUST Bank also has a defined contribution pension plan and may provide extra retirement payments to retiring employees in some cases. SuMi TRUST Bank sets up employee retirement benefit trusts as part of its pension plan assets.

SuMi TRUST Bank partially revised defined benefit corporate pension plans in April 2021.

Other consolidated subsidiaries have lump-sum retirement benefit plans, defined benefit corporate pension plans and defined contribution pension plans. Some consolidated subsidiaries also participate in multiple employer pension plan.

Some consolidated subsidiaries adopt the computational shortcut method in calculating liabilities for retirement benefits and retirement benefit expenses for their defined benefit corporate pension plans and lump-sum retirement benefit plans.

2. Defined Benefit Plans

(1) Reconciliation of Retirement Benefit Obligations

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Retirement Benefit Obligations (opening balance) | ¥ 431,223 | ¥ 462,975 | \$ 3,524 |
| Service Cost-Benefits Earned during the Fiscal Year | 10,880 | 12,813 | 89 |
| Interest Cost on Projected Benefit Obligations | 2,307 | 2,278 | 19 |
| Actuarial Gains and Losses that Arose during the Fiscal Year | 3,522 | 8,992 | 29 |
| Retirement Benefits Paid | (18,365) | (18,102) | (150) |
| Past Service Cost that Arose during the Fiscal Year | — | (37,734) | — |
| Other (Note) | (5,685) | — | (46) |
| Retirement Benefit Obligations (closing balance) | ¥ 423,883 | ¥ 431,223 | \$ 3,464 |

(Note) "Other" recognized in the current fiscal year is the reversal due to the termination of the defined benefit plans for one of the consolidated subsidiaries.

(2) Reconciliation of Plan Assets

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Plan Assets (opening balance) | ¥ 648,636 | ¥ 536,026 | \$ 5,300 |
| Expected Return on Plan Assets | 22,608 | 24,766 | 185 |
| Actuarial Gains and Losses that Arose during the Fiscal Year | (52,299) | 90,226 | (427) |
| Contributions by the Employer | 4,936 | 13,797 | 40 |
| Retirement Benefits Paid | (16,020) | (16,181) | (131) |
| Other (Note) | (5,307) | — | (43) |
| Plan Assets (closing balance) | ¥ 602,553 | ¥ 648,636 | \$ 4,924 |

(Note) "Other" recognized in the current fiscal year is the reversal due to the termination of the defined benefit plans for one of the consolidated subsidiaries.

(3) Reconciliation between Closing Balances of Retirement Benefit Obligations and Plan Assets, and Liabilities and Assets for Retirement Benefits Recorded in the Consolidated Balance Sheet

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Retirement Benefit Obligations of Retirement Benefit Plans with Plan Assets | ¥ 410,330 | ¥ 417,978 | \$ 3,353 |
| Plan Assets | (602,553) | (648,636) | (4,924) |
| | (192,223) | (230,657) | (1,571) |
| Retirement Benefit Obligations of Retirement Benefit Plans without Plan Assets | 13,553 | 13,245 | 111 |
| Net of Liabilities and Assets Recorded in the Consolidated Balance Sheet | ¥ (178,669) | ¥ (217,412) | \$ (1,460) |

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Liabilities for Retirement Benefits | ¥ 13,553 | ¥ 13,752 | \$ 111 |
| Assets for Retirement Benefits | (192,223) | (231,165) | (1,571) |
| Net of Liabilities and Assets Recorded in the Consolidated Balance Sheet | ¥ (178,669) | ¥ (217,412) | \$ (1,460) |

(4) Breakdown of Retirement Benefit Expenses

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Service Cost-Benefits Earned during the Fiscal Year | ¥ 10,880 | ¥ 12,813 | \$ 89 |
| Interest Cost on Projected Benefit Obligations | 2,307 | 2,278 | 19 |
| Expected Return on Plan Assets | (22,608) | (24,766) | (185) |
| Amortization of Actuarial Differences | 479 | 11,577 | 4 |
| Amortization of Past Service Cost (Note) | (65) | (37,632) | (1) |
| Other | 378 | 455 | 3 |
| Retirement Benefit Expenses for Defined Benefit Obligations | ¥ (8,627) | ¥ (35,273) | \$ (71) |

(Note) ¥37,580 million of amortization of past service cost is recognized as extraordinary income for the fiscal year ended March 31, 2021.

(5) Remeasurements of Defined Benefit Plans

The breakdown of remeasurements of defined benefit plans (before tax effects) is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|-----------------------|-------------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Past Service Cost | ¥ (65) | ¥ 101 | \$ (1) |
| Actuarial Differences | (55,342) | 92,811 | (452) |
| Total | ¥ (55,407) | ¥ 92,912 | \$ (453) |

(6) Accumulated Remeasurements of Defined Benefit Plans

The breakdown of accumulated remeasurements of defined benefit plans (before tax effects) is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------------|-----------------|----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Unrecognized Past Service Cost | ¥ (102) | ¥ (295) | \$ (1) |
| Unrecognized Actuarial Differences | 61,569 | 6,065 | 503 |
| Total | ¥ 61,466 | ¥ 5,770 | \$ 502 |

(7) Plan Assets

1) The asset categories and proportion of the total plan asset are as follows:

| | Proportion (%) | |
|-------------------------|----------------|------------|
| | 2022 | 2021 |
| Debt Securities | 25 | 24 |
| Equity Securities | 59 | 61 |
| Cash and Due from Banks | 4 | 3 |
| Other | 12 | 12 |
| Total | 100 | 100 |

(Note) The total plan asset includes the retirement benefit trusts set up for a corporate pension plan and a lump-sum retirement benefit plan. They account for 55% and 59% of the total plan asset for the fiscal years ended March 31, 2022 and 2021, respectively.

2) Expected long-term rate of return on plan assets

In order to determine the expected long-term rate of return on plan assets, SuMi TRUST Holdings considers the current and projected plan asset allocation, as well as the current and expected long-term rate of return on assets composing plan assets.

(8) Assumptions Used

Major assumptions used in actuarial calculation for the fiscal years ended March 31, 2022 and 2021, are as follows:

| | 2022 | 2021 |
|--|-------------|-------------|
| Discount Rate | Mainly 0.5% | Mainly 0.5% |
| Expected Long-Term Rate of Return on Plan Assets | 3.5% | 4.6% |

3. Defined Contribution Pension Plans

Contributions by SuMi TRUST Holdings and its consolidated subsidiaries to the defined contribution pension plans were ¥2,379 million (U.S. \$19 million) and ¥2,242 million for the years ended March 31, 2022 and 2021, respectively.

Stock Option Plans

1. Expenses Recorded in Connection with Stock Options during the Fiscal Years Ended March 31, 2022 and 2021

(1) SuMi TRUST Holdings

There were no relevant items.

(2) Nikko Asset Management Co., Ltd. (consolidated subsidiary)

There were no relevant items.

2. Description of Stock Options

(1) SuMi TRUST Holdings

The following tables show stock options effective as of March 31, 2022. The number of stock options represents the number of shares after converting into equivalent shares, taking into account the consolidation of shares at a ratio of ten existing shares into one share effected on October 1, 2016.

1) Description of Stock Options

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 1 Subscription Rights to Shares | SuMi TRUST Holdings Series 2 Subscription Rights to Shares |
|---|--|---|
| Number of Eligible Persons and their Position | Directors and officers of SuMi TRUST Holdings: 22 Directors and officers of The Chuo Mitsui Trust and Banking Company, Limited: 19 Directors and officers of The Chuo Mitsui Asset Trust and Banking Company, Limited: 7 Directors and officers of The Sumitomo Trust and Banking Co., Ltd.: 24 Total: 72 | Directors and officers of SuMi TRUST Holdings: 22 Directors and officers of SuMi TRUST Bank: 44 Total: 66 |
| Number of Stock Options Granted by Class of Share | Common stock: 28,600 shares | Common stock: 26,000 shares |
| Grant Date | July 26, 2011 | July 18, 2012 |
| Vesting Conditions | 1) A holder of the subscription rights to shares must be a director or officer of SuMi TRUST Holdings or its subsidiaries when exercising the rights, unless the holder is no longer in such a position because he or she has retired at the end of his or her term or for some other valid reason. 2) If a holder of subscription rights to shares is deceased and the entirety of the subscription rights to shares is inherited by a single legal heir ("inheritor of the rights"), the subscription rights to shares may be exercised by the inheritor of the rights. If the inheritor of the rights is deceased, heirs of the inheritor of the rights may not inherit the subscription rights to shares. | Same as on the left |
| Eligible Service Period | From July 26, 2011, to July 25, 2013 | From July 18, 2012, to July 17, 2014 |
| Exercise Period | From July 26, 2013, to July 25, 2021 | From July 18, 2014, to July 17, 2022 |

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 3 Subscription Rights to Shares | SuMi TRUST Holdings Series 4 Subscription Rights to Shares |
|---|--|---|
| Number of Eligible Persons and their Position | Directors and officers of SuMi TRUST Holdings: 22 Directors and officers of SuMi TRUST Bank: 38 Total: 60 | Directors and officers of SuMi TRUST Holdings: 23 Directors and officers of SuMi TRUST Bank: 40 Total: 63 |
| Number of Stock Options Granted by Class of Share | Common stock: 39,800 shares | Common stock: 40,400 shares |
| Grant Date | July 19, 2013 | August 1, 2014 |
| Vesting Conditions | 1) A holder of the subscription rights to shares must be a director or officer of SuMi TRUST Holdings or its subsidiaries when exercising the rights, unless the holder is no longer in such a position because he or she has retired at the end of his or her term or for some other valid reason. 2) If a holder of subscription rights to shares is deceased and the entirety of the subscription rights to shares is inherited by a single legal heir ("inheritor of the rights"), the subscription rights to shares may be exercised by the inheritor of the rights. If the inheritor of the rights is deceased, heirs of the inheritor of the rights may not inherit the subscription rights to shares. | 1) A holder of the subscription rights to shares may exercise the rights the following day or onwards when the holder is no longer in a position of a director or officer of SuMi TRUST Holdings or SuMi TRUST Bank. 2) If a holder of subscription rights to shares is deceased and the entirety of the subscription rights to shares is inherited by a single legal heir ("inheritor of the rights"), the subscription rights to shares may be exercised by the inheritor of the rights. If the inheritor of the rights is deceased, heirs of the inheritor of the rights may not inherit the subscription rights to shares. |
| Eligible Service Period | From July 19, 2013, to July 18, 2015 | Not specified |
| Exercise Period | From July 19, 2015, to July 18, 2023 | From August 31, 2014, to July 31, 2044 |

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 5 Subscription Rights to Shares | SuMi TRUST Holdings Series 6 Subscription Rights to Shares |
|---|---|---|
| Number of Eligible Persons and their Position | Directors and officers of SuMi TRUST Holdings: 19 Directors and officers of SuMi TRUST Bank: 44 Total: 63 | Directors and officers of SuMi TRUST Holdings: 21 Directors and officers of SuMi TRUST Bank: 42 Total: 63 |
| Number of Stock Options Granted by Class of Share | Common stock: 32,700 shares | Common stock: 51,000 shares |
| Grant Date | July 31, 2015 | July 29, 2016 |
| Vesting Conditions | 1) A holder of the subscription rights to shares may exercise the rights the following day or onwards when the holder is no longer in a position of a director or officer of SuMi TRUST Holdings or SuMi TRUST Bank. 2) If a holder of subscription rights to shares is deceased and the entirety of the subscription rights to shares is inherited by a single legal heir ("inheritor of the rights"), the subscription rights to shares may be exercised by the inheritor of the rights. If the inheritor of the rights is deceased, heirs of the inheritor of the rights may not inherit the subscription rights to shares. | Same as on the left |
| Eligible Service Period | Not specified | Same as on the left |
| Exercise Period | From August 31, 2015, to July 30, 2045 | From August 31, 2016, to July 28, 2046 |

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 7 Subscription Rights to Shares | SuMi TRUST Holdings Series 8 Subscription Rights to Shares |
|---|---|---|
| Number of Eligible Persons and their Position | Directors and officers of SuMi TRUST Holdings: 26 Directors and officers of SuMi TRUST Bank: 41 Total: 67 | Directors and officers of SuMi TRUST Holdings: 30 Directors and officers of SuMi TRUST Bank: 40 Total: 70 |
| Number of Stock Options Granted by Class of Share | Common stock: 61,300 shares | Common stock: 69,000 shares |
| Grant Date | July 28, 2017 | September 3, 2018 |
| Vesting Conditions | 1) A holder of the subscription rights to shares may exercise the rights the following day or onwards when the holder is no longer in a position of a director or officer of SuMi TRUST Holdings or SuMi TRUST Bank. 2) If a holder of subscription rights to shares is deceased and the entirety of the subscription rights to shares is inherited by a single legal heir ("inheritor of the rights"), the subscription rights to shares may be exercised by the inheritor of the rights. If the inheritor of the rights is deceased, heirs of the inheritor of the rights may not inherit the subscription rights to shares. | Same as on the left |
| Eligible Service Period | Not specified | Same as on the left |
| Exercise Period | From August 21, 2017, to July 27, 2047 | From September 30, 2018, to September 2, 2048 |

2) Volume and Changes in Stock Options

i) Number of stock options

| Year Ended March 31, 2022 | Shares | | | |
|-------------------------------------|---|---|---|---|
| | SuMi TRUST Holdings Series 1 Subscription Rights to Shares | SuMi TRUST Holdings Series 2 Subscription Rights to Shares | SuMi TRUST Holdings Series 3 Subscription Rights to Shares | SuMi TRUST Holdings Series 4 Subscription Rights to Shares |
| Unvested Stock Options | | | | |
| At the Beginning of the Fiscal Year | — | — | — | — |
| Granted | — | — | — | — |
| Forfeited | — | — | — | — |
| Vested | — | — | — | — |
| At the End of the Fiscal Year | — | — | — | — |
| Vested Stock Options | | | | |
| At the Beginning of Fiscal Year | 20,000 | 19,300 | 39,300 | 32,200 |
| Vested | — | — | — | — |
| Exercised | — | 400 | — | 2,000 |
| Forfeited | 20,000 | — | — | — |
| At the End of the Fiscal Year | — | 18,900 | 39,300 | 30,200 |

| Year Ended March 31, 2022 | Shares | | | |
|-------------------------------------|---|---|---|---|
| | SuMi TRUST Holdings Series 5 Subscription Rights to Shares | SuMi TRUST Holdings Series 6 Subscription Rights to Shares | SuMi TRUST Holdings Series 7 Subscription Rights to Shares | SuMi TRUST Holdings Series 8 Subscription Rights to Shares |
| Unvested Stock Options | | | | |
| At the Beginning of the Fiscal Year | — | — | — | — |
| Granted | — | — | — | — |
| Forfeited | — | — | — | — |
| Vested | — | — | — | — |
| At the End of the Fiscal Year | — | — | — | — |
| Vested Stock Options | | | | |
| At the Beginning of Fiscal Year | 29,000 | 46,400 | 58,300 | 66,300 |
| Vested | — | — | — | — |
| Exercised | 900 | 600 | 700 | — |
| Forfeited | — | — | — | — |
| At the End of the Fiscal Year | 28,100 | 45,800 | 57,600 | 66,300 |

ii) Unit price information

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 1 Subscription Rights to Shares | SuMi TRUST Holdings Series 2 Subscription Rights to Shares | SuMi TRUST Holdings Series 3 Subscription Rights to Shares | SuMi TRUST Holdings Series 4 Subscription Rights to Shares |
|--|---|---|---|---|
| Exercise Price (yen) | 4,000 | 4,000 | 5,190 | 1 |
| Average Stock Price when Exercised (yen) | — | 3,963 | — | 3,917 |
| Fair Unit Value on the Grant Date (yen) | 620 | 340 | 1,460 | 4,240 |

| Year Ended March 31, 2022 | SuMi TRUST Holdings Series 5 Subscription Rights to Shares | SuMi TRUST Holdings Series 6 Subscription Rights to Shares | SuMi TRUST Holdings Series 7 Subscription Rights to Shares | SuMi TRUST Holdings Series 8 Subscription Rights to Shares |
|--|---|---|---|---|
| Exercise Price (yen) | 1 | 1 | 1 | 1 |
| Average Stock Price when Exercised (yen) | 3,654 | 3,641 | 4,312 | — |
| Fair Unit Value on the Grant Date (yen) | 5,447 | 3,246 | 3,870 | 4,183 |

(2) Nikko Asset Management Co., Ltd. (consolidated subsidiary)

The following tables show stock options effective as of March 31, 2022. The number of stock options represents the number of shares after converting into equivalent shares.

1) Description of Stock Options

| Year Ended March 31, 2022 | Resolution during the Fiscal Year 2011 | Resolution during the Fiscal Year 2016 |
|---|---|--|
| Number of Eligible Persons and their Position | Directors and employees of Nikko Asset Management Co., Ltd. and its subsidiaries and affiliated companies: 186 | Directors and employees of Nikko Asset Management Co., Ltd. and its subsidiaries and affiliated companies: 16 |
| Number of Stock Options Granted by Class of Share | Common stock: 6,101,700 shares | Common stock: 4,437,000 shares |
| Grant Date | October 7, 2011 | July 15, 2016 |
| Vesting Conditions | The recipient must, in principle, be a director or an employee of Nikko Asset Management Co., Ltd., as of October 7, 2013 ("First Exercisable Date"); on the date immediately after which one full year has passed since the First Exercisable Date; and on the date immediately after which two full years have passed since the First Exercisable Date. In those periods, one half, one fourth and one fourth of the options held by the recipient will be vested, respectively. Nikko Asset Management Co., Ltd., must have implemented the IPO at the time of the exercise of any of these options. | The recipient must, in principle, be a director or an employee of Nikko Asset Management Co., Ltd., as of July 15, 2018 ("First Exercisable Date"); on the date immediately after which one full year has passed since the First Exercisable Date; and on the date immediately after which two full years have passed since the First Exercisable Date. In those periods, one third, one third and one third of the options held by the recipient will be vested, respectively. Nikko Asset Management Co., Ltd., must have implemented the IPO at the time of the exercise of any of these options. |
| Eligible Service Period | From the grant date until two full years have passed since the First Exercisable Date | From the grant date until two full years have passed since the First Exercisable Date |
| Exercise Period | From October 7, 2013 to October 6, 2021 | From July 15, 2018 to July 31, 2026 |

| | Resolution during the Fiscal Year 2016 | Resolution during the Fiscal Year 2017 |
|---|---|---|
| Number of Eligible Persons and their Position | Directors and employees of Nikko Asset Management Co., Ltd. and its subsidiaries and affiliated companies: 31 | Directors and employees of Nikko Asset Management Co., Ltd. and its subsidiaries and affiliated companies: 36 |
| Number of Stock Options Granted by Class of Share | Common stock: 4,409,000 shares | Common stock: 4,422,000 shares |
| Grant Date | April 27, 2017 | April 27, 2018 |
| Vesting Conditions | The recipient must, in principle, be a director or an employee of Nikko Asset Management Co., Ltd., as of April 27, 2019 ("First Exercisable Date"); on the date immediately after which one full year has passed since the First Exercisable Date; and on the date immediately after which two full years have passed since the First Exercisable Date. In those periods, one third, one third and one third of the options held by the recipient will be vested, respectively. Nikko Asset Management Co., Ltd., must have implemented the IPO at the time of the exercise of any of these options. | The recipient must, in principle, be a director or an employee of Nikko Asset Management Co., Ltd., as of April 27, 2020 ("First Exercisable Date"); on the date immediately after which one full year has passed since the First Exercisable Date; and on the date immediately after which two full years have passed since the First Exercisable Date. In those periods, one third, one third and one third of the options held by the recipient will be vested, respectively. Nikko Asset Management Co., Ltd., must have implemented the IPO at the time of the exercise of any of these options. |
| Eligible Service Period | From the grant date until two full years have passed since the First Exercisable Date | From the grant date until two full years have passed since the First Exercisable Date |
| Exercise Period | From April 27, 2019 to April 30, 2027 | From April 27, 2020 to April 30, 2028 |

2) Volume and Changes in Stock Options

i) Number of stock options

| Year Ended March 31, 2022 | Shares | |
|-------------------------------------|------------------------------------|------------------------------------|
| | Resolution during Fiscal Year 2011 | Resolution during Fiscal Year 2016 |
| Grant Date | October 7, 2011 | July 15, 2016 |
| Unvested Stock Options | | |
| At the Beginning of the Fiscal Year | 432,300 | 1,016,000 |
| Granted | — | — |
| Forfeited | 432,300 | 928,000 |
| Vested | — | — |
| At the End of the Fiscal Year | — | 88,000 |
| Vested Stock Options | | |
| At the Beginning of the Fiscal Year | — | — |
| Vested | — | — |
| Exercised | — | — |
| Forfeited | — | — |
| At the End of the Fiscal Year | — | — |

| | Shares | |
|-------------------------------------|------------------------------------|------------------------------------|
| | Resolution during Fiscal Year 2016 | Resolution during Fiscal Year 2017 |
| Grant Date | April 27, 2017 | April 27, 2018 |
| Unvested Stock Options | | |
| At the Beginning of the Fiscal Year | 1,772,000 | 2,607,000 |
| Granted | — | — |
| Forfeited | 956,000 | 1,071,000 |
| Vested | — | — |
| At the End of the Fiscal Year | 816,000 | 1,536,000 |
| Vested Stock Options | | |
| At the Beginning of the Fiscal Year | — | — |
| Vested | — | — |
| Exercised | — | — |
| Forfeited | — | — |
| At the End of the Fiscal Year | — | — |

ii) Unit price information

| Year Ended March 31, 2022 | Resolution during Fiscal Year 2011 | Resolution during Fiscal Year 2016 |
|---------------------------------------|------------------------------------|------------------------------------|
| Grant Date | October 7, 2011 | July 15, 2016 |
| Exercise Price | ¥ 737 (Note3) | ¥ 558 |
| Fair Price on the Grant Date (Note 1) | 0 | 0 |

| | Resolution during Fiscal Year 2016 | Resolution during Fiscal Year 2017 |
|---------------------------------------|------------------------------------|------------------------------------|
| Grant Date | April 27, 2017 | April 27, 2018 |
| Exercise Price | ¥ 553 | ¥ 694 |
| Fair Price on the Grant Date (Note 1) | 0 | 0 |

(Notes)

1) In lieu of fair value per share, the fair price refers to an estimate of each option's intrinsic value (the difference between the fair value of the share calculated by the comparable transaction price method and the exercise price).

2) The total amount of intrinsic value of the options was ¥1,222 million (U.S. \$10 million) as of March 31, 2022.

3) If the IPO price is set as any amount exceeding ¥737 (U.S. \$6), the Exercise Price shall be adjusted to an amount equal to the IPO Price on the IPO Date (the Exercise Price shall be adjusted to reflect appropriately the nature of any split or consolidation of shares after the Allotment Date, if any).

3. Method for Estimating a Fair Unit Price for Stock Options

There were no subscription rights granted in the fiscal year ended March 31, 2022.

4. Method for Estimating the Number of Vested Stock Options

SuMi TRUST Holdings has adopted a method to reflect only the number of stock options that have been actually forfeited, because it is difficult to reasonably estimate the number that will be forfeited in the future.

Income Taxes

1. Breakdown of Major Factors Giving Rise to Deferred Tax Assets and Liabilities

| Year Ended March 31 | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Deferred Tax Assets: | | | |
| Impairment of Securities | ¥ 18,094 | ¥ 19,095 | \$ 148 |
| Allowance for Loan Losses (Including Direct Write-Offs of Loans with Guarantees or Collateral) | 55,080 | 46,756 | 450 |
| Deferred Gains (Losses) on Hedges | 18,366 | 18,469 | 150 |
| Remeasurements of Defined Benefit Plans | 18,945 | 2,196 | 155 |
| Valuation Difference Due to Share Exchange | 4,432 | 4,416 | 36 |
| Other | 72,892 | 71,042 | 596 |
| Subtotal | 187,810 | 161,975 | 1,535 |
| Valuation Allowance | (20,900) | (23,639) | (171) |
| Deferred Tax Assets | ¥ 166,909 | ¥ 138,336 | \$ 1,364 |
| Deferred Tax Liabilities: | | | |
| Retirement Benefits | ¥ (46,430) | ¥ (39,229) | \$ (379) |
| Valuation Difference on Available-for-Sale Securities | (131,370) | (150,201) | (1,073) |
| Valuation Difference Due to Share Exchange | (5,752) | (5,752) | (47) |
| Other | (11,823) | (10,287) | (97) |
| Deferred Tax Liabilities | ¥ (195,377) | ¥ (205,471) | \$ (1,596) |
| Net Deferred Tax Assets (Liabilities) | ¥ (28,467) | ¥ (67,134) | \$ (233) |

2. Breakdown of Major Causes of Significant Differences Arising Between the Statutory Tax Rate and the Effective Tax Rate after Application of Tax Effect Accounting for Companies Submitting the Consolidated Financial Statements

| Year Ended March 31 | 2022 | 2021 |
|---|---------------|---------------|
| Effective Statutory Tax Rate | 30.62% | 30.62% |
| Adjustments: | | |
| Changes in Valuation Allowance | (1.20) | (0.35) |
| Amortization of Goodwill | 1.06 | 1.19 |
| Share of Profit of Equity-Method Affiliated Companies | (2.09) | (1.79) |
| Permanent Differences (e.g., Cash Dividends Received) | (0.75) | (0.83) |
| Others | (2.31) | (0.81) |
| Effective Income Tax Rate | 25.33% | 28.03% |

Revenue Recognition

1. Information Related to Disaggregation of Revenue from Contracts with Customers for the Current Fiscal Year Ended March 31, 2022

| Year Ended March 31, 2022 | Millions of Yen | | | | | | | | | | |
|--------------------------------------|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|---------------------------|----------------|------------|-----------|---|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Others | Total | Income other than those disaggregated revenue | Total |
| Trust Fees | ¥ 6,738 | ¥ 16,960 | ¥ — | ¥ 3,513 | ¥ 83,326 | ¥ — | ¥ — | ¥ — | ¥ 110,539 | ¥ — | ¥ 110,539 |
| Fees and Commissions | 81,401 | 11,016 | 48,896 | 60,159 | 36,758 | 172,384 | 343 | (41,834) | 369,124 | 75,530 | 444,655 |
| Income from Contracts with Customers | ¥ 88,140 | ¥ 27,977 | ¥ 48,896 | ¥ 63,672 | ¥ 120,084 | ¥ 172,384 | ¥ 343 | ¥ (41,834) | ¥ 479,664 | | |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | | | | | | | | | |
|--------------------------------------|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|---------------------------|----------------|----------|----------|---|--------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Others | Total | Income other than those disaggregated revenue | Total |
| Trust Fees | \$ 55 | \$ 139 | \$ — | \$ 29 | \$ 681 | \$ — | \$ — | \$ — | \$ 903 | \$ — | \$ 903 |
| Fees and Commissions | 665 | 90 | 400 | 492 | 300 | 1,409 | 3 | (342) | 3,016 | 617 | 3,633 |
| Income from Contracts with Customers | \$ 720 | \$ 229 | \$ 400 | \$ 520 | \$ 981 | \$ 1,409 | \$ 3 | \$ (342) | \$ 3,919 | | |

(Note) "Others" includes elimination of internal transactions.

2. Information Related to Contract Balance

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|---------------|--------------------------|
| | March 31, 2022 | April 1, 2021 | March 31, 2022 |
| Receivables from Contracts with Customers | ¥ 107,494 | ¥ 100,863 | \$ 878 |
| Contract Liabilities | 1,772 | 1,446 | 14 |

Receivables from contracts with customers and contract liabilities are included in "Other Assets" and "Other Liabilities," respectively, in the consolidated balance sheets. Contract liabilities retained at the beginning of the current fiscal year are mainly recognized as revenue for the current

fiscal year ended March 31, 2022.

The amount of revenue from performance obligation satisfied or partially satisfied in the past year and recognized in the current fiscal year is immaterial.

3. Information Related to Transaction Prices Allocated to Residual Performance Obligations

The amount of revenue expected to be recognized from existing contracts after the fiscal year ended March 31, 2022 is immaterial. Contracts with their initial expected period of less than one year and with revenue recognized in the amount that The SuMi TRUST Group is entitled to claim are not included in the notes.

Segment Information

1. Reportable Segment Information

The SuMi TRUST Group's reportable segments are defined as operating segments for which discrete financial information is available. The Board of Directors and the Executive Committee periodically receive reporting on the operating results and other relevant information of the reportable segments to make decisions about the allocation of management resources and to assess performance.

The main activities of the reportable segment are presented below:

Retail Total Solution Services:

Provision of services to individual customers

Wholesale Financial Services (Wholesale Total Solution Services Business and Wholesale Asset Management Business):

Provision of services to corporate customers

Stock Transfer Agency Services:

Undertaking of stock-related services on behalf of customers

Real Estate:

Provision of services related to the real estate business

Fiduciary Services:

Provision of services related to the pension business and the asset administration business

Asset Management Business:

Asset management service operations

Global Markets:

Marketing operations, market-making operations, investment operations, and financial management operations

The SuMi Trust Group used to disclose the "Asset Management Business" as a component of the "Fiduciary Services" until the consolidated fiscal year ended March 31,

2021. However, the "Asset Management Business" has been separated from the "Fiduciary Services" and disclosed as a separate segment effective from the fiscal year ended March 31, 2022.

Segment information for the previous fiscal year is based on the new reportable segment classifications.

2. Method for Calculating Substantial Gross Business Profit and Net Business Profit by Each Reportable Segment

Segment information is prepared based on internal management reports and the accounting policies used for the reportable segments are generally the same as those presented under "Significant Accounting Policies and Practices"; however, the reportable segments are accounted for in accordance with the rules for the internal management.

"Net Business Profit" represents "Substantial Gross Business Profit," less "G&A Expenses." "Substantial Gross Business Profit" and "G&A Expenses" are financial figures generated on the basis of internal management reporting, and they represent "Gross Profit" and "General and Administrative Expenses (excluding any non-recurring expenses)" of SuMi TRUST Holdings and its consolidated subsidiaries, reflecting profits or losses of equity-method affiliated companies (proportionate share of profits or losses, excluding any non-recurring items).

Additionally, income earned from inter-segment and cross-segment transactions is calculated by applying the criteria (market prices) specified in the rules for internal management.

"Fixed Assets" disclosed in the assets by reportable segments are the total amount of tangible fixed assets and intangible fixed asset. These assets are owned by SuMi TRUST Bank and allocated to each segment.

3. Profit or Loss and Fixed Assets by Reportable Segment

| | Millions of Yen | | | | | | | | |
|-------------------------------------|--------------------------------------|------------------------------------|---|-------------|-----------------------|---------------------------------|-------------------|-----------|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Others | Total |
| Year Ended March 31, 2022 | | | | | | | | | |
| Substantial Gross Business Profit | ¥ 190,844 | ¥ 212,528 | ¥ 40,861 | ¥ 62,792 | ¥ 96,539 | ¥ 101,967 | ¥ 52,303 | ¥ 50,344 | ¥ 808,182 |
| General and Administrative Expenses | (158,631) | (77,600) | (19,850) | (25,892) | (54,284) | (61,444) | (15,704) | (48,689) | (462,096) |
| Net Business Profit | ¥ 32,212 | ¥ 134,928 | ¥ 21,011 | ¥ 36,900 | ¥ 42,255 | ¥ 40,523 | ¥ 36,599 | ¥ 1,654 | ¥ 346,085 |
| Fixed Assets | ¥ 71,016 | ¥ 45,530 | ¥ 1,976 | ¥ 9,318 | ¥ 16,870 | ¥ — | ¥ 19,165 | ¥ 186,325 | ¥ 350,202 |

| | Millions of Yen | | | | | | | | |
|-------------------------------------|--------------------------------------|------------------------------------|---|-------------|-----------------------|---------------------------------|-------------------|------------|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Others | Total |
| Year Ended March 31, 2021 | | | | | | | | | |
| Substantial Gross Business Profit | ¥ 177,602 | ¥ 207,742 | ¥ 40,300 | ¥ 49,891 | ¥ 88,836 | ¥ 86,935 | ¥ 69,761 | ¥ 18,227 | ¥ 739,296 |
| General and Administrative Expenses | (162,077) | (75,620) | (19,440) | (24,309) | (54,109) | (57,121) | (15,350) | (36,558) | (444,589) |
| Net Business Profit | ¥ 15,524 | ¥ 132,122 | ¥ 20,859 | ¥ 25,581 | ¥ 34,726 | ¥ 29,813 | ¥ 54,410 | ¥ (18,331) | ¥ 294,707 |
| Fixed Assets | ¥ 67,111 | ¥ 33,172 | ¥ 2,157 | ¥ 8,855 | ¥ 16,699 | ¥ — | ¥ 19,618 | ¥ 192,869 | ¥ 340,484 |

| | Millions of U.S. Dollars | | | | | | | | |
|-------------------------------------|--------------------------------------|------------------------------------|---|-------------|-----------------------|---------------------------------|-------------------|----------|----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Others | Total |
| Year Ended March 31, 2022 | | | | | | | | | |
| Substantial Gross Business Profit | \$ 1,559 | \$ 1,737 | \$ 334 | \$ 513 | \$ 789 | \$ 833 | \$ 427 | \$ 411 | \$ 6,604 |
| General and Administrative Expenses | (1,296) | (634) | (162) | (212) | (444) | (502) | (128) | (398) | (3,776) |
| Net Business Profit | \$ 263 | \$ 1,103 | \$ 172 | \$ 302 | \$ 345 | \$ 331 | \$ 299 | \$ 14 | \$ 2,828 |
| Fixed Assets | \$ 580 | \$ 372 | \$ 16 | \$ 76 | \$ 138 | \$ — | \$ 157 | \$ 1,523 | \$ 2,862 |

(Notes)

- 1) The figures represent "Substantial Gross Business Profit" in substitution for net sales to be presented by companies in other industries.
- 2) The amounts of "Substantial Gross Business Profit" include net trust fees, net interest income, net fees and commissions, net trading income, and net other ordinary income and expenses.
- 3) "General and Administrative Expenses" include personnel expenses and non-personnel expenses.
- 4) "Others" include costs of capital funding, dividends for shares for cross-shareholdings, general and administrative

expenses of headquarters, and elimination of internal transactions.

- 5) The amount of "Fixed Assets" for each segment represents the amount of fixed assets owned by SuMi TRUST Bank. "Others" within "Fixed Assets" include corporate assets not allocated to any segment, fixed assets owned by consolidated subsidiaries outside the scope of allocation of resources, and adjustments for consolidation. For fixed assets not allocated to each segment, some of related expenses are allocated to each segment based on a reasonable allocation method.

4. Reconciliation Between Total Profit or Loss for Reportable Segments and Income before Income Taxes in the Consolidated Statement of Income

| | Millions of Yen | | Millions of U.S. Dollars |
|----------------------------|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Business Profit | ¥ 346,085 | ¥ 294,707 | \$ 2,828 |
| Other Income | 120,731 | 158,185 | 987 |
| Other Expenses | (205,536) | (207,586) | (1,679) |
| Other Adjustments | (33,280) | (45,303) | (272) |
| Income before Income Taxes | ¥ 227,999 | ¥ 200,003 | \$ 1,863 |

Related Information

1. Information by Services

Disclosure of information by services is omitted as similar disclosure is included in the "3. Profit or Loss and Fixed Assets by Reportable Segment" in the "Segment Information" section.

2. Geographic Information

(1) Income

Income by geographical area for the fiscal years ended March 31, 2022 and 2021, consists of the following:

| Year Ended March 31, 2022 | Millions of Yen | | | | |
|---------------------------|-----------------|----------|----------|------------------|-------------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | ¥ 1,216,885 | ¥ 72,283 | ¥ 55,428 | ¥ 57,040 | ¥ 1,401,637 |

| Year Ended March 31, 2021 | Millions of Yen | | | | |
|---------------------------|-----------------|----------|----------|------------------|-------------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | ¥ 1,249,557 | ¥ 70,908 | ¥ 42,935 | ¥ 54,764 | ¥ 1,418,166 |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | | | |
|---------------------------|--------------------------|----------|--------|------------------|-----------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | \$ 9,943 | \$ 591 | \$ 453 | \$ 466 | \$ 11,453 |

(Notes)

1) The figures represent income in substitution for net sales to be presented by companies in other industries.

2) Income related to transactions by SuMi TRUST Holdings, SuMi TRUST Bank (excluding overseas branches), and other domestic consolidated subsidiaries are presented under

"Japan." Income related to transactions by overseas branches of SuMi TRUST Bank and foreign consolidated subsidiaries are presented under "Americas," "Europe," or "Asia and Oceania" based on the location of each overseas branch and subsidiary, reflecting their geographical proximity.

(2) Tangible Fixed Assets

More than 90% of SuMi TRUST Group's tangible fixed assets on the consolidated balance sheet as of March 31, 2022 and 2021, are located in Japan; accordingly, tangible fixed assets by geographical area are not presented.

3. Information by Major Customer

Due to highly diversified income-generating transactions between SuMi TRUST Group and a significantly large number of SuMi TRUST Group's customers, transactions are not classified by major counterparty; accordingly, information by major customer is not presented.

Information Related to Losses on Impairment of Fixed Assets by Reportable Segment

Losses on impairment of fixed assets allocated to reportable segments during the fiscal year ended March 31, 2022 and 2021 were as follows:

| | Millions of Yen | | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|---------------------------|----------------|---------|---------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Other | |
| Year Ended March 31, 2022 | | | | | | | | | |
| Losses on Impairment of Fixed Assets | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 1,468 | ¥ 1,468 |

| | Millions of Yen | | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|---------------------------|----------------|-------|----------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Other | |
| Year Ended March 31, 2021 | | | | | | | | | |
| Losses on Impairment of Fixed Assets | ¥ 19,364 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 809 | ¥ 20,173 |

| | Millions of U.S. Dollars | | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|---------------------------|----------------|-------|-------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Asset Management Business | Global Markets | Other | |
| Year Ended March 31, 2022 | | | | | | | | | |
| Losses on Impairment of Fixed Assets | \$ — | \$ — | \$ — | \$ — | \$ — | \$ — | \$ — | \$ 12 | \$ 12 |

Information Related to Amortization of Goodwill and Unamortized Balance of Goodwill by Reportable Segment

Amortization of goodwill and unamortized balance of goodwill are not allocated to the reportable segments. Amortization of goodwill recognized during the fiscal years ended March 31, 2022 and 2021, were ¥7,882 million (U.S. \$64 million) and ¥7,875 million, respectively. Unamortized balance of goodwill as of March 31, 2022 and 2021, were ¥29,510 million (U.S. \$241 million) and ¥37,292 million, respectively.

Information Related to Gain on Negative Goodwill by Reportable Segment

There were no gains on negative goodwill by reportable segment during the fiscal years ended March 31, 2022 and 2021.

Related-Party Information

1. Related-Party Transactions

There were no material transactions that need to be disclosed for the fiscal years ended March 31, 2022 and 2021.

2. Notes to the Significant Affiliated Companies

There were no significant affiliated companies that need to be disclosed for the fiscal year ended March 31, 2022.

Per Share of Common Stock Information

| | Yen | | U.S. Dollars |
|--|------------|------------|--------------|
| | 2022 | 2021 | 2022 |
| Net Assets per Share of Common Stock | ¥ 7,249.70 | ¥ 7,192.07 | \$ 59.24 |
| Net Income per Share of Common Stock | 451.40 | 379.65 | 3.69 |
| Diluted Net Income per Share of Common Stock | 451.12 | 379.41 | 3.69 |

(Notes)

1) Net assets per share of common stock and basis for calculation are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|----------------------|----------------------|--------------------------|
| | As of March 31, 2022 | As of March 31, 2021 | As of March 31, 2022 |
| Net Assets as Reported | ¥ 2,745,288 | ¥ 2,722,556 | \$ 22,432 |
| Less: | 29,732 | 28,796 | 243 |
| Subscription Rights to Shares | 1,006 | 1,024 | 8 |
| Non-Controlling Interests | 28,725 | 27,772 | 235 |
| Net Assets Attributable to Common Shareholders | 2,715,556 | 2,693,760 | 22,190 |
| The Number of Shares of Common Stock Outstanding (Thousands of Shares) | 374,574 | 374,545 | 374,574 |

(Note) The effect of the application of the Standard for Revenue Recognition etc. and the Standard for Fair Value Measurement etc. on the total amount of net assets and net assets per share is described in "Changes in Accounting Policies."

2) Net income per share of common stock and diluted net income per share of common stock and basis for calculation are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--|---|--|
| | Year Ended March 31, 2022 | Year Ended March 31, 2021 | Year Ended March 31, 2022 |
| Net Income per Share of Common Stock | | | |
| Net Income Attributable to Owners of the Parent | ¥ 169,078 | ¥ 142,196 | \$ 1,382 |
| Net Income Not Attributable to Common Shareholders | — | — | — |
| Net Income Related to Common Stock that is Attributable to Owners of the Parent | 169,078 | 142,196 | 1,382 |
| Average Number of Shares of Common Stock Outstanding (Thousands of Shares) | 374,562 | 374,542 | 374,562 |
| Fully Diluted Net Income per Share of Common Stock | | | |
| Adjustments to Net Income Attributable to Owners of the Parent | — | — | — |
| Effect of Dilutive Securities (Thousands of Shares) | 230 | 235 | 230 |
| Subscription Rights to Shares (Thousands of Shares) | 230 | 235 | 230 |
| Summary of the potential shares that were excluded from calculation of diluted net income per share of common stock because they have no dilute effects | Series 2 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 18,900 shares | SuMi TRUST Holdings: Series 1 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 20,000 shares | Series 2 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 18,900 shares |
| | Series 3 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 39,300 shares | Series 2 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 19,300 shares | Series 3 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 39,300 shares |
| | Consolidated Subsidiaries Nikko Asset Management Co., Ltd. (NAM): Subscription Rights to Shares (Stock Options) NAM Common Stock 2,440,000 shares | Series 3 Subscription Rights to Shares (Stock Options) SuMi TRUST Holdings Common Stock 39,300 shares Consolidated Subsidiaries Nikko Asset Management Co., Ltd. (NAM): Subscription Rights to Shares (Stock Options) NAM Common Stock 5,827,300 shares | Consolidated Subsidiaries Nikko Asset Management Co., Ltd. (NAM): Subscription Rights to Shares (Stock Options) NAM Common Stock 2,440,000 shares |

- 3) For the calculation of net income per share, the remaining number of shares of SuMi TRUST Holdings held by the share delivery trust for the directors, recorded as treasury stocks in the shareholders' equity, is included in the number of shares of treasury stocks deducted for the calculation of the average number of shares outstanding. For the calculation of net asset per share, it is also included in the number of shares of treasury stocks deducted from the total number of shares outstanding at the end of the fiscal year ended March 31, 2022.

For the calculation of net income per share, the average number of shares of treasury stock outstanding is 404 thousand shares for the fiscal year ended March 31, 2022 (424 thousand shares for the fiscal year ended March 31, 2021). For the calculation of net asset per share, the total number of shares of treasury stock outstanding is 392 thousand shares (422 thousand shares for the fiscal year ended March 31, 2021).

Significant Subsequent Event

Change in Reportable Segment

SuMi TRUST Group aims to promote and lead a virtuous circle of funds, assets, and capital by various stakeholders through provision of high value-added products and services and investments to create new values. Effective as of April 1, 2022, reorganization of SuMi TRUST Bank, Limited has been implemented.

Reportable segments of SuMi TRUST Group were previously divided into "Retail Total Solution Services," "Wholesale Financial Services (Wholesale Total Solution Services Business and Wholesale Asset Management Business)," "Stock Transfer Agency Services," "Real Estate,"

"Fiduciary Services," "Asset Management Business," and "Global Markets." As a result of the above, from the consolidated fiscal year ending March 31, 2023, the Group will reclassify them into the following segments: "Retail (former Retail Total Solution Services)," "Wholesale (former Wholesale Total Solution Services Business and former Stock Transfer Agency Services)," "Investor Services (former Wholesale Asset Management Business and former Fiduciary Services)," "Real Estate," "Global Markets," and "Asset Management Business."

Information regarding the amount of Substantial Gross Business Profit, General and Administrative Expenses, and Net Business Profit by reportable segment for the fiscal year ended March 31, 2022, based on the new reportable segment classifications is as follows:

| | Millions of Yen | | | | | | | |
|-------------------------------------|-----------------|-----------|-------------------|-------------|----------------|---------------------------|----------|-----------|
| | Retail | Wholesale | Investor Services | Real Estate | Global Markets | Asset Management Business | Others | Total |
| Substantial Gross Business Profit | ¥ 190,844 | ¥ 212,075 | ¥ 137,854 | ¥ 62,792 | ¥ 52,303 | ¥ 101,967 | ¥ 50,344 | ¥ 808,182 |
| General and Administrative Expenses | (158,631) | (84,635) | (67,099) | (25,892) | (15,704) | (61,444) | (48,689) | (462,096) |
| Net Business Profits | ¥ 32,212 | ¥ 127,440 | ¥ 70,754 | ¥ 36,900 | ¥ 36,599 | ¥ 40,523 | ¥ 1,654 | ¥ 346,085 |

| | Millions of U.S. Dollars | | | | | | | |
|-------------------------------------|--------------------------|-----------|-------------------|-------------|----------------|---------------------------|--------|----------|
| | Retail | Wholesale | Investor Services | Real Estate | Global Markets | Asset Management Business | Others | Total |
| Substantial Gross Business Profit | \$ 1,559 | \$ 1,733 | \$ 1,126 | \$ 513 | \$ 427 | \$ 833 | \$ 411 | \$ 6,604 |
| General and Administrative Expenses | (1,296) | (692) | (548) | (212) | (128) | (502) | (398) | (3,776) |
| Net Business Profits | \$ 263 | \$ 1,041 | \$ 578 | \$ 302 | \$ 299 | \$ 331 | \$ 14 | \$ 2,828 |

(Notes)

1) The figures represent "Substantial Gross Business Profit" in substitution for net sales to be presented by companies in other industries.

2) The amounts of "Substantial Gross Business Profit" include net trust fees, net interest income, net fees and commissions, net trading income, and net other ordinary income and expenses.

3) "General and Administrative Expenses" include personnel expenses and non-personnel expenses.

4) "Others" include costs of capital funding, dividends for shares for strategic shareholdings, general and administrative expenses of headquarters, and internal transactions to be eliminated.

5) Information regarding "Fixed Assets" by reportable segment after the change is currently being calculated.

The information related to disaggregation of revenue from contracts with customers based on the new reportable segment classification in the fiscal year ended March 31, 2022 is currently being calculated.

Financial Data:

Non-Consolidated Balance Sheets

Sumitomo Mitsui Trust Holdings, Inc.
As of March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Current Assets: | | | |
| Cash and Due from Banks | ¥ 18,978 | ¥ 2,541 | \$ 155 |
| Securities | 104,000 | 164,000 | 850 |
| Prepaid Expenses | 234 | 199 | 2 |
| Income Tax Refunds Receivable | 12 | — | 0 |
| Other Current Assets | 14,258 | 6,382 | 117 |
| Total Current Assets | 137,483 | 173,123 | 1,123 |
| Non-Current Assets: | | | |
| Tangible Fixed Assets: | 0 | 0 | 0 |
| Tools, Furniture, and Fixtures | 0 | 0 | 0 |
| Intangible Fixed Assets: | 0 | 1 | 0 |
| Software | 0 | 1 | 0 |
| Investments and Other Assets: | 2,086,028 | 2,030,325 | 17,045 |
| Investment Securities | 652 | 652 | 5 |
| Investments in Subsidiaries and Affiliated Companies (Stocks) | 1,440,056 | 1,409,231 | 11,767 |
| Long-Term Loans Receivable from Subsidiaries and Affiliated Companies | 645,000 | 620,000 | 5,270 |
| Deferred Tax Assets | 224 | 347 | 2 |
| Other Investments | 94 | 94 | 1 |
| Total Non-Current Assets | 2,086,028 | 2,030,327 | 17,046 |
| Total Assets | ¥ 2,223,512 | ¥ 2,203,450 | \$ 18,169 |
| Liabilities: | | | |
| Current Liabilities: | | | |
| Accrued Expenses | ¥ 2,032 | ¥ 1,936 | \$ 17 |
| Income Taxes Payable | 5,338 | 8,231 | 44 |
| Provision for Bonuses | 259 | 217 | 2 |
| Provision for Directors' Bonuses | 77 | 61 | 1 |
| Other Current Liabilities | 475 | 2,352 | 4 |
| Total Current Liabilities | 8,183 | 12,799 | 67 |
| Non-Current Liabilities: | | | |
| Bonds Payable | 630,000 | 610,000 | 5,148 |
| Long-Term Loans Payable | 15,000 | 10,000 | 123 |
| Provision for Share-Based Remuneration | 150 | 107 | 1 |
| Other Non-Current Liabilities | 153 | 102 | 1 |
| Total Non-Current Liabilities | 645,303 | 620,209 | 5,273 |
| Total Liabilities | ¥ 653,486 | ¥ 633,009 | \$ 5,340 |
| Net Assets: | | | |
| Total Shareholders' Equity: | ¥ 1,569,019 | ¥ 1,569,417 | \$ 12,821 |
| Capital Stock | 261,608 | 261,608 | 2,138 |
| Capital Surplus: | 977,092 | 977,092 | 7,984 |
| Legal Capital Surplus | 702,933 | 702,933 | 5,744 |
| Other Capital Surplus | 274,158 | 274,158 | 2,240 |
| Retained Earnings: | 333,032 | 333,531 | 2,721 |
| Other Retained Earnings: | | | |
| Retained Earnings Brought Forward | 333,032 | 333,531 | 2,721 |
| Treasury Stock-At Cost | (2,714) | (2,815) | (22) |
| Subscription Rights to Shares | 1,006 | 1,024 | 8 |
| Total Net Assets | ¥ 1,570,025 | ¥ 1,570,441 | \$ 12,829 |
| Total Liabilities and Net Assets | ¥ 2,223,512 | ¥ 2,203,450 | \$ 18,169 |
| | | | |
| | Yen | | U.S. Dollars |
| Net Assets per Share of Common Stock | ¥ 4,188.80 | ¥ 4,190.18 | \$ 34.23 |

The figures in U.S. dollars are converted from yen for the convenience of readers outside Japan at the rate of ¥122.38 to U.S. \$1.00, the exchange rate as of March 31, 2022.

Financial Data:

Non-Consolidated Statements of Income

Sumitomo Mitsui Trust Holdings, Inc.
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Operating Income: | | | |
| Dividends Received from Subsidiaries | ¥ 58,154 | ¥ 56,256 | \$ 475 |
| Fees and Commissions Received from Subsidiaries | 5,164 | 4,598 | 42 |
| Total Operating Income | 63,319 | 60,855 | 517 |
| Operating Expenses: | | | |
| General and Administrative Expenses | 5,525 | 3,984 | 45 |
| Total Operating Expenses | 5,525 | 3,984 | 45 |
| Operating Profit | 57,793 | 56,870 | 472 |
| Non-Operating Income: | 6,715 | 8,789 | 55 |
| Interest Income | 6,641 | 7,706 | 54 |
| Interest on Securities | 8 | 14 | 0 |
| Commission Fee | 0 | 0 | 0 |
| Other Non-Operating Income | 65 | 1,068 | 1 |
| Non-Operating Expenses: | 6,928 | 8,861 | 57 |
| Interest Expenses | 76 | 76 | 1 |
| Interest on Bonds Payable | 6,564 | 7,628 | 54 |
| Other Non-Operating Expenses | 286 | 1,155 | 2 |
| Income before Income Taxes | 57,580 | 56,799 | 471 |
| Income Taxes: | (40) | 161 | (0) |
| Current | (162) | 371 | (1) |
| Deferred | 122 | (210) | 1 |
| Net Income | ¥ 57,620 | ¥ 56,637 | \$ 471 |

| | Yen | U.S. Dollars |
|---|-----------------|----------------|
| Net Income per Share of Common Stock | ¥ 153.83 | \$ 1.26 |

Financial Data:

Non-Consolidated Statements of Changes in Net Assets

Sumitomo Mitsui Trust Holdings, Inc.
For the fiscal years ended March 31, 2022 and 2021

From April 1, 2021 to March 31, 2022

| | Millions of Yen | | | | | |
|--|----------------------|-----------------------|-----------------------|-----------------------|---|-------------------------|
| | Shareholders' Equity | | | | | |
| | Capital Surplus | | | | Retained Earnings | |
| | Capital Stock | Legal Capital Surplus | Other Capital Surplus | Total Capital Surplus | Other Retained Earnings Retained Earnings Brought Forward | Total Retained Earnings |
| Balance at the Beginning of the Year | ¥ 261,608 | ¥ 702,933 | ¥ 274,158 | ¥ 977,092 | ¥ 333,531 | ¥ 333,531 |
| Changes during the Year | | | | | | |
| Cash Dividends | | | | | (58,119) | (58,119) |
| Net Income | | | | | 57,620 | 57,620 |
| Purchase of Treasury Stock | | | | | | |
| Disposal of Treasury Stock | | | 0 | 0 | | |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | |
| Total Changes during the Year | — | — | 0 | 0 | (499) | (499) |
| Balance at the End of the Year | ¥ 261,608 | ¥ 702,933 | ¥ 274,158 | ¥ 977,092 | ¥ 333,032 | ¥ 333,032 |

| | Millions of Yen | | | |
|--|----------------------|----------------------------|-------------------------------|------------------|
| | Shareholders' Equity | | Subscription Rights to Shares | Total Net Assets |
| | Treasury Stock | Total Shareholders' Equity | | |
| Balance at the Beginning of the Year | ¥ (2,815) | ¥ 1,569,417 | ¥ 1,024 | ¥ 1,570,441 |
| Changes during the Year | | | | |
| Cash Dividends | | (58,119) | | (58,119) |
| Net Income | | 57,620 | | 57,620 |
| Purchase of Treasury Stock | (21) | (21) | | (21) |
| Disposal of Treasury Stock | 122 | 122 | | 122 |
| Net Changes of Items Other Than Shareholders' Equity | | | (18) | (18) |
| Total Changes during the Year | 101 | (397) | (18) | (415) |
| Balance at the End of the Year | ¥ (2,714) | ¥ 1,569,019 | ¥ 1,006 | ¥ 1,570,025 |

From April 1, 2020 to March 31, 2021

| | Millions of Yen | | | | | |
|--|----------------------|-----------------------|-----------------------|-----------------------|---|-------------------------|
| | Shareholders' Equity | | | | | |
| | Capital Surplus | | | | Retained Earnings | |
| | Capital Stock | Legal Capital Surplus | Other Capital Surplus | Total Capital Surplus | Other Retained Earnings Retained Earnings Brought Forward | Total Retained Earnings |
| Balance at the Beginning of the Year | ¥ 261,608 | ¥ 702,933 | ¥ 274,160 | ¥ 977,094 | ¥ 333,139 | ¥ 333,139 |
| Changes during the Year | | | | | | |
| Cash Dividends | | | | | (56,244) | (56,244) |
| Net Income | | | | | 56,637 | 56,637 |
| Purchase of Treasury Stock | | | | | | |
| Disposal of Treasury Stock | | | (2) | (2) | | |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | |
| Total Changes during the Year | — | — | (2) | (2) | 392 | 392 |
| Balance at the End of the Year | ¥ 261,608 | ¥ 702,933 | ¥ 274,158 | ¥ 977,092 | ¥ 333,531 | ¥ 333,531 |

| | Millions of Yen | | | |
|--|----------------------|----------------------------|-------------------------------|------------------|
| | Shareholders' Equity | | Subscription Rights to Shares | Total Net Assets |
| | Treasury Stock | Total Shareholders' Equity | | |
| Balance at the Beginning of the Year | ¥ (2,855) | ¥ 1,568,986 | ¥ 1,057 | ¥ 1,570,044 |
| Changes during the Year | | | | |
| Cash Dividends | | (56,244) | | (56,244) |
| Net Income | | 56,637 | | 56,637 |
| Purchase of Treasury Stock | (19) | (19) | | (19) |
| Disposal of Treasury Stock | 60 | 57 | | 57 |
| Net Changes of Items Other Than Shareholders' Equity | | | (33) | (33) |
| Total Changes during the Year | 40 | 430 | (33) | 397 |
| Balance at the End of the Year | ¥ (2,815) | ¥ 1,569,417 | ¥ 1,024 | ¥ 1,570,441 |

From April 1, 2021 to March 31, 2022

| | Millions of U.S. Dollars | | | | | |
|--|--------------------------|-----------------------|-----------------------|-----------------------|---|-------------------------|
| | Shareholders' Equity | | | | | |
| | Capital Surplus | | | | Retained Earnings | |
| | Capital Stock | Legal Capital Surplus | Other Capital Surplus | Total Capital Surplus | Other Retained Earnings Retained Earnings Brought Forward | Total Retained Earnings |
| Balance at the Beginning of the Year | \$ 2,138 | \$ 5,744 | \$ 2,240 | \$ 7,984 | \$ 2,725 | \$ 2,725 |
| Changes during the Year | | | | | | |
| Cash Dividends | | | | | (475) | (475) |
| Net Income | | | | | 471 | 471 |
| Purchase of Treasury Stock | | | | | | |
| Disposal of Treasury Stock | | | 0 | 0 | | |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | |
| Total Changes during the Year | — | — | 0 | 0 | (4) | (4) |
| Balance at the End of the Year | \$ 2,138 | \$ 5,744 | \$ 2,240 | \$ 7,984 | \$ 2,721 | \$ 2,721 |

| | Millions of U.S. Dollars | | | |
|--|--------------------------|----------------------------|-------------------------------|------------------|
| | Shareholders' Equity | | Subscription Rights to Shares | Total Net Assets |
| | Treasury Stock | Total Shareholders' Equity | | |
| Balance at the Beginning of the Year | \$ (23) | \$ 12,824 | \$ 8 | \$ 12,833 |
| Changes during the Year | | | | |
| Cash Dividends | | (475) | | (475) |
| Net Income | | 471 | | 471 |
| Purchase of Treasury Stock | (0) | (0) | | (0) |
| Disposal of Treasury Stock | 1 | 1 | | 1 |
| Net Changes of Items Other Than Shareholders' Equity | | | (0) | (0) |
| Total Changes during the Year | 1 | (3) | (0) | (3) |
| Balance at the End of the Year | \$ (22) | \$ 12,821 | \$ 8 | \$ 12,829 |

Statements of Trust Account

Sumitomo Mitsui Trust Holdings, Inc. and its Consolidated Subsidiaries
As of March 31, 2022 and 2021

| As of March 31 | Millions of Yen | | Millions of U.S. Dollars |
|--|----------------------|----------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Loans and Bills Discounted (Note 2) | ¥ 2,131,254 | ¥ 1,804,393 | \$ 17,415 |
| Securities (Note 3) | 859,127 | 857,610 | 7,020 |
| Beneficiary Rights | 182,799,711 | 180,845,290 | 1,493,706 |
| Securities Held in Custody Accounts | 22,534 | 22,579 | 184 |
| Monetary Claims | 25,361,961 | 22,805,910 | 207,239 |
| Tangible Fixed Assets | 21,118,391 | 19,183,820 | 172,564 |
| Intangible Fixed Assets | 200,412 | 192,521 | 1,638 |
| Other Claims | 10,789,374 | 8,661,666 | 88,163 |
| Loans to Banking Account | 4,298,827 | 4,915,208 | 35,127 |
| Cash and Due from Banks | 633,823 | 557,590 | 5,179 |
| Total Assets | ¥ 248,215,419 | ¥ 239,846,590 | \$ 2,028,235 |
| Liabilities: | | | |
| Money Trusts (Note 4) | ¥ 36,216,311 | ¥ 34,196,939 | \$ 295,933 |
| Pension Trusts | 14,525,120 | 13,107,254 | 118,689 |
| Property Formation Benefit Trusts | 18,820 | 18,954 | 154 |
| Securities Investment Trusts | 80,405,840 | 81,009,958 | 657,018 |
| Money in Trust Other Than Money Trusts | 39,748,080 | 38,906,807 | 324,792 |
| Securities in Trust | 22,159,577 | 22,175,725 | 181,072 |
| Money Claims in Trust | 25,588,821 | 22,893,231 | 209,093 |
| Real Estate in Trust | 876 | 875 | 7 |
| Composite Trusts | 29,551,969 | 27,536,844 | 241,477 |
| Total Liabilities | ¥ 248,215,419 | ¥ 239,846,590 | \$ 2,028,235 |

See Notes to Statements of Trust Account

Financial Data:

Notes to Statements of Trust Account

1. Trust Accounts

Under the Trust Act of Japan, trust activities must be administered separately from a commercial banking business. As a result, assets accepted in trust must be segregated from the assets held by SuMi TRUST Bank. Within the general category of trust accounts, each trust account is segregated from other trust assets. Accordingly, the financial statements of SuMi TRUST Bank do not reflect SuMi TRUST Bank's records as to the assets accepted in trust, which are maintained separately under the trust account.

Under certain trust agreements, repayments of the principal of the customers' trust assets are guaranteed by SuMi TRUST Bank, and such guaranteed principal as of March 31, 2022 and 2021, was ¥4,052,452 million (U.S. \$33,114 million) and ¥4,634,580 million, respectively.

The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥122.38 to U.S. \$1, the approximate rate of exchange as of March 31, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, the total may not be equal to sum of individual amounts. The amounts presented in the statements of trust account as of March 31, 2022 and 2021, are for trust accounts in SuMi TRUST Bank.

2. Loans and Bills Discounted

Loans as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|----------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Loans on Deeds | ¥ 1,685,034 | ¥ 1,428,073 | \$ 13,769 |
| Loans on Bills | 446,220 | 376,320 | 3,646 |
| Total | ¥ 2,131,254 | ¥ 1,804,393 | \$ 17,415 |

The balances of guaranteed trust account loans as of March 31, 2022 and 2021 stood at ¥13,316 million (U.S. \$109 million) and ¥15,959 million, respectively, which included the following:

Under certain trust agreements, repayment of the principal of customers' trust assets are guaranteed by SuMi TRUST Bank, and loans on such guaranteed trust assets as of March 31, 2022 and 2021, included the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------|-----------------|--------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Doubtful Loans | ¥ 752 | ¥ 134 | \$ 6 |
| Restructured Loans | 13 | 30 | 0 |
| Total | ¥ 765 | ¥ 164 | \$ 6 |

3. Securities

Securities held as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Government Bonds | ¥ 401,621 | ¥ 457,214 | \$ 3,282 |
| Local Government Bonds | 30 | 30 | 0 |
| Corporate Bonds | 40,758 | 66,718 | 333 |
| Stocks | 6,444 | 7,910 | 53 |
| Other Securities | 410,272 | 325,736 | 3,352 |
| Total | ¥ 859,127 | ¥ 857,610 | \$ 7,020 |

4. Balance of Money Trusts

The principal amount of certain money trusts is guaranteed, and the balance of these accounts is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Loans and Bills Discounted | ¥ 13,316 | ¥ 15,959 | \$ 109 |
| Other | 4,039,461 | 4,618,947 | 33,008 |
| Total | ¥ 4,052,778 | ¥ 4,634,907 | \$ 33,116 |
| Liabilities: | | | |
| Principal | ¥ 4,052,452 | ¥ 4,634,580 | \$ 33,114 |
| Allowance for Impairment of Guaranteed Trust Principal | 12 | 19 | 0 |
| Other | 313 | 307 | 3 |
| Total | ¥ 4,052,778 | ¥ 4,634,907 | \$ 33,116 |

In the case of certain money trusts, the principal amount is guaranteed, and as the above table indicates, an allowance for the impairment of guaranteed trust principal is set aside by SuMi TRUST Bank. The figures in the table include funds entrusted from other trusts managed by SuMi TRUST Bank.

Financial Data:

Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank")

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Financial Summary:

Five-Year Summary

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
As of and for the fiscal years ended March 31

| Consolidated Statements of Banking Account | Millions of Yen | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | |
| Assets: | | | | | |
| Cash and Due from Banks | ¥ 18,142,775 | ¥ 18,430,787 | ¥ 13,087,816 | ¥ 16,042,864 | ¥ 15,661,926 |
| Securities | 7,748,019 | 6,882,670 | 6,343,103 | 5,692,564 | 5,523,148 |
| Loans and Bills Discounted | 30,876,507 | 30,506,968 | 29,703,375 | 29,022,792 | 28,000,640 |
| Lease Receivables and Investment Assets | 688,141 | 695,172 | 673,880 | 653,447 | 677,238 |
| Tangible Fixed Assets | 231,770 | 235,430 | 220,936 | 219,309 | 221,961 |
| Intangible Fixed Assets | 100,109 | 85,397 | 100,915 | 152,896 | 178,131 |
| Customers' Liabilities for Acceptances and Guarantees | 541,228 | 511,782 | 518,811 | 557,007 | 508,930 |
| Others | 6,181,543 | 5,930,257 | 5,767,259 | 4,700,499 | 4,141,731 |
| Allowance for Loan Losses | (163,369) | (129,223) | (127,205) | (99,770) | (102,903) |
| Total Assets | ¥ 64,346,726 | ¥ 63,149,243 | ¥ 56,288,892 | ¥ 56,941,609 | ¥ 54,810,805 |
| Liabilities: | | | | | |
| Deposits and Negotiable Certificates of Deposit | ¥ 39,963,734 | ¥ 40,819,028 | ¥ 36,706,332 | ¥ 38,359,319 | ¥ 36,153,471 |
| Acceptances and Guarantees | 541,228 | 511,782 | 518,811 | 557,007 | 508,930 |
| Others | 21,493,253 | 19,476,937 | 16,851,259 | 15,525,403 | 15,430,814 |
| Total Liabilities | ¥ 61,998,216 | ¥ 60,807,748 | ¥ 54,076,402 | ¥ 54,441,730 | ¥ 52,093,216 |
| Net Assets: | | | | | |
| Shareholders' Equity | ¥ 2,114,764 | ¥ 2,024,588 | ¥ 1,948,981 | ¥ 2,041,013 | ¥ 2,064,444 |
| Accumulated Other Comprehensive Income | 205,045 | 289,269 | 236,738 | 424,472 | 509,704 |
| Non-Controlling Interests | 28,699 | 27,637 | 26,769 | 34,393 | 143,439 |
| Total Net Assets | ¥ 2,348,510 | ¥ 2,341,495 | ¥ 21,212,489 | ¥ 2,499,879 | ¥ 2,717,588 |
| Total Liabilities and Net Assets | ¥ 64,346,726 | ¥ 63,149,243 | ¥ 56,288,892 | ¥ 56,941,609 | ¥ 54,810,805 |
| For the Year | | | | | |
| Income: | | | | | |
| Trust Fees | ¥ 110,539 | ¥ 102,883 | ¥ 99,816 | ¥ 100,301 | ¥ 94,624 |
| Interest Income | 370,231 | 362,978 | 491,762 | 511,540 | 431,598 |
| Fees and Commissions | 300,637 | 270,406 | 313,804 | 383,437 | 380,132 |
| Trading Income | 13,453 | 76 | 102,189 | 27,926 | 10,035 |
| Other Ordinary Income | 335,885 | 405,800 | 348,650 | 357,080 | 306,724 |
| Other Income | 119,392 | 151,138 | 93,529 | 71,551 | 127,725 |
| Total Income | ¥ 1,250,140 | ¥ 1,293,283 | ¥ 1,449,753 | ¥ 1,451,837 | ¥ 1,350,842 |
| Expenses: | | | | | |
| Interest Expenses | ¥ 107,883 | ¥ 137,834 | ¥ 362,021 | ¥ 372,068 | ¥ 246,248 |
| Fees and Commissions Payments | 92,926 | 86,836 | 90,649 | 109,242 | 104,778 |
| Trading Expenses | — | 33,300 | — | — | — |
| Other Ordinary Expenses | 291,353 | 290,111 | 281,279 | 250,699 | 230,440 |
| General and Administrative Expenses | 361,104 | 365,801 | 385,180 | 407,483 | 419,102 |
| Other Expenses | 195,012 | 206,275 | 115,262 | 76,810 | 115,504 |
| Total Expenses | ¥ 1,048,281 | ¥ 1,120,161 | ¥ 1,234,394 | ¥ 1,216,303 | ¥ 1,116,073 |
| Income before Income Taxes | ¥ 201,858 | ¥ 173,121 | ¥ 215,358 | ¥ 235,533 | ¥ 234,768 |
| Net Income | ¥ 150,379 | ¥ 126,119 | ¥ 147,678 | ¥ 165,580 | ¥ 163,437 |
| Per Share of Common Stock: | | | | | |
| Net Income per Share of Common Stock | ¥ 89.11 | ¥ 74.86 | ¥ 87.89 | ¥ 96.47 | ¥ 93.08 |
| Diluted Net Income per Share of Common Stock | — | — | — | — | — |
| Net Assets per Share of Common Stock | 1,385.34 | 1,381.78 | 1,305.26 | 1,472.33 | 1,537.23 |

Five-Year Summary

Sumitomo Mitsui Trust Bank, Limited
As of and for the fiscal years ended March 31

| Non-Consolidated Statements of Banking Account | Millions of Yen | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | |
| Assets: | | | | | |
| Cash and Due from Banks | ¥ 17,925,030 | ¥ 18,216,321 | ¥ 12,916,014 | ¥ 15,831,242 | ¥ 15,408,170 |
| Securities | 7,951,169 | 7,090,335 | 6,625,035 | 6,091,898 | 5,972,337 |
| Loans and Bills Discounted | 30,916,363 | 30,691,618 | 29,953,513 | 29,404,142 | 28,259,093 |
| Tangible Fixed Assets | 184,334 | 186,717 | 189,926 | 195,414 | 198,328 |
| Intangible Fixed Assets | 77,756 | 58,880 | 70,937 | 65,607 | 66,969 |
| Customers' Liabilities for Acceptances and Guarantees | 426,405 | 383,537 | 359,757 | 385,467 | 398,773 |
| Others | 5,185,333 | 4,795,801 | 4,579,760 | 3,325,210 | 2,934,934 |
| Allowance for Loan Losses | (136,300) | (100,846) | (98,191) | (75,211) | (77,169) |
| Total Assets | ¥ 62,530,092 | ¥ 61,322,366 | ¥ 54,596,753 | ¥ 55,223,770 | ¥ 53,161,437 |
| Liabilities: | | | | | |
| Deposits and Negotiable Certificates of Deposit | ¥ 39,708,369 | ¥ 40,618,487 | ¥ 36,650,458 | ¥ 38,290,404 | ¥ 36,151,191 |
| Acceptances and Guarantees | 426,405 | 383,537 | 359,757 | 385,467 | 398,773 |
| Others | 20,344,012 | 18,270,801 | 15,569,113 | 14,276,060 | 14,239,205 |
| Total Liabilities | ¥ 60,478,786 | ¥ 59,272,826 | ¥ 52,579,329 | ¥ 52,951,932 | ¥ 50,789,170 |
| Net Assets: | | | | | |
| Shareholders' Equity | ¥ 1,807,041 | ¥ 1,752,055 | ¥ 1,705,866 | ¥ 1,829,610 | ¥ 1,865,959 |
| Valuation and Translation Adjustments | 244,263 | 297,484 | 311,558 | 442,227 | 506,307 |
| Total Net Assets | ¥ 2,051,305 | ¥ 2,049,539 | ¥ 2,017,424 | ¥ 2,271,838 | ¥ 2,372,266 |
| Total Liabilities and Net Assets | ¥ 62,530,092 | ¥ 61,322,366 | ¥ 54,596,753 | ¥ 55,223,770 | ¥ 53,161,437 |
| For the Year | | | | | |
| Income: | | | | | |
| Trust Fees | ¥ 110,539 | ¥ 102,883 | ¥ 99,816 | ¥ 100,972 | ¥ 94,870 |
| Interest Income | 360,361 | 345,877 | 474,575 | 520,790 | 409,528 |
| Fees and Commissions | 196,351 | 178,519 | 185,849 | 194,143 | 195,171 |
| Trading Income | 13,453 | 76 | 102,189 | 27,926 | 10,421 |
| Other Ordinary Income | 56,215 | 116,709 | 94,420 | 114,934 | 79,056 |
| Other Income | 102,866 | 139,243 | 82,349 | 60,606 | 100,469 |
| Total Income | ¥ 839,787 | ¥ 883,310 | ¥ 1,039,201 | ¥ 1,019,374 | ¥ 889,518 |
| Expenses: | | | | | |
| Interest Expenses | ¥ 104,274 | ¥ 133,693 | ¥ 356,435 | ¥ 366,989 | ¥ 246,207 |
| Fees and Commissions Payments | 106,900 | 99,698 | 95,322 | 89,832 | 86,499 |
| Trading Expenses | — | 33,300 | — | — | — |
| Other Ordinary Expenses | 35,082 | 25,388 | 51,868 | 34,608 | 29,490 |
| General and Administrative Expenses | 250,023 | 257,905 | 252,579 | 239,668 | 254,234 |
| Other Expenses | 194,377 | 203,658 | 105,475 | 83,466 | 108,431 |
| Total Expenses | ¥ 690,659 | ¥ 753,645 | ¥ 861,681 | ¥ 814,564 | ¥ 724,862 |
| Income before Income Taxes | ¥ 149,127 | ¥ 129,664 | ¥ 177,519 | ¥ 204,810 | ¥ 164,655 |
| Net Income | ¥ 113,343 | ¥ 95,941 | ¥ 124,706 | ¥ 148,661 | ¥ 117,980 |
| Annual Dividends | ¥ 49,850 | ¥ 49,867 | ¥ 201,461 | ¥ 121,320 | ¥ 55,360 |
| Per Share of Common Stock: | | | | | |
| Net Income per Share of Common Stock | ¥ 67.68 | ¥ 57.29 | ¥ 74.47 | ¥ 88.77 | ¥ 70.45 |
| Diluted Net Income per Share of Common Stock | — | — | — | — | — |
| Net Assets per Share of Common Stock | 1,224.99 | 1,223.94 | 1,204.76 | 1,356.69 | 1,416.67 |

Financial Summary:

Five-Year Summary

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
As of and for the fiscal years ended March 31

| Statements of Trust Account | Millions of Yen | | | | |
|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | |
| Assets: | | | | | |
| Securities | ¥ 859,127 | ¥ 857,610 | ¥ 1,075,184 | ¥ 1,253,465 | ¥ 1,834,427 |
| Loans and Bills Discounted | 2,131,254 | 1,804,393 | 1,543,160 | 1,445,195 | 1,306,319 |
| Other | 245,225,037 | 237,184,586 | 221,806,982 | 208,651,405 | 198,557,372 |
| Total Assets | ¥ 248,215,419 | ¥ 239,846,590 | ¥ 224,425,327 | ¥ 211,350,067 | ¥ 201,698,118 |
| Liabilities: | | | | | |
| Money Trusts | ¥ 36,216,311 | ¥ 34,196,939 | ¥ 33,415,451 | ¥ 32,877,994 | ¥ 31,416,663 |
| Pension Trusts | 14,525,120 | 13,107,254 | 13,023,778 | 13,113,501 | 13,720,536 |
| Property Formation Benefit Trusts | 18,820 | 18,954 | 19,060 | 18,865 | 17,930 |
| Other Trusts | 197,455,167 | 192,523,442 | 177,967,038 | 165,339,705 | 156,542,988 |
| Total Liabilities | ¥ 248,215,419 | ¥ 239,846,590 | ¥ 224,425,327 | ¥ 211,350,067 | ¥ 201,698,118 |

| Total Employable Funds (Non-Consolidated) | Millions of Yen | | | | |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2022 | 2021 | 2020 | 2019 | 2018 |
| As of the Year-End | | | | | |
| Deposits | ¥ 39,708,369 | ¥ 40,618,487 | ¥ 36,650,458 | ¥ 38,290,404 | ¥ 36,151,191 |
| Money Trusts | 36,216,311 | 34,196,939 | 33,415,451 | 32,877,994 | 31,416,663 |
| Pension Trusts | 14,525,120 | 13,107,254 | 13,023,778 | 13,113,501 | 13,720,536 |
| Property Formation Benefit Trusts | 18,820 | 18,954 | 19,060 | 18,865 | 17,930 |
| Total Employable Funds* | ¥ 90,468,620 | ¥ 87,941,635 | ¥ 83,108,748 | ¥ 84,300,766 | ¥ 81,306,322 |

* Total Employable Funds represents the total amount of the Deposits in the Banking Account and funds included under the Money Trusts, Pension Trusts, Property Formation Benefit Trusts and Loan Trusts in the Trust Account.

Consolidated Balance Sheet

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
As of March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|--|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Cash and Due from Banks | ¥ 18,142,775 | ¥ 18,430,787 | \$ 148,250 |
| Call Loans and Bills Bought | 5,000 | 8,766 | 41 |
| Receivables under Resale Agreements | 150,741 | 160,268 | 1,232 |
| Receivables under Securities Borrowing Transactions | 652,534 | 727,689 | 5,332 |
| Monetary Claims Bought | 854,093 | 892,309 | 6,979 |
| Trading Assets (Notes 1, 2 and 4) | 967,565 | 962,849 | 7,906 |
| Money Held in Trust | 1,395 | 1,365 | 11 |
| Securities (Notes 2 and 4) | 7,748,019 | 6,882,670 | 63,311 |
| Loans and Bills Discounted (Notes 3, 4 and 5) | 30,876,507 | 30,506,968 | 252,300 |
| Foreign Exchanges | 29,494 | 25,396 | 241 |
| Lease Receivables and Investment Assets (Note 4) | 688,141 | 695,172 | 5,623 |
| Other Assets (Notes 4, 8 and 14) | 3,302,723 | 2,892,922 | 26,987 |
| Tangible Fixed Assets (Note 6) | 231,770 | 235,430 | 1,894 |
| Intangible Fixed Assets (Note 7) | 100,109 | 85,397 | 818 |
| Assets for Retirement Benefits | 192,204 | 231,145 | 1,571 |
| Deferred Tax Assets | 25,791 | 27,544 | 211 |
| Customers' Liabilities for Acceptances and Guarantees | 541,228 | 511,782 | 4,423 |
| Allowance for Loan Losses | (163,369) | (129,223) | (1,335) |
| Total Assets | ¥ 64,346,726 | ¥ 63,149,243 | \$ 525,794 |
| Liabilities: | | | |
| Deposits (Notes 4 and 9) | ¥ 33,271,789 | ¥ 33,494,433 | \$ 271,873 |
| Negotiable Certificates of Deposit | 6,691,944 | 7,324,594 | 54,682 |
| Call Money and Bills Sold | 799,524 | 60,675 | 6,533 |
| Payables under Repurchase Agreements (Note 4) | 1,485,033 | 1,628,440 | 12,135 |
| Trading Liabilities (Note 1) | 906,686 | 850,660 | 7,409 |
| Borrowed Money (Notes 4 and 10) | 7,783,498 | 6,392,602 | 63,601 |
| Foreign Exchanges | 1,275 | 577 | 10 |
| Short-Term Bonds Payable | 2,387,553 | 2,545,049 | 19,509 |
| Bonds Payable (Note 11) | 1,446,604 | 935,605 | 11,821 |
| Borrowed Money from Trust Account (Note 12) | 4,298,827 | 4,915,208 | 35,127 |
| Other Liabilities (Notes 13 and 14) | 2,279,211 | 2,005,525 | 18,624 |
| Provision for Bonuses | 12,668 | 12,025 | 104 |
| Provision for Directors' Bonuses | 98 | 103 | 1 |
| Provision for Stocks Payment | 569 | 417 | 5 |
| Liabilities for Retirement Benefits | 11,380 | 11,696 | 93 |
| Provision for Reward Points Program | 19,965 | 18,945 | 163 |
| Provision for Reimbursement of Deposits | 3,626 | 4,138 | 30 |
| Provision for Contingent Losses | 1,649 | 1,633 | 13 |
| Deferred Tax Liabilities | 52,690 | 91,243 | 431 |
| Deferred Tax Liabilities for Land Revaluation (Note 6) | 2,388 | 2,388 | 20 |
| Acceptances and Guarantees | 541,228 | 511,782 | 4,423 |
| Total Liabilities | ¥ 61,998,216 | ¥ 60,807,748 | \$ 506,604 |
| Net Assets: | | | |
| Total Shareholders' Equity: | ¥ 2,114,764 | ¥ 2,024,588 | \$ 17,280 |
| Capital Stock | 342,037 | 342,037 | 2,795 |
| Capital Surplus | 342,853 | 342,853 | 2,802 |
| Retained Earnings | 1,429,874 | 1,339,698 | 11,684 |
| Total Accumulated Other Comprehensive Income: | 205,045 | 289,269 | 1,675 |
| Valuation Differences on Available-for-Sale Securities | 290,154 | 345,053 | 2,371 |
| Deferred Gains (Losses) on Hedges | (41,661) | (44,836) | (340) |
| Revaluation Reserve for Land (Note 6) | (4,456) | (4,016) | (36) |
| Foreign Currency Translation Adjustments | 3,713 | (2,452) | 30 |
| Remeasurements of Defined Benefit Plans | (42,703) | (4,477) | (349) |
| Non-Controlling Interests | 28,699 | 27,637 | 235 |
| Total Net Assets | ¥ 2,348,510 | ¥ 2,341,495 | \$ 19,190 |
| Total Liabilities and Net Assets | ¥ 64,346,726 | ¥ 63,149,243 | \$ 525,794 |
| | Yen | | U.S. Dollars |
| Net Assets per Share of Common Stock | ¥ 1,385.34 | ¥ 1,381.78 | \$ 11.32 |

See accompanying notes.

The figures in U.S. dollars are converted from yen for the convenience of readers outside Japan at the rate of ¥122.38 to U.S. \$1.00, the exchange rate as of March 31, 2022.

Financial Data:

Consolidated Statement of Income

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Income: | | | |
| Trust Fees (Note1) | ¥ 110,539 | ¥ 102,883 | \$ 903 |
| Interest Income: | 370,231 | 362,978 | 3,025 |
| Interest on Loans and Discounts | 260,871 | 271,246 | 2,132 |
| Interest and Dividends on Securities | 92,296 | 75,202 | 754 |
| Interest on Call Loans and Bills Bought | 685 | 550 | 6 |
| Interest on Receivables under Resale Agreements | — | 20 | — |
| Interest on Receivables under Securities Borrowing Transactions | — | 0 | — |
| Interest on Deposits with Banks | 12,199 | 10,963 | 100 |
| Other Interest Income (Note 2) | 4,179 | 4,994 | 34 |
| Fees and Commissions (Note1) | 300,637 | 270,406 | 2,457 |
| Trading Income (Note 3) | 13,453 | 76 | 110 |
| Other Ordinary Income (Note 4) | 335,885 | 405,800 | 2,745 |
| Other Income (Note 5) | 119,392 | 151,138 | 976 |
| Total Income | ¥ 1,250,140 | ¥ 1,293,283 | \$ 10,215 |
| Expenses: | | | |
| Interest Expenses: | ¥ 107,883 | ¥ 137,834 | \$ 882 |
| Interest on Deposits | 29,848 | 45,221 | 244 |
| Interest on Negotiable Certificates of Deposit | 6,787 | 14,198 | 55 |
| Interest on Call Money and Bills Sold | 481 | 371 | 4 |
| Interest on Payables under Repurchase Agreements | 1,665 | 3,576 | 14 |
| Interest on Borrowings | 11,200 | 14,540 | 92 |
| Interest on Short-Term Bonds | 3,271 | 5,763 | 27 |
| Interest on Bonds | 9,971 | 5,593 | 81 |
| Other Interest Expenses (Note 2) | 44,658 | 48,570 | 365 |
| Fees and Commissions Payments | 92,926 | 86,836 | 759 |
| Trading Expenses (Note 3) | — | 33,300 | — |
| Other Ordinary Expenses (Note 4) | 291,353 | 290,111 | 2,381 |
| General and Administrative Expenses (Note 6) | 361,104 | 365,801 | 2,951 |
| Other Expenses (Note 5) | 195,012 | 206,275 | 1,593 |
| Total Expenses | ¥ 1,048,281 | ¥ 1,120,161 | \$ 8,566 |
| Income before Income Taxes | ¥ 201,858 | ¥ 173,121 | \$ 1,649 |
| Income Taxes: | 51,479 | 47,001 | 421 |
| Current | 48,285 | 41,955 | 395 |
| Deferred | 3,194 | 5,046 | 26 |
| Net Income | ¥ 150,379 | ¥ 126,119 | \$ 1,229 |
| Net Income Attributable to Non-Controlling Interests | 1,155 | 760 | 9 |
| Net Income Attributable to Owners of the Parent | ¥ 149,223 | ¥ 125,358 | \$ 1,219 |
| | | | |
| | | Yen | U.S. Dollars |
| Net Income per Share of Common Stock | ¥ 89.11 | ¥ 74.86 | \$ 0.73 |

See accompanying notes.

Financial Data:

Consolidated Statement of Comprehensive Income

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Income | ¥ 150,379 | ¥ 126,119 | \$ 1,229 |
| Other Comprehensive Income (Loss): | | | |
| Valuation Differences on Available-for-Sale Securities | (50,031) | (23,241) | (409) |
| Deferred Gains (Losses) on Hedges | 1,142 | 10,655 | 9 |
| Foreign Currency Translation Adjustments | 3,058 | (46) | 25 |
| Remeasurements of Defined Benefit Plans | (38,219) | 64,957 | (312) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies | 515 | 457 | 4 |
| Total Other Comprehensive Income (Loss) (Note) | ¥ (83,534) | ¥ 52,783 | \$ (683) |
| Comprehensive Income: | ¥ 66,845 | ¥ 178,902 | \$ 546 |
| Comprehensive Income Attributable to Owners of the Parent | 65,439 | 178,005 | 535 |
| Comprehensive Income Attributable to Non-Controlling Interests | 1,405 | 897 | 11 |

See accompanying notes.

Financial Data:

Consolidated Statement of Changes in Net Assets

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

From April 1, 2021 to March 31, 2022

| | Millions of Yen | | | |
|--|----------------------|-----------------|-------------------|----------------------------|
| | Shareholders' Equity | | | |
| | Capital Stock | Capital Surplus | Retained Earnings | Total Shareholders' Equity |
| Balance at the Beginning of the Year | ¥ 342,037 | ¥ 342,853 | ¥ 1,339,698 | ¥ 2,024,588 |
| Cumulative Effects of Changes in Accounting Policies | | | (9,636) | (9,636) |
| Restated Balance | 342,037 | 342,853 | 1,330,061 | 2,014,951 |
| Changes during the Year | | | | |
| Cash Dividends | | | (49,850) | (49,850) |
| Net Income Attributable to Owners of the Parent | | | 149,223 | 149,223 |
| Reversal of Revaluation Reserve for Land | | | 439 | 439 |
| Net Changes of Items Other Than Shareholders' Equity | | | | |
| Total Changes during the Year | — | — | 99,812 | 99,812 |
| Balance at the End of the Year | ¥ 342,037 | ¥ 342,853 | ¥ 1,429,874 | ¥ 2,114,764 |

| | Millions of Yen | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | |
| Balance at the Beginning of the Year | ¥ 345,053 | ¥ (44,836) | ¥ (4,016) | ¥ (2,452) | ¥ (4,477) | ¥ 289,269 | ¥ 27,637 | ¥ 2,341,495 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | | (0) | (9,636) |
| Restated Balance | 345,053 | (44,836) | (4,016) | (2,452) | (4,477) | 289,269 | 27,636 | 2,331,858 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | | | (49,850) |
| Net Income Attributable to Owners of the Parent | | | | | | | | 149,223 |
| Reversal of Revaluation Reserve for Land | | | | | | | | 439 |
| Net Changes of Items Other Than Shareholders' Equity | (54,899) | 3,174 | (439) | 6,166 | (38,225) | (84,224) | 1,062 | (83,161) |
| Total Changes during the Year | (54,899) | 3,174 | (439) | 6,166 | (38,225) | (84,224) | 1,062 | 16,651 |
| Balance at the End of the Year | ¥ 290,154 | ¥ (41,661) | ¥ (4,456) | ¥ 3,713 | ¥ (42,703) | ¥ 205,045 | ¥ 28,699 | ¥ 2,348,510 |

See accompanying notes.

From April 1, 2020 to March 31, 2021

| | Millions of Yen | | | |
|--|----------------------|-----------------|-------------------|----------------------------|
| | Shareholders' Equity | | | |
| | Capital Stock | Capital Surplus | Retained Earnings | Total Shareholders' Equity |
| Balance at the Beginning of the Year | ¥ 342,037 | ¥ 342,853 | ¥ 1,264,091 | ¥ 1,948,981 |
| Changes during the Year | | | | |
| Cash Dividends | | | (49,867) | (49,867) |
| Net Income Attributable to Owners of the Parent | | | 125,358 | 125,358 |
| Reversal of Revaluation Reserve for Land | | | 115 | 115 |
| Net Changes of Items Other Than Shareholders' Equity | | | | |
| Total Changes during the Year | — | — | 75,606 | 75,606 |
| Balance at the End of the Year | ¥ 342,037 | ¥ 342,853 | ¥ 1,339,698 | ¥ 2,024,588 |

| | Millions of Yen | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | |
| Balance at the Beginning of the Year | ¥ 369,924 | ¥ (57,389) | ¥ (3,901) | ¥ (2,493) | ¥ (69,401) | ¥ 236,738 | ¥ 26,769 | ¥ 2,212,489 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | | | (49,867) |
| Net Income Attributable to Owners of the Parent | | | | | | | | 125,358 |
| Reversal of Revaluation Reserve for Land | | | | | | | | 115 |
| Net Changes of Items Other Than Shareholders' Equity | (24,870) | 12,553 | (115) | 40 | 64,923 | 52,531 | 867 | 53,398 |
| Total Changes during the Year | (24,870) | 12,553 | (115) | 40 | 64,923 | 52,531 | 867 | 129,005 |
| Balance at the End of the Year | ¥ 345,053 | ¥ (44,836) | ¥ (4,016) | ¥ (2,452) | ¥ (4,477) | ¥ 289,269 | ¥ 27,637 | ¥ 2,341,495 |

See accompanying notes.

From April 1, 2021 to March 31, 2022

| | Millions of U.S. Dollars | | | |
|--|--------------------------|-----------------|-------------------|----------------------------|
| | Shareholders' Equity | | | |
| | Capital Stock | Capital Surplus | Retained Earnings | Total Shareholders' Equity |
| Balance at the Beginning of the Year | \$ 2,795 | \$ 2,802 | \$ 10,947 | \$ 16,543 |
| Cumulative Effects of Changes in Accounting Policies | | | (79) | (79) |
| Restated Balance | 2,795 | 2,802 | 10,868 | 16,465 |
| Changes during the Year | | | | |
| Cash Dividends | | | (407) | (407) |
| Net Income Attributable to Owners of the Parent | | | 1,219 | 1,219 |
| Reversal of Revaluation Reserve for Land | | | 4 | 4 |
| Net Changes of Items Other Than Shareholders' Equity | | | | |
| Total Changes during the Year | — | — | 816 | 816 |
| Balance at the End of the Year | \$ 2,795 | \$ 2,802 | \$ 11,684 | \$ 17,280 |

| | Millions of U.S. Dollars | | | | | | | |
|--|--|-----------------------------------|------------------------------|--|---|--|---------------------------|------------------|
| | Accumulated Other Comprehensive Income | | | | | | Non-Controlling Interests | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Foreign Currency Translation Adjustments | Remeasurements of Defined Benefit Plans | Total Accumulated Other Comprehensive Income | | |
| Balance at the Beginning of the Year | \$ 2,820 | \$ (366) | \$ (33) | \$ (20) | \$ (37) | \$ 2,364 | \$ 226 | \$ 19,133 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | | (0) | (79) |
| Restated Balance | 2,820 | (366) | (33) | (20) | (37) | 2,364 | 226 | 19,054 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | | | (407) |
| Net Income Attributable to Owners of the Parent | | | | | | | | 1,219 |
| Reversal of Revaluation Reserve for Land | | | | | | | | 4 |
| Net Changes of Items Other Than Shareholders' Equity | (449) | 26 | (4) | 50 | (312) | (688) | 9 | (680) |
| Total Changes during the Year | (449) | 26 | (4) | 50 | (312) | (688) | 9 | 136 |
| Balance at the End of the Year | \$ 2,371 | \$ (340) | \$ (36) | \$ 30 | \$ (349) | \$ 1,675 | \$ 235 | \$ 19,190 |

See accompanying notes.

Consolidated Statement of Cash Flows

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash Flows from Operating Activities: | | | |
| Income before Income Taxes | ¥ 201,858 | ¥ 173,121 | \$ 1,649 |
| Depreciation and Amortization | 29,209 | 33,333 | 239 |
| Impairment Losses | 1,468 | 20,786 | 12 |
| Amortization of Goodwill | 4,399 | 4,399 | 36 |
| Equity in Losses (Earnings) of Affiliated Companies | (13,647) | (8,735) | (112) |
| Increase (Decrease) in Allowance for Loan Losses | 34,145 | 2,018 | 279 |
| Increase (Decrease) in Provision for Bonuses | 643 | (856) | 5 |
| Increase (Decrease) in Provision for Directors' Bonuses | (4) | 28 | (0) |
| Increase (Decrease) in Provision for Stocks Payment | 152 | 197 | 1 |
| Decrease (Increase) in Assets for Retirement Benefits | 40,205 | (131,674) | 329 |
| Increase (Decrease) in Liabilities for Retirement Benefits | (457) | (536) | (4) |
| Increase (Decrease) in Provision for Reward Points Program | 1,019 | 2,056 | 8 |
| Increase (Decrease) in Provision for Reimbursement of Deposits | (511) | (728) | (4) |
| Increase (Decrease) in Provision for Contingent Losses | 15 | 193 | 0 |
| Interest Income | (370,231) | (362,978) | (3,025) |
| Interest Expenses | 107,883 | 137,834 | 882 |
| Loss (Gain) Related to Securities | 55,268 | 51,218 | 452 |
| Loss (Gain) on Money Held in Trust | (74) | (69) | (1) |
| Foreign Exchange Losses (Gains) | (182,426) | (55,933) | (1,491) |
| Loss (Gain) on Disposal of Fixed Assets | 336 | 558 | 3 |
| Net Decrease (Increase) in Trading Assets | (11,844) | 375,744 | (97) |
| Net Increase (Decrease) in Trading Liabilities | 57,088 | (352,237) | 466 |
| Net Decrease (Increase) in Loans and Bills Discounted | (369,539) | (803,592) | (3,020) |
| Net Increase (Decrease) in Deposits | (222,643) | 2,777,393 | (1,819) |
| Net Increase (Decrease) in Negotiable Certificates of Deposit | (632,650) | 1,335,302 | (5,170) |
| Net Increase (Decrease) in Borrowed Money (Excluding Subordinated Borrowings) | 1,415,895 | (73,782) | 11,570 |
| Net Decrease (Increase) in Due from Banks (Excluding Due from the Bank of Japan) | (800,096) | 491,550 | (6,538) |
| Net Decrease (Increase) in Call Loans | 51,543 | 1,230,261 | 421 |
| Net Decrease (Increase) in Receivables under Securities Borrowing Transactions | 75,155 | 12,968 | 614 |
| Net Increase (Decrease) in Call Money | 595,441 | (12,776) | 4,866 |
| Net Decrease (Increase) in Foreign Exchange-Assets | (4,098) | 11,556 | (33) |
| Net Increase (Decrease) in Foreign Exchange-Liabilities | 698 | (2,636) | 6 |
| Net Decrease (Increase) in Lease Receivables and Investment Assets | 7,031 | (21,292) | 57 |
| Net Increase (Decrease) in Short-Term Bonds Payable | (157,495) | 837,951 | (1,287) |
| Increase (Decrease) in Straight Bonds-Issuance and Redemption | 552,497 | 570,236 | 4,515 |
| Net Increase (Decrease) in Borrowed Money from Trust Account | (616,380) | 164,918 | (5,037) |
| Interest Received | 369,004 | 382,388 | 3,015 |
| Interest Paid | (104,607) | (162,436) | (855) |
| Other, Net | (261,731) | (28,824) | (2,139) |
| Subtotal | ¥ (147,481) | ¥ 6,596,930 | \$ (1,205) |
| Income Taxes (Paid) Refunded | (37,605) | (71,054) | (307) |
| Net Cash Provided by (Used in) Operating Activities | ¥ (185,086) | ¥ 6,525,876 | \$ (1,512) |

(Continued)

| | Millions of Yen | | Millions of U.S. Dollars |
|--|----------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash Flows from Investing Activities: | | | |
| Purchase of Securities | ¥ (9,168,630) | ¥ (7,128,175) | \$ (74,919) |
| Proceeds from Sales of Securities | 4,220,006 | 3,063,294 | 34,483 |
| Proceeds from Redemption of Securities | 4,158,323 | 3,650,794 | 33,979 |
| Purchase of Tangible Fixed Assets | (8,447) | (27,223) | (69) |
| Proceeds from Sales of Tangible Fixed Assets | 1,950 | 750 | 16 |
| Purchase of Intangible Fixed Assets | (39,714) | (32,213) | (325) |
| Purchase of Shares of Affiliated Companies Accounted for Using the Equity Method | (8,606) | (49) | (70) |
| Proceeds from Sales of Shares of Affiliated Companies Accounted for Using the Equity Method | 102 | — | 1 |
| Net Cash Provided by (Used in) Investing Activities | ¥ (845,015) | ¥ (472,822) | \$ (6,905) |
| Cash Flows from Financing Activities: | | | |
| Proceeds from Subordinated Borrowings | ¥ 25,000 | ¥ 40,000 | \$ 204 |
| Repayments of Subordinated Borrowings | (50,000) | (70,000) | (409) |
| Payments for Redemption of Subordinated Bonds and Bonds with Subscription Rights to Shares | (41,500) | (120,000) | (339) |
| Cash Dividends Paid | (49,850) | (49,867) | (407) |
| Cash Dividends Paid to Non-Controlling Interests | (342) | (29) | (3) |
| Net Cash Provided by (Used in) Financing Activities | ¥ (116,693) | ¥ (199,897) | \$ (954) |
| Effect of Exchange Rate Change on Cash and Cash Equivalents | ¥ 58,686 | ¥ (18,633) | \$ 480 |
| Net Increase (Decrease) in Cash and Cash Equivalents | ¥ (1,088,109) | ¥ 5,834,522 | \$ (8,891) |
| Cash and Cash Equivalents at the Beginning of the Year | ¥ 16,741,171 | ¥ 10,906,648 | \$ 136,797 |
| Cash and Cash Equivalents at the End of the Year (Note) | ¥ 15,653,061 | ¥ 16,741,171 | \$ 127,905 |

See accompanying notes.

Notes to Consolidated Financial Statements

Basis of Presentation of Financial Statements

The accompanying consolidated financial statements (banking account) have been prepared from the accounts maintained by Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank") and its consolidated subsidiaries (together, "SuMi TRUST Bank Group") in accordance with the accounting principles generally accepted in Japan and certain accounting and disclosure rules under the Financial Instruments and Exchange Act of Japan and the Banking Act of Japan, which are different in certain respects as to application and disclosure requirements of International Financial Reporting Standards.

In preparing these consolidated financial statements, the consolidated financial statements of SuMi TRUST Bank issued in Japan have been reclassified and rearranged in order to present them in a form that is more familiar to readers outside Japan.

The consolidated financial statements are stated in Japanese yen, the currency of the country in which SuMi TRUST Bank is incorporated and operates. The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥122.38 to U.S. \$1, the approximate rate of exchange as of March 31, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, total balances may not be equal to the sum of individual amounts.

Significant Accounting Policies and Practices

1. Scope of Consolidation

(1) Consolidated Subsidiaries as of March 31, 2022:

38 companies

Principal Companies:

Sumitomo Mitsui Trust Loan & Finance Co., Ltd.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd.

Sumitomo Mitsui Trust Realty Co., Ltd.

Sumitomo Mitsui Trust Guarantee Co., Ltd.

Sumitomo Mitsui Trust Club Co., Ltd.

Sumitomo Mitsui Trust and Bank (U.S.A.) Limited

Changes in the consolidated subsidiaries during the current fiscal year are as follows:

Arcadia Funding LLC and 1 other company are excluded from the scope of the consolidation, due to liquidation, from the fiscal year ended March 31, 2022.

(2) Unconsolidated Subsidiaries

Principal Companies:

Cattleya Co., Ltd.

ASIA GATEWAY I, L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of consolidation in accordance with Article 5, Paragraph 1, Item 2 of the Consolidated Financial Statements Regulations, because they are operators engaged in leasing activities through silent partnership arrangements and their assets and profits/losses do not belong to the subsidiaries.

ASIA GATEWAY I, L.P. and other unconsolidated subsidiaries are excluded from the scope of consolidation, because they are immaterial to the extent that excluding such companies from consolidation would not prevent a reasonable assessment of the corporate group's financial position and financial results. Such materiality is determined based on the size of their assets, ordinary income, net income (amount corresponding to SuMi TRUST Bank's interest in subsidiaries), retained earnings (amount corresponding to SuMi TRUST Bank's interest in subsidiaries), accumulated other comprehensive income (amount corresponding to SuMi TRUST Bank's interest in subsidiaries), and other financial data.

2. Application of the Equity Method

(1) Unconsolidated Subsidiaries Accounted for by the Equity Method:
None

(2) Affiliated Companies Accounted for by the Equity Method:
22 companies

Principal Companies:

SBI Sumishin Net Bank, Ltd.

Changes in affiliated companies accounted for by the equity method during the current fiscal year are as follows:

SBI Card Co., Ltd. and one other company are excluded from the scope of the application of the equity method effective from the fiscal year ended March 31, 2022, due to liquidation and other factors.

(3) Unconsolidated Subsidiaries and Affiliated Companies that are Not Accounted for by the Equity Method:

Principal Companies:

Cattleya Co., Ltd.

ASIA GATEWAY I, L.P.

Cattleya Co., Ltd. and 10 other companies are excluded from the scope of application of the equity method in accordance with Article 10, Paragraph 1, Item 2 of the Consolidated Financial Statements Regulations because they are operators engaged in leasing activities through silent partnership arrangements, and their assets and profits/losses do not

belong to the subsidiaries.

ASIA GATEWAY I, L.P. and other unconsolidated subsidiaries and affiliated companies that are not accounted for by the equity method are excluded from the scope of application of the equity method because such exclusion would not materially affect the consolidated financial statements for the current fiscal year. Such materiality is determined based on the size of their net income (amount corresponding to SuMi TRUST Bank's interest in subsidiaries and affiliated companies), retained earnings (amount corresponding to SuMi TRUST Bank's interest in subsidiaries and affiliated companies), accumulated other comprehensive income (amount corresponding to SuMi TRUST Bank's interest in subsidiaries and affiliated companies), and other financial data.

3. Balance Sheet Dates of the Consolidated Subsidiaries

(1) Balance sheet dates of consolidated subsidiaries are as follows:

| | |
|---------------|--------------|
| April 30: | 2 companies |
| August 31: | 1 company |
| September 30: | 4 companies |
| November 30: | 1 company |
| December 31: | 5 companies |
| March 31: | 25 companies |

(2) Subsidiaries are consolidated using the financial statements as of the following dates:

- Consolidated subsidiaries with a balance sheet date of April 30: Provisionally prepared financial statements as of January 31
- A consolidated subsidiary with a balance sheet date of August 31: Provisionally prepared financial statements as of February 28
- Consolidated subsidiaries with a balance sheet date of September 30: Provisionally prepared financial statements as of March 31
- A consolidated subsidiary with a balance sheet date of November 30: Provisionally prepared financial statements as of February 28
- The other consolidated subsidiaries: Financial statements as of their respective balance sheet dates.

Material transactions arising between the consolidated balance sheet date, March 31, 2022, and the above balance sheet dates of consolidated subsidiaries have been reflected in the consolidated financial statements.

4. Significant Accounting Policies

(1) Trading Assets/Liabilities and Income/Expenses

Trading account activities are conducted to seek profits by

taking advantage of short-term fluctuations in interest rates, currency rates, financial markets or other indicators, or inter-market differences (for trading purposes). The fluctuations in such items are presented as "Trading Assets" or "Trading Liabilities" in the consolidated balance sheet on a trade-date basis, and gains and losses from such transactions are presented as "Trading Income" or "Trading Expenses" in the consolidated statement of income.

For the measurement of trading assets and trading liabilities, securities and monetary claims are stated at their fair values as of the consolidated balance sheet date, and trading-related financial derivatives, such as swaps, futures, and options, are stated at the amounts that would be settled if they were terminated on the consolidated balance sheet date.

Trading income and trading expenses include interest income or expenses, adjusting valuation differences of securities and monetary claims during the fiscal year and differences in resulting gains or losses from the settlement of financial derivatives assuming that the settlement was made in cash as of March 31, 2022 and 2021.

Regarding valuation of specific market risks and credit risks for derivative transactions, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

(2) Securities

(a) Under the accounting standards for financial instruments in Japan, SuMi TRUST Bank is required to determine the purposes of holding each security and classify such security into (i) securities held for trading purposes ("Trading Securities"), (ii) debt securities intended to be held to maturity ("Held-to-Maturity Debt Securities"), (iii) equity securities issued by subsidiaries and affiliated companies, or (iv) all other securities that are not classified in any of the above categories ("Available-for-Sale Securities"). "Held-to-Maturity Debt Securities" are carried at amortized cost using the moving-average method (the straight-line method). Equity securities issued by unconsolidated subsidiaries and affiliated companies not accounted for by the equity method are stated at moving-average cost. "Available-for-Sale Securities" are valued at the market price (cost of securities sold is calculated using primarily the moving-average method). Equity securities with no market prices are carried at cost using the moving-average method.

Valuation differences on "Available-for-Sale Securities" are recorded as a separate component of net assets and reported in the consolidated balance sheet.

(b) Securities in money held in trust are classified and accounted for in the same manner as those described in 4. (1) and 4. (2) (a) above.

(3) Financial Derivatives

Financial derivatives, excluding those for trading purposes, are stated at fair value.

Regarding valuation of specific market risks and credit risks, fair value is measured in groups of financial assets and financial liabilities with the basis of the net asset or liability after offsetting financial assets and financial liabilities.

(4) Depreciation and Amortization Methods

(a) Tangible fixed assets other than lease assets

Tangible fixed assets are depreciated using primarily the straight-line method.

Useful lives of major asset categories:

| | |
|------------|---------------|
| Buildings: | 3 to 60 years |
| Others: | 2 to 20 years |

(b) Intangible fixed assets

Intangible fixed assets are amortized using the straight-line method. Software for internal use is amortized over the useful life specified by SuMi TRUST Bank or the consolidated subsidiaries, generally five years.

(c) Lease assets

The lease assets under "Tangible Fixed Assets" that are related to finance leases that do not transfer ownership of the lease assets to lessees are depreciated using the straight-line method over the lease term, assuming a residual value of zero.

(5) Allowance for Loan Losses

SuMi TRUST Bank records allowance for loan losses in accordance with internally established criteria for write-offs and allowance for loan losses.

For claims against borrowers that have initiated special liquidation proceedings or other bankruptcy proceedings ("bankrupt borrowers") and against borrowers that are in substantially similar adverse condition ("virtually bankrupt borrowers"), the allowance is provided based on the amount of claims, after the write-off stated below, net of the expected amount of recoveries from collateral and guarantees. For claims against borrowers that have not yet initiated bankruptcy proceedings, but are very likely to become bankrupt in the future ("possibly bankrupt borrowers"), an allowance is provided for the amount deemed necessary based on the overall assessment of the borrowers' solvency, after deducting the amount expected to be collected through the disposal of collateral or execution of guarantees from the claims.

For claims against large borrowers with certain credit risks and credit amounts that are classified as possibly bankrupt borrowers, restructured loan borrowers, or close-observation borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method").

For claims that are classified as other than those above, the allowance is provided based on the estimated loan losses over the next one or three years, which are calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past one or three years, then adjusted based on future forecast.

All claims are assessed at branches and credit supervision departments based on the criteria for self-assessment of asset quality. The Risk Management Department, which is independent from the operating sections, monitors the results of such assessments.

As for the consolidated subsidiaries, the allowance for loan losses for general claims is provided based on the historical loan-loss ratios, and the allowance for loan losses for specific claims, such as possible uncollectible claims, is provided based on the estimate of unrecoverable amount for each claim.

For claims against bankrupt borrowers or virtually bankrupt borrowers with collateral or guarantees, claims against borrowers in legal or virtually bankrupt borrowers, net of amounts expected to be collected through the disposal of collateral or through the execution of guarantees, are directly deducted from the original amount of claims. The deducted amount was ¥23,943 million (U.S. \$196 million) and ¥24,592 million as of March 31, 2022 and 2021, respectively.

(6) Provision for Bonuses

A provision for bonuses is provided for the estimated employee bonuses attributable to the current fiscal year.

(7) Provision for Directors' Bonuses

A provision for directors' bonuses is provided for the estimated directors' bonuses attributable to the current fiscal year.

(8) Provision for Stocks Payment

A provision for stocks payment is provided at SuMi TRUST Bank for the estimated stock-based payments to directors under a stock compensation system attributable to the current fiscal year.

(9) Provision for Reward Points Program

A provision for reward points program is provided for the use of points granted to holders of Diners Club Card and other credit cards in the amount deemed necessary based on the reasonable estimates of the points to be used in the future.

(10) Provision for Reimbursement of Deposits in Dormant Accounts

A provision for reimbursement of deposits in dormant accounts is provided for the deposits that were derecognized as liabilities under certain conditions. Such provision is provided against the estimated future reimbursement to be requested by customers based on the past reimbursement record.

(11) Provision for Contingent Losses

A provision for contingent losses is provided for contingent losses associated with off-balance sheet transactions or trust transactions in the amount deemed necessary based on the estimated possible future losses.

(12) Accounting for Retirement Benefits

In determining the retirement benefit obligations, projected benefits to the periods up to the year ended March 31, 2022, are attributed based on the plan's benefit formula.

Past service cost and actuarial gains or losses are expensed using the following methods:

Past service cost: In principle, the full amount of past service cost is charged to profit or loss in the fiscal year they occur.

Actuarial gains or losses: Actuarial differences are expensed using the straight-line method, primarily over 10 years within the employees' average remaining service period, commencing from the next fiscal year of incurrence.

Some consolidated subsidiaries adopt the simplified method in calculating liabilities for retirement benefits and retirement benefit expenses for lump-sum retirement benefit plans, recording liabilities at amounts that would be required for voluntary termination at the year-end.

(13) Basis for Recognition of Significant Revenues and Expenses

The SuMi TRUST Bank Group's main revenues from contracts with customers are "Trust Fees" and "Fees and Commissions" such as asset administration fees, stock transfer agency fees, real estate brokerage fees, and investment trust and insurance sales fees.

The timing of satisfying performance obligation in each transaction is determined based on the respective economic conditions as follows. The amount of consideration for

transactions is generally received within approximately six months after the satisfaction of performance obligations and does not include significant financing components.

Trust fees and asset administration fees are recorded mainly in the "Fiduciary Services," and "Retail Total Solutions Services." The SuMi TRUST Bank Group is obligated to perform asset administrative services in accordance with the terms of trust agreements and various contracts. The SuMi TRUST Bank Group recognizes revenues from these performance obligations over a period of time since the benefits are expensed by the customer as the daily services are provided.

Stock transfer agency fees are mainly recorded in the "Stock Transfer Agency Services." The SuMi TRUST Bank Group is obligated to perform shareholder registry management services in accordance with agreement on entrustment of management of shareholder registry. The SuMi TRUST Bank Group recognizes revenues from this performance obligation over a period of time since the benefits are expensed by the customer as the daily services are provided.

Real estate brokerage fees are recorded mainly in the "Real Estate." The SuMi TRUST Bank Group is obligated to perform real estate brokerage services based on real estate brokerage contracts. Revenues are recognized when the performance obligation is satisfied at the time when the real estate sales contract is executed or when the property is delivered. The timing of satisfying performance obligation is determined based on the significance of the duties after the execution of the real estate sales contract.

Fees on sales of investment trusts and insurance are mainly recorded in the "Retail Total Solutions Services." The SuMi TRUST Bank Group is obligated to provide product explanations and sales administrative services based on the terms and conditions of transactions and consignment agreements. Revenues are recognized when the performance obligation is satisfied at the time of product sale.

(14) Foreign Currency Translation

Assets and liabilities of SuMi TRUST Bank that are denominated in foreign currencies and overseas branch accounts are generally translated into yen at the exchange rates prevailing as of the consolidated balance sheet date, except for shares of stocks in affiliated companies translated into yen at the exchange rates prevailing at the acquisition dates.

Assets and liabilities of consolidated subsidiaries that are denominated in foreign currencies are translated into yen at the exchange rates prevailing at their respective balance sheet dates.

(15) Accounting for Leases

As for the consolidated subsidiaries in Japan, income and expenses arising from transactions of finance leases that do not transfer ownerships to lessees are recognized as sales and costs of sales when lease payments are collected.

(16) Hedge Accounting

(a) Interest-related risk hedge

SuMi TRUST Bank manages interest rate risk arising from various assets and liabilities by using financial derivatives transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry" (Japanese Institute of Certified Public Accountants ("JICPA") Industry Committee Practical Guidance No. 24 of March 17, 2022, "Guidance No. 24"). To evaluate the effectiveness of hedges designed to offset market fluctuations, hedged items, such as deposits, loans and bills discounted, and hedging instruments, such as interest rate swaps, are grouped by duration to maturity. The effectiveness of hedges designed to fix cash flow is evaluated by verifying the correlation between the interest rate volatility factors for the hedged items and those for the hedging instruments.

(b) Currency-related risk hedge

SuMi TRUST Bank manages the foreign exchange risk arising from various assets and liabilities denominated in foreign currencies using financial derivatives transactions. Such transactions are generally treated as deferred hedges as specified in "Treatment for Accounting and Auditing of Application of Accounting Standard for Foreign Currency Transactions in Banking Industry" (JICPA Industry Committee Practical Guidance No. 25 of October 8, 2020, "Guidance No. 25"). The effectiveness of hedging instruments, such as cross-currency swaps and foreign exchange swaps, as a means of mitigating the foreign exchange risk arising from monetary claims and debts denominated in foreign currencies, is evaluated by verifying that the foreign currency positions of such hedging instruments are in amounts equivalent to the corresponding monetary claims and debts denominated in foreign currencies, which are the hedged items.

Additionally, transactions intended to hedge the foreign exchange risk associated with foreign-denominated securities (other than bonds) are treated as portfolio hedges. Fair value hedge accounting has been adopted to account for such transactions on the conditions that specific foreign-denominated securities are designated in advance as hedged items and that foreign currency payables of spot and forward

foreign exchange contracts exist in excess of the acquisition cost of such foreign-denominated securities on a foreign currency basis.

The foreign exchange risk associated with investment in the shares of stocks in foreign subsidiaries and affiliated companies is individually hedged using forward exchange contracts denominated in the same currency, and foreign currency translation adjustments arising from the hedging instruments are included in "Foreign Currency Translation Adjustments."

(c) Internal hedge transactions and others

Among derivatives transactions of SuMi TRUST Bank that take place between consolidated subsidiaries or that are made internally between designated trading accounts and some other accounts, those interest rate swaps and cross-currency swaps designated as hedging instruments are carried out in accordance with standards for cover deals with external parties, which eliminate discretion and enable strict management on hedges pursuant to Guidance No. 24 and Guidance No. 25. Accordingly, income or expenses arising from such interest rate swaps and cross-currency swaps are recognized as profits or losses, or deferred, rather than eliminated.

Deferred hedge accounting has been adopted for certain assets and liabilities by individual transactions.

Other consolidated subsidiaries account for such transactions as deferred hedges or exceptional treatment for interest rate swaps.

(17) Amortization of Goodwill

Goodwill is amortized over a period within 20 years that is reasonably determined for each case. Goodwill deemed immaterial, however, is expensed as incurred.

(18) Scope of Cash and Cash Equivalents in the Consolidated Statement of Cash Flows

For SuMi TRUST Bank, the balance of "Cash and Cash Equivalents" in the consolidated statement of cash flows is equivalent to the balance of cash and due from the Bank of Japan under "Cash and Due from Banks" presented in the consolidated balance sheet. For the consolidated subsidiaries, the balance of "Cash and Cash Equivalents" in the consolidated statement of cash flows is equivalent to the balance of "Cash and Due from Banks" presented in the consolidated balance sheet.

(19) Nondeductible Consumption Taxes Associated with Assets

Nondeductible consumption taxes and local consumption taxes associated with assets are recorded as expenses in the current fiscal year.

(20) Adoption of Consolidated Taxation System

SuMi TRUST Bank adopts the consolidated taxation system.

(21) Adoption of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System

SuMi TRUST Bank and some of its consolidated subsidiaries in Japan will transfer from the consolidated taxation system to the group tax sharing system from the fiscal year ending March 31, 2023, but did not adopt Paragraph 44 of "Implementation Guidance on Tax Effect Accounting" (Accounting Standards Board of Japan (ASBJ) Guidance No. 28, February 16, 2018) in accordance with Paragraph 3 of "Treatment of Tax Effect Accounting for the Transition from the Consolidated Taxation System to the Group Tax Sharing System" (ASBJ Practical Issues Task Force (PITF) No.39, March 31, 2020) and account for deferred tax assets and deferred tax liabilities based on the tax regulations before the revision. Such treatment is adopted on items transitioned to group tax sharing system established under "The Law Revising a Portion of Income Tax Law" (Act No.8, 2020) and single taxation system items revised in conjunction with the transition to the group tax sharing system.

"Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System" (ASBJ Practical Issues Task Force (PITF) No.42, August 12, 2021), which specifies the treatment of accounting and disclosure of corporation taxes, local corporation taxes, and tax effect accounting under the group tax sharing system, will be adopted from the beginning of the fiscal year ended March 31, 2023.

Significant Accounting Estimates**1. Estimates of Allowance for Loan Losses**

(1) The Amounts Recorded in the Consolidated Financial Statements during the Fiscal Year Ended March 31, 2022 and 2021:

The amounts recorded in the consolidated financial statements during the fiscal year ended March 31, 2022 and 2021 were ¥163,369 million (U.S. \$1,335 million) and ¥129,223 million, respectively.

(2) Other Information that Assists Users of the Consolidated Financial Statements in Understanding the Nature of the Estimates

SuMi TRUST Bank assigns each borrower a "classification" in accordance with the borrower's solvency based on their financial conditions, funding stability, profitability, and others whenever there is disclosure of financial results or an

event with an impact on the borrower's creditworthiness. SuMi TRUST Bank measures allowance for loan losses based on the "classification" assigned and transaction conditions of collateral and other factors. When deriving the "classification," quantitative as well as qualitative factors are taken into consideration.

Definition of each classification is as follows:

| Classification | Definitions |
|------------------------------|--|
| Normal borrowers | Borrowers with good earnings performances and no significant financial problems |
| Borrowers requiring caution | Close monitoring is required due to sluggish/unstable business, financial problems, or problems with meeting loan terms and conditions such as reduction of interest rate and suspended payments |
| Substandard borrowers | Obligors with loans that are more than three months past due or with restructured loans within the "Borrowers Requiring Caution" category |
| Possibly bankrupt borrowers | Experiencing business difficulties, making insufficient progress in restructuring and highly likely to go bankrupt |
| Virtually bankrupt borrowers | Though not yet legally or formally bankrupt, has serious business difficulties and rehabilitation is unlikely |
| Bankrupt borrowers | Legally or formally bankrupt |

The standards for allowances for loan losses for each classification are as follows:

| Classification | Standards for allowances for loan losses |
|---|--|
| Normal borrowers | The allowance for loan losses is provided based on the estimated loan loss ratio, which is calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past one year. |
| Borrowers requiring caution and Substandard borrowers | The allowance for loan losses is provided based on the estimated loan loss ratio, which is calculated based on the average historical loan-loss ratios during a certain period on the basis of historical loan losses over the past three years. For some borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method"). |

| | |
|---|--|
| Possibly bankrupt borrowers | The allowance is provided for the amount deemed necessary based on the overall assessment of the borrowers' solvency, after deducting the amount expected to be collected through the disposal of collateral or execution of guarantees from the claims. For some borrowers, if future cash flows from collection of the principal and interest can be reasonably estimated, the allowance is provided for the difference between the present value of expected future cash flows discounted at the contracted interest rate prior to the loan restructuring and the carrying amount of the claim (the "estimated cash flow method"). |
| Virtually bankrupt borrowers and Bankrupt borrowers | The allowance is provided based on the amount of claims, net of the expected amount of recoveries from collateral and guarantees. For claims against borrowers who are legally bankrupt or virtually bankrupt with collateral or guarantees, the amounts expected to be collected through the disposal of collateral or through the execution of guarantees, are directly deducted from the original amount of claims. |

For normal borrowers, borrowers requiring caution, and substandard borrowers, changes in the loan loss ratio have an impact on the allowance for loan losses. For possibly bankrupt borrowers, virtually bankrupt borrowers, and bankrupt borrowers, changes in the amount expected to be collected through the disposal of collateral or execution of guarantees have a significant impact on the allowance for loan losses.

(3) Adjustments of Expected Credit Losses Considering the Future Forecast

The economic environment is undergoing significant changes due to the repetitive spread and lull of COVID-19 and the international situation surrounding Ukraine, which triggered a rise in resource prices and disruption in the global supply chain. The impact of these changes in the economic environment on the credit risk is reflected in the individual borrowers' classification and internal ratings to the extent that reasonable estimates can be made. However, there is a high level of uncertainty in the estimates because the impact is complex and diverse.

SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. estimate the impact on credit risks that have not yet been reflected in the financial information and

historical loan-loss ratios of the borrowers and make necessary adjustments to expected future credit losses, considering the impact of the changes in the economic environment described above on the business performance and funding of borrowers.

In the fiscal year ended March 31, 2021, SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. identified industries that may have been affected by downturn of business performance due to the spread of COVID-19 and assessed the degree of prospects for recovery after the end of pandemic, assuming that the spread and the lull of COVID-19 will continue to alternate, and it will take time to settle down. Additional allowance for loan losses ("special allowance") of ¥18,432 million is recognized for some credit in industries described above by estimating the credit losses expected in the future, assuming that internal ratings of certain credits of the industries would be downgraded to some extent depending on the degree of prospects for recovery after the end of pandemic.

In the fiscal year ended March 31, 2022, SuMi TRUST Bank re-evaluated special allowance based on the method considering future forecast about the impact of not only the COVID-19 but also the changes in the economic environment described above on credit losses. The specific methods of reevaluation are as follows.

(a) Re-evaluate the degree of prospects for the recovery in the future and the degree of impact on industries which may have been affected by downturn of business performance and funding due to the repetitive spread and lull of COVID-19 and the international situation surrounding Ukraine, which triggered a rise in resource prices and disruption in the global supply chain.

(b) Predict the transition of internal ratings based on quantitative information, assuming the degree of deterioration in future credit risk for each industry and internal rating based on the degree of impact on certain credits of the industries which may have been affected by downturn of business performance and funding.

(c) Recognize special allowance by estimating credit losses expected in the future, assuming the transition of internal rating as described above.

Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. re-evaluated the special allowance based on the same method as of the fiscal year ended March 31, 2021. In the fiscal year ended March 31, 2022, SuMi TRUST Bank and Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. recognized a special allowance of ¥21,022 million (U.S. \$172 million).

There is a high level of uncertainty about the assumptions used to recognize a special allowance, and the consolidated financial statements can be significantly affected if there is a change in the impact on the business performance and funding of borrowers due to the change in economic environment.

2. Estimates of Retirement Benefit Obligations

(1) The Amounts Recorded in the Consolidated Financial Statements during the Fiscal Year Ended March 31, 2022 and 2021:

The amounts recorded in the consolidated financial statements during the fiscal year ended March 31, 2022 and 2021 were ¥421,543 million (U.S. \$3,445 million) and ¥429,015, respectively.

The amounts of assets for retirement benefits and liabilities for retirement benefits recognized in the consolidated financial statements for the fiscal year ended March 31, 2022 were ¥192,204 million (U.S. \$1,571 million) and ¥11,380 million (U.S. \$93 million), respectively. The net amount of ¥180,823 million (U.S. \$1,478 million) was calculated by deducting plan assets of ¥602,366 million (U.S. \$4,922 million) from retirement benefit obligations of retirement benefit plans with and without plan assets of ¥410,162 million (U.S. \$3,352 million) and ¥11,380 million (U.S. \$93 million), respectively.

(2) Other Information that Assists Users of the Consolidated Financial Statements in Understanding the Nature of the Estimates

Retirement benefit obligations, plan assets, and retirement benefit expenses are calculated based on assumptions used in actuarial calculation. These assumptions include discount rate, expected long-term rate of return on plan assets, employee turnover rate, and mortality rate.

Major assumptions used in actuarial calculation are as follows:

| Discount rate | Expected long-term rate of return on plan assets |
|---------------|--|
| Mainly 0.5% | 3.5% |

SuMi TRUST Bank, which accounts for 95.3% of asset retirement obligations of SuMi TRUST Bank Group, has set a discount rate based on the interest rates of high-quality domestic corporate bonds whose maturities are equal to the expected period up to the payment of salaries in the future. The expected long-term rate of return on plan assets is determined by evaluating the historical results of operation and the expected interest rate in the future. The expected long-term rate of return on plan assets is the weighted average

rate of expected long-term rates of return on plan assets by groups of investment assets such as stocks and bonds.

(3) Impact of Changes in Assumptions on the Consolidated Financial Statements

The assumptions described in (2) will have a significant impact on retirement benefit obligations and retirement benefit expenses. The impacts on the consolidated financial statements when each of the discount rate and the expected long-term rate of return on plan assets of SuMi TRUST Bank changes by 0.5% are as follows:

| | Impact on retirement benefit expenses | Impact on retirement benefit obligations |
|---|---------------------------------------|--|
| Discount rate: | | |
| 0.5% decrease | ¥2,536 million increase | ¥33,056 million increase |
| 0.5% increase | ¥2,266 million decrease | ¥29,304 million decrease |
| Expected long-term rate of return on plan assets: | | |
| 0.5% decrease | ¥2,960 million increase | — |
| 0.5% increase | ¥2,960 million decrease | — |

Changes in Accounting Policies

Application of Accounting Standard for Revenue Recognition etc.

SuMi TRUST Bank has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No.29, March 31, 2020, "the Standard for Revenue Recognition") etc. from the beginning of the current fiscal year ended March 31, 2022. Once control of a promised good or service is transferred to the customer, SuMi TRUST Bank recognizes revenue at the amount that SuMi TRUST Bank expects to receive in exchange for the good or service.

Application of the Standard for Revenue Recognition etc. is in accordance with the transitional treatments specified in the proviso in Paragraph 84 of the Standard for Revenue Recognition. The cumulative effect of applying the new accounting policy retrospectively prior to the current fiscal year ended March 31, 2022 is added to or deducted from retained earnings as of the beginning of the current fiscal year, and the new accounting policy is applied to the balance at the beginning of the current fiscal year.

The effects of this change in the accounting policy on the consolidated financial statements are immaterial.

The notes to "Revenue Recognition" for the previous

fiscal year ended March 31, 2021, is not presented in accordance with the transitional treatments specified in Section 3 of Paragraph 89 of the Standard for Revenue Recognition.

Application of Accounting Standard for Fair Value Measurement etc.

SuMi TRUST Bank has applied the "Accounting Standard for Fair Value Measurement" (ASBJ Statement No.30, July 4, 2019, "the Standard for Fair Value Measurement") etc. from the beginning of the current fiscal year ended March 31, 2022. In accordance with Paragraph 8 of the Standard for Fair Value Measurement, the fair value adjustment method for the calculation of the fair value of derivative transactions has been revised to a method that maximizes the use of observable inputs estimated from derivatives traded in the market. Such revision is a result of the application of the Standard for Fair Value Measurement, etc. and the cumulative effect of applying the new accounting policy retrospectively prior to the current fiscal year ended March 31, 2022 is reflected to the balance of retained earnings at the beginning of the current fiscal year, in accordance with the transitional treatments specified in Paragraph 20 of the Standard for Fair Value Measurement.

As a result, trading assets decreased by ¥7,127 million (U.S. \$58 million), other assets decreased by ¥8,105 million (U.S. \$66 million), deferred tax assets increased by ¥3,948 million (U.S. \$32 million), trading liabilities decreased by ¥1,061 million (U.S. \$9 million), other liabilities decreased by ¥1,277 million (U.S. \$10 million), retained earnings decreased by ¥8,945 million (U.S. \$73 million), and net assets per share of common stock decreased by ¥5.34 (U.S. \$0.04) as of the beginning of the current consolidated fiscal year ended March 31, 2022.

In addition, in the notes to "Financial Instruments," the SuMi Trust Bank Group has disclosed the notes related to the breakdown of fair values of financial instruments by input level. However, in accordance with the transitional treatment prescribed in Section 7-4 in "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No. 19, July 4, 2019), the notes for the previous fiscal year ended March 31, 2021, are not included.

New Accounting Standards and Interpretations Not Yet Adopted

The following standard and guidance were issued but not yet adopted.

- Implementation Guidance on Accounting Standard for Fair Value Measurement (ASBJ Guidance No. 31, June 17, 2022)

(1) Overview

The above guidance provides the treatments on measurement and notes of fair values of investment trusts and notes of fair values of investments in partnerships recognized at net amount corresponding to equity holdings on the balance sheet.

(2) Effective date

Effective from the beginning of the fiscal year ending March 31, 2023.

(3) Effects of the application of the standards

SuMi TRUST Bank is currently in the process of determining the effects of the new guidance on the consolidated financial statements.

Changes in Presentation

Presentation of Financial Assets and Liabilities for Derivative Transactions based on Fair Value

Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

As a result, "Trading Assets" of ¥433,766 million, "Other Assets" of ¥2,217,308 million, "Trading Liabilities" of ¥321,576 million, and "Other Liabilities" of ¥1,329,910 million, presented in the consolidated balance sheets for the fiscal year ended March 31, 2021, changed to ¥962,849 million, ¥2,892,922 million, ¥850,660 million and ¥2,005,525 million, respectively.

Additionally, "Net Decrease (Increase) in Trading Assets" of ¥73,880 million and "Net Increase (Decrease) in Trading Liabilities" of ¥(50,373) million, presented in the consolidated statements of cash flows for the previous fiscal year ended March 31, 2021, changed to ¥375,744 million and ¥(352,237) million, respectively.

Notes to the Consolidated Balance Sheet

1. Trading Assets and Trading Liabilities

(1) Trading assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities in Trading Account | ¥ 5,018 | ¥ 39,520 | \$ 41 |
| Derivatives of Trading Securities | 47 | — | 0 |
| Derivatives of Securities Related to Trading Transactions | 25 | 29 | 0 |
| Trading-Related Financial Derivatives | 954,675 | 918,298 | 7,801 |
| Other Trading Assets | 7,799 | 5,000 | 64 |
| Total | ¥ 967,565 | ¥ 962,849 | \$ 7,906 |

(2) Trading liabilities as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Derivatives of Trading Securities | ¥ — | ¥ 8 | \$ — |
| Derivatives of Securities Related to Trading Transactions | 617 | 983 | 5 |
| Trading-Related Financial Derivatives | 906,069 | 849,668 | 7,404 |
| Total | ¥ 906,686 | ¥ 850,660 | \$ 7,409 |

2. Securities

Securities held as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Government Bonds | ¥ 2,839,688 | ¥ 1,760,490 | \$ 23,204 |
| Local Government Bonds | 33,919 | 23,686 | 277 |
| Corporate Bonds | 730,020 | 699,775 | 5,965 |
| Stocks | 1,411,918 | 1,591,961 | 11,537 |
| Other Securities | 2,732,472 | 2,806,755 | 22,328 |
| Total | ¥ 7,748,019 | ¥ 6,882,670 | \$ 63,311 |

“Securities” include stocks and equity investments in unconsolidated subsidiaries and affiliated companies as follows.

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Stocks | ¥ 133,672 | ¥ 112,069 | \$ 1,092 |
| Equity Investments | 25,839 | 27,031 | 211 |

Securities borrowed under unsecured loan agreements and securities purchased under resale agreements or borrowed with cash collateral that SuMi TRUST Bank has a right to freely sell or repledge, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities that are Further Collateralized | ¥ 149,251 | ¥ 154,547 | \$ 1,220 |
| Securities that are Further Loaned | 1,069,208 | 1,034,192 | 8,737 |
| Securities Held without Selling or Repledging as of the End of the Fiscal Year | 662 | 5,221 | 5 |

The bonds presented under "Securities" in the Consolidated Balance Sheet included guarantee obligations on corporate bonds that were placed through private securities offerings (Article 2, Paragraph 3 of the Financial Instruments and Exchange Act) amounting to ¥65,058 million (U.S. \$532 million) and ¥76,840 million as of March 31, 2022 and 2021, respectively.

3. Loans and Bills Discounted

Loans and bills discounted as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Bills Discounted | ¥ 451 | ¥ 763 | \$ 4 |
| Loans on Bills | 170,626 | 146,219 | 1,394 |
| Loans on Deeds | 29,142,560 | 28,752,736 | 238,132 |
| Overdrafts | 1,562,868 | 1,607,249 | 12,771 |
| Total | ¥ 30,876,507 | ¥ 30,506,968 | \$ 252,300 |

Bills discounted are treated as financial transactions in accordance with Guidance No. 24. SuMi TRUST Bank has a right to freely sell or (re)pledge such commercial bills.

Loans in accordance with the Banking Act and the Act on Emergency Measures for Revitalization of the Financial Functions are presented below. Loans include corporate bonds in "securities" (limited to those issued in private placement of securities prescribed in Section 3 of Paragraph

2 in the Financial Instruments and Exchange Act, and those with wholly or partially guaranteed redemption of the principal and payment of the interest), loans and bills discounted, foreign exchanges, interest receivables, suspense payments, and customers' liabilities for acceptances and guarantees in "other assets" presented in the consolidated balance sheet, and securities loaned (limited to those under a loan for use or lease contract) provided in the notes, etc.

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Bankrupt and Practically Bankrupt Loans | ¥ 20,585 | ¥ 26,223 | \$ 168 |
| Doubtful Loans | 130,069 | 58,172 | 1,063 |
| Loans Past Due Three Months or More | — | 3,042 | — |
| Restructured Loans | 69,474 | 49,176 | 568 |
| Total | ¥ 220,130 | ¥ 136,614 | \$ 1,799 |

Bankrupt and practically bankrupt loans are those loans that have fallen into bankruptcy due to certain reasons, including initiation of bankruptcy proceedings, start of reorganization and quasi-loans.

Doubtful loans are those loans with a strong likelihood that loan principals cannot be recovered and interest cannot be received according to the contract because of difficulties in the financial conditions and business performance of debtors who are not yet legally bankrupt, excluding those loans classified as bankrupt and practically bankrupt loans.

Loans past due three months or more are those loans for which principal or interest payments are more than three months past due (calculated from the day following the contractual payment date), excluding loans classified as bankrupt and practically bankrupt loans and doubtful loans.

Restructured loans are those loans whose terms have been modified by reducing or waiving interest, granting interest payment extensions, granting principal repayment

extensions, forgiving debt, or otherwise providing some arrangements favorable to the borrower in connection with the borrower's business restructuring or to otherwise provide support, excluding those loans classified as bankrupt and practically bankrupt loans, doubtful loans or loans past due three months or more.

The above loans are presented at the amounts prior to deduction of allowances for loan losses.

Change in Presentation

The classification of risk management loans and others based on the Banking Act are aligned with the classification of claims subject to disclosure in accordance with the Act on Emergency Measures for Revitalization of Financial Functions due to enforcement of the "Cabinet Office Ordinance of the Act of Partial Revision made in Ordinance for Enforcement of the Banking Act (Cabinet Office Ordinance No.3, January 24, 2020)," effective from March 31, 2022.

4. Assets Pledged

Assets pledged as collateral as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets Pledged as Collateral: | | | |
| Trading Assets | ¥ — | ¥ 29,978 | \$ — |
| Securities | 3,365,225 | 2,325,240 | 27,498 |
| Loans and Bills Discounted | 4,728,724 | 5,012,590 | 38,640 |
| Lease Receivables and Investment Assets | 54,956 | 50,491 | 449 |
| Other Assets | 60,425 | 109,610 | 494 |
| Total | ¥ 8,209,331 | ¥ 7,527,910 | \$ 67,081 |
| Corresponding Liabilities to Assets Pledged as Collateral: | | | |
| Deposits | ¥ 21,788 | ¥ 19,273 | \$ 178 |
| Payables under Repurchase Agreements | 527,313 | 709,711 | 4,309 |
| Borrowed Money | 5,739,492 | 4,398,213 | 46,899 |

In addition to the foregoing, the following assets have been pledged as collateral for settlement of exchange and others, or as a substitution of margin of futures and others.

| | Millions of Yen | | Millions of U.S. Dollars |
|------------|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Securities | ¥ 499,469 | ¥ 399,318 | \$ 4,081 |

“Other Assets” include initial margins of futures, security deposits, cash collateral pledged for financial instruments, and cash collateral pledged for repurchase agreement transactions. Such amounts are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Initial Margins of Futures Markets | ¥ 71,040 | ¥ 53,270 | \$ 580 |
| Security Deposits | 26,767 | 25,660 | 219 |
| Cash Collateral Pledged for Financial Instruments-Assets | 1,025,240 | 785,742 | 8,378 |
| Cash Collateral Pledged for Repurchase Agreement Transactions | — | 3,198 | — |

5. Overdraft Facility Agreements and Commitment Lines of Credit

Overdraft facility agreements and commitment lines of credit are agreements to extend a certain amount of credit at the customer's request as long as the terms of the agreement have not been violated. The amounts of unused credit under such agreements were ¥12,762,371 million (U.S. \$104,285 million) and ¥14,042,261 million, of which ¥8,563,906 million (U.S. \$69,978 million) and ¥8,776,924 million were attributable to agreements expiring within one year or which may be unconditionally canceled at any time, as of March 31, 2022 and 2021, respectively.

The balance of unused credit will not necessarily affect the future cash flows of SuMi TRUST Bank and its consolidated

subsidiaries because most of these agreements expire without credit being extended. Most of these agreements contain clauses allowing SuMi TRUST Bank and its consolidated subsidiaries to reject requests for credit outright or reduce the credit limits due to changed financial circumstances, the need to preserve claims, or other reasonable causes. Besides requesting collateral, such as real estate or securities, as necessary at the time of entering into the agreement, SuMi TRUST Bank has also adopted other measures to keep its credit sound, such as periodically assessing the condition of customers' businesses following the internal procedures and revising agreements, as necessary.

6. Tangible Fixed Assets

Tangible fixed assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Land | ¥ 139,303 | ¥ 139,523 | \$ 1,138 |
| Buildings | 72,062 | 73,283 | 589 |
| Lease Assets | 4,772 | 5,015 | 39 |
| Construction in Progress | 110 | 108 | 1 |
| Other | 15,520 | 17,500 | 127 |
| Total | ¥ 231,770 | ¥ 235,430 | \$ 1,894 |

Accumulated depreciation amounted to ¥179,823 million (U.S. \$1,469 million) and ¥177,540 million, and advance depreciation amounted to ¥27,780 million (U.S. \$227 million) and ¥27,792 million as of March 31, 2022 and 2021, respectively.

In accordance with the Act on Revaluation of Land (Act No. 34, promulgated on March 31, 1998), land for commercial use of SuMi TRUST Bank was revalued, and the amount equivalent to the taxes on the resulting valuation difference was recorded as a "Deferred Tax Liabilities for Land Revaluation" in liabilities, and the amount net of such difference was recorded as a "Revaluation Reserve for Land" in net assets.

Revaluation date: March 31, 1998 and March 31, 1999
Revaluation method prescribed by Paragraph 3 of Article 3 of the Act:

The revaluation was calculated by reasonably adjusting the value of land based on the following prices: the posted prices for benchmark properties as prescribed by Item 1 of Article 2 of the "Order for Enforcement of the Act on Revaluation of Land" (Cabinet Order No. 119, promulgated on March 31, 1998); the standard prices for benchmark properties as prescribed by Item 2 of Article 2, the registered prices in tax lists for such land for commercial use as prescribed by Item 3 of Article 2; and the land assessments under Item 4 of Article 2 of the same Order.

7. Intangible Fixed Assets

Intangible fixed assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Software | ¥ 83,911 | ¥ 64,813 | \$ 686 |
| Goodwill | 12,478 | 16,877 | 102 |
| Other | 3,719 | 3,706 | 30 |
| Total | ¥100,109 | ¥ 85,397 | \$ 818 |

8. Other Assets

Other assets as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Domestic Exchange Settlement Account, Debit | ¥ 1,029 | ¥ 1,177 | \$ 8 |
| Prepaid Expenses | 6,535 | 5,566 | 53 |
| Accrued Income | 122,573 | 110,652 | 1,002 |
| Initial Margins of Futures Markets | 71,040 | 53,270 | 580 |
| Variation Margins of Futures Markets | — | 2,150 | — |
| Financial Derivatives Other Than Trading Assets | 1,500,702 | 1,296,874 | 12,263 |
| Receivables for Securities Transactions | 85,353 | 143,708 | 697 |
| Cash Collateral Pledged for Financial Instruments-Assets | 1,025,240 | 785,742 | 8,378 |
| Other | 490,248 | 493,778 | 4,006 |
| Total | ¥ 3,302,723 | ¥ 2,892,922 | \$ 26,987 |

9. Deposits

Deposits as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Current Deposits, Ordinary Deposits, Saving Deposits and Deposits at Notice | ¥ 9,517,128 | ¥ 9,457,729 | \$ 77,767 |
| Time Deposits | 22,959,755 | 23,071,332 | 187,610 |
| Other | 794,906 | 965,371 | 6,495 |
| Total | ¥ 33,271,789 | ¥ 33,494,433 | \$ 271,873 |

In the event of receivership, winding up proceedings or equivalent proceedings of the bank, Japanese law does not require our bank to confer lower priority to depositors of the foreign offices of our bank, vis-à-vis our home country depositors in the repayment of deposits.

10. Borrowed Money

Borrowed money as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|-------------------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Subordinated Borrowings | ¥ 645,000 | ¥ 670,000 | \$ 5,270 |
| Other Borrowed Money | 7,138,498 | 5,722,602 | 58,331 |
| Total | ¥ 7,783,498 | ¥ 6,392,602 | \$ 63,601 |

Weighted average interest rates on borrowed money were 0.18% and 0.20% for the fiscal years ended March 31, 2022 and 2021, respectively.

Annual maturities of borrowed money as of March 31, 2022, for the next five years are as follows:

| Fiscal Year Ending March 31 | Millions of Yen | Millions of U.S. Dollars |
|-----------------------------|--------------------|--------------------------|
| | 2022 | 2022 |
| 2023 | ¥ 1,872,544 | \$ 15,301 |
| 2024 | 865,222 | 7,070 |
| 2025 | 2,466,476 | 20,154 |
| 2026 | 1,252,434 | 10,234 |
| 2027 | 86,143 | 704 |
| Total | ¥ 6,542,822 | \$ 53,463 |

11. Bonds Payable

Bonds payable as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------|--------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Perpetual Subordinated Bonds | ¥ 16,100 | ¥ 16,100 | \$ 132 |
| Subordinated Bonds | 112,996 | 154,495 | 923 |
| Other Bonds Payable | 1,317,508 | 765,010 | 10,766 |
| Total | ¥ 1,446,604 | ¥ 935,605 | \$ 11,821 |

Annual maturities of bonds payable as of March 31, 2022, for the next five years are as follows:

| Fiscal Year Ending March 31 | Millions of Yen | Millions of U.S. Dollars |
|-----------------------------|--------------------|--------------------------|
| | 2022 | 2022 |
| 2023 | ¥ 2,458,495 | \$ 20,089 |
| 2024 | 467,735 | 3,822 |
| 2025 | 259,760 | 2,123 |
| 2026 | 197,380 | 1,613 |
| 2027 | 315,975 | 2,582 |
| Total | ¥ 3,699,345 | \$ 30,228 |

12. Borrowed Money from Trust Account

Borrowed money from trust account represents surplus funds in the trust accounts loaned to the banking account and utilized.

13. Other Liabilities

Other liabilities as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Domestic Exchange Settlement Account, Credit | ¥ 841 | ¥ 963 | \$ 7 |
| Income Taxes Payable | 10,268 | 7,024 | 84 |
| Accrued Expenses | 63,724 | 60,164 | 521 |
| Unearned Income | 90,857 | 84,646 | 742 |
| Variation Margins of Futures Markets | 7,414 | 2,111 | 61 |
| Financial Derivatives Other Than Trading Liabilities | 1,571,382 | 1,339,876 | 12,840 |
| Lease Obligations | 12,606 | 12,218 | 103 |
| Asset Retirement Obligations | 3,727 | 4,059 | 30 |
| Payables for Securities Transactions | 65,626 | 144,357 | 536 |
| Provision for Loss on Interest Repayment | 39 | 39 | 0 |
| Cash Collateral Accepted for Financial Instruments-Liabilities | 240,455 | 155,739 | 1,965 |
| Other | 212,267 | 194,322 | 1,734 |
| Total | ¥ 2,279,211 | ¥ 2,005,525 | \$ 18,624 |

14. Other Assets and Liabilities related to Revenue Recognition

The amounts of receivables from contracts with customers and the amounts of contract liabilities recognized in other assets and other liabilities, respectively, are presented in "Revenue Recognition, 2. Information Related to Contract Balance."

Notes to the Consolidated Statement of Income

1. Revenue from Contracts with Customers

Income is not classified into revenues from contracts with customers and other revenue. The amount of revenues from contracts with customers is presented in "Revenue Recognition, 1. Information Related to Disaggregation of Revenue from Contracts with Customers for the Current Fiscal Year Ended March 31, 2022."

2. Other Interest Income and Expenses

(1) Other interest income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------------|-----------------|----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Interest on Monetary Claims Bought | ¥ 2,438 | ¥ 2,778 | \$ 20 |
| Others | 1,741 | 2,216 | 14 |
| Total | ¥ 4,179 | ¥ 4,994 | \$ 34 |

(2) Other interest expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Interest on Interest Rate Swaps | ¥ 22,553 | ¥ 27,641 | \$ 184 |
| Others | 22,105 | 20,928 | 181 |
| Total | ¥ 44,658 | ¥ 48,570 | \$ 365 |

3. Trading Income and Expenses

(1) Trading income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Income from Trading Securities and Derivatives | ¥ 268 | ¥ — | \$ 2 |
| Net Income from Trading Transactions | 812 | — | 7 |
| Net Income from Trading-Related Financial Derivatives Transactions | 12,315 | — | 101 |
| Other Trading Income | 57 | 76 | 0 |
| Total | ¥ 13,453 | ¥ 76 | \$ 110 |

(2) Trading expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Expenses on Trading Securities and Derivatives | ¥ — | ¥ 391 | \$ — |
| Net Expenses on Trading Transactions | — | 2,097 | — |
| Net Expenses on Trading-Related Financial Derivatives Transactions | — | 30,812 | — |
| Total | ¥ — | ¥ 33,300 | \$ — |

4. Other Ordinary Income and Expenses

(1) Other ordinary income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Net Gains on Foreign Exchange Transactions | ¥ 22,476 | ¥ 79,401 | \$ 184 |
| Gains on Sales and Redemption of Bonds | 14,757 | 14,833 | 121 |
| Net Income from Derivatives Other Than for Trading or Hedging | 19,091 | 22,407 | 156 |
| Others | 279,559 | 289,158 | 2,284 |
| Total | ¥ 335,885 | ¥ 405,800 | \$ 2,745 |

(2) Other ordinary expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Losses on Sales and Redemption of Bonds | ¥ 32,574 | ¥ 22,678 | \$ 266 |
| Others | 258,779 | 267,432 | 2,115 |
| Total | ¥ 291,353 | ¥ 290,111 | \$ 2,381 |

5. Other Income and Expenses

(1) Other income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Gains on Sales of Stocks and Other Securities | ¥ 94,956 | ¥ 99,114 | \$ 776 |
| Gains on Money Held in Trust | 74 | 69 | 1 |
| Recoveries of Written-Off Claims | 1,633 | 809 | 13 |
| Equity in Earnings of Affiliated Companies | 13,647 | 8,735 | 112 |
| Gains on Disposal of Fixed Assets | 444 | 150 | 4 |
| Others (Note) | 8,635 | 42,260 | 71 |
| Total | ¥ 119,392 | ¥ 151,138 | \$ 976 |

(Note) In the fiscal year ended March 31, 2021, other extraordinary income was recognized as SuMi TRUST Bank charged the full amount of past service costs for retirement benefits to profit or loss in the fiscal year they occur.

(2) Other expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Provision for Allowance for Loan Losses | ¥ 37,688 | ¥ 3,277 | \$ 308 |
| Losses on Sales of Loans | 5 | — | 0 |
| Write-Off of Loans | 5,461 | 4,272 | 45 |
| Losses on Sales of Stocks and Other Securities | 130,580 | 141,995 | 1,067 |
| Losses on Impairment of Stocks and Other Securities | 1,827 | 491 | 15 |
| Losses on Disposal of Fixed Assets | 780 | 708 | 6 |
| Losses on Impairment of Fixed Assets (Note) | 1,468 | 20,786 | 12 |
| Losses on Investment in Partnerships | 4,770 | 3,853 | 39 |
| Others | 12,429 | 30,889 | 102 |
| Total | ¥ 195,012 | ¥ 206,275 | \$ 1,593 |

(Note)

SuMi TRUST Bank Group has revised the cost restructure reform and the strategies at branches considering the new normal as a result of the change in business environment due to the spread of the novel coronavirus disease. In addition, SuMi TRUST Bank Group has continuously implemented initiatives to enhance management accounting. The application method of asset impairment accounting for fixed assets has been revised to apply these initiatives. In particular, SuMi TRUST Bank switched the asset group under the asset impairment accounting from a branch or other asset groups to six operating segments. In addition, SuMi TRUST Bank now allocates corporate assets to each operating segment based on a reasonable method such as the number of personnel in each segment.

As a result of these revisions, impairment losses were

recognized as a portion of the investment of business assets for the Retail Total Solution Services was determined to be unrecoverable.

The impairment losses recognized due to the revision of the application method of asset impairment accounting described above were ¥19,976 million, which include impairment losses of tangible fixed assets of ¥1,655 million and those of software of ¥18,320 million. The entire impairment losses including those due to the revision were ¥20,786 million, which include impairment losses of tangible fixed assets of ¥1,893 million and those of software of ¥18,892 million.

The recoverable amounts of the asset groups described above are measured by value in use, which is calculated by discounting future cash flows measured in the business plan and others by the discount rate of 6.9%.

6. General and Administrative Expenses

General and administrative expenses for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|-------------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Taxes other than Income Taxes | ¥ 12,852 | ¥ 15,906 | \$ 105 |
| Personnel Expenses | 165,469 | 170,750 | 1,352 |
| Others | 182,782 | 179,144 | 1,494 |
| Total | ¥ 361,104 | ¥ 365,801 | \$ 2,951 |

Note to the Consolidated Statement of Comprehensive Income**Reclassification Adjustments and the Related Tax Effects Concerning Other Comprehensive Income**

Reclassification adjustments and the related tax effects concerning other comprehensive income for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Valuation Difference on Available-for-Sale Securities: | | | |
| Changes during the Period | ¥ (126,145) | ¥ (85,688) | \$ (1,194) |
| Reclassification Adjustments | 56,774 | 51,441 | 627 |
| Before Tax Effects | (69,371) | (34,246) | (567) |
| Tax Effects | 19,340 | 11,005 | 158 |
| Valuation Difference on Available-for-Sale Securities | (50,031) | (23,241) | (409) |
| Deferred Gains (Losses) on Hedges: | | | |
| Changes during the Period | (20,914) | (9,705) | (171) |
| Reclassification Adjustments | 22,553 | 27,641 | 184 |
| Before Tax Effects | 1,639 | 17,936 | 13 |
| Tax Effects | (496) | (7,280) | (4) |
| Deferred Gains (Losses) on Hedges | 1,142 | 10,655 | 9 |
| Foreign Currency Translation Adjustments: | | | |
| Changes during the Period | 3,224 | (46) | 26 |
| Reclassification Adjustments | (165) | — | (1) |
| Before Tax Effects | 3,058 | (46) | 25 |
| Tax Effects | — | — | — |
| Foreign Currency Translation Adjustments | 3,058 | (46) | 25 |
| Remeasurements of Defined Benefit Plans: | | | |
| Changes during the Period | (55,834) | 81,240 | (456) |
| Reclassification Adjustments | 1,077 | 12,342 | 9 |
| Before Tax Effects | (54,757) | 93,583 | (447) |
| Tax Effects | 16,537 | (28,625) | 135 |
| Remeasurements of Defined Benefit Plans | (38,219) | 64,957 | (312) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies: | | | |
| Changes during the Period | 542 | 234 | 4 |
| Reclassification Adjustments | (27) | 222 | (0) |
| Share of Other Comprehensive Income of Equity-Method Affiliated Companies | 515 | 457 | 4 |
| Total Other Comprehensive Income (Loss) | ¥ (83,534) | ¥ 52,783 | \$ (683) |

Notes to the Consolidated Statement of Changes in Net Assets

1. Class and the Number of Issued Shares of Common Stock

Classes and the number of issued shares of common stock for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

| | Thousands of Shares | | | | |
|--------------------------|---------------------|--|----------|----------|--|
| | Authorized | Number of Shares Outstanding at the Beginning of the Fiscal Year | Increase | Decrease | Number of Shares Outstanding at the End of the Fiscal Year |
| March 31, 2022 | | | | | |
| Number of Issued Shares: | | | | | |
| Common Share | 3,000,000 | 1,674,537 | — | — | 1,674,537 |

| | Thousands of Shares | | | | |
|--------------------------|---------------------|--|----------|----------|--|
| | Authorized | Number of Shares Outstanding at the Beginning of the Fiscal Year | Increase | Decrease | Number of Shares Outstanding at the End of the Fiscal Year |
| March 31, 2021 | | | | | |
| Number of Issued Shares: | | | | | |
| Common Share | 3,000,000 | 1,674,537 | — | — | 1,674,537 |

2. Subscription Rights to Shares

There were no subscription rights to shares for the fiscal years ended March 31, 2022 and 2021.

3. Dividends

Dividends paid for the fiscal years ended March 31, 2022 and 2021, consisted of the following:

As for the fiscal year ended March 31, 2022:

| Resolution | Type of Shares | Cash Dividends Declared | Dividend Resources | Cash Dividends per Share | Record Date | Effective Date |
|--|----------------|---|--------------------|--------------------------|----------------|----------------|
| | | Millions of Yen (Millions of U.S. Dollars) | | Yen (U.S. Dollars) | | |
| June 23, 2021 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 19,843 (\$162) | Retained Earnings | ¥ 11.85 (\$0.10) | March 31, 2021 | June 24, 2021 |

| Resolution | Type of Shares | Cash Dividends Declared | Dividend Resources | Cash Dividends per Share | Record Date | Effective Date |
|-----------------------------|----------------|---|--------------------|--------------------------|--------------------|------------------|
| | | Millions of Yen (Millions of U.S. Dollars) | | Yen (U.S. Dollars) | | |
| November 11, 2021 | | | | | | |
| Board of Directors' Meeting | Common Share | ¥ 30,007 (\$245) | Retained Earnings | ¥ 17.92 (\$0.15) | September 30, 2021 | December 1, 2021 |

Dividends with a record date during the current fiscal year ended March 31, 2022, but whose effective date is after March 31, 2022, are as follows:

| Resolution | Type of Shares | Cash Dividends Declared | Dividend Resources | Cash Dividends per Share | Record Date | Effective Date |
|--|----------------|---|--------------------|--------------------------|----------------|----------------|
| | | Millions of Yen (Millions of U.S. Dollars) | | Yen (U.S. Dollars) | | |
| June 23, 2022 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 23,594 (\$193) | Retained Earnings | ¥ 14.09 (\$0.12) | March 31, 2022 | June 24, 2022 |

As for the fiscal year ended March 31, 2021:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|--|----------------|--|--------------------|---------------------------------|----------------|----------------|
| June 26, 2020 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 21,735 | Retained Earnings | ¥ 12.98 | March 31, 2020 | June 29, 2020 |

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|-----------------------------|----------------|--|--------------------|---------------------------------|--------------------|------------------|
| November 12, 2020 | | | | | | |
| Board of Directors' Meeting | Common Share | ¥ 28,132 | Retained Earnings | ¥ 16.80 | September 30, 2020 | December 1, 2020 |

Dividends with a record date during the fiscal year ended March 31, 2021, but whose effective date is after March 31, 2021 are as follows:

| Resolution | Type of Shares | Cash Dividends Declared Millions of Yen | Dividend Resources | Cash Dividends per Share Yen | Record Date | Effective Date |
|--|----------------|--|--------------------|---------------------------------|----------------|----------------|
| June 23, 2021 | | | | | | |
| Ordinary General Meeting of Shareholders | Common Share | ¥ 19,843 | Retained Earnings | ¥ 11.85 | March 31, 2021 | June 24, 2021 |

Note to the Consolidated Statement of Cash Flows

Reconciliation of Cash and Cash Equivalents

The following table reconciles cash and cash equivalents in the consolidated statement of cash flows and cash and due from banks in the consolidated balance sheet as of March 31, 2022 and 2021.

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Cash and Due from Banks | ¥ 18,142,775 | ¥ 18,430,787 | \$ 148,250 |
| Due from Banks (Excluding Due from the Bank of Japan) | (2,489,713) | (1,689,616) | (20,344) |
| Cash and Cash Equivalents | ¥ 15,653,061 | ¥ 16,741,171 | \$ 127,905 |

Leases

1. Finance Leases

As a lessee:

Finance leases that do not transfer ownership of the lease assets to lessees

1) Description of lease assets

i) Tangible fixed assets

Mainly branch buildings and office equipment

ii) Intangible fixed assets

Software

2) Method for amortizing lease assets

Refer to “(4) Depreciation and Amortization Methods” of “4. Significant Accounting Policies” in the Significant Accounting Policies and Practices.

2. Operating Leases

As a lessee:

Total future lease payments under non-cancelable operating leases as of March 31, 2022 and 2021, were as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Due in One Year or Less | ¥ 2,608 | ¥ 2,574 | \$ 21 |
| Due in More Than One Year | 9,618 | 11,551 | 79 |
| Total | ¥ 12,226 | ¥ 14,125 | \$ 100 |

As a lessor:

Total future lease payments under non-cancelable operating leases as of March 31, 2022 and 2021, were as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---------------------------|-----------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Due in One Year or Less | ¥ 4,612 | ¥ 6,492 | \$ 38 |
| Due in More Than One Year | 31,904 | 49,946 | 261 |
| Total | ¥ 36,517 | ¥ 56,439 | \$ 298 |

Financial Instruments

1. Circumstances of Financial Instruments

(1) Policy on Financial Instruments

SuMi TRUST Bank Group is engaged in a variety of financial service businesses, primarily trust banking business operated by SuMi TRUST Bank. To facilitate these businesses, SuMi TRUST Bank Group raises funds through deposits from individual and corporate customers, borrowed money, and issuance of corporate bonds, and manages such funds as loans to individual and corporate customers, and securities on the investment side.

Each group company determines policies as well as measures for investing and funding financial assets and financial liabilities under its annual plan.

SuMi TRUST Holdings monitors risks associated with the group-wide financial assets and liabilities.

SuMi TRUST Bank monitors its respective risks while implementing comprehensive Asset-Liability Management (ALM). Meanwhile, SuMi TRUST Bank conducts derivatives transactions to control the market risk and other risks arising from its assets and liabilities within the level commensurate with its financial capacity. SuMi TRUST Bank is also engaged in trading securities and derivatives through trading accounts ("Trading Accounts") that are segregated from other accounts ("Banking Accounts") in accordance with Article 13-6-3 of the Ordinance for Enforcement of the Banking Act. Some consolidated subsidiaries are also engaged in trading securities.

(2) Description and Risks of Financial Instruments

1) Trading accounts

SuMi TRUST Bank Group deals with over-the-counter (OTC) and listed derivatives transactions related to interest rates, exchange rates, bonds, credits, and commodities as well as trading securities. These derivatives transactions are exposed to risks associated with fluctuation in interest rates, exchange rates, prices, credit risks, and other risks.

2) Banking accounts

Financial assets of SuMi TRUST Bank Group are primarily loans to corporations and individuals in Japan and such assets are exposed to credit risks arising from default on contracts by customers.

Securities mainly consist of stocks and bonds that are held to maturity, as strategic investments, and for business development. These securities are exposed to issuers' credit risks, and risks associated with fluctuation in interest rates and market prices.

Deposits from individuals and corporations, borrowed money, and bonds payable are exposed to liquidity risks as becoming insolvent at their maturities, such as being out of markets under certain circumstances.

SuMi TRUST Bank Group deals with OTC and listed derivatives transactions related to interest rates, exchange rates, stocks, bonds, and credits for avoiding market risks.

To reduce interest rate risk, a major risk, SuMi TRUST Bank Group comprehensively manages various financial assets and liabilities, such as loans and bills discounted and deposits, by categorizing them based on characteristics of their interest rate risks, and applies hedge accounting to hedge such risk using interest rate swaps designated as hedging instruments. The hedge accounting is applied to some assets and liabilities by individual transaction.

To mitigate the exchange rate risk arising from various financial assets and liabilities of SuMi TRUST Bank denominated in foreign currencies, hedge accounting is applied to the exchange rate risk of foreign currency assets and liabilities designated as hedged items, using currency swaps and foreign exchange swaps designated as hedging instruments.

The details of hedge accounting are described in "Significant Accounting Policies and Practices."

(3) Risk Management for Financial Instruments

SuMi TRUST Bank Group considers that the basis of group-wide risk management is to ensure the effectiveness of PDCA (Plan, Do, Check, Action) cycles for each risk category according to the "Risk Management Policy" established by the board of directors.

The risk management framework of each risk category is as follows:

1) Credit risk management

Credit risk is the risk of financial loss of SuMi TRUST Bank Group when a customer or counterparty fails to meet its contractual obligations, and such risk is generated from claims, mainly loans, bills discounted, and securities. Credit risk is the most basic financial risk related to a credit creating function. SuMi TRUST Bank Group continuously diversifies its credit portfolios and builds up a stronger customer base by expanding its credit risk management framework further, and by meeting a new and sound demand for credit.

(a) Risk management policy on credit risk

The basic policy of SuMi TRUST Bank Group on credit risk management calls for "a diversified credit portfolio" and "strict management for individual credits."

For the former, SuMi TRUST Bank Group manages credit exposures of each customer based on its limited credit

amount, and periodically reviews impacts of identified risks to large customers and concentration in industry sectors, including the measurement of the credit risk. SuMi TRUST Bank Group makes efforts to mitigate credit concentration risk on a country-by-country basis by managing the diversification of the overall credit portfolio.

For the latter, SuMi TRUST Bank Group manages individual credits through processes such as credit screening, self-assessment, and internal credit ratings. Credit ratings indicate the credit status of customers and the possibility of defaults on a scale, and provide the basis for credit screening of individual transactions and credit portfolio management. SuMi TRUST Bank Group continuously evaluates solvency and collectability of credits based on the analysis, for instance the customer's financial condition, cash flows, and earning capacity through the self-assessment.

(b) Risk management framework for credit risk

In SuMi TRUST Bank, the board of directors decides on important matters related to credit risk management when developing management plans. The board of directors also decides on credit strategy and economic capital allocation plans, and approves the "Self-Assessment Rules" based on reports on credit risk management, including asset-assessment management, to ensure the soundness of the assets. As for screening and credit management of each case, the Global Credit Supervision Department is segregated from branches as part of a check-and-balance system. Furthermore, the Research Department evaluates credit risks by implementing internal credit ratings based on industry research and credit analysis of individual companies along with performing quantitative analysis from a neutral standpoint. SuMi TRUST Bank periodically holds a meeting of the Executive Committee and Credit Risk Committee to deliberate on material matters of controlling and managing credit risks. SuMi TRUST Bank has built up an appropriate management framework for risk management through the check-and-balance function, the committees' discussions, and the validation of the credit risk management and operation by the Risk Management Department.

2) Market risk management

Market risk is the risk of financial loss of SuMi TRUST Bank Group through changes in income and value of assets and liabilities held, including off-balance items, due to fluctuations in various market risk factors, such as interest rates, exchange rates, equity prices, commodity prices, and credit spreads.

(a) Risk management policy on market risk

In managing market risk, SuMi TRUST Bank Group ensures

the soundness of its business by appropriately controlling risks, and strives to secure reasonable profits which correspond to strategic goals, the scale and nature of its operations, and risk profiles through an advanced risk management framework.

(b) Risk management framework for market risk

With regard to market risk, SuMi TRUST Bank Group maintains a basic policy for setting and controlling various risk limits and segregation of organizations related to market risk under its Rules for Risk Management. The practical application of the basic policy is stated in the Rules for Market Risk Management. Divisions that execute transactions (the front office) are clearly segregated from divisions that process transactions (the back office) for independent check purposes, and the Risk Management Department, which is independent from both of the front and back offices, centrally manages market risk. This department identifies and analyzes group-wide risk, tracks adherence to risk limits, and reports to respective directors in charge on a daily basis and to the board of directors periodically.

In SuMi TRUST Bank, the board of directors resolves ALM basic plans and risk management plans as important matters related to market risk under management plans. The ALM Committee resolves basic matters of ALM basic plans and risk management plans related to market risk regarding company-wide comprehensive risk management for assets and liabilities.

In SuMi TRUST Bank, the Risk Management Department is responsible for planning and implementing market risk management. The role of the Risk Management Department includes measuring risk levels and profits or losses and monitoring the status of market risk managed under ALM basic plans and the status of compliance with risk limits. The department reports its findings to the members of the ALM Committee on a daily basis, and to the ALM Committee as well as the board of directors periodically.

(c) Market risk management approach

SuMi TRUST Bank Group uses Value at Risk ("VaR") to measure market risk exposures. VaR uses historical market fluctuation to statistically predict the maximum expected losses under specific conditions. Based on an internal model developed by SuMi TRUST Bank Group, SuMi TRUST Bank manages market risks by measuring VaR, calculating various risk management indicators, and carrying out various simulations.

VaR based on the internally developed model is calculated basically using the historical simulation method. Market risk can be classified into categories, such as interest rate risk, stock price risk, exchange rate risk, and others according to

its characteristics. SuMi TRUST Bank calculates market risk by simply adding up the risks of all categories without considering the correlation among these categories.

(d) Quantitative information related to market risk

(i) Trading accounts

SuMi TRUST Bank Group uses VaR for managing risks associated with trading securities and some currency and interest-related derivatives transactions held in the Trading Accounts. The VaR model used is primarily based on the historical simulation method (with a holding period of 10 business days, confidence interval of 99%, and observation period of 1,300 business days).

As of March 31, 2022, the total amount of market risk (estimated potential loss) of financial instruments held by SuMi TRUST Bank Group in the Trading Accounts was ¥8.6 billion (U.S. \$70 million).

SuMi TRUST Bank Group performs back testing that compares the results of VaR calculations based on its internal model with actual profits or losses. The back testing for the fiscal year ended March 31, 2022, resulted in zero instances where actual losses were in excess of VaR; therefore, SuMi TRUST Bank Group considers that the measurement model properly captures market risk with sufficient accuracy. However, as VaR measures the amount of market risk under certain probabilities statistically calculated based on the past volatility, it may not properly capture those risks under extreme market movements.

(ii) Banking accounts

SuMi TRUST Bank Group uses VaR for managing risks associated with financial assets and liabilities held in the Banking Accounts. The historical simulation method is the primary measurement method (with a holding period of a maximum of one year according to a position; confidence interval of 99%; and observation period of 1,300 business days).

As of March 31, 2022, the total amount of market risk (estimated potential loss) of financial instruments held by SuMi TRUST Bank Group in the Banking Account was ¥736.4 billion (U.S. \$6,017 million).

SuMi TRUST Bank Group performs back testing on certain positions held in the "Banking Accounts" that compares the results of VaR calculations based on its internal model with actual profits or losses regarding financial assets and liabilities subject to measurement. SuMi TRUST Bank Group considers that the measurement model properly captures market risk with sufficient accuracy. However, as VaR measures the amount of market risk under certain probabilities statistically calculated based on past volatility in the market, it may not properly capture those risks under extreme market movements.

3) Funding liquidity risk management

Funding liquidity risk is the risks of financial loss to SuMi TRUST Bank Group when the Group fails to raise necessary funds or is forced to raise funds at significantly higher rates.

(a) Funding liquidity risk management policy

With regard to funding liquidity risk, SuMi TRUST Bank Group designs and implements a policy to build up a risk management framework for funding liquidity risk, recognizing that financial difficulties due to exposure to such risks could possibly lead SuMi TRUST Bank Group directly to bankruptcy under certain circumstances.

(b) Funding liquidity risk management framework and methods

Funding liquidity risk management departments determine the extent of SuMi TRUST Bank Group's cash crunch appropriately in cooperation with the liquidity management departments, while gathering and analyzing information related to both the internal environment, such as SuMi TRUST Bank Group's risk profiles, and external environment, such as economic circumstances or market conditions, based on the risk management plan approved by the board of directors semiannually.

To reduce funding liquidity risks, the liquidity management departments manage cash flow within the predetermined appropriate limits, and the liquidity management departments monitor its compliance.

(4) Supplementary Explanation Concerning Fair Value of Financial Instruments

Fair value of financial instruments is based on quoted prices in markets. If a quoted price is not available, a reasonably calculated amount is used as fair value. Calculation of such amounts involves certain assumptions and may vary when different assumptions are employed.

2. Fair Values of Financial Instruments and Breakdown by Input Level

The carrying amounts on the consolidated balance sheets, fair values of financial instruments as well as the differences between the carrying amounts on the consolidated balance sheets and fair values, and fair values by input level are presented below.

The amounts shown in the following table do not include investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No.31, July 4, 2019, "Guidance for Application of Fair Value Measurement"), equity securities with no market prices, and investments in partnerships for which transitional

treatments are applied in accordance with Paragraph 27 of Guidance for Application of Fair Value Measurement (See (1) (*1) and Note 3).

The fair values of financial instruments are classified into the following three levels depending on the observability and significance of the input used in the fair value measurement.

Level 1: Fair value determined based on the (unadjusted) quoted price in an active market for the same asset or liability

Level 2: Fair value determined based on directly or indirectly observable inputs other than Level 1 inputs

Level 3: Fair value determined based on significant unobservable inputs

If multiple inputs with a significant impact are used for the fair value measurement of a financial instrument, the financial instrument is classified to the lowest priority level of fair value measurement in which each input belongs to.

(1) Financial assets and liabilities at fair value on the consolidated balance sheets

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--------------------------------------|-----------------|-------------|---------|-------------|--------------------------|-----------|---------|-----------|
| | Mar. 31, 2022 | | | | Mar. 31, 2022 | | | |
| | Level 1 | Level 2 | Level 3 | Total | Level 1 | Level 2 | Level 3 | Total |
| Monetary Claims Bought | ¥ — | ¥ 128,794 | ¥ — | ¥ 128,794 | \$ — | \$ 1,052 | \$ — | \$ 1,052 |
| Trading Assets | | | | | | | | |
| Trading Securities | 4,908 | 7,909 | — | 12,817 | 40 | 65 | — | 105 |
| Money Held in Trust | 1,295 | — | — | 1,295 | 11 | — | — | 11 |
| Securities | | | | | | | | |
| Available-for-Sale Securities | 4,493,704 | 1,789,540 | 2,130 | 6,285,375 | 36,719 | 14,623 | 17 | 51,359 |
| Stocks | 1,209,310 | — | — | 1,209,310 | 9,882 | — | — | 9,882 |
| Bonds | 2,722,035 | 747,409 | 2,130 | 3,471,575 | 22,242 | 6,107 | 17 | 28,367 |
| Government Bonds | 2,722,035 | — | — | 2,722,035 | 22,242 | — | — | 22,242 |
| Local Government Bonds | — | 33,919 | — | 33,919 | — | 277 | — | 277 |
| Short-Term Bonds Payable | — | — | — | — | — | — | — | — |
| Corporate Bonds | — | 713,489 | 2,130 | 715,620 | — | 5,830 | 17 | 5,848 |
| Other Securities | 562,358 | 1,042,130 | — | 1,604,489 | 4,595 | 8,516 | — | 13,111 |
| Foreign Stocks | 4,793 | — | — | 4,793 | 39 | — | — | 39 |
| Foreign Bonds | 556,467 | 1,042,130 | — | 1,598,598 | 4,547 | 8,516 | — | 13,063 |
| Others | 1,097 | — | — | 1,097 | 9 | — | — | 9 |
| Total Assets | ¥ 4,499,908 | ¥ 1,926,244 | ¥ 2,130 | ¥ 6,428,283 | \$ 36,770 | \$ 15,740 | \$ 17 | \$ 52,527 |
| Derivative Transactions (*2)(*3)(*4) | | | | | | | | |
| Interest Rate Related Transactions | ¥ 828 | ¥ (83,990) | ¥ 1,173 | ¥ (81,988) | \$ 7 | \$ (686) | \$ 10 | \$ (670) |
| Currency Related Transactions | — | 56,484 | — | 56,484 | — | 462 | — | 462 |
| Stock Related Transactions | (1,098) | — | — | (1,098) | (9) | — | — | (9) |
| Bond-Related Transactions | 6,256 | 47 | — | 6,303 | 51 | 0 | — | 52 |
| Credit and Derivative Transactions | — | (2,319) | — | (2,319) | — | (19) | — | (19) |
| Total Derivative Transactions | ¥ 5,985 | ¥ (29,778) | ¥ 1,173 | ¥ (22,619) | \$ 49 | \$ (243) | \$ 10 | \$ (185) |

(*1) The amounts of investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of the Guidance for Application of Fair Value Measurement are not included in the table above. The amount of such investment trusts on the consolidated balance sheets includes financial assets of ¥855,840 million (U.S. \$6,993 million) as of March 31, 2022.

(*2) Derivative transactions recorded in Trading Assets and Trading Liabilities or in Other Assets and Other Liabilities are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(*3) As for derivative transactions applying hedge accounting, ¥(173,870) million (U.S. \$(1,421) million) is recorded on the consolidated balance sheets as of March 31, 2022.

(*4) Derivative transactions qualifying for hedge accounting include interest rate swaps designated as hedging instruments to fix cash flows of hedged items such as loans and bills discounted, and deferred hedges have been adopted, in principle. In addition, "Practical Solution on the Treatment of Hedge Accounting for Financial Instruments that Reference LIBOR" (ASBJ PITF No. 40, March 17, 2022) has been adopted to these hedge transactions.

| | Millions of Yen |
|---------------------------------------|---|
| | Mar. 31, 2021 |
| | Consolidated Balance Sheet Amount |
| Monetary Claims Bought | ¥ 115,222 |
| Trading Assets | |
| Trading Securities | 44,521 |
| Money Held in Trust | 1,265 |
| Securities | |
| Available-for-Sale Securities | 5,345,226 |
| Total Assets | ¥ 5,506,236 |
| Derivative Transactions (*2)(*3)(*4) | |
| Interest Rate Related Transactions | (53,835) |
| Currency Related Transactions | 79,351 |
| Stock Related Transactions | (20) |
| Bond-Related Transactions | (359) |
| Credit and Derivative Transactions | (469) |
| Total Derivative Transactions | ¥ 24,666 |

(*1) The amounts of investment trusts for which transitional treatments are applied in accordance with Paragraph 26 of the Guidance for Application of Fair Value Measurement are not included in the table above. The amount of such investment trusts on the consolidated balance sheets includes financial assets of ¥934,770 million as of March 31, 2021.

(*2) Derivative transactions recorded in Trading Assets and Trading Liabilities or in Other Assets and Other Liabilities are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(*3) As for derivative transactions applying hedge accounting, ¥(126,094) million is recorded on the consolidated balance sheets as of March 31, 2021.

(*4) Derivative transactions qualifying for hedge accounting include interest rate swaps designated as hedging instruments to fix cash flows of hedged items such as loans and bills discounted, and deferred hedges have been adopted, in principle. In addition, "Practical Solution on the Treatment of Hedge Accounting for Financial Instruments that Reference LIBOR" (ASBJ PITF No. 40, March 17, 2022) has been adopted to these hedge transactions.

(2) Financial assets and liabilities which are not stated at fair value on the consolidated balance sheets

Cash and Due from Banks, Call Loans and Bills Bought, Receivables under Resale Agreements and Receivables under Securities Borrowing Transactions, Foreign Exchanges, Call Money and Bills Sold, Payables under Repurchase Agreements, Short-Term Bonds Payables, and Borrowed Money from Trust Account are not included in the following tables because most of such transactions have short contractual terms (one year or less) and the carrying amounts approximate fair value.

| | Millions of Yen | | | | | | |
|---|-----------------|--------------|--------------|--------------|-----------------------------------|------------|--|
| | Mar. 31, 2022 | | | | | | |
| | Level 1 | Level 2 | Level 3 | Total | Consolidated balance sheet amount | Difference | |
| Monetary Claims Bought (*) | ¥ — | ¥ 46,091 | ¥ 679,295 | ¥ 725,386 | ¥ 724,950 | ¥ 436 | |
| Securities | | | | | | | |
| Held-to-Maturity Securities | 130,800 | 74,210 | — | 205,011 | 191,999 | 13,012 | |
| Government Bonds | 130,800 | — | — | 130,800 | 117,652 | 13,148 | |
| Local Government Bonds | — | — | — | — | — | — | |
| Short-Term Bonds Payable | — | — | — | — | — | — | |
| Corporate Bonds | — | 14,674 | — | 14,674 | 14,400 | 274 | |
| Other Securities | — | 59,536 | — | 59,536 | 59,947 | (410) | |
| Foreign Bonds | — | 59,536 | — | 59,536 | 59,947 | (410) | |
| Others | — | — | — | — | — | — | |
| Loans and Bills Discounted | | | | | 30,876,507 | | |
| Allowance for Loan Losses (*) | | | | | (147,884) | | |
| | — | — | 30,940,603 | 30,940,603 | 30,728,623 | 211,980 | |
| Lease Receivables and Investment Assets (*) | — | — | 696,544 | 696,544 | 681,554 | 14,990 | |
| Total Assets | ¥ 130,800 | ¥ 120,302 | ¥ 32,316,443 | ¥ 32,567,547 | ¥ 32,327,128 | ¥ 240,419 | |
| Deposits | ¥ — | ¥ 33,286,909 | ¥ — | ¥ 33,286,909 | ¥ 33,271,789 | ¥ 15,119 | |
| Negotiable Certificates of Deposit | — | 6,691,944 | — | 6,691,944 | 6,691,944 | — | |
| Borrowed Money | — | 7,763,328 | — | 7,763,328 | 7,783,498 | (20,169) | |
| Bonds Payable | — | 1,412,698 | — | 1,412,698 | 1,446,604 | (33,905) | |
| Total Liabilities | ¥ — | ¥ 49,154,881 | ¥ — | ¥ 49,154,881 | ¥ 49,193,836 | ¥ (38,955) | |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

| | Millions of Yen | | | |
|---|---|--------------|------------|--|
| | Mar. 31, 2021 | | | |
| | Consolidated Balance Sheet Amount | Fair Value | Difference | |
| Monetary Claims Bought(*) | ¥ 776,439 | ¥ 777,239 | ¥ 800 | |
| Securities | | | | |
| Held-to-Maturity Securities | 275,820 | 292,071 | 16,250 | |
| Loans and Bills Discounted | 30,506,968 | | | |
| Allowance for Loan Losses (*) | (115,198) | | | |
| | 30,391,769 | 30,702,437 | 310,668 | |
| Lease Receivables and Investment Assets(*) | 689,262 | 699,669 | 10,406 | |
| Total Assets | ¥ 32,133,292 | ¥ 32,471,417 | ¥ 338,125 | |
| Deposits | 33,494,433 | 33,513,238 | 18,804 | |
| Negotiable Certificates of Deposit | 7,324,594 | 7,324,594 | — | |
| Borrowed Money | 6,392,602 | 6,401,948 | 9,346 | |
| Bonds Payable | 935,605 | 943,894 | 8,288 | |
| Total Liabilities | ¥ 48,147,237 | ¥ 48,183,676 | ¥ 36,439 | |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

| | Millions of U.S. Dollars | | | | | |
|--|--------------------------|------------|------------|------------|---|------------|
| | Mar. 31, 2022 | | | | | |
| | Level 1 | Level 2 | Level 3 | Total | Consolidated balance sheet amount | Difference |
| Monetary Claims Bought (*) | \$ — | \$ 377 | \$ 5,551 | \$ 5,927 | \$ 5,924 | \$ 4 |
| Securities | | | | | | |
| Held-to-Maturity Securities | 1,069 | 606 | — | 1,675 | 1,569 | 106 |
| Government Bonds | 1,069 | — | — | 1,069 | 961 | 107 |
| Local Government Bonds | — | — | — | — | — | — |
| Short-Term Bonds Payable | — | — | — | — | — | — |
| Corporate Bonds | — | 120 | — | 120 | 118 | 2 |
| Other Securities | — | 486 | — | 486 | 490 | (3) |
| Foreign Bonds | — | 486 | — | 486 | 490 | (3) |
| Others | — | — | — | — | — | — |
| Loans and Bills Discounted | | | | | 252,300 | |
| Allowance for Loan Losses (*) | | | | | (1,208) | |
| | — | — | 252,824 | 252,824 | 251,092 | 1,732 |
| Lease Receivables and Investment Assets (*) | — | — | 5,692 | 5,692 | 5,569 | 122 |
| Total Assets | \$ 1,069 | \$ 983 | \$ 264,066 | \$ 266,118 | \$ 264,154 | \$ 1,965 |
| Deposits | \$ — | \$ 271,996 | \$ — | \$ 271,996 | \$ 271,873 | \$ 124 |
| Negotiable Certificates of Deposit | — | 54,682 | — | 54,682 | 54,682 | — |
| Borrowed Money | — | 63,436 | — | 63,436 | 63,601 | (165) |
| Bonds Payable | — | 11,544 | — | 11,544 | 11,821 | (277) |
| Total Liabilities | \$ — | \$ 401,658 | \$ — | \$ 401,658 | \$ 401,976 | \$ (318) |

(*) General allowances and specific allowances for loan losses are deducted from Loans and Bills Discounted. The allowance for credit losses on Monetary Claims Bought, and Lease Receivables and Investment Assets is directly deducted from the carrying amounts on the consolidated balance sheets, because the balance of the allowance is immaterial.

(Note 1) Description of the Valuation techniques and inputs used to measure fair values

Monetary Claims Bought

Among monetary claims bought, securitized products are stated at reasonably calculated prices, which are equivalent to market prices, such as counterparties' quoted prices or dealer/broker-quoted prices, and are classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values for all other monetary claims bought are principally calculated in the same manner as Loans and Bills Discounted and mainly classified into Level 3.

Trading Assets

Bonds and other securities held for trading purposes whose fair values are stated at dealer association prices or counterparties' quoted prices are classified into Level 1 or Level 2 depending on the level of market activity. Others whose fair values are calculated by discounting future cash flows to their present values using observable inputs, are classified into Level 2.

Money Held in Trust

Securities managed as trust assets in money held in trust, which are individually managed with the principal objective of securities portfolio management, are stated at quoted market prices or dealer/broker-quoted prices and mainly classified into Level 1 depending on the level of the components.

Notes regarding money held in trust by holding purpose are presented under the "Money Held in Trust" section.

Securities

Listed stocks are stated at quoted market prices and mainly classified into Level 1 depending on the level of market activity.

Bonds are stated at quoted market prices announced in exchange traded transactions, over-the-counter transactions, and others, and classified into Level 1 if they are traded in an active market. If the market is not active, even though bonds are stated at quoted market prices, they are classified into Level 2. Bonds stated at prices obtained from a third party, such as pricing services and dealers/brokers, are

classified into Level 3 if those prices are comprised of significant unobservable inputs, and classified into Level 2 otherwise. Fair values of certain bonds are calculated by classifying them according to their internal ratings and maturities, and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. If the discount rate is a significant unobservable input, the fair values of the bonds are classified into Level 3, otherwise Level 2.

Loans and Bills Discounted

Fair values of loans and bills discounted are calculated by grouping loans according to loan terms, internal ratings, and maturities; and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. However, floating-rate loans for which their carrying amounts are deemed to approximate fair value, due to the nature of the loan or the borrower's credit situation subsequent to the execution of the loans, are stated at their carrying amounts. For claims executed to borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy, estimated loan losses are calculated based on the present value of estimated future cash flows or the expected recoverable amounts from collateral or guarantees. Therefore, fair values for these claims are stated at the amounts by deducting the allowance for loan losses from the amounts in the consolidated balance sheets at the consolidated balance sheet date, because such deducted amounts approximate fair value. Loans without stated maturities (as the amount of credit is limited to the value of the collateral or due to some other special characteristics) are stated at their carrying amounts as the carrying amounts are deemed to approximate the fair value because of the expected repayment periods and the interest terms. These fair values are classified into Level 3.

Lease Receivables and Investment Assets

Fair values of lease receivables and investment assets are calculated by grouping these assets according to the types of receivables, internal ratings, maturities, and others, and discounting the aggregate principal and interest by the discount rate which takes into account risk factors, including credit risks. These fair values are classified into Level 3.

Deposits and Negotiable Certificates of Deposit

Demand deposits are stated at the amount that would have to be paid on demand at the consolidated balance sheet date (carrying amount). Time deposits with a fixed rate are grouped by product type and stated at the present value of their future cash flows discounted by the rates that would be newly used on the same type of deposits. Floating-rate time deposits and fixed-rate time deposits with short maturities (one year or less) are stated at their carrying amounts because the carrying amounts approximate the fair value. These fair values are classified into Level 2.

Borrowed Money

Borrowed money at floating rates is stated at their carrying amounts. The carrying amounts are deemed to approximate fair value because such amounts reflect short-term market interest rates, and there have been no significant changes in credit condition subsequent to undertaking the borrowed money. Fair values of borrowed money at fixed rates are calculated by discounting their future cash flows by the assumed interest rate on similar borrowings. Fair values for obligations with short maturities (one year or less) are stated at their carrying amounts because they approximate fair value. These fair values are classified into Level 2.

Bonds Payable

Bonds issued by SuMi TRUST Bank and its consolidated subsidiaries are stated at market prices, if such prices are

available. Fair values for other bonds are calculated by discounting future cash flows to their present values by the assumed interest rate on issuance of similar bonds. These fair values are classified into Level 2.

Derivative transactions

The fair values of listed derivatives, including interest rates, bonds, currencies, and stocks, are classified into Level 1 as these amounts are measured using the liquidation price quoted by exchanges, given that the liquidation price represents the latest transaction price, and the unadjusted quoted price in an active market can be used.

The fair values of over-the-counter derivative transactions, including embedded derivatives separated from the host contract and accounted for as a derivative, in other words, derivatives other than listed derivatives, are, in principle, measured by a valuation method, including the following: the present value of the estimated future cash flows and the option valuation model, which use inputs such as observable interest rate and exchange rate. The fair values of these transactions take into account credit risks of the counterparties and SuMi TRUST Bank. The valuation models applied in certain transactions utilize unobservable inputs in markets, such as correlations in the past. Over-the-counter derivative transactions are classified into Level 2 if observable inputs are used or the impact of unobservable inputs to the fair values is not significant. If the impact of unobservable inputs to the fair values is significant, they are classified into Level 3.

(Note 2) Quantitative information about financial assets and liabilities measured and stated on the consolidated balance sheets at fair value and classified into Level 3

(1) Quantitative information on significant unobservable inputs

| | Valuation technique | Significant unobservable inputs | Range |
|------------------------------------|---------------------------------|---|------------------|
| Securities | | | |
| Corporate Bonds | Discounted present value method | Discount Rate | 1.2% |
| Derivative Transactions | | | |
| Interest Rate Related Transactions | Option valuation model | Correlation between interest rate and foreign exchange rate | (47.4)% - (9.3)% |
| | | Correlation between interest rates | 10.3% |

(2) Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the year

Reconciliation between the beginning and ending balances, and net unrealized gains (losses) recognized in the profit or loss in the fiscal year ended March 31, 2022, are as follows:

| | Millions of Yen | | | | | | | |
|---|-------------------|--------------------------------------|---------------------------------|--|--------------------------|----------------------------|----------------|---|
| | Mar. 31, 2022 | | | | | | | |
| | Beginning balance | Profit or losses for the period (*1) | Other comprehensive income (*2) | Net amount of purchase, issuance, sale, and settlement | Transfer to Level 3 (*3) | Transfer from Level 3 (*3) | Ending balance | Net unrealized gains (losses) on financial assets and liabilities held at consolidated balance sheet date recognized in profit or losses of the period (*1) |
| Securities | ¥ 813 | ¥ — | ¥ (12) | ¥ (52) | ¥ 1,381 | ¥ — | ¥ 2,130 | ¥ — |
| Derivative Transactions (Interest Rate Related Transactions) (*4) | (273) | 1,449 | — | (1) | — | — | 1,173 | 1,249 |

| | Millions of U.S. Dollars | | | | | | | |
|---|--------------------------|--------------------------------------|---------------------------------|--|--------------------------|----------------------------|----------------|---|
| | Mar. 31, 2022 | | | | | | | |
| | Beginning balance | Profit or losses for the period (*1) | Other comprehensive income (*2) | Net amount of purchase, issuance, sale, and settlement | Transfer to Level 3 (*3) | Transfer from Level 3 (*3) | Ending balance | Net unrealized gains (losses) on financial assets and liabilities held at consolidated balance sheet date recognized in profit or losses of the period (*1) |
| Securities | \$ 7 | \$ — | \$ (0) | \$ (0) | \$ 11 | \$ — | \$ 17 | \$ — |
| Derivative Transactions (Interest Rate Related Transactions) (*4) | (2) | 12 | — | (0) | — | — | 10 | 10 |

(*1) The amounts shown in the table above are included in "Trading Income" in the consolidated statements of income.

(*2) The amounts shown in the table above are included in "Valuation Differences on Available-for-Sale Securities" under "Other Comprehensive Income (Loss)" in the consolidated statements of comprehensive income.

(*3) The amounts of transfer from or to Level 3 are relevant to the changes in the observability of the inputs. The transfer was made at the end of the fiscal year.

(*4) Derivative transactions recorded in "Trading Assets" and "Trading Liabilities" or in "Other Assets" and "Other Liabilities" are presented collectively. Receivables and payables arising from derivative transactions are presented on a net basis. Negative figures represent a liability balance after netting.

(3) Description of the fair value valuation process

At the SuMi TRUST Bank Group, the middle division creates policies and procedures for the calculation of fair values and procedures for the use of fair value valuation models, and based on them, the front and middle divisions collaboratively establish the fair value valuation model. In addition, the middle and other divisions verify the reasonableness of the valuation methods and the inputs used, and the appropriateness of the classification of the fair value level.

For the calculation of the fair value, the valuation model,

which represents the nature, characteristics, and risks of each asset in the most appropriate manner, is utilized. Moreover, if quoted prices obtained from third parties are used, those prices are verified using an appropriate method, such as the review of the valuation method and the inputs used and comparison with the fair values of similar financial instruments.

(4) Description of the sensitivity of the fair value to changes in significant unobservable inputs

Discount Rate

The discount rate is determined for each financial asset and calculated based on the risk-free rate that incorporates other risk factors such as credit risk. A significant increase (decrease) in the discount rate would generally result in a significant decrease (increase) in the fair value.

Correlation

Correlation is an indicator of the relation of changes between variables such as interest rate and exchange rate. Correlation is used in the valuation technique of complex derivatives, and estimated based on historical results. A significant change in correlation would generally result in a significant increase or decrease in a fair value according to the nature and contractual terms and conditions of the financial instrument.

(Note 3) Consolidated balance sheet amounts of equity securities with no market prices, etc. and investments in partnership, etc. are as follows. These amounts are not included in "Securities" stated on the tables disclosed in "Fair Values of Financial Instruments and Breakdown by Input Level."

| | Millions of Yen | Millions of Yen | Millions of U.S. Dollars |
|--|-----------------|-----------------|--------------------------|
| | Mar. 31, 2022 | Mar. 31, 2021 | Mar. 31, 2022 |
| Equity Securities with No Market Prices, etc. (*1)(*3) | ¥ 79,506 | ¥ 64,237 | \$ 710 |
| Investments in Partnership, etc. (*2) | 174,373 | 123,514 | 1,558 |

(*1) Unlisted stocks are included in "Equity securities with no market prices, etc." and their fair values are not disclosed in accordance with Paragraph 5 of "Implementation Guidance on Disclosures about Fair Value of Financial Instruments" (ASBJ Guidance No.19, March 31, 2020).

(*2) "Investments in partnership, etc." mainly include silent partnerships and investment partnerships. These fair values are not disclosed in accordance with Paragraph 27 of Guidance for Application of Fair Value Measurement.

(*3) Impairment losses of ¥334 million (U.S. \$3 million) and ¥352 million were recognized against Unlisted Stocks and others as of March 31, 2022 and 2021, respectively.

(Note4) Redemption Schedule of Monetary Claims and Securities with Maturity after March 31, 2022 and 2021

| | Millions of Yen | | | | | |
|---|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| March 31, 2022 | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | ¥ 18,066,966 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 5,000 | — | — | — | — | — |
| Receivables under Resale Agreements | 150,741 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 652,534 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 708,547 | 29,605 | 6,268 | 1,668 | 1,439 | 106,099 |
| Money Held in Trust | — | 1,395 | — | — | — | — |
| Securities | 2,456,707 | 1,088,284 | 907,993 | 351,704 | 403,077 | 796,255 |
| Held-to-Maturity Debt Securities | — | 60 | 5,488 | 40,000 | 67,342 | 76,516 |
| Government Bonds | — | 60 | — | 40,000 | 60,000 | 15,000 |
| Corporate Bonds | — | — | — | — | — | 14,400 |
| Available-for-Sale Securities with Maturity | 2,456,707 | 1,088,224 | 902,505 | 311,704 | 335,734 | 719,739 |
| Government Bonds | 1,724,226 | 326,810 | 470,000 | — | — | 215,000 |
| Local Government Bonds | 1,200 | 4,546 | 10,630 | 1,136 | 16,619 | — |
| Corporate Bonds | 82,432 | 169,628 | 266,125 | 101,575 | 50,954 | 43,485 |
| Loans and Bills Discounted (*2) | 4,668,279 | 6,302,563 | 4,367,845 | 2,571,144 | 2,374,408 | 8,087,545 |
| Lease Receivables and Investment Assets (*3) | 166,497 | 243,502 | 146,501 | 53,097 | 45,085 | 10,713 |
| Total | ¥ 26,875,275 | ¥ 7,665,352 | ¥ 5,428,609 | ¥ 2,977,614 | ¥ 2,824,011 | ¥ 9,000,615 |

| March 31, 2021 | Millions of Yen | | | | | |
|---|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | ¥ 18,356,807 | ¥ 650 | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 8,766 | — | — | — | — | — |
| Receivables under Resale Agreements | 160,268 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 727,689 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 717,328 | 68,538 | 15,193 | 3,921 | 1,867 | 84,853 |
| Money Held in Trust | — | 1,265 | 100 | — | — | — |
| Securities | 1,396,910 | 951,154 | 1,003,626 | 541,985 | 288,731 | 848,057 |
| Held-to-Maturity Debt Securities | — | — | 5,051 | 20,000 | 60,000 | 187,738 |
| Government Bonds | — | — | — | 20,000 | 60,000 | 35,000 |
| Corporate Bonds | — | — | — | — | — | 23,400 |
| Available-for-Sale Securities with Maturity | 1,396,910 | 951,154 | 998,574 | 521,985 | 228,731 | 660,318 |
| Government Bonds | 927,273 | 200,000 | 380,000 | — | — | 135,000 |
| Local Government Bonds | — | 1,675 | 8,008 | 3,496 | 10,521 | — |
| Corporate Bonds | 31,639 | 218,289 | 218,724 | 110,577 | 30,485 | 64,084 |
| Loans and Bills Discounted (*2) | 4,636,130 | 5,814,658 | 4,667,574 | 2,613,581 | 2,485,048 | 7,811,836 |
| Lease Receivables and Investment Assets (*3) | 163,457 | 243,838 | 154,218 | 54,721 | 47,522 | 11,172 |
| Total | ¥ 26,167,359 | ¥ 7,080,106 | ¥ 5,840,713 | ¥ 3,214,208 | ¥ 2,823,169 | ¥ 8,755,919 |

| March 31, 2022 | Millions of U.S. Dollars | | | | | |
|---|--------------------------|------------------|------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Due from Banks | \$ 147,630 | \$ — | \$ — | \$ — | \$ — | \$ — |
| Call Loans and Bills Bought | 41 | — | — | — | — | — |
| Receivables under Resale Agreements | 1,232 | — | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 5,332 | — | — | — | — | — |
| Monetary Claims Bought (*1) | 5,790 | 242 | 51 | 14 | 12 | 867 |
| Money Held in Trust | — | 11 | — | — | — | — |
| Securities | 20,074 | 8,893 | 7,419 | 2,874 | 3,294 | 6,506 |
| Held-to-Maturity Debt Securities | — | 0 | 45 | 327 | 550 | 625 |
| Government Bonds | — | 0 | — | 327 | 490 | 123 |
| Corporate Bonds | — | — | — | — | — | 118 |
| Available-for-Sale Securities with Maturity | 20,074 | 8,892 | 7,375 | 2,547 | 2,743 | 5,881 |
| Government Bonds | 14,089 | 2,670 | 3,840 | — | — | 1,757 |
| Local Government Bonds | 10 | 37 | 87 | 9 | 136 | — |
| Corporate Bonds | 674 | 1,386 | 2,175 | 830 | 416 | 355 |
| Loans and Bills Discounted (*2) | 38,146 | 51,500 | 35,691 | 21,010 | 19,402 | 66,086 |
| Lease Receivables and Investment Assets (*3) | 1,360 | 1,990 | 1,197 | 434 | 368 | 88 |
| Total | \$ 219,605 | \$ 62,636 | \$ 44,359 | \$ 24,331 | \$ 23,076 | \$ 73,546 |

(*1) The balances exclude Monetary Claims Bought for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥24 million (U.S. \$0.2 million) and ¥58 million as of March 31, 2022 and 2021, respectively.

(*2) The balances exclude Loans and Bills Discounted for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥142,058 million (U.S. \$1,161 million) and ¥76,509 million, and those without maturity, amounting to ¥2,362,662 million (U.S. \$19,306 million) and ¥2,401,629 million as of March 31, 2022 and 2021, respectively.

(*3) The balances exclude Lease Receivables and Investment Assets for borrowers who went into legal bankruptcy, virtual bankruptcy, and possible bankruptcy that are not expected to be collected, amounting to ¥678 million (U.S. \$6 million) and ¥549 million, and the sum of guaranteed residual values by lessee and estimated salvage values, amounting to ¥22,065 million (U.S. \$180 million) and ¥19,691 million as of March 31, 2022 and 2021, respectively.

(Note 5) Repayment Schedule of Bonds, Borrowed Money, and Other Interest-Bearing Liabilities after March 31, 2022 and 2021

| March 31, 2022 | Millions of Yen | | | | | |
|--------------------------------------|---------------------|--------------------|--------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | ¥ 25,394,331 | ¥ 5,699,782 | ¥ 2,175,496 | ¥ 2,128 | ¥ 50 | ¥ — |
| Negotiable Certificates of Deposit | 6,636,944 | 55,000 | — | — | — | — |
| Call Money and Bills Sold | 799,524 | — | — | — | — | — |
| Payables under Repurchase Agreements | 1,485,033 | — | — | — | — | — |
| Borrowed Money (*2) | 1,872,544 | 3,331,699 | 1,338,578 | 412,356 | 185,253 | 373,065 |
| Short-Term Bonds Payable | 2,388,495 | — | — | — | — | — |
| Bonds Payable (*3) | 70,000 | 727,495 | 513,355 | 120,000 | — | — |
| Borrowed Money from Trust Account | 4,298,827 | — | — | — | — | — |
| Total | ¥ 42,945,701 | ¥ 9,813,976 | ¥ 4,027,430 | ¥ 534,484 | ¥ 185,304 | ¥ 373,065 |

| March 31, 2021 | Millions of Yen | | | | | |
|--------------------------------------|---------------------|--------------------|--------------------|------------------|------------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | ¥ 25,297,271 | ¥ 5,400,861 | ¥ 2,795,112 | ¥ 921 | ¥ 266 | ¥ — |
| Negotiable Certificates of Deposit | 7,209,594 | 115,000 | — | — | — | — |
| Call Money and Bills Sold | 60,675 | — | — | — | — | — |
| Payables under Repurchase Agreements | 1,628,440 | — | — | — | — | — |
| Borrowed Money (*2) | 1,669,700 | 1,013,609 | 2,545,241 | 302,169 | 207,652 | 384,228 |
| Short-Term Bonds Payable | 2,545,546 | — | — | — | — | — |
| Bonds Payable (*3) | 50,000 | 479,612 | 207,150 | 173,000 | 10,000 | — |
| Borrowed Money from Trust Account | 4,915,208 | — | — | — | — | — |
| Total | ¥ 43,376,438 | ¥ 7,009,083 | ¥ 5,547,504 | ¥ 476,091 | ¥ 217,918 | ¥ 384,228 |

| March 31, 2022 | Millions of U.S. Dollars | | | | | |
|--------------------------------------|--------------------------|------------------|------------------|-----------------|-----------------|--------------------|
| | Within 1 Year | 1 to 3 Years | 3 to 5 Years | 5 to 7 Years | 7 to 10 Years | More Than 10 Years |
| Deposits (*1) | \$ 207,504 | \$ 46,574 | \$ 17,777 | \$ 17 | \$ 0 | \$ — |
| Negotiable Certificates of Deposit | 54,232 | 449 | — | — | — | — |
| Call Money and Bills Sold | 6,533 | — | — | — | — | — |
| Payables under Repurchase Agreements | 12,135 | — | — | — | — | — |
| Borrowed Money (*2) | 15,301 | 27,224 | 10,938 | 3,369 | 1,514 | 3,048 |
| Short-Term Bonds Payable | 19,517 | — | — | — | — | — |
| Bonds Payable (*3) | 572 | 5,945 | 4,195 | 981 | — | — |
| Borrowed Money from Trust Account | 35,127 | — | — | — | — | — |
| Total | \$ 350,921 | \$ 80,193 | \$ 32,909 | \$ 4,367 | \$ 1,514 | \$ 3,048 |

(*1) The balance of demand deposits is included in "Within 1 Year." Deposits include balances of current accounts.

(*2) The balances exclude perpetual subordinated debts without maturity, amounting to ¥270,000 million (U.S. \$2,206 million) and ¥270,000 million as of March 31, 2022 and 2021, respectively.

(*3) The balances exclude perpetual subordinated bonds without maturity, amounting to ¥16,100 million (U.S. \$132 million) and ¥16,100 million as of March 31, 2022 and 2021, respectively.

Securities

In addition to the "Securities" presented in the consolidated balance sheet, the following information includes securities in trading account and short-term corporate bonds under "Trading Assets" and loan-backed trust deeds reported under "Monetary Claims Bought."

1. Trading Securities

| | Valuation Difference Reflected in the Statements of Income | | |
|--------------------|---|---------|-----------------------------|
| | Millions of Yen | | Millions of U.S. Dollars |
| | 2022 | 2021 | 2022 |
| Trading Securities | ¥ (33) | ¥ (326) | \$ (0) |

2. Held-to-Maturity Securities with Fair Value

| March 31, 2022 | Millions of Yen | | |
|---|------------------|------------------|-----------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | ¥ 117,652 | ¥ 130,800 | ¥ 13,148 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 14,400 | 14,674 | 274 |
| Other Bonds | 51,464 | 51,586 | 122 |
| Foreign Bonds | 5,488 | 5,495 | 7 |
| Others | 45,976 | 46,091 | 114 |
| Subtotal | 183,517 | 197,061 | 13,544 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | ¥ — | ¥ — | ¥ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 54,459 | 54,041 | (417) |
| Foreign Bonds | 54,459 | 54,041 | (417) |
| Others | — | — | — |
| Subtotal | 54,459 | 54,041 | (417) |
| Total | ¥ 237,976 | ¥ 251,103 | ¥ 13,127 |

| March 31, 2021 | Millions of Yen | | |
|---|------------------|------------------|-----------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | ¥ 118,030 | ¥ 133,748 | ¥ 15,717 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 23,400 | 23,788 | 388 |
| Other Bonds | 154,267 | 154,528 | 261 |
| Foreign Bonds | 101,870 | 102,016 | 146 |
| Others | 52,396 | 52,511 | 115 |
| Subtotal | 295,697 | 312,064 | 16,367 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | ¥ — | ¥ — | ¥ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 32,520 | 32,518 | (1) |
| Foreign Bonds | 32,520 | 32,518 | (1) |
| Others | — | — | — |
| Subtotal | 32,520 | 32,518 | (1) |
| Total | ¥ 328,217 | ¥ 344,582 | ¥ 16,365 |

| March 31, 2022 | Millions of U.S. Dollars | | |
|---|--------------------------|-----------------|---------------|
| | Carrying Amount | Fair Value | Difference |
| Securities for which Fair Value Exceeds Carrying Amount | | | |
| Government Bonds | \$ 961 | \$ 1,069 | \$ 107 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 118 | 120 | 2 |
| Other Bonds | 421 | 422 | 1 |
| Foreign Bonds | 45 | 45 | 0 |
| Others | 376 | 377 | 1 |
| Subtotal | 1,500 | 1,610 | 111 |
| Securities for which Fair Value Does Not Exceed Carrying Amount | | | |
| Government Bonds | \$ — | \$ — | \$ — |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | — | — | — |
| Other Bonds | 445 | 442 | (3) |
| Foreign Bonds | 445 | 442 | (3) |
| Others | — | — | — |
| Subtotal | 445 | 442 | (3) |
| Total | \$ 1,945 | \$ 2,052 | \$ 107 |

3. Available-for-Sale Securities

| March 31, 2022 | Millions of Yen | | |
|---|--------------------|--------------------|------------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | ¥ 1,147,241 | ¥ 448,916 | ¥ 698,324 |
| Bonds | 1,583,022 | 1,580,317 | 2,704 |
| Government Bonds | 1,091,138 | 1,090,948 | 190 |
| Local Government Bonds | 3,141 | 3,126 | 15 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 488,741 | 486,243 | 2,498 |
| Other Securities | 599,341 | 582,649 | 16,692 |
| Foreign Stocks | 3,971 | 211 | 3,760 |
| Foreign Bonds | 426,787 | 422,930 | 3,857 |
| Others | 168,582 | 159,507 | 9,074 |
| Subtotal | 3,329,605 | 2,611,884 | 717,720 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | ¥ 62,069 | ¥ 74,530 | ¥ (12,461) |
| Bonds | 1,888,553 | 1,904,676 | (16,123) |
| Government Bonds | 1,630,897 | 1,645,706 | (14,809) |
| Local Government Bonds | 30,777 | 31,005 | (227) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 226,878 | 227,964 | (1,086) |
| Other Securities | 1,937,534 | 2,206,591 | (269,056) |
| Foreign Stocks | 821 | 1,472 | (650) |
| Foreign Bonds | 1,171,810 | 1,194,570 | (22,759) |
| Others | 764,902 | 1,010,548 | (245,646) |
| Subtotal | 3,888,157 | 4,185,798 | (297,640) |
| Total | ¥ 7,217,762 | ¥ 6,797,682 | ¥ 420,079 |

| March 31, 2021 | Millions of Yen | | |
|---|--------------------|--------------------|------------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | ¥ 1,372,949 | ¥ 515,578 | ¥ 857,371 |
| Bonds | 1,789,475 | 1,785,319 | 4,156 |
| Government Bonds | 1,302,059 | 1,301,155 | 904 |
| Local Government Bonds | 6,410 | 6,379 | 31 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 481,004 | 477,784 | 3,220 |
| Other Securities | 945,061 | 921,143 | 23,917 |
| Foreign Stocks | 3,305 | 191 | 3,114 |
| Foreign Bonds | 751,018 | 737,897 | 13,120 |
| Others | 190,737 | 183,055 | 7,682 |
| Subtotal | 4,107,486 | 3,222,040 | 885,445 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | ¥ 48,364 | ¥ 61,062 | ¥ (12,698) |
| Bonds | 553,048 | 556,444 | (3,396) |
| Government Bonds | 340,400 | 343,106 | (2,705) |
| Local Government Bonds | 17,276 | 17,321 | (44) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 195,370 | 196,016 | (645) |
| Other Securities | 1,641,761 | 2,021,443 | (379,681) |
| Foreign Stocks | 899 | 1,340 | (440) |
| Foreign Bonds | 822,472 | 826,123 | (3,651) |
| Others | 818,390 | 1,193,980 | (375,589) |
| Subtotal | 2,243,174 | 2,638,950 | (395,776) |
| Total | ¥ 6,350,660 | ¥ 5,860,991 | ¥ 489,669 |

| March 31, 2022 | Millions of U.S. Dollars | | |
|---|--------------------------|------------------|-----------------|
| | Carrying Amount | Acquisition Cost | Difference |
| Securities for which Carrying Amount Exceeds Acquisition Cost | | | |
| Stocks | \$ 9,374 | \$ 3,668 | \$ 5,706 |
| Bonds | 12,935 | 12,913 | 22 |
| Government Bonds | 8,916 | 8,914 | 2 |
| Local Government Bonds | 26 | 26 | 0 |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 3,994 | 3,973 | 20 |
| Other Securities | 4,897 | 4,761 | 136 |
| Foreign Stocks | 32 | 2 | 31 |
| Foreign Bonds | 3,487 | 3,456 | 32 |
| Others | 1,378 | 1,303 | 74 |
| Subtotal | 27,207 | 21,342 | 5,865 |
| Securities for which Carrying Amount Does Not Exceed Acquisition Cost | | | |
| Stocks | \$ 507 | \$ 609 | \$ (102) |
| Bonds | 15,432 | 15,564 | (132) |
| Government Bonds | 13,327 | 13,448 | (121) |
| Local Government Bonds | 251 | 253 | (2) |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 1,854 | 1,863 | (9) |
| Other Securities | 15,832 | 18,031 | (2,199) |
| Foreign Stocks | 7 | 12 | (5) |
| Foreign Bonds | 9,575 | 9,761 | (186) |
| Others | 6,250 | 8,257 | (2,007) |
| Subtotal | 31,771 | 34,203 | (2,432) |
| Total | \$ 58,978 | \$ 55,546 | \$ 3,433 |

4. Held-to-Maturity Securities Sold during the Fiscal Year

There were no held-to-maturity securities sold for the fiscal years ended March 31, 2022 and 2021.

5. Available-for-Sale Securities Sold during the Fiscal Year

| Year Ended March 31, 2022 | Millions of Yen | | |
|----------------------------|--------------------|------------------|------------------|
| | Amount Sold | Gain | Loss |
| Stocks | ¥ 142,168 | ¥ 92,105 | ¥ 2,388 |
| Bonds | 1,005,440 | 1,397 | 1,609 |
| Government Bonds | 979,797 | 1,282 | 1,541 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 25,643 | 115 | 67 |
| Other Securities | 3,013,050 | 16,205 | 159,156 |
| Foreign Stocks | 675 | 19 | 67 |
| Foreign Bonds | 2,595,705 | 13,353 | 30,964 |
| Others | 416,669 | 2,831 | 128,125 |
| Total | ¥ 4,160,660 | ¥ 109,708 | ¥ 163,154 |

| Year Ended March 31, 2021 | Millions of Yen | | |
|----------------------------|--------------------|------------------|------------------|
| | Amount Sold | Gain | Loss |
| Stocks | ¥ 128,882 | ¥ 93,608 | ¥ 544 |
| Bonds | 653,415 | 275 | 1,593 |
| Government Bonds | 644,846 | 221 | 1,593 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 8,568 | 53 | — |
| Other Securities | 2,231,003 | 20,052 | 162,535 |
| Foreign Stocks | 2,003 | 7 | 88 |
| Foreign Bonds | 1,710,775 | 14,542 | 20,794 |
| Others | 518,224 | 5,502 | 141,652 |
| Total | ¥ 3,013,301 | ¥ 113,936 | ¥ 164,674 |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | |
|----------------------------|--------------------------|---------------|-----------------|
| | Amount Sold | Gain | Loss |
| Stocks | \$ 1,162 | \$ 753 | \$ 20 |
| Bonds | 8,216 | 11 | 13 |
| Government Bonds | 8,006 | 10 | 13 |
| Local Government Bonds | — | — | — |
| Short-Term Corporate Bonds | — | — | — |
| Corporate Bonds | 210 | 1 | 1 |
| Other Securities | 24,620 | 132 | 1,301 |
| Foreign Stocks | 6 | 0 | 1 |
| Foreign Bonds | 21,210 | 109 | 253 |
| Others | 3,405 | 23 | 1,047 |
| Total | \$ 33,998 | \$ 896 | \$ 1,333 |

(Note) The above figures include equity securities with no market prices and investments in partnerships.

6. Securities Reclassified due to the Change of the Holding Purpose

There were no securities reclassified due to the change of the holding purpose during the fiscal years ended March 31, 2022 and 2021.

7. Impairment of Securities

Securities other than equity securities with no market price, etc. and investments in partnerships, etc., or those deemed to be trading securities, are treated as impaired when their fair values have declined significantly from the acquisition cost and it is deemed unlikely to recover to the acquisition cost. Such securities are recorded at their fair values in the consolidated balance sheet. The difference between the acquisition cost and the fair values is recognized as an impairment loss.

Impairment losses on Stocks recognized during the fiscal

years ended March 31, 2022 and 2021, were ¥1,232 million (U.S. \$10 million) and ¥139 million, respectively. Impairment losses on Others recognized during the fiscal year ended March 31, 2022 was ¥260 million (U.S. \$2 million).

The criteria for determining whether the fair values of securities have significantly declined are as follows:

For securities whose issuers are classified as “normal” under the asset self-assessment, a decline of 50% or more in the fair values compared with the acquisition cost; for securities whose issuers are classified as “close-observation borrowers,” a decline of 30% or more in the fair values compared with the acquisition cost. In addition, the fair values of some securities are deemed unrecoverable and impairment losses are recognized when their fair values have declined more than 30%, but less than 50% from acquisition cost and the fair values have continued to decline over a certain period.

Money Held in Trust

1. Money Held in Trust for Trading Purposes

There was no money held in trust for trading purposes for the fiscal years ended March 31, 2022 and 2021.

2. Held-to-Maturity Money Held in Trust

There was no held-to-maturity money held in trust for the fiscal years ended March 31, 2022 and 2021.

3. Other Money Held in Trust (other than those held for trading purposes or held-to-maturity)

| Millions of Yen | | | | | |
|---------------------------|-----------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| March 31, 2022 | | | | | |
| Other Money Held in Trust | ¥ 1,395 | ¥ 989 | ¥ 406 | ¥ 406 | ¥ — |

| Millions of Yen | | | | | |
|---------------------------|-----------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| March 31, 2021 | | | | | |
| Other Money Held in Trust | ¥ 1,365 | ¥ 985 | ¥ 380 | ¥ 380 | ¥ — |

| Millions of U.S. Dollars | | | | | |
|---------------------------|-----------------|------------------|------------|---------------------|---------------------|
| | Carrying Amount | Acquisition Cost | Difference | Positive Difference | Negative Difference |
| March 31, 2022 | | | | | |
| Other Money Held in Trust | \$ 11 | \$ 8 | \$ 3 | \$ 3 | \$ — |

(Note) The amount of “Difference” is net of “Positive Difference” and “Negative Difference.”

Valuation Differences on Available-for-Sale Securities

The following table shows components of Valuation Differences on Available-for-Sale Securities in the consolidated balance sheet.

| March 31 | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Valuation Differences | | | |
| Available-for-Sale Securities | ¥ 423,182 | ¥ 492,061 | \$ 3,458 |
| Other Money Held in Trust | 406 | 380 | 3 |
| Total Valuation Differences | 423,588 | 492,441 | 3,461 |
| Amount Equivalent to Deferred Tax Assets (Liabilities) | (130,316) | (149,138) | (1,065) |
| Total (Before Adjustment for Non-Controlling Interests and Parent Company's Portions in Available-for-Sale Securities Owned by its Affiliated Companies) | 293,271 | 343,303 | 2,396 |
| Non-Controlling Interests | (244) | (159) | (2) |
| Parent Company's Portions in Available-for-Sale Securities Owned by its Affiliated Companies | (2,872) | 1,910 | (23) |
| Valuation Differences on Available-for-Sale Securities | ¥ 290,154 | ¥ 345,053 | \$ 2,371 |

(Notes)

1) Foreign currency translation adjustments on equity securities with no market prices, etc. denominated in foreign currencies, are included in the "Available-for-Sale Securities" under "Valuation Differences."

2) The valuation differences of ¥3,086 million (U.S. \$25 million) and ¥2,288 million on available-for-sale securities composing assets held by associated companies as of March 31, 2022 and 2021, respectively, are included in "Available-for-Sale Securities" under "Valuation Differences."

Derivatives

1. Derivatives Transactions Not Qualifying for Hedge Accounting

Derivatives transactions not qualifying for hedge accounting are grouped by type of underlying transactions. The notional amounts (or the amount equivalent to the principal specified in the contracts), the fair values, and the valuation differences as of the consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

(1) Interest-Related Transactions

Interest-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Interest Futures | | | | | | | | |
| Sold | ¥ 17,325,091 | ¥ 8,676,986 | ¥ 74,776 | ¥ 74,776 | \$ 141,568 | \$ 70,902 | \$ 611 | \$ 611 |
| Purchased | 16,430,494 | 8,676,986 | (73,948) | (73,948) | 134,258 | 70,902 | (604) | (604) |
| Interest Options | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| OTC | | | | | | | | |
| Forward Rate Agreements | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| Interest Rate Swaps | | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | 46,565,435 | 40,034,339 | (274,059) | (274,059) | 380,499 | 327,131 | (2,239) | (2,239) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | 40,152,154 | 35,263,350 | 241,623 | 241,623 | 328,094 | 288,146 | 1,974 | 1,974 |
| Floating Interest Rate Receivable/ Floating Interest Rate Payable | 33,764,109 | 13,413,149 | (6,670) | (6,670) | 275,896 | 109,602 | (55) | (55) |
| Interest Options | | | | | | | | |
| Sold | 9,558,634 | 9,548,395 | (42,455) | (35,522) | 78,106 | 78,023 | (347) | (290) |
| Purchased | 7,006,095 | 6,965,830 | 33,369 | 30,634 | 57,249 | 56,920 | 273 | 250 |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ (47,364) | ¥ (43,167) | | | \$ (387) | \$ (353) |

| | Millions of Yen | | | | | | | |
|--|-----------------|------------|---------------|------------|------------|----------------------|---|-------------|
| | 2021 | | | | | | | |
| | Notional Amount | | | | Fair Value | Valuation Difference | | |
| | Total | | Over One Year | | | | | |
| Listed | | | | | | | | |
| Interest Futures | | | | | | | | |
| Sold | ¥ | 16,259,100 | ¥ | 8,204,867 | ¥ | (12,132) | ¥ | (12,132) |
| Purchased | | 16,382,636 | | 8,740,344 | | 9,956 | | 9,956 |
| Interest Options | | | | | | | | |
| Sold | | 760,290 | | — | | (85) | | (26) |
| Purchased | | 680,474 | | — | | 108 | | 29 |
| OTC | | | | | | | | |
| Forward Rate Agreements | | | | | | | | |
| Sold | ¥ | — | ¥ | — | ¥ | — | ¥ | — |
| Purchased | | — | | — | | — | | — |
| Interest Rate Swaps | | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | 45,212,322 | | 35,442,523 | | 1,042,944 | | 1,042,944 |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | | 37,529,904 | | 30,758,857 | | (1,072,591) | | (1,072,591) |
| Floating Interest Rate Receivable/ Floating Interest Rate Payable | | 23,205,620 | | 19,522,140 | | 474 | | 474 |
| Interest Options | | | | | | | | |
| Sold | | 9,282,788 | | 9,266,363 | | 18,087 | | 27,782 |
| Purchased | | 6,255,661 | | 6,239,584 | | (3,461) | | (7,879) |
| Others | | | | | | | | |
| Sold | | — | | — | | — | | — |
| Purchased | | — | | — | | — | | — |
| Total | | | | | ¥ | (16,697) | ¥ | (11,442) |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(2) Currency-Related Transactions

Currency-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | | | | | Millions of U.S. Dollars | | | | | | | | |
|----------------------------|-----------------|---------------|---|-----------|------------|----------------------|-----------------|---------------|--------------------------|---------|------------|----------------------|----------|---------|----|---------|----------|
| | 2022 | | | | | | | | 2022 | | | | | | | | |
| | Notional Amount | | | | Fair Value | Valuation Difference | Notional Amount | | | | Fair Value | Valuation Difference | | | | | |
| | Total | Over One Year | | | | | Total | Over One Year | | | | | | | | | |
| Listed | | | | | | | | | | | | | | | | | |
| Currency Futures | | | | | | | | | | | | | | | | | |
| Sold | ¥ | — | ¥ | — | ¥ | — | ¥ | — | \$ | — | \$ | — | \$ | — | \$ | — | |
| Purchased | | — | | — | | — | | — | | — | | — | | — | | — | |
| Currency Options | | | | | | | | | | | | | | | | | |
| Sold | | — | | — | | — | | — | | — | | — | | — | | — | |
| Purchased | | — | | — | | — | | — | | — | | — | | — | | — | |
| OTC | | | | | | | | | | | | | | | | | |
| Currency Swaps | ¥ | 7,163,682 | ¥ | 6,540,039 | ¥ | 89,974 | ¥ | 89,974 | \$ | 58,536 | \$ | 53,440 | \$ | 735 | \$ | 735 | |
| Forward Exchange Contracts | | | | | | | | | | | | | | | | | |
| Sold | | 15,666,803 | | 1,617,487 | | (575,926) | | (575,926) | | 128,018 | | 13,217 | | (4,706) | | (4,706) | |
| Purchased | | 18,844,572 | | 283,636 | | 690,736 | | 690,736 | | 153,984 | | 2,318 | | 5,644 | | 5,644 | |
| Currency Options | | | | | | | | | | | | | | | | | |
| Sold | | 1,412,814 | | 718,432 | | (75,527) | | (7,637) | | 11,544 | | 5,871 | | (617) | | (62) | |
| Purchased | | 1,027,966 | | 558,220 | | 66,483 | | 14,041 | | 8,400 | | 4,561 | | 543 | | 115 | |
| Others | | | | | | | | | | | | | | | | | |
| Sold | | — | | — | | — | | — | | — | | — | | — | | — | |
| Purchased | | — | | — | | — | | — | | — | | — | | — | | — | |
| Total | | | | | ¥ 195,739 | | | | ¥ 211,187 | | | | \$ 1,599 | | | | \$ 1,726 |

| | Millions of Yen | | | | | | | |
|----------------------------|-----------------|------------|---------------|-----------|------------|----------------------|---|-----------|
| | 2021 | | | | | | | |
| | Notional Amount | | | | Fair Value | Valuation Difference | | |
| | Total | | Over One Year | | | | | |
| Listed | | | | | | | | |
| Currency Futures | | | | | | | | |
| Sold | ¥ | — | ¥ | — | ¥ | — | ¥ | — |
| Purchased | | — | | — | | — | | — |
| Currency Options | | | | | | | | |
| Sold | | — | | — | | — | | — |
| Purchased | | — | | — | | — | | — |
| OTC | | | | | | | | |
| Currency Swaps | ¥ | 7,182,667 | ¥ | 5,771,209 | ¥ | 53,639 | ¥ | 53,639 |
| Forward Exchange Contracts | | | | | | | | |
| Sold | | 15,330,082 | | 993,767 | | (297,395) | | (297,395) |
| Purchased | | 20,910,556 | | 364,335 | | 422,703 | | 422,703 |
| Currency Options | | | | | | | | |
| Sold | | 1,128,393 | | 676,694 | | (50,297) | | 6,515 |
| Purchased | | 794,918 | | 473,197 | | 39,658 | | (5,507) |
| Others | | | | | | | | |
| Sold | | — | | — | | — | | — |
| Purchased | | — | | — | | — | | — |
| Total | | | | | | ¥ 168,309 | | ¥ 179,956 |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(3) Stock-Related Transactions

Stock-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|--|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Stock Index Futures | | | | | | | | |
| Sold | ¥ 53,183 | ¥ — | ¥ (3,054) | ¥ (3,054) | \$ 435 | \$ — | \$ (25) | \$ (25) |
| Purchased | 45,631 | — | 1,918 | 1,918 | 373 | — | 16 | 16 |
| Stock Index Options | | | | | | | | |
| Sold | 14,474 | — | (130) | 29 | 118 | — | (1) | 0 |
| Purchased | 18,081 | — | 166 | (225) | 148 | — | 1 | (2) |
| OTC | | | | | | | | |
| OTC Stock Options | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| OTC Stock Swaps | | | | | | | | |
| Volatility of Stock Price and Other Receivable/ Short-Term Floating Interest Rate Payable | — | — | — | — | — | — | — | — |
| Short-Term Floating Interest Rate Receivable/ Volatility of Stock Price and Other Payable | — | — | — | — | — | — | — | — |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ (1,098) | ¥ (1,331) | | | \$ (9) | \$ (11) |

| | Millions of Yen | | | |
|--|-----------------|---------------|------------|----------------------|
| | 2021 | | Fair Value | Valuation Difference |
| | Notional Amount | | | |
| | Total | Over One Year | | |
| Listed | | | | |
| Stock Index Futures | | | | |
| Sold | ¥165,306 | ¥ — | ¥ (1,458) | ¥ (1,458) |
| Purchased | 123,854 | — | 1,903 | 1,903 |
| Stock Index Options | | | | |
| Sold | 67,159 | — | (806) | (87) |
| Purchased | 108,307 | — | 339 | (284) |
| OTC | | | | |
| OTC Stock Options | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — |
| Purchased | — | — | — | — |
| OTC Stock Swaps | | | | |
| Volatility of Stock Price and Other Receivable/ Short-Term Floating Interest Rate Payable | — | — | — | — |
| Short-Term Floating Interest Rate Receivable/ Volatility of Stock Price and Other Payable | — | — | — | — |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (20) | ¥ 73 |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(4) Bond-Related Transactions

Bond-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|------------------------|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| Listed | | | | | | | | |
| Bond Futures | | | | | | | | |
| Sold | ¥ 1,058,961 | ¥ — | ¥ 18,999 | ¥ 18,999 | \$ 8,653 | \$ — | \$ 155 | \$ 155 |
| Purchased | 902,988 | — | (12,922) | (12,922) | 7,379 | — | (106) | (106) |
| Bond Future Options | | | | | | | | |
| Sold | 23,507 | — | (159) | (42) | 192 | — | (1) | (0) |
| Purchased | 26,654 | — | 339 | 154 | 218 | — | 3 | 1 |
| OTC | | | | | | | | |
| Bond Forward Contracts | | | | | | | | |
| Sold | ¥ — | ¥ — | ¥ — | ¥ — | \$ — | \$ — | \$ — | \$ — |
| Purchased | — | — | — | — | — | — | — | — |
| Bond Options | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | 994 | 994 | 47 | 15 | 8 | 8 | 0 | 0 |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ 6,303 | ¥ 6,204 | | | \$ 52 | \$ 51 |

| | Millions of Yen | | | |
|------------------------|-----------------|------------------|---------------|-------------------------|
| | 2021 | | | Valuation Difference |
| | Notional Amount | | Fair Value | |
| | Total | Over One Year | | |
| Listed | | | | |
| Bond Futures | | | | |
| Sold | ¥ 1,710,794 | ¥ — | ¥ 25,127 | ¥ 25,127 |
| Purchased | 1,668,659 | — | (23,317) | (23,317) |
| Bond Future Options | | | | |
| Sold | 711,176 | — | (3,295) | 75 |
| Purchased | 347,961 | — | 1,072 | (198) |
| OTC | | | | |
| Bond Forward Contracts | | | | |
| Sold | ¥ 44,260 | ¥ — | ¥ 230 | ¥ 230 |
| Purchased | 55,657 | — | (177) | (177) |
| Bond Options | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (359) | ¥ 1,738 |

(Note) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

(5) Commodity-Related Transactions

There were no commodity-related transactions not qualifying for hedge accounting as of March 31, 2022 and 2021.

(6) Credit Derivatives Transactions

Credit derivatives transactions not qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Millions of Yen | | | | Millions of U.S. Dollars | | | |
|----------------------|-----------------|---------------|------------|----------------------|--------------------------|---------------|------------|----------------------|
| | 2022 | | | | 2022 | | | |
| | Notional Amount | | Fair Value | Valuation Difference | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | | Total | Over One Year | | |
| OTC | | | | | | | | |
| Credit Default Swaps | | | | | | | | |
| Sold | ¥ 29,000 | ¥ 18,000 | ¥ 611 | ¥ 611 | \$ 237 | \$ 147 | \$ 5 | \$ 5 |
| Purchased | 66,392 | 55,392 | (2,930) | (2,930) | 543 | 453 | (24) | (24) |
| Others | | | | | | | | |
| Sold | — | — | — | — | — | — | — | — |
| Purchased | — | — | — | — | — | — | — | — |
| Total | | | ¥ (2,319) | ¥ (2,319) | | | \$ (19) | \$ (19) |

| | Millions of Yen | | | |
|----------------------|-----------------|---------------|------------|----------------------|
| | 2021 | | | |
| | Notional Amount | | Fair Value | Valuation Difference |
| | Total | Over One Year | | |
| OTC | | | | |
| Credit Default Swaps | | | | |
| Sold | ¥ 40,500 | ¥ 29,000 | ¥ 903 | ¥ 903 |
| Purchased | 46,032 | 34,532 | (1,373) | (1,373) |
| Others | | | | |
| Sold | — | — | — | — |
| Purchased | — | — | — | — |
| Total | | | ¥ (469) | ¥ (469) |

(Notes)

1) The above transactions are stated at their fair values and valuation differences are recorded in the consolidated statement of income.

2) "Sold" represents transactions under which the credit risk has been assumed, and "Purchased" represents transactions under which the credit risk has been transferred to another party.

2. Derivatives Transactions Qualifying for Hedge Accounting

Derivatives transactions qualifying for hedge accounting are grouped by type of underlying transactions. The notional amounts (or the amount equivalent to the principal specified in the contracts) and the fair values as of the consolidated balance sheet date are presented below. The notional amounts do not reflect the market risk associated with the derivatives.

(1) Interest-Related Transactions

Interest-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| | Major Hedged Item | Millions of Yen | | | Millions of U.S. Dollars | | |
|---|---|-----------------|---------------|------------|--------------------------|---------------|------------|
| | | 2022 | | | 2022 | | |
| | | Notional Amount | | Fair Value | Notional Amount | | Fair Value |
| | | Total | Over One Year | | Total | Over One Year | |
| Deferral Method | | | | | | | |
| Interest Rate Swaps | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | ¥ 1,150,748 | ¥ 1,118,912 | ¥ (53,298) | \$ 9,403 | \$ 9,143 | \$ (436) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | Financial Assets/ Liabilities such as Loans and Bills Discounted, Available-for-Sale Securities (Bonds), Deposits, and Bonds Payable | 1,779,306 | 1,351,050 | 18,674 | 14,539 | 11,040 | 153 |
| Interest Futures | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Interest Options | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Others | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Exceptional Treatment for Interest Rate Swaps | | | | | | | |
| Interest Rate Swaps | | | | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | | — | — | | — | — | |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | | — | — | | — | — | |
| Total | | | | ¥ (34,624) | \$ (283) | | |

| | | Millions of Yen | | |
|---|-----------|-----------------|--|------------|
| | | 2021 | | Fair Value |
| | | Notional Amount | | |
| Major Hedged Item | Total | Over One Year | | |
| Deferral Method | | | | |
| Interest Rate Swaps | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | ¥ 712,507 | ¥ 652,507 | | ¥ (2,402) |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | 1,566,967 | 1,414,632 | | (34,735) |
| Interest Futures | | | | |
| Sold | — | — | | — |
| Purchased | — | — | | — |
| Interest Options | | | | |
| Sold | — | — | | — |
| Purchased | — | — | | — |
| Others | | | | |
| Sold | — | — | | — |
| Purchased | — | — | | — |
| Exceptional Treatment for Interest Rate Swaps | | | | |
| Interest Rate Swaps | | | | |
| Fixed Interest Rate Receivable/ Floating Interest Rate Payable | — | — | | |
| Floating Interest Rate Receivable/ Fixed Interest Rate Payable | — | — | | |
| Total | | | | |
| | | | | ¥ (37,137) |

(Note) Deferred hedge accounting stipulated in Guidance No.24 is applied, in principle.

(2) Currency-Related Transactions

Currency-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021, consist of the following:

| Major Hedged Item | | Millions of Yen | | | Millions of U.S. Dollars | | |
|---|---|-----------------|---------------|-------------|--------------------------|---------------|------------|
| | | 2022 | | | 2022 | | |
| | | Notional Amount | | Fair Value | Notional Amount | | Fair Value |
| | | Total | Over One Year | | Total | Over One Year | |
| Deferral Method | | | | | | | |
| Currency Swaps | | ¥ 2,212,027 | ¥ 896,828 | ¥ (135,622) | \$ 18,075 | \$ 7,328 | \$ (1,108) |
| Forward Exchange Contracts | | | | | | | |
| Sold | Loans and Bills Discounted | 1,560 | — | (3) | 13 | — | (0) |
| Purchased | and Securities Denominated in Foreign Currencies | 90,437 | — | 1,259 | 739 | — | 10 |
| Others | | | | | | | |
| Sold | | — | — | — | — | — | — |
| Purchased | | — | — | — | — | — | — |
| Method of Including Foreign Currency Translation Adjustments Arising from the Hedging Instruments in “Foreign Currency Translation Adjustments” | | | | | | | |
| Forward Exchange Contracts | Investment in the Shares of Subsidiaries and Affiliated Companies | | | | | | |
| Sold | | ¥ 98,890 | ¥ — | ¥ (4,879) | \$ 808 | \$ — | \$ (40) |
| Purchased | | — | — | — | — | — | — |
| Total | | ¥ (139,245) | | | \$ (1,138) | | |

| Major Hedged Item | | Millions of Yen | | |
|---|--|-----------------|---------------|------------|
| | | 2021 | | |
| | | Notional Amount | | Fair Value |
| | | Total | Over One Year | |
| Deferral Method | | | | |
| Currency Swaps | | ¥ 2,489,799 | ¥ 1,109,499 | ¥ (89,194) |
| Forward Exchange Contracts | | | | |
| Sold | Loans and Bills Discounted | 1,231 | — | 0 |
| Purchased | and Securities Denominated in Foreign Currencies | 83,706 | — | 2,678 |
| Others | | | | |
| Sold | | — | — | — |
| Purchased | | — | — | — |
| Method of Including Foreign Currency Translation Adjustments Arising from the Hedging Instruments in “Foreign Currency Translation Adjustments” | | | | |
| Forward Exchange Contracts | Investment in the Shares of | | | |
| Sold | Subsidiaries and | ¥ 92,950 | ¥ — | ¥ (2,441) |
| Purchased | Affiliated Companies | — | — | — |
| Total | | | | ¥ (88,957) |

(Note) Deferred hedge accounting stipulated in Guidance No.25 is applied, in principle.

(3) Stock-Related Transactions

There were no stock-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021.

(4) Bond-Related Transactions

There were no bond-related transactions qualifying for hedge accounting as of March 31, 2022 and 2021.

Retirement and Pension Plans

1. Outline of the Retirement Benefit Plans Adopted by SuMi TRUST Bank

SuMi TRUST Bank has defined benefit plans (a corporate pension fund plan and a lump-sum retirement benefit plan). Additionally, a lump-sum retirement benefit plan is offered to contract employees according to internal rules. SuMi TRUST Bank also has a defined contribution pension plan and may provide extra retirement payments to retiring employees in some cases. SuMi TRUST Bank sets up employee retirement benefit trusts as part of its pension plan assets.

SuMi TRUST Bank partially revised defined benefit corporate pension plans in April 2021.

Consolidated subsidiaries have lump-sum retirement benefit plans, defined benefit corporate pension plans, and defined contribution pension plans. Some consolidated subsidiaries also participate in multiple employer pension plan.

Some consolidated subsidiaries adopt the computational shortcut method in calculating liabilities for retirement benefits and retirement benefit expenses for their defined benefit corporate pension plans and lump-sum retirement benefit plans.

2. Defined Benefit Plans

(1) Reconciliation of Retirement Benefit Obligations

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Retirement Benefit Obligations (opening balance) | ¥ 429,015 | ¥ 460,872 | \$ 3,506 |
| Service Cost-Benefits Earned during the Fiscal Year | 10,466 | 12,559 | 86 |
| Interest Cost on Projected Benefit Obligations | 2,301 | 2,276 | 19 |
| Actuarial Gains and Losses that Arose during the Fiscal Year | 3,534 | 8,985 | 29 |
| Retirement Benefits Paid | (18,089) | (17,945) | (148) |
| Past Service Cost that Arose during the Fiscal Year | — | (37,734) | — |
| Other (Note) | (5,685) | — | (46) |
| Retirement Benefit Obligations (closing balance) | ¥ 421,543 | ¥ 429,015 | \$ 3,445 |

(Note) "Other" recognized in the current fiscal year was reversal due to the termination of the defined benefit plans for one of the consolidated subsidiaries.

(2) Reconciliation of Plan Assets

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|--------------------------|
| | 2022 | 2021 | 2022 |
| Plan Assets (opening balance) | ¥ 648,464 | ¥ 535,869 | \$ 5,299 |
| Expected Return on Plan Assets | 22,606 | 24,765 | 185 |
| Actuarial Gains and Losses that Arose during the Fiscal Year | (52,299) | 90,226 | (427) |
| Contributions by the Employer | 4,922 | 13,783 | 40 |
| Retirement Benefits Paid | (16,019) | (16,180) | (131) |
| Other (Note) | (5,307) | — | (43) |
| Plan Assets (closing balance) | ¥ 602,366 | ¥ 648,464 | \$ 4,922 |

(Note) "Other" recognized in the current fiscal year was reversal due to the termination of the defined benefit plans for one of the consolidated subsidiaries.

(3) Reconciliation between Closing Balances of Retirement Benefit Obligations and Plan Assets, and Liabilities and Assets for Retirement Benefits Recorded in the Consolidated Balance Sheet

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Retirement Benefit Obligations of Retirement Benefit Plans with Plan Assets | ¥ 410,162 | ¥ 417,826 | \$ 3,352 |
| Plan Assets | (602,366) | (648,464) | (4,922) |
| | (192,204) | (230,637) | (1,571) |
| Retirement Benefit Obligations of Retirement Benefit Plans without Plan Assets | 11,380 | 11,188 | 93 |
| Net of Liabilities and Assets Recorded in the Consolidated Balance Sheet | ¥ (180,823) | ¥ (219,449) | \$ (1,478) |

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Liabilities for Retirement Benefits | ¥ 11,380 | ¥ 11,696 | \$ 93 |
| Assets for Retirement Benefits | (192,204) | (231,145) | (1,571) |
| Net of Liabilities and Assets Recorded in the Consolidated Balance Sheet | ¥ (180,823) | ¥ (219,449) | \$ (1,478) |

(4) Breakdown of Retirement Benefit Expenses

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Service Cost-Benefits Earned during the Fiscal Year | ¥ 10,466 | ¥ 12,559 | \$ 86 |
| Interest Cost on Projected Benefit Obligations | 2,301 | 2,276 | 19 |
| Expected Return on Plan Assets | (22,606) | (24,765) | (185) |
| Amortization of Actuarial Differences | 1,142 | 12,241 | 9 |
| Amortization of Past Service Cost (Note) | (65) | (37,632) | (1) |
| Other | 217 | 292 | 2 |
| Retirement Benefit Expenses for Defined Benefit Obligations | ¥ (8,544) | ¥ (35,028) | \$ (70) |

(Note) ¥37,580 million of amortization of past service cost is recognized as extraordinary income for the fiscal year ended March 31, 2021.

(5) Remeasurements of Defined Benefit Plans

The breakdown of remeasurements of defined benefit plans (before tax effect) is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|-----------------------|-------------------|-----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Past Service Cost | ¥ (65) | ¥ 101 | \$ (1) |
| Actuarial Differences | (54,691) | 93,481 | (447) |
| Total | ¥ (54,757) | ¥ 93,583 | \$ (447) |

(6) Accumulated Remeasurements of Defined Benefit Plans

The breakdown of accumulated remeasurements of defined benefit plans (before tax effect) is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------------------|-----------------|----------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Unrecognized Past Service Cost | ¥ (102) | ¥ (295) | \$ (1) |
| Unrecognized Actuarial Differences | 61,612 | 6,759 | 503 |
| Total | ¥ 61,509 | ¥ 6,463 | \$ 503 |

(7) Plan Assets

1) The asset categories and proportion of the total plan asset are as follows:

| | Proportion (%) | |
|-------------------------|----------------|------------|
| | 2022 | 2021 |
| Debt Securities | 25 | 24 |
| Equity Securities | 59 | 62 |
| Cash and Due from Banks | 4 | 3 |
| Other | 12 | 11 |
| Total | 100 | 100 |

(Note) The total plan asset includes the retirement benefit trusts set up for a corporate pension plan and a lump-sum retirement benefit plan. They account for 55% and 59% of the total plan asset for the fiscal years ended March 31, 2022 and 2021, respectively.

2) Expected long-term rate of return on plan assets

In order to determine the expected long-term rate of return on plan assets, SuMi TRUST Bank considers the current and projected plan asset allocation, as well as the current and expected long-term rate of return on assets composing plan assets.

(8) Assumptions Used

Major assumptions used in actuarial calculation for the fiscal years ended March 31, 2022 and 2021, are as follows:

| | 2022 | 2021 |
|--|-------------|-------------|
| Discount Rate | Mainly 0.5% | Mainly 0.5% |
| Expected Long-Term Rate of Return on Plan Assets | 3.5% | 4.6% |

3. Defined Contribution Pension Plans

Contributions by SuMi TRUST Bank and its consolidated subsidiaries to the defined contribution pension plans were ¥1,890 million (U.S. \$15million) and ¥1,784 million for the years ended March 31, 2022 and 2021, respectively.

Income Taxes

1. Breakdown of Major Factors Giving Rise to Deferred Tax Assets and Liabilities

| Year Ended March 31 | Millions of Yen | | Millions of U.S. Dollars |
|---|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Deferred Tax Assets: | | | |
| Impairment of Securities | ¥ 17,976 | ¥ 18,982 | \$ 147 |
| Allowance for Loan Losses (Including Direct Write-Offs of Loans with Guarantees or Collateral) | 55,080 | 46,756 | 450 |
| Deferred Gains (Losses) on Hedges | 17,885 | 18,381 | 146 |
| Remeasurements of Defined Benefit Plans | 18,945 | 2,196 | 155 |
| Other | 64,273 | 64,617 | 525 |
| Subtotal | 174,160 | 150,933 | 1,423 |
| Valuation Allowance | (13,869) | (16,384) | (113) |
| Deferred Tax Assets | ¥ 160,291 | ¥ 134,549 | \$ 1,310 |
| Deferred Tax Liabilities: | | | |
| Retirement Benefits | ¥ (46,424) | ¥ (39,223) | \$ (379) |
| Valuation Differences on Available-for-Sale Securities | (129,915) | (149,206) | (1,062) |
| Other | (10,849) | (9,818) | (89) |
| Deferred Tax Liabilities | ¥ (187,190) | ¥ (198,249) | \$ (1,530) |
| Net Deferred Tax Assets (Liabilities) | ¥ (26,898) | ¥ (63,699) | \$ (220) |

2. Breakdown of Major Causes of Significant Differences Arising Between the Statutory Tax Rate and the Effective Tax Rate after Application of Tax Effect Accounting for Companies Submitting the Consolidated Financial Statements

| Year Ended March 31 | 2022 | 2021 |
|---|---------------|---------------|
| Effective Statutory Tax Rate | 30.62% | 30.62% |
| Adjustments: | | |
| Changes in Valuation Allowance | (1.25) | (0.26) |
| Amortization of Goodwill | 0.67 | 0.78 |
| Share of Profit of Equity-Method Affiliated Companies | (2.07) | (1.55) |
| Permanent Differences (e.g., Cash Dividends Received) | (0.97) | (1.06) |
| Others | (1.50) | (1.38) |
| Effective Income Tax Rate | 25.50% | 27.15% |

Revenue Recognition

1. Information Related to Disaggregation of Revenue from Contracts with Customers for the Current Fiscal Year Ended March 31, 2022

| Year Ended March 31, 2022 | Millions of Yen | | | | | | | | | | |
|--|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|--------|--------------|-----------|---|-----------|
| | SuMi Trust Bank | | | | | | | Subsidiaries | Total | Income other than those disaggregated revenue | Total |
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | | | | |
| Trust Fees | ¥ 6,738 | ¥ 16,960 | ¥ — | ¥ 3,513 | ¥ 83,326 | ¥ — | ¥ — | ¥ — | ¥ 110,539 | ¥ — | ¥ 110,539 |
| Fees and Commissions | 57,881 | 1,141 | 34,688 | 35,760 | 16,798 | 343 | — | 78,493 | 225,106 | 75,530 | 300,637 |
| Total Income from Contracts with Customers | ¥ 64,620 | ¥ 18,101 | ¥ 34,688 | ¥ 39,274 | ¥ 100,124 | ¥ 343 | ¥ — | ¥ 78,493 | ¥ 335,646 | | |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | | | | | | | | | |
|--|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|--------|--------------|----------|---|--------|
| | SuMi Trust Bank | | | | | | | Subsidiaries | Total | Income other than those disaggregated revenue | Total |
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | | | | |
| Trust Fees | \$ 55 | \$ 139 | \$ — | \$ 29 | \$ 681 | \$ — | \$ — | \$ — | \$ 903 | \$ — | \$ 903 |
| Fees and Commissions | 473 | 9 | 283 | 292 | 137 | 3 | — | 641 | 1,839 | 617 | 2,457 |
| Total Income from Contracts with Customers | \$ 528 | \$ 148 | \$ 283 | \$ 321 | \$ 818 | \$ 3 | \$ — | \$ 641 | \$ 2,743 | | |

(Note) "Others" includes elimination of internal transactions.

2. Information Related to Contract Balance

| | Millions of Yen | | Millions of U.S. Dollars |
|---|-----------------|---------------|--------------------------|
| | March 31, 2022 | April 1, 2021 | March 31, 2022 |
| Receivables from Contracts with Customers | ¥ 67,676 | ¥ 62,108 | \$ 553 |
| Contract Liabilities | 1,767 | 1,443 | 14 |

The receivables from contracts with customers and contract liabilities are included in "Other Assets" and "Other Liabilities", respectively in the consolidated balance sheets. Contract liabilities retained at the beginning of the current fiscal year are mainly recognized as revenue for the current

fiscal year ended March 31, 2022.

The amount of revenue from performance obligation satisfied or partially satisfied in the past year and recognized in the current fiscal year is immaterial.

3. Information Related to Transaction Prices Allocated to Residual Performance Obligations

The amount of revenue expected to be recognized from existing contracts after the fiscal year ended March 31, 2022 is immaterial. Contracts with their initial expected period of less than one year and with revenue recognized in the amount that SuMi TRUST Bank Group is entitled to claim are not included in the notes.

Segment Information

1. Reportable Segment Information

The SuMi TRUST Bank Group's reportable segments are defined as operating segments for which discrete financial information is available. The Board of Directors and the Executive Committee periodically receive reporting on the operating results and other relevant information of the reportable segments to make decisions about the allocation of management resources and to assess performance.

The reportable segments of SuMi TRUST Bank Group comprises services of SuMi TRUST Bank on a non-consolidated basis and are presented below:

The main activities of the reportable segment are presented below:

Retail Total Solution Services:

Provision of services to individual customers

Wholesale Financial Services (Wholesale Total Solution Services Business and Wholesale Asset Management Business):

Provision of services to corporate customers

Stock Transfer Agency Services:

Undertaking of stock-related services on behalf of customers

Real Estate:

Provision of services related to the real estate business

Fiduciary Services:

Provision of services related to the pension business and the asset administration business

Global Markets:

Marketing operations, market-making operations, investment operations, and financial management operations

2. Method for Calculating Gross Business Profit and Net Business Profit by Each Reportable Segment

Segment information is prepared based on internal management reports and the accounting policies used for the reportable segments are generally the same as those presented under "Significant Accounting Policies and Practices"; however, the reportable segments are accounted for in accordance with the rules for the internal management.

Additionally, income earned from inter-segment and

cross-segment transactions is calculated by applying the criteria (market prices) specified in the rules for internal management.

"Fixed Assets" disclosed in the assets by reportable segments are the total amount of tangible fixed assets and intangible fixed asset. The assets owned by SuMi TRUST Bank are allocated to each segment.

3. Profit or Loss and Fixed Assets by Reportable Segment

| | Millions of Yen | | | | | | | |
|-------------------------------------|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|----------|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | Total |
| Year Ended March 31, 2022 | | | | | | | | |
| Gross Business Profit | ¥ 131,317 | ¥ 150,003 | ¥ 23,819 | ¥ 39,274 | ¥ 59,802 | ¥ 52,303 | ¥ 34,141 | ¥ 490,663 |
| General and Administrative Expenses | (117,612) | (47,178) | (4,059) | (9,924) | (23,715) | (15,704) | (30,377) | (248,572) |
| Net Business Profit | ¥ 13,705 | ¥ 102,824 | ¥ 19,759 | ¥ 29,349 | ¥ 36,087 | ¥ 36,599 | ¥ 3,764 | ¥ 242,090 |
| Fixed Assets | ¥ 71,016 | ¥ 45,530 | ¥ 1,976 | ¥ 9,318 | ¥ 16,870 | ¥ 19,165 | ¥ 98,212 | ¥ 262,090 |

| | Millions of Yen | | | | | | | |
|-------------------------------------|--------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|------------|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | Total |
| Year Ended March 31, 2021 | | | | | | | | |
| Gross Business Profit | ¥ 122,773 | ¥ 148,846 | ¥ 23,542 | ¥ 31,199 | ¥ 54,870 | ¥ 69,761 | ¥ 992 | ¥ 451,985 |
| General and Administrative Expenses | (123,994) | (46,453) | (3,800) | (9,825) | (23,948) | (15,350) | (22,077) | (245,451) |
| Net Business Profit | ¥ (1,221) | ¥ 102,392 | ¥ 19,741 | ¥ 21,374 | ¥ 30,921 | ¥ 54,410 | ¥ (21,085) | ¥ 206,534 |
| Fixed Assets | ¥ 67,111 | ¥ 33,172 | ¥ 2,157 | ¥ 8,855 | ¥ 16,699 | ¥ 19,618 | ¥ 97,982 | ¥ 245,598 |

| | Millions of U.S. Dollars | | | | | | | Total |
|-------------------------------------|--------------------------------------|------------------------------------|---|-------------|-----------------------|-------------------|--------|----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | |
| Year Ended March 31, 2022 | | | | | | | | |
| Gross Business Profit | \$ 1,073 | \$ 1,226 | \$ 195 | \$ 321 | \$ 489 | \$ 427 | \$ 279 | \$ 4,009 |
| General and Administrative Expenses | (961) | (386) | (33) | (81) | (194) | (128) | (248) | (2,031) |
| Net Business Profit | \$ 112 | \$ 840 | \$ 161 | \$ 240 | \$ 295 | \$ 299 | \$ 31 | \$ 1,978 |
| Fixed Assets | \$ 580 | \$ 372 | \$ 16 | \$ 76 | \$ 138 | \$ 157 | \$ 803 | \$ 2,142 |

(Notes)

- 1) The figures represent "Gross Business Profit" in substitution for net sales to be presented by companies in other industries.
- 2) The amounts of "Gross Business Profit" include net trust fees, net interest income, net fees and commissions, net trading income, and net other ordinary income and expenses.
- 3) "General and Administrative Expenses" include personnel expenses and non-personnel expenses.

4) "Others" include costs of capital funding, dividends for shares for cross-shareholdings, and general and administrative expenses of headquarters.

5) "Others" within "Fixed Assets" include corporate assets not allocated to any segment. For fixed assets not allocated to each segment, some of related expenses are allocated to each segment based on a reasonable allocation method.

4. Reconciliation Between Total Amount for Reportable Segments and the Carrying Amounts in the Consolidated Financial Statement

(1) Total Profit or Loss for Reportable Segments and Income before Income Taxes in the Consolidated Statement of Income

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|-----------------------------|
| | 2022 | 2021 | 2022 |
| Total Profit or Loss for Reportable Segments (Net Business Profit) | ¥ 242,090 | ¥ 206,534 | \$ 1,978 |
| Net Business Profit of Consolidated Subsidiaries that are Excluded from the Reportable Segments (Note) | 60,566 | 55,891 | 495 |
| Other Income | 119,392 | 151,138 | 976 |
| Other Expenses | (195,012) | (206,275) | (1,593) |
| Other Adjustments | (25,177) | (34,166) | (206) |
| Income before Income Taxes | ¥ 201,858 | ¥ 173,121 | \$ 1,649 |

(Note) The amounts include elimination of internal transactions.

(2) Total Fixed Assets for Reportable Segments and Fixed Assets in the Consolidated Balance Sheet

| | Millions of Yen | | Millions of U.S. Dollars |
|--|-----------------|-----------|-----------------------------|
| | 2022 | 2021 | 2022 |
| Total Fixed Assets for Reportable Segments | ¥ 262,090 | ¥ 245,598 | \$ 2,142 |
| Fixed Assets of Consolidated Subsidiaries that are Excluded from the Reportable Segments | 67,194 | 69,336 | 549 |
| Consolidated Adjustments | 2,594 | 5,892 | 21 |
| Fixed Assets | ¥ 331,879 | ¥ 320,827 | \$ 2,712 |

Related Information

1. Information by Services

Disclosure of information by services is omitted as similar disclosure is included in the "3. Profit or Loss and Fixed Assets by Reportable Segment" in the "Segment Information" section.

2. Geographic Information

(1) Income

Income by geographical area for the fiscal years ended March 31, 2022 and 2021, consists of the following:

| Year Ended March 31, 2022 | Millions of Yen | | | | |
|---------------------------|-----------------|----------|----------|------------------|-------------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | ¥ 1,092,463 | ¥ 66,702 | ¥ 41,446 | ¥ 49,527 | ¥ 1,250,140 |

| Year Ended March 31, 2021 | Millions of Yen | | | | |
|---------------------------|-----------------|----------|----------|------------------|-------------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | ¥ 1,144,306 | ¥ 70,189 | ¥ 34,235 | ¥ 44,552 | ¥ 1,293,283 |

| Year Ended March 31, 2022 | Millions of U.S. Dollars | | | | |
|---------------------------|--------------------------|----------|--------|------------------|-----------|
| | Japan | Americas | Europe | Asia and Oceania | Total |
| | \$ 8,927 | \$ 545 | \$ 339 | \$ 405 | \$ 10,215 |

(Notes)

1) The figures represent Income in substitution for net sales to be presented by companies in other industries.

2) Income related to transactions by SuMi TRUST Bank (excluding overseas branches) and other domestic consolidated subsidiaries are presented under "Japan." Income

related to transactions by overseas branches of SuMi TRUST Bank and foreign consolidated subsidiaries are presented under "Americas," "Europe," or "Asia and Oceania" based on the location of each overseas branch and subsidiary, reflecting their geographical proximity.

(2) Tangible Fixed Assets

More than 90% of SuMi TRUST Bank Group's tangible fixed assets on the consolidated balance sheet as of March 31, 2022 and 2021, are located in Japan; accordingly, tangible fixed assets by geographical area are not presented.

3. Information by Major Customer

Due to highly diversified income-generating transactions between SuMi TRUST Bank Group and a significantly large number of SuMi TRUST Bank Group's customers, transactions are not classified by major counterparty; accordingly, information by major customer is not presented.

Information Related to Losses on Impairment of Fixed Assets by Reportable Segment

Losses on impairment of fixed assets recognized during the fiscal year ended March 31, 2022 and 2021 were as follows:

| | Millions of Yen | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|---------|---------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | |
| Year Ended March 31, 2022 | | | | | | | | |
| Losses on Impairment of Fixed Assets | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 1,409 | ¥ 1,409 |

| | Millions of Yen | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|---------|----------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | |
| Year Ended March 31, 2021 | | | | | | | | |
| Losses on Impairment of Fixed Assets | ¥ 19,976 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 1,436 | ¥ 21,412 |

| | Millions of U.S. Dollars | | | | | | | Total |
|--------------------------------------|---------------------------------|------------------------------|--------------------------------|-------------|--------------------|----------------|--------|-------|
| | Retail Total Solutions Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Fiduciary Services | Global Markets | Others | |
| Year Ended March 31, 2022 | | | | | | | | |
| Losses on Impairment of Fixed Assets | \$ — | \$ — | \$ — | \$ — | \$ — | \$ — | \$ 12 | \$ 12 |

Losses on impairment of fixed assets recognized during the fiscal years ended March 31, 2022, and 2021, were ¥59 million (U.S. \$0.5 million) and ¥(626) million, respectively.

Information Related to Amortization of Goodwill and Unamortized Balance of Goodwill by Reportable Segment

Amortization of goodwill and unamortized balance of goodwill are not allocated to the reportable segments.

Amortization of goodwill recognized during the fiscal years ended March 31, 2022 and 2021, were 4,399 million (U.S. \$35 million) and ¥4,399 million, respectively. Unamortized balance of goodwill as of March 31, 2022 and 2021, were ¥12,478 million (U.S. \$102 million) and ¥16,877 million, respectively.

Information Related to Gain on Negative Goodwill by Reportable Segment

There were no gains on negative goodwill by reportable segment during the fiscal years ended March 31, 2022 and 2021.

Related-Party Information

1. Related-Party Transactions

Transactions of the SuMi TRUST Bank with its parent company for the fiscal year ended March 31, 2022 and 2021, are as follows:

Year Ended March 31, 2022

| Type | Company Name | Company Location | Capital | Type of Business | Share of Voting Rights Held (%) | Business Relationship | Transaction Details | Transaction Amounts | Accounts | Ending Balances |
|----------------|--------------------------------------|-------------------|---|----------------------|---------------------------------|---------------------------|---------------------------------------|---|---------------------------------|---|
| | | | Millions of Yen (Millions of U.S. Dollars) | | | | | Millions of Yen (Millions of U.S. Dollars) | | Millions of Yen (Millions of U.S. Dollars) |
| Parent company | Sumitomo Mitsui Trust Holdings, Inc. | Chiyoda-ku, Tokyo | ¥ 261,608 (\$2,138) | Bank holding company | Direct 100 | Money lending transaction | Borrowing of funds ^(Note) | ¥ 25,000 (\$204) | Bonds payable ^(Note) | ¥ 645,000 (\$5,270) |
| | | | | | | | Payment of interest ^(Note) | ¥ 6,641 (\$54) | Accrued Expenses | ¥ 1,923 (\$16) |

Year Ended March 31, 2021

| Type | Company Name | Company Location | Capital | Type of Business | Share of Voting Rights Held (%) | Business Relationship | Transaction Details | Transaction Amounts | Accounts | Ending Balances |
|----------------|--------------------------------------|-------------------|-----------------|----------------------|---------------------------------|---------------------------|---------------------------------------|---------------------|---------------------------------|-----------------|
| | | | Millions of Yen | | | | | Millions of Yen | | Millions of Yen |
| Parent company | Sumitomo Mitsui Trust Holdings, Inc. | Chiyoda-ku, Tokyo | ¥ 261,608 | Bank holding company | Direct 100 | Money lending transaction | Borrowing of funds ^(Note) | ¥ 40,000 | Bonds payable ^(Note) | ¥ 620,000 |
| | | | | | | | Repayment of funds ^(Note) | ¥ 70,000 | | |
| | | | | | | | Payment of interest ^(Note) | ¥ 7,705 | Accrued Expenses | ¥ 1,901 |

Terms and conditions of transactions and policies applied in deciding the terms and conditions
(Note) Loans are all subordinated borrowings with a debt relief clause at the contractual point of non-variability. The interest rates of the loans are determined reasonably based on the market interest rates and other rates.

2. Notes to the Parent Company or Significant Affiliated Companies

(1) Parent Company

Sumitomo Mitsui Trust Holdings, Inc. (listed on the Tokyo Stock Exchange and the Nagoya Stock Exchange)

(2) Condensed Financial Information of Significant Affiliated Companies

There were no significant affiliated companies to be disclosed for the fiscal year ended March 31, 2022

Per Share of Common Stock Information

| | Yen | | U.S. Dollars |
|--------------------------------------|------------|------------|--------------|
| | 2022 | 2021 | 2022 |
| Net Assets per Share of Common Stock | ¥ 1,385.34 | ¥ 1,381.78 | \$ 11.32 |
| Net Income per Share of Common Stock | 89.11 | 74.86 | 0.73 |

(Note)

1) Net assets per share of common stock and basis for calculation are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|----------------------|----------------------|--------------------------|
| | As of March 31, 2022 | As of March 31, 2021 | As of March 31, 2022 |
| Net Assets as Reported | ¥ 2,348,510 | ¥ 2,341,495 | \$ 19,190 |
| Less: | 28,699 | 27,637 | 235 |
| Non-Controlling Interests | 28,699 | 27,637 | 235 |
| Net Assets Attributable to Common Shareholders | 2,319,810 | 2,313,858 | 18,956 |
| The Number of Shares of Common Stock Outstanding (Thousands of Shares) | 1,674,537 | 1,674,537 | 1,674,537 |

(Note) The effect of the application of the Standard for Revenue Recognition etc. and the Standard for Fair Value Measurement etc. on the total amount of net assets and net assets per share is described in "Changes in Accounting Policies."

2) Net income per share of common stock and basis for calculation are as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------------|---------------------------|---------------------------|
| | Year Ended March 31, 2022 | Year Ended March 31, 2021 | Year Ended March 31, 2022 |
| Net Income per Share of Common Stock | | | |
| Net Income Attributable to Owners of the Parent | ¥ 149,223 | ¥ 125,358 | \$ 1,219 |
| Net Income Not Attributable to Common Shareholders | — | — | — |
| Net Income Related to Common Stock that is Attributable to Owners of the Parent | 149,223 | 125,358 | 1,219 |
| Average Number of Shares of Common Stock Outstanding (Thousands of Shares) | 1,674,537 | 1,674,537 | 1,674,537 |

3) Diluted net income per share of common stock for the fiscal years ended March 31, 2022 and 2021 is not presented because there were no potential shares.

Significant Subsequent Event

Change in Reportable Segment

SuMi TRUST Group aims to promote and lead a virtuous circle of funds, assets, and capital by various stakeholders through provision of high value-added products and services and investments to create new values. Effective as of April 1, 2022, reorganization of SuMi TRUST Bank, Limited has been implemented.

Reportable segments of SuMi TRUST Bank Group were previously divided into "Retail Total Solution Services," "Wholesale Financial Services (Wholesale Total Solution Services Business and Wholesale Asset Management

Business)," "Stock Transfer Agency Services," "Real Estate," "Fiduciary Services," and "Global Markets." As a result of the above, from the consolidated fiscal year ending March 31, 2023, the Group will reclassify them into the following segments: "Retail (former Retail Total Solution Services)," "Wholesale (former Wholesale Total Solution Services Business and former Stock Transfer Agency Services)," "Investor Services (former Wholesale Asset Management Business and former Fiduciary Services)," "Real Estate," and "Global Markets."

Information regarding the amounts of Gross Business Profit, General and Administrative Expenses, and Net Business Profit by reportable segment for the fiscal year ended March 31, 2022, based on the new reportable segment classifications, are as follows:

| | Millions of Yen | | | | | | |
|-------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|-------------|----------------|----------|-----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Global Markets | Others | Total |
| Gross Business Profit | ¥ 131,317 | ¥ 140,620 | ¥ 93,005 | ¥ 39,274 | ¥ 52,303 | ¥ 34,141 | ¥ 490,663 |
| General and Administrative Expenses | (117,612) | (41,403) | (33,549) | (9,924) | (15,704) | (30,377) | (248,572) |
| Net Business Profit | ¥ 13,705 | ¥ 99,216 | ¥ 59,455 | ¥ 29,349 | ¥ 36,599 | ¥ 3,764 | ¥ 242,090 |

| | Millions of U.S. Dollars | | | | | | |
|-------------------------------------|--------------------------------------|------------------------------------|--------------------------------------|-------------|----------------|--------|----------|
| | Retail Total Solution Services | Wholesale Financial Services | Stock Transfer Agency Services | Real Estate | Global Markets | Others | Total |
| Gross Business Profit | \$ 1,073 | \$ 1,149 | \$ 760 | \$ 321 | \$ 427 | \$ 279 | \$ 4,009 |
| General and Administrative Expenses | (961) | (338) | (274) | (81) | (128) | (248) | (2,031) |
| Net Business Profit | \$ 112 | \$ 811 | \$ 486 | \$ 240 | \$ 299 | \$ 31 | \$ 1,978 |

(Notes)

1) The figures represent "Gross Business Profit" in substitution for net sales to be presented by companies in other industries.

2) The amounts of "Gross Business Profit" include net trust fees, net interest income, net fees and commissions, net trading income, and net other ordinary income and expenses.

3) "General and Administrative Expenses" include personnel expenses and non-personnel expenses.

4) "Others" include costs of capital funding, dividends for shares for strategic shareholdings, and general and administrative expenses of headquarters.

5) Information regarding "Fixed Assets" by reportable segment after the change is currently being calculated.

The information related to disaggregation of revenue from contracts with customers based on the new reportable segment classification in the fiscal year ended March 31, 2022 is currently being calculated.

Financial Data:

Non-Consolidated Balance Sheets

Sumitomo Mitsui Trust Bank, Limited
As of March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Cash and Due from Banks: | ¥ 17,925,030 | ¥ 18,216,321 | \$ 146,470 |
| Cash | 75,795 | 73,315 | 619 |
| Due from Banks | 17,849,235 | 18,143,006 | 145,851 |
| Call Loans | 5,000 | 8,766 | 41 |
| Receivables under Resale Agreements | 150,741 | 160,268 | 1,232 |
| Receivables under Securities Borrowing Transactions | 652,534 | 727,689 | 5,332 |
| Monetary Claims Bought | 123,567 | 105,830 | 1,010 |
| Trading Assets: | 1,048,258 | 1,042,356 | 8,566 |
| Trading Account Securities | 5,018 | 39,520 | 41 |
| Derivatives of Trading Securities | 47 | — | 0 |
| Derivatives of Securities Related to Trading Transactions | 25 | 29 | 0 |
| Trading-Related Financial Derivatives | 954,675 | 918,298 | 7,801 |
| Other Trading Assets | 88,492 | 84,508 | 723 |
| Money Held in Trust | 99 | 99 | 1 |
| Securities: | 7,951,169 | 7,090,335 | 64,971 |
| Government Bonds | 2,839,628 | 1,760,430 | 23,203 |
| Local Government Bonds | 33,919 | 23,686 | 277 |
| Corporate Bonds | 730,020 | 699,775 | 5,965 |
| Stocks | 1,516,253 | 1,717,801 | 12,390 |
| Other Securities | 2,831,348 | 2,888,640 | 23,136 |
| Loans and Bills Discounted: | 30,916,363 | 30,691,618 | 252,626 |
| Bills Discounted | 451 | 763 | 4 |
| Loans on Bills | 190,138 | 181,012 | 1,554 |
| Loans on Deeds | 28,443,342 | 28,190,037 | 232,418 |
| Overdrafts | 2,282,430 | 2,319,805 | 18,650 |
| Foreign Exchanges: | 29,494 | 25,396 | 241 |
| Due from Foreign Banks | 29,494 | 25,396 | 241 |
| Other Assets: | 2,922,768 | 2,488,201 | 23,883 |
| Domestic Exchange Settlement Account, Debit | 1,029 | 1,177 | 8 |
| Prepaid Expenses | 2,285 | 2,116 | 19 |
| Accrued Income | 111,101 | 99,986 | 908 |
| Initial Margins of Futures Markets | 71,040 | 53,270 | 580 |
| Variation Margin of Futures Markets | — | 2,150 | — |
| Derivatives Other Than for Trading | 1,499,100 | 1,294,048 | 12,250 |
| Cash Collateral Pledged for Financial Instruments | 1,025,240 | 785,742 | 8,378 |
| Receivables for Securities Transactions | 85,353 | 143,708 | 697 |
| Other Assets | 127,617 | 106,000 | 1,043 |
| Tangible Fixed Assets: | 184,334 | 186,717 | 1,506 |
| Buildings | 62,426 | 63,319 | 510 |
| Land | 104,329 | 104,535 | 853 |
| Lease Assets | 3,843 | 3,675 | 31 |
| Construction in Progress | 110 | 63 | 1 |
| Other | 13,623 | 15,123 | 111 |
| Intangible Fixed Assets: | 77,756 | 58,880 | 635 |
| Software | 74,152 | 55,278 | 606 |
| Other | 3,603 | 3,601 | 29 |
| Prepaid Pension Expenses | 252,869 | 237,191 | 2,066 |
| Customers' Liabilities for Acceptances and Guarantees | 426,405 | 383,537 | 3,484 |
| Allowance for Loan Losses | (136,300) | (100,846) | (1,114) |
| Total Assets | ¥ 62,530,092 | ¥ 61,322,366 | \$ 510,950 |

The figures in U.S. dollars are converted from yen for the convenience of readers outside Japan at the rate of ¥122.38 to U.S. \$1.00, the exchange rate as of March 31, 2022.

| | Millions of Yen | | Millions of U.S. Dollars |
|---|---------------------|---------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Liabilities: | | | |
| Deposits: | ¥ 32,898,724 | ¥ 33,174,292 | \$ 268,824 |
| Current Deposits | 1,639,928 | 2,006,030 | 13,400 |
| Ordinary Deposits | 7,749,739 | 7,353,317 | 63,325 |
| Saving Deposits | 1,885 | 1,828 | 15 |
| Deposits at Notice | 88,529 | 77,690 | 723 |
| Time Deposits | 22,623,620 | 22,769,916 | 184,864 |
| Other Deposits | 795,020 | 965,509 | 6,496 |
| Negotiable Certificates of Deposit | 6,809,644 | 7,444,194 | 55,643 |
| Call Money | 932,640 | 180,886 | 7,621 |
| Payables under Repurchase Agreements | 1,485,033 | 1,628,440 | 12,135 |
| Trading Liabilities: | 906,686 | 850,660 | 7,409 |
| Derivatives of Trading Securities | — | 8 | — |
| Derivatives of Securities Related to Trading Transactions | 617 | 983 | 5 |
| Trading-Related Financial Derivatives | 906,069 | 849,668 | 7,404 |
| Borrowed Money: | 7,335,261 | 5,883,091 | 59,938 |
| Borrowing from Other Banks | 7,335,261 | 5,883,091 | 59,938 |
| Foreign Exchanges: | 15,362 | 16,631 | 126 |
| Due to Foreign Banks | 15,082 | 16,425 | 123 |
| Foreign Bills Payable | 280 | 206 | 2 |
| Short-Term Bonds Payable | 1,845,782 | 2,013,793 | 15,082 |
| Bonds Payable | 1,371,604 | 865,605 | 11,208 |
| Borrowed Money from Trust Account | 4,298,827 | 4,915,208 | 35,127 |
| Other Liabilities: | 2,066,310 | 1,806,666 | 16,884 |
| Domestic Exchange Settlement Account, Credit | 841 | 963 | 7 |
| Income Taxes Payable | 4,981 | 2,661 | 41 |
| Accrued Expenses | 58,719 | 55,272 | 480 |
| Unearned Revenue | 34,547 | 26,629 | 282 |
| Variation Margin of Futures Markets | 7,414 | 2,111 | 61 |
| Trading Account Securities Borrowed | 662 | 5,211 | 5 |
| Derivatives Other Than for Trading | 1,570,467 | 1,338,109 | 12,833 |
| Cash Collateral Accepted For Financial Instruments | 240,455 | 155,739 | 1,965 |
| Lease Obligations | 5,772 | 5,526 | 47 |
| Asset Retirement Obligations | 3,127 | 3,329 | 26 |
| Payables for Securities Transactions | 65,626 | 144,357 | 536 |
| Other | 73,694 | 66,753 | 602 |
| Provision for Bonuses | 9,599 | 9,009 | 78 |
| Provision for Directors' Bonuses | 98 | 103 | 1 |
| Provision for Stocks Payment | 569 | 417 | 5 |
| Provision for Retirement Benefits | 940 | 783 | 8 |
| Provision for Reimbursement of Deposits | 3,626 | 4,138 | 30 |
| Provision for Contingent Losses | 1,649 | 1,633 | 13 |
| Deferred Tax Liabilities | 67,628 | 91,342 | 553 |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | 2,388 | 20 |
| Acceptances and Guarantees | 426,405 | 383,537 | 3,484 |
| Total Liabilities | ¥ 60,478,786 | ¥ 59,272,826 | \$ 494,188 |
| Net Assets: | | | |
| Total Shareholders' Equity: | ¥ 1,807,041 | ¥ 1,752,055 | \$ 14,766 |
| Capital Stock | 342,037 | 342,037 | 2,795 |
| Capital Surplus: | 343,066 | 343,066 | 2,803 |
| Legal Capital Surplus | 273,016 | 273,016 | 2,231 |
| Other Capital Surplus | 70,049 | 70,049 | 572 |
| Retained Earnings: | 1,121,938 | 1,066,952 | 9,168 |
| Legal Retained Earnings | 69,020 | 69,020 | 564 |
| Other Retained Earnings: | 1,052,917 | 997,931 | 8,604 |
| Other Voluntary Reserves | 371,870 | 371,870 | 3,039 |
| Retained Earnings Brought Forward | 681,047 | 626,061 | 5,565 |
| Total Valuation and Translation Adjustments: | 244,263 | 297,484 | 1,996 |
| Valuation Difference on Available-for-Sale Securities | 291,152 | 340,796 | 2,379 |
| Deferred Gains (Losses) on Hedges | (42,431) | (39,295) | (347) |
| Revaluation Reserve for Land | (4,456) | (4,016) | (36) |
| Total Net Assets | ¥ 2,051,305 | ¥ 2,049,539 | \$ 16,762 |
| Total Liabilities and Net Assets | ¥ 62,530,092 | ¥ 61,322,366 | \$ 510,950 |

Financial Data:

Non-Consolidated Statements of Income

Sumitomo Mitsui Trust Bank, Limited
For the fiscal years ended March 31, 2022 and 2021

| | Millions of Yen | | Millions of U.S. Dollars |
|--|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Income: | | | |
| Trust Fees | ¥ 110,539 | ¥ 102,883 | \$ 903 |
| Interest Income: | 360,361 | 345,877 | 2,945 |
| Interest on Loans and Discounts | 241,182 | 251,337 | 1,971 |
| Interest and Dividends on Securities | 106,126 | 83,278 | 867 |
| Interest on Call Loans and Bills Bought | 423 | 334 | 3 |
| Interest on Receivables under Resale Agreements | — | 20 | — |
| Interest on Receivables under Securities Borrowing Transactions | — | 0 | — |
| Interest on Due from Banks | 11,551 | 9,825 | 94 |
| Other Interest Income | 1,077 | 1,080 | 9 |
| Fees and Commissions: | 196,351 | 178,519 | 1,604 |
| Fees and Commissions on Domestic and Foreign Exchanges | 1,345 | 1,630 | 11 |
| Other Fees and Commissions | 195,005 | 176,888 | 1,593 |
| Trading Income: | 13,453 | 76 | 110 |
| Gains on Trading Account Securities Transactions | 268 | — | 2 |
| Income from Securities and Derivatives Related to Trading Transactions | 812 | — | 7 |
| Income from Trading-Related Financial Derivatives Transactions | 12,315 | — | 101 |
| Other Trading Income | 57 | 76 | 0 |
| Other Ordinary Income: | 56,215 | 116,709 | 459 |
| Gain on Foreign Exchange Transactions | 22,227 | 79,158 | 182 |
| Gains on Sales of Bonds | 14,751 | 14,822 | 121 |
| Gains on Redemption of Bonds | 5 | 10 | 0 |
| Gains on Derivatives Other Than for Trading-Assets | 19,091 | 22,407 | 156 |
| Other | 139 | 311 | 1 |
| Other Income: | 102,866 | 139,243 | 841 |
| Recoveries of Written-Off Claims | 1,052 | 398 | 9 |
| Gains on Sales of Stocks and Other Securities | 95,015 | 98,279 | 776 |
| Other | 6,797 | 40,565 | 56 |
| Total Income | ¥ 839,787 | ¥ 883,310 | \$ 6,862 |

| | Millions of Yen | | Millions of U.S. Dollars |
|--|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Expenses: | | | |
| Interest Expenses: | ¥ 104,274 | ¥ 133,693 | \$ 852 |
| Interest on Deposits | 28,750 | 43,624 | 235 |
| Interest on Negotiable Certificates of Deposit | 6,787 | 14,198 | 55 |
| Interest on Call Money and Bills Sold | 839 | 858 | 7 |
| Interest on Payables under Repurchase Agreements | 1,665 | 3,576 | 14 |
| Interest on Borrowings and Rediscounts | 9,282 | 12,468 | 76 |
| Interest on Short-Term Bonds | 2,992 | 5,472 | 24 |
| Interest on Bonds | 9,836 | 5,397 | 80 |
| Interest on Interest Swaps | 22,439 | 27,525 | 183 |
| Other Interest Expenses | 21,681 | 20,572 | 177 |
| Fees and Commissions Payments: | 106,900 | 99,698 | 874 |
| Fees and Commissions on Domestic and Foreign Exchanges | 779 | 740 | 6 |
| Other Fees and Commissions | 106,120 | 98,958 | 867 |
| Trading Expenses: | — | 33,300 | — |
| Expenses on Trading Securities and Derivatives | — | 391 | — |
| Expenses on Securities and Derivatives Related to Trading Transactions | — | 2,097 | — |
| Expenses on Trading-Related Financial Derivatives Transactions | — | 30,812 | — |
| Other Ordinary Expenses: | 35,082 | 25,388 | 287 |
| Loss on Sale of Bonds | 32,574 | 22,678 | 266 |
| Other Ordinary Expenses | 2,508 | 2,709 | 20 |
| General and Administrative Expenses | 250,023 | 257,905 | 2,043 |
| Other Expenses: | 194,377 | 203,658 | 1,588 |
| Provision of Allowance for Loan Losses | 39,600 | 3,168 | 324 |
| Written-Off Loans | 3,803 | 2,465 | 31 |
| Losses on Sales of Stocks and Other Securities | 130,568 | 141,995 | 1,067 |
| Losses on Devaluation of Stocks and Other Securities | 1,811 | 486 | 15 |
| Impairment Loss | 1,409 | 21,412 | 12 |
| Other | 17,184 | 34,129 | 140 |
| Total Expenses | ¥ 690,659 | ¥ 753,645 | \$ 5,644 |
| Income before Income Taxes | ¥ 149,127 | ¥ 129,664 | \$ 1,219 |
| Income Taxes: | 35,784 | 33,723 | 292 |
| Current | 34,729 | 29,985 | 284 |
| Deferred | 1,054 | 3,738 | 9 |
| Net Income | ¥ 113,343 | ¥ 95,941 | \$ 926 |

| | Yen | U.S. Dollars |
|---|----------------|----------------|
| Net Income per Share of Common Stock | ¥ 67.68 | \$ 0.55 |

Financial Data:

Non-Consolidated Statements of Changes in Net Assets

Sumitomo Mitsui Trust Bank, Limited
For the fiscal years ended March 31, 2022 and 2021

From April 1, 2021 to March 31, 2022

| | Millions of Yen | | | | | | | |
|--|----------------------|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|-------------------------|----------------------------|
| | Shareholders' Equity | | | | | | | |
| | Capital Stock | Capital Surplus | | | Retained Earnings | | | Total Shareholders' Equity |
| | | Legal Capital Surplus | Other Capital Surplus | Total Capital Surplus | Legal Retained Earnings | Other Retained Earnings | Total Retained Earnings | |
| Balance at the Beginning of the Year | ¥ 342,037 | ¥ 273,016 | ¥ 70,049 | ¥ 343,066 | ¥ 69,020 | ¥ 997,931 | ¥ 1,066,952 | ¥ 1,752,055 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | (8,945) | (8,945) | (8,945) |
| Restated Balance | 342,037 | 273,016 | 70,049 | 343,066 | 69,020 | 988,985 | 1,058,006 | 1,743,109 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | (49,850) | (49,850) | (49,850) |
| Net Income | | | | | | 113,343 | 113,343 | 113,343 |
| Reversal of Revaluation Reserve for Land | | | | | | 439 | 439 | 439 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | | | |
| Total Changes during the Year | — | — | — | — | — | 63,932 | 63,932 | 63,932 |
| Balance at the End of the Year | ¥ 342,037 | ¥ 273,016 | ¥ 70,049 | ¥ 343,066 | ¥ 69,020 | ¥ 1,052,917 | ¥ 1,121,938 | ¥ 1,807,041 |

| | Millions of Yen | | | | |
|--|--|-----------------------------------|------------------------------|---|------------------|
| | Valuation and Translation Adjustments | | | | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Total Valuation and Translation Adjustments | |
| Balance at the Beginning of the Year | ¥ 340,796 | ¥ (39,295) | ¥ (4,016) | ¥ 297,484 | ¥ 2,049,539 |
| Cumulative Effects of Changes in Accounting Policies | | | | | (8,945) |
| Restated Balance | 340,796 | (39,295) | (4,016) | 297,484 | 2,040,593 |
| Changes during the Year | | | | | |
| Cash Dividends | | | | | (49,850) |
| Net Income | | | | | 113,343 |
| Reversal of Revaluation Reserve for Land | | | | | 439 |
| Net Changes of Items Other Than Shareholders' Equity | (49,644) | (3,136) | (439) | (53,220) | (53,220) |
| Total Changes during the Year | (49,644) | (3,136) | (439) | (53,220) | 10,711 |
| Balance at the End of the Year | ¥ 291,152 | ¥ (42,431) | ¥ (4,456) | ¥ 244,263 | ¥ 2,051,305 |

From April 1, 2020 to March 31, 2021

| | Millions of Yen | | | | | | | |
|--|----------------------|-----------------------|-----------------------|-------------------------|-------------------------|-------------------------|-------------|----------------------------|
| | Shareholders' Equity | | | | | | | Total Shareholders' Equity |
| | Capital Stock | Capital Surplus | | | Retained Earnings | | | |
| Legal Capital Surplus | | Other Capital Surplus | Total Capital Surplus | Legal Retained Earnings | Other Retained Earnings | Total Retained Earnings | | |
| Balance at the Beginning of the Year | ¥ 342,037 | ¥ 273,016 | ¥ 70,049 | ¥ 343,066 | ¥ 69,020 | ¥ 951,742 | ¥ 1,020,763 | ¥ 1,705,866 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | (49,867) | (49,867) | (49,867) |
| Net Income | | | | | | 95,941 | 95,941 | 95,941 |
| Reversal of Revaluation Reserve for Land | | | | | | 115 | 115 | 115 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | | | |
| Total Changes during the Year | — | — | — | — | — | 46,188 | 46,188 | 46,188 |
| Balance at the End of the Year | ¥ 342,037 | ¥ 273,016 | ¥ 70,049 | ¥ 343,066 | ¥ 69,020 | ¥ 997,931 | ¥ 1,066,952 | ¥ 1,752,055 |

| | Millions of Yen | | | | |
|--|--|-----------------------------------|------------------------------|---|------------------|
| | Valuation and Translation Adjustments | | | | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Total Valuation and Translation Adjustments | |
| Balance at the Beginning of the Year | ¥ 363,461 | ¥ (48,002) | ¥ (3,901) | ¥ 311,558 | ¥ 2,017,424 |
| Changes during the Year | | | | | |
| Cash Dividends | | | | | (49,867) |
| Net Income | | | | | 95,941 |
| Reversal of Revaluation Reserve for Land | | | | | 115 |
| Net Changes of Items Other Than Shareholders' Equity | (22,665) | 8,707 | (115) | (14,073) | (14,073) |
| Total Changes during the Year | (22,665) | 8,707 | (115) | (14,073) | 32,115 |
| Balance at the End of the Year | ¥ 340,796 | ¥ (39,295) | ¥ (4,016) | ¥ 297,484 | ¥ 2,049,539 |

From April 1, 2021 to March 31, 2022

| | Millions of U.S. Dollars | | | | | | | |
|--|--------------------------|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|-------------------------|----------------------------|
| | Shareholders' Equity | | | | | | | |
| | Capital Stock | Capital Surplus | | | Retained Earnings | | | Total Shareholders' Equity |
| | | Legal Capital Surplus | Other Capital Surplus | Total Capital Surplus | Legal Retained Earnings | Other Retained Earnings | Total Retained Earnings | |
| Balance at the Beginning of the Year | \$ 2,795 | \$ 2,231 | \$ 572 | \$ 2,803 | \$ 564 | \$ 8,154 | \$ 8,718 | \$ 14,317 |
| Cumulative Effects of Changes in Accounting Policies | | | | | | (73) | (73) | (73) |
| Restated Balance | 2,795 | 2,231 | 572 | 2,803 | 564 | 8,081 | 8,645 | 14,243 |
| Changes during the Year | | | | | | | | |
| Cash Dividends | | | | | | (407) | (407) | (407) |
| Net Income | | | | | | 926 | 926 | 926 |
| Reversal of Revaluation Reserve for Land | | | | | | 4 | 4 | 4 |
| Net Changes of Items Other Than Shareholders' Equity | | | | | | | | |
| Total Changes during the Year | — | — | — | — | — | 522 | 522 | 522 |
| Balance at the End of the Year | \$ 2,795 | \$ 2,231 | \$ 572 | \$ 2,803 | \$ 564 | \$ 8,604 | \$ 9,168 | \$ 14,766 |

| | Millions of U.S. Dollars | | | | |
|--|--|-----------------------------------|------------------------------|---|------------------|
| | Valuation and Translation Adjustments | | | | Total Net Assets |
| | Valuation Differences on Available-for-Sale Securities | Deferred Gains (Losses) on Hedges | Revaluation Reserve for Land | Total Valuation and Translation Adjustments | |
| Balance at the Beginning of the Year | \$ 2,785 | \$ (321) | \$ (33) | \$ 2,431 | \$ 16,747 |
| Cumulative Effects of Changes in Accounting Policies | | | | | (73) |
| Restated Balance | 2,785 | (321) | (33) | 2,431 | 16,674 |
| Changes during the Year | | | | | |
| Cash Dividends | | | | | (407) |
| Net Income | | | | | 926 |
| Reversal of Revaluation Reserve for Land | | | | | 4 |
| Net Changes of Items Other Than Shareholders' Equity | (406) | (26) | (4) | (435) | (435) |
| Total Changes during the Year | (406) | (26) | (4) | (435) | 88 |
| Balance at the End of the Year | \$ 2,379 | \$ (347) | \$ (36) | \$ 1,996 | \$ 16,762 |

Statements of Trust Account

Sumitomo Mitsui Trust Bank, Limited and its Consolidated Subsidiaries
Fiscal year ended March 31, 2022 and 2021

| As of March 31 | Millions of Yen | | Millions of U.S. Dollars |
|--|----------------------|----------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Loans and Bills Discounted (Note 2) | ¥ 2,131,254 | ¥ 1,804,393 | \$ 17,415 |
| Securities (Note 3) | 859,127 | 857,610 | 7,020 |
| Beneficiary Rights | 182,799,711 | 180,845,290 | 1,493,706 |
| Securities Held in Custody Accounts | 22,534 | 22,579 | 184 |
| Monetary Claims | 25,361,961 | 22,805,910 | 207,239 |
| Tangible Fixed Assets | 21,118,391 | 19,183,820 | 172,564 |
| Intangible Fixed Assets | 200,412 | 192,521 | 1,638 |
| Other Claims | 10,789,374 | 8,661,666 | 88,163 |
| Loans to Banking Account | 4,298,827 | 4,915,208 | 35,127 |
| Cash and Due from Banks | 633,823 | 557,590 | 5,179 |
| Total Assets | ¥ 248,215,419 | ¥ 239,846,590 | \$ 2,028,235 |
| Liabilities: | | | |
| Money Trusts (Note 4) | ¥ 36,216,311 | ¥ 34,196,939 | \$ 295,933 |
| Pension Trusts | 14,525,120 | 13,107,254 | 118,689 |
| Property Formation Benefit Trusts | 18,820 | 18,954 | 154 |
| Securities Investment Trusts | 80,405,840 | 81,009,958 | 657,018 |
| Money in Trust Other Than Money Trusts | 39,748,080 | 38,906,807 | 324,792 |
| Securities in Trust | 22,159,577 | 22,175,725 | 181,072 |
| Money Claims in Trust | 25,588,821 | 22,893,231 | 209,093 |
| Real Estate in Trust | 876 | 875 | 7 |
| Composite Trusts | 29,551,969 | 27,536,844 | 241,477 |
| Total Liabilities | ¥ 248,215,419 | ¥ 239,846,590 | \$ 2,028,235 |

See Notes to Statements of Trust Account.

Financial Data:

Notes to Statements of Trust Account

1. Trust Accounts

Under the Trust Act of Japan, trust activities must be administered separately from a commercial banking business. As a result, assets accepted in trust must be segregated from the assets held by SuMi TRUST Bank. Within the general category of trust accounts, each trust account is segregated from other trust assets. Accordingly, the financial statements of SuMi TRUST Bank do not reflect SuMi TRUST Bank's records as to the assets accepted in trust, which are maintained separately under the trust account.

Under certain trust agreements, repayments of the principal of the customers' trust assets are guaranteed by SuMi TRUST Bank, and such guaranteed principal as of March 31, 2022 and 2021, were ¥4,052,452 million (U.S. \$33,114 million) and ¥4,634,580 million, respectively.

The translation of Japanese yen amounts into U.S. dollar amounts is included solely for the convenience of readers outside Japan. The translation has been made at the rate of ¥122.38 to U.S. \$1, the approximate rate of exchange as of March 31, 2022. Such translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate.

Amounts less than one million Japanese yen have been rounded down and amounts less than one million U.S. dollars have been rounded off. As a result, the total may not be equal to sum of individual amounts.

The amounts presented in the statements of trust account as of March 31, 2022 and 2021, are for trust accounts in SuMi TRUST Bank.

2. Loans and Bills Discounted

Loans as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|----------------|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Loans on Deeds | ¥ 1,685,034 | ¥ 1,428,073 | \$ 13,769 |
| Loans on Bills | 446,220 | 376,320 | 3,646 |
| Total | ¥ 2,131,254 | ¥ 1,804,393 | \$ 17,415 |

The balances of guaranteed trust account loans as of March 31, 2022 and 2021, stood at ¥13,316 million (U.S. \$109 million) and ¥15,959 million respectively, which included the following:

Under certain trust agreements, repayment of the principal of customers' trust assets are guaranteed by SuMi TRUST Bank, and loans on such guaranteed trust assets as of March 31, 2022 and 2021, included the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|--------------------|-----------------|--------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Doubtful Loans | ¥ 752 | ¥ 134 | \$ 6 |
| Restructured Loans | 13 | 30 | 0 |
| Total | ¥ 765 | ¥ 164 | \$ 6 |

3. Securities

Securities held as of March 31, 2022 and 2021, consisted of the following:

| | Millions of Yen | | Millions of U.S. Dollars |
|------------------------|------------------|------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Government Bonds | ¥ 401,621 | ¥ 457,214 | \$ 3,282 |
| Local Government Bonds | 30 | 30 | 0 |
| Corporate Bonds | 40,758 | 66,718 | 333 |
| Stocks | 6,444 | 7,910 | 53 |
| Other Securities | 410,272 | 325,736 | 3,352 |
| Total | ¥ 859,127 | ¥ 857,610 | \$ 7,020 |

4. Balance of Money Trusts

The principal amount of certain money trusts is guaranteed, and the balance of these accounts is as follows:

| | Millions of Yen | | Millions of U.S. Dollars |
|--|--------------------|--------------------|--------------------------|
| | 2022 | 2021 | 2022 |
| Assets: | | | |
| Loans and Bills Discounted | ¥ 13,316 | ¥ 15,959 | \$ 109 |
| Other | 4,039,461 | 4,618,947 | 33,008 |
| Total | ¥ 4,052,778 | ¥ 4,634,907 | \$ 33,116 |
| Liabilities: | | | |
| Principal | ¥ 4,052,452 | ¥ 4,634,580 | \$ 33,114 |
| Allowance for Impairment of Guaranteed Trust Principal | 12 | 19 | 0 |
| Other | 313 | 307 | 3 |
| Total | ¥ 4,052,778 | ¥ 4,634,907 | \$ 33,116 |

In the case of certain money trusts, the principal amount is guaranteed, and as the above table indicates, an allowance for the impairment of guaranteed trust principal is set aside by SuMi TRUST Bank. The figures in the table include funds entrusted from other trusts managed by SuMi TRUST Bank.

Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

Basel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.

Financial Data/
Sumitomo Mitsui Trust Bank, Limited

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.

Corporate Data

Basel III Disclosure Data

This section outlines matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No.7 of Financial Services Agency, 2014) with regard to the status of capital adequacy, as set forth in Article 19-2, Paragraph1, Item 5-(d) of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No.10, 1982).

The following disclosure, unless otherwise stated, is with respect to Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings") as of the end of March 2022.

[Qualitative Disclosure Data: SuMi TRUST Holdings]

| | |
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Qualitative Disclosure Data:

Sumitomo Mitsui Trust Holdings, Inc.

1. Overview of the Risk Management of the Sumitomo Mitsui Trust Group

(1) Basic Policy on Risk Management

In order to ensure sound management, secure revenue through risk taking based on management strategies, and achieve sustainable growth, the Sumitomo Mitsui Trust Group (the "SuMi TRUST Group") follows a basic policy of accurately assessing risk conditions and implementing necessary risk-related measures through a series of risk management activities, including risk identification, evaluation, monitoring, control and mitigation, validation for advancement, and review, based on the management policy and basic policy on the internal control system of the SuMi TRUST Group.

The risk management framework of the SuMi TRUST Group encompasses the Risk Appetite Framework (please refer to (3) below), and integrates it to function organically within the SuMi TRUST Group.

(2) Risk Management System

1) Risk Governance System

For the group-wide risk governance system, the SuMi TRUST Group has developed a Three Lines of Defense

system consisting of risk management by individual businesses (first line of defense), risk management by the Risk Management Department and individual risk management-related departments (second line of defense), and validation by the Internal Audit Department (third line of defense).

[First Line of Defense]

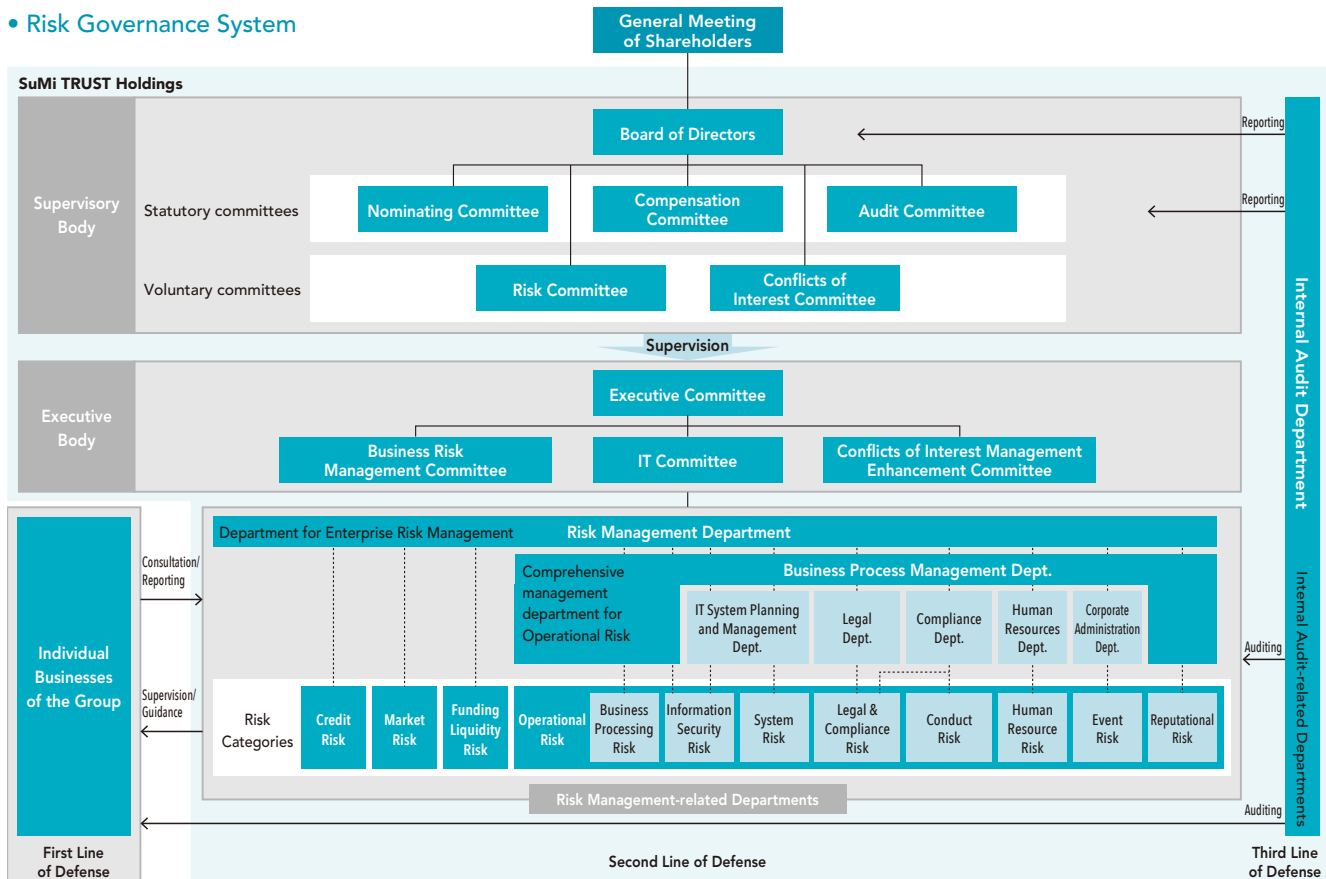
Each Group business identifies and gains an understanding of the risk characteristics involved in carrying out its own business, based on knowledge of the services and products in that business.

Each business takes risks within the scope of its risk appetite (the type and amount of risk to be taken to achieve the goals set in the management plan) in accordance with its risk-taking policy, evaluates risks, and swiftly implements risk control at the on-site level when risks materialize. In addition, the status of risk management is reported to the second line of defense in a timely manner.

[Second Line of Defense]

The Risk Management Department and risk management-related departments act as control departments responsible for the management of each risk category. In accordance with

• Risk Governance System



the Group-wide basic policy on risk management approved by the Board of Directors, the Risk Management Department and risk management-related departments act as a check-and-balance function for the risk taking of the first line of defense, and supervise and provide guidance regarding the risk governance system from an independent standpoint.

The Risk Management Department, as an Enterprise Risk Management Department, performs overall risk management, identifies and evaluates group-wide risks, creates a risk management process, and sets risk limits in accordance with the group-wide risk management policy determined by the Board of Directors. In addition, it formulates group-wide recovery strategies, in advance, to prepare for cases when risks materialize. Furthermore, it shares information with risk management-related departments appropriately, monitors the overall status of risks and risk management in an integrated manner, and reports the status to the Executive Committee and the Board of Directors.

[Third Line of Defense]

The Internal Audit Department audits the effectiveness and appropriateness of the group-wide risk governance system and processes from a standpoint independent of the first and second lines of defense.

[Executive Committee]

The Executive Committee is composed of representative executive officers* and executive officers* designated by the President. It makes decisions on matters concerning risk management and undertakes preliminary discussions regarding matters to be resolved by and reported to the Board of Directors.

* Executive officers defined by the Companies Act.

[Board of Directors]

The Board of Directors is composed of all of the directors. It decides on the management policy and strategic goals for risk taking of the SuMi TRUST Group, formulates a risk management policy, etc. that reflects these strategic goals based on a solid understanding of the location and nature of risks, and develops an appropriate risk governance system and supervises its implementation. The Board of Directors has voluntarily established the Risk Committee and the Conflicts of Interest Committee, as advisory bodies, based on the business strategies and risk characteristics of the SuMi TRUST Group.

[Risk Committee]

The Risk Committee receives requests for consultation from the Board of Directors on matters concerning the business circumstances surrounding the SuMi TRUST Group and the effectiveness of its risk management, etc., reviews their appropriateness, and reports its findings.

[Conflicts of Interest Committee]

The Conflicts of Interest Committee receives requests for consultation from the Board of Directors on matters concerning the fiduciary duties and conflict of interest management, which are the foundation on which the SuMi TRUST Group seeks to become the “Best Partner” of its clients based on a fiduciary spirit, reviews their appropriateness, and reports its findings.

2) Risk Management Process

In the SuMi TRUST Group, the Risk Management Department and individual risk management-related departments act as the second line of defense, performing risk management using the following procedure. This risk management process, along with its associated systems, undergoes regular auditing by the Internal Audit Department, which acts as the third line of defense.

[Risk Identification]

The risks faced by the SuMi TRUST Group are comprehensively identified, while ensuring the comprehensiveness of operations of the SuMi TRUST Group and the risks to be managed are identified based on the scale and characteristics of the identified risks. Of note, risks that are particularly important are managed as material risks.

[Risk Evaluation]

The risks identified as requiring management undergo analysis, assessment, and measurement in a manner appropriate for the business scale, characteristics, and risk profiles. We periodically evaluate material risks in terms of frequency of occurrence, degree of impact, and severity to determine whether they can be classified as “top risks” (risks that require management attention due to their potential to have a material impact on the Group’s business capabilities and earnings targets within one year) or “emerging risks” (risks that could have a material impact in the medium to long term; i.e., after one year).

When risks cannot be quantified, their impact is assessed to the greatest extent possible, and they are managed through measures such as implementing preventive measures based on the nature of the risks.

[Risk Monitoring]

After setting KRIs*¹ and other indicators, risk conditions are monitored with appropriate frequency, given the conditions of the Group’s internal environment (risk profiles, allocated capital usage status, etc.) and external environment (economy, markets, etc.). Recommendations, guidance, and advice are given to each of the Group’s businesses based on the risk conditions. Monitoring contents are reported

and submitted to the Board of Directors, the Executive Committee, and other bodies regularly or as needed*2.

*1 Key Risk Indicator

*2 The information on risks is reported to the Executive Committee and the Board of Directors on a monthly or quarterly basis according to its content. The information on risks to be reported is created by using internal databases, and risk measurement systems, etc. The SuMi TRUST Group is developing and advancing management information systems while complying with the "Principles for Risk Data Aggregation" of the Basel Committee on Banking Supervision.

• Main Items to Be Reported to the Board of Directors and Executive Committee

| Frequency | Contents to be reported |
|-----------|--|
| Monthly | Comprehensive risk situation (including whether the risk amount is within the limit) ⇒ Specifically, the amount of risk, usage of allocated capital, the amount of regulatory risk, and risk appetite situation, etc., for each business and each risk category are reported. |
| Quarterly | 1) Status of the external environment, including the economic circulation, 2) whether the risk amount is within the limit, the risk profile, and its trend, 3) the progress and evaluation of risk management plans, etc. ⇒ Specifically, the status of top risk, etc., as well as items to be reported monthly are reported. |

[Risk Control and Mitigation]

If any incidents that could have a significant impact on the soundness of management occur, such as the risk amounts exceeding the risk limits, or the existence of concerns that it might do so, appropriate reports are presented to the Board of Directors, the Executive Committee, and other bodies, and the necessary countermeasures are implemented.

[Risk predictor management for top risks, etc.]

Risk appetite indicators are defined for risks resulting from internal factors, based on the features of the Group's business model and risk characteristics, and these management indicators are monitored. Regarding risks resulting from external factors, the top risks and emerging risks are selected, and risk predictors are monitored. Countermeasures are implemented based on the monitoring results for both types of risks.

The top risks and emerging risks at present include "Risks related to the global COVID-19 pandemic", "Risks related to climate changes", and other risks. The results of risk analysis and necessary countermeasures are reported to the Board of Directors and the Executive Committee.

■ Main top risks and emerging risks

| |
|---|
| Risks related to the global COVID-19 pandemic |
| Risks related to falling prices for strategic shareholdings and similar assets |
| Risk related to concentration of credit in major obligors in the credit portfolio |
| Risks related to cyber attacks |
| Risks related to climate change |
| Risks related to the emergence of geopolitical events (e.g., Ukraine crisis) |
| Risks related to innovation |
| Risks related to Japan's declining birthrate and aging population |

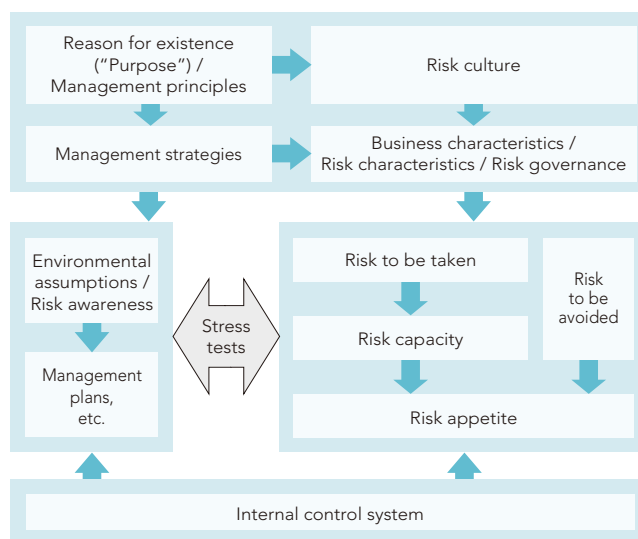
(3) Risk Appetite

1) Risk Appetite Framework

The SuMi TRUST Group defines the Risk Appetite Framework (RAF) as a company-wide framework for business management composed of a process for determining risk appetite within the risk capacity range to complete management strategies designed by the Board of Directors based on the reason for existence (Purpose) and management principles (Mission) of the Group, and internal control system for supporting them.

The main aim of the Group's RAF is to both improve profitability and enhance risk management. The Group establishes communication processes through the setting, propagation, and oversight of risk appetite and promotes the improvement of transparency in the decision-making process regarding all kinds of risk-taking policies, including capital allocation and profitability maximization. In addition, the Group promotes the optimization and speed-up of management resources allocation and the strengthening of the monitoring system, by using RAF as the universal language of the Group.

• Outline of the Risk Appetite Framework



The SuMi TRUST Group formulated the Risk Appetite Statement (RAS), which clearly describes the entire framework of RAF and the details of risk appetite, etc. By thoroughly informing RAS among the staff of the Group, the Group encourages lively discussion on risk appetite and promotes the fostering and spread of sound risk culture. In addition, we have established indicators for risk appetite from the perspectives of return, risk, and cost, and continuously monitor and verify whether we are taking appropriate risks based on our business model. The results of monitoring are reported to the Board of Directors and the Executive Committee every six months.

2) Fostering and Instilling a Risk Culture

The SuMi TRUST Group defines risk culture as a basic philosophy that prescribes the codes, attitudes, and conduct of the SuMi TRUST Group's organization, as well as executives and employees, that flexibly carries out risk-taking, risk management, and risk control based on an appropriate evaluation of risks, guided by a high degree of self-discipline with the background of fiduciary spirit.

In order to improve its corporate value and stakeholder value, the SuMi TRUST Group takes risk based on risk appetite, strictly complies with applicable laws and regulations to establish solid credibility from clients and society, and takes a resolute stance against antisocial forces.

In order to foster and spread "risk culture," the SuMi TRUST Group clarifies its risk-taking policies by line of business with the aim of building a sustainable business model through adequate risk-taking by all directors, officers and employees. At each office, the SuMi TRUST Group aims to foster the culture of recognizing the "importance of becoming familiar with risks" and "appropriate attitudes for challenging risks" and taking action.

In addition, the executives and employees of the SuMi TRUST Group follow the "Codes of Conduct regarding Risks" in order to support sustainable growth, while ensuring the soundness of management.

(4) Risk Characteristics

Based on a fiduciary spirit, and leveraging its significant expertise and comprehensive capabilities, the SuMi TRUST Group, as a financial group specialised in trust banking, strives to create distinct value through a total solution business model that combines its banking, asset management and administration, real estate businesses and others.

The Group's business consist of (1) Retail, Corporate, and Investor Services Business classified as Clients businesses ;(2) Real Estate, Global Markets Business classified as Specialized businesses ;(3) Private Banking (PB) and Asset Formation Advisory (Work place) classified as Cross-Client base businesses, etc.

The Group faces various risks, including credit risk, market risk, funding liquidity risk, and operational risk, which vary depending on the business characteristics of each of the businesses. In this context, as a basis for improving management of risks related to trust business operations, we have established Group-wide Trust Business Guidelines to provide information about basic matters that warrant caution. Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank") primarily manages these risks in the operational risk category, particularly in terms of its duty of due care as a prudent manager, duty of loyalty, and duty to segregate property as a trustee.

• Businesses and Main Risk Characteristics of the Group

| Individual Businesses | Retail | Corporate | Investor Services | Real Estate | Global Markets | Private Banking | Asset Formation Advisory, Work place | Asset Management | Corporate Management* |
|------------------------|--------|-----------|-------------------|-------------|----------------|-----------------|--------------------------------------|------------------|-----------------------|
| Risk Category | | | | | | | | | |
| Credit Risk | ○ | ○ | ○ | | ○ | ○ | ○ | | |
| Market Risk | | ○ | ○ | | ○ | | | | ○ |
| Funding Liquidity Risk | | | | | ○ | | | | |
| Operational Risk | ○ | ○ | ○ | ○ | ○ | ○ | ○ | ○ | ○ |

* Strategic shareholdings management, etc.

• Risk Definition

| Risk Category | Definition |
|---|--|
| Credit Risk | Risk that the Group may incur losses due to a decrease or impairment of the value of assets (including off-balance sheet assets), for reasons such as deterioration of the financial condition of obligors. In this regard, "country risk" in particular refers to the risk that the Group may incur losses on credit provided overseas, due to the foreign exchange, political, or economic conditions in the country where our clients operate. |
| Market Risk | Risk that the Group may incur losses due to fluctuations in the value of assets/liabilities (including off-balance sheet assets/liabilities), or in the earnings generated from assets/liabilities, due to fluctuations in various market risk factors, such as interest rates, foreign exchange rates, stocks, commodities, and credit spreads. In this regard, "market liquidity risk" in particular refers to the risk that the Group may incur losses due to a situation in which it becomes impossible to conduct transactions in the market, or becomes obligatory to trade at prices that are significantly more disadvantageous than usual, due to market turmoil. |
| Funding Liquidity Risk | Risk that the Group may incur losses in a situation where it becomes impossible to secure necessary funds, or becomes obligatory to raise funds at interest rates significantly higher than usual. |
| Operational Risk (Below are "risk sub-categories" within Operational Risk) | Risk that may adversely affect the Group, clients, markets, financial infrastructure, society, or the work environment due to inadequate or failed business processes, the activities of executives or employees, computer systems, or due to external events. |
| Business Processing Risk | Risk that the Group may incur losses due to inappropriate business procedures arising from executives or employees neglecting to engage in proper business activities, or other incidents such as accidents or fraud. |
| System Risk | Risk that the Group may incur losses due to reasons such as computer system failures, malfunctions, and defects, as well as the risk that the Group may incur losses due to unauthorized computer usage. |
| Information Security Risk | Risk that the Group may incur losses due to the improper management or maintenance of information assets. This includes information leaks, information errors, and misuse of information, as well as an inability to use the information system. |
| Legal & Compliance Risk | Risk that the Group may incur losses due to uncertainty regarding the legal aspects of transactions, or due to insufficient compliance with laws, regulations, etc. |
| Conduct Risk | Risk that may adversely affect the Group, clients, markets, financial infrastructure, society, or the work environment due to the actions of Group companies, executives, or employees that are unprofessional or do not meet the expectations and trust of stakeholders*. * Appropriate service level set by the Group based on an understanding of reasonable expectations |
| Human Resource Risk | Risk that the Group may incur losses due to personnel and labor management issues, such as unequal or unfair management of personnel, and harassment. |
| Event Risk | Risk that the Group may incur losses due to external events that impair business, such as natural disasters, crimes such as terrorism, damage to public infrastructure that prevents its functioning, and the spread of infectious diseases, or due to the inappropriate use or management of tangible assets. |
| Reputational Risk | Risk that the Group may incur losses as a result of a deterioration of the reputation of SuMi TRUST Holdings or its subsidiaries, due to reasons such as mass media reports, rumors, or speculation. |

Reporting is regularly performed regarding whether the overall risk of the SuMi TRUST Group, combining the risks of each business, is within the limits of risk capacity (soundness and liquidity) that have been determined by the Board of Directors.

(5) Enterprise Risk Management

1) Enterprise Risk Management System

The SuMi TRUST Group manage risks by comprehensively grasping the risks faced by the Group, which are evaluated on an individual risk category basis, and comparing and contrasting them against our corporate strength i.e. capital adequacy (enterprise risk management).

We evaluate the effectiveness of our risk management and risk control annually, and when the need arises due to changes in the business environment or other circumstances, we will consider revisions to our risk category system, risk management system, and other policies.

Among the risks we manage through our enterprise risk management, we combine the risk values for risks that can be quantitatively measured using a single standard, such as VaR, and compare the combined value against our corporate strength i.e. capital adequacy, thereby managing risks (integrated risk management).

• Overview of Risk Measurement Approaches in Integrated Risk Management

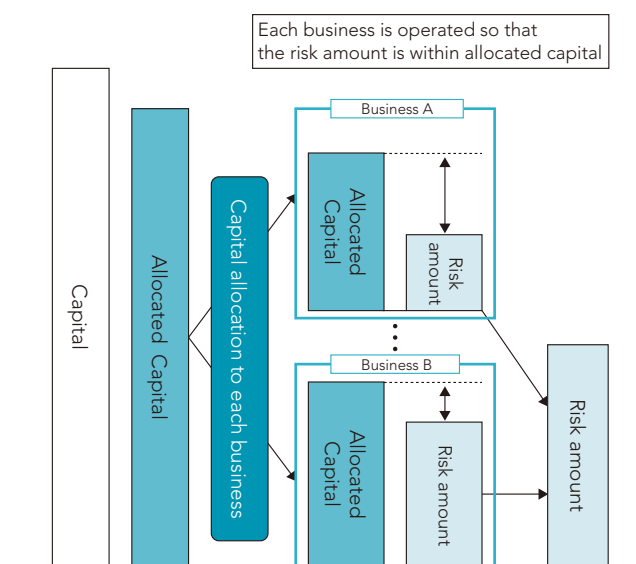
| Risk category | Main scope | Main measurement approaches |
|------------------|---|-------------------------------|
| Credit risk | Assets such as loans and bills discounted (including off-balance transactions) | Monte Carlo Simulation Method |
| Market risk | Risks related to trading accounts, banking accounts' interest rates, foreign exchange, stocks, commodities, and credit spreads (including off-balance transactions) | Historical Simulation Method |
| Operational risk | Business processes, the activities of executives and employees, and computer systems, etc. | Monte Carlo Simulation Method |

2) Capital Allocation Operations

For the purpose of capital allocation operations of the SuMi TRUST Group, SuMi TRUST Holdings allocates capital to each business, including the Group companies, based on each risk category (credit risk, market risk, and operational risk) in consideration of the external environment, risk-return performance status, scenario analysis, and the results of assessments of capital adequacy levels. The capital allocation plan is subject to the approval of the Board of Directors. Capital allocation levels are determined based on the Group's risk appetite.

Each business is operated within both the allocated amount of risk capital and its risk appetite. The Risk Management Department measures the risk amount on a monthly basis, and reports regularly on the risk conditions, compared to the allocated capital and risk appetite, to the Board of Directors, and others.

• Capital Allocation Scheme



3) Stress Tests and Assessment of Capital Adequacy Level

The Risk Management Department performs three types of stress tests (hypothetical scenario stress testing, historical scenario stress testing, and examination of probability of occurrence) each time a capital allocation plan is formulated or reviewed, with the aim of ensuring capital adequacy from the standpoint of depositor protection. Based on the results of these stress tests, it assesses the level of capital adequacy, and reports to the Board of Directors, and others.

• Hypothetical Scenario Stress Testing

Assessment of capital adequacy level by formulating a stress scenario that has a sufficiently strong impact and a realistic probability of occurrence and then estimating capital adequacy ratio, etc. in times of stress.

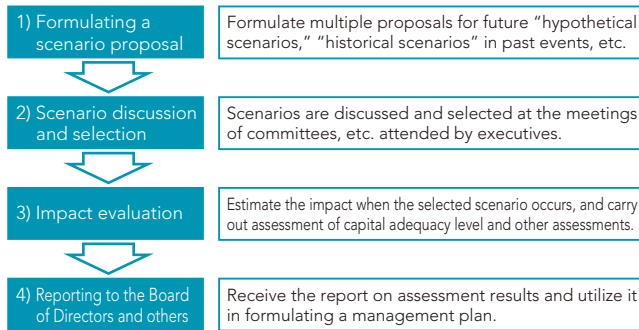
• Historical Scenario Stress Testing

Assessment of capital adequacy level through estimation of capital adequacy ratio, etc. in times of stress using parameters from stress times that had occurred in the past.

• Examination of Probability of Occurrence

Assessment of capital adequacy level by comparing the risk with 99.9% confidence interval with total capital defined under capital regulatory standards.

• Stress Test Framework



(6) Compliance with the Basel Standards

The Basel rules, which are the international standard rules regarding the soundness of banks, consist of "the first pillar," which defines the minimum capital requirements such as capital regulatory standards, "the second pillar," which regulates the inspection on self-management and supervision of financial institutions, and "the third pillar," which regulates market discipline, which is subject to market evaluation based on appropriate disclosure.

Basel II was implemented in Japan at the end of March 2007. Since the end of March 2013, Basel III has been implemented in a phased manner. Basel III is composed of capital regulatory standards, leverage ratio regulations, and liquidity regulations, for improving the quality and amount of capital, strengthening risk identification, etc.

In this context, as part of the Group's efforts to advance its risk management, we have been applying Advanced Measurement Approach to operational risks since the end of March 2014 and Advanced Internal Ratings-Based (AIRB) Approach to credit risks since the end of March 2015, both in compliance with the capital regulatory standards. In addition, liquidity coverage ratio was added to the first pillar at the end of March 2015 as part of the liquidity regulations, followed by leverage ratio at the end of March 2019 and net stable funding ratio at the end of September 2021 as part of the liquidity regulations. The Group complies with these regulations.

Moreover, in December 2015, the SuMi TRUST Group was designated as one of Domestic Systemically Important Banks (D-SIBs), which is the "domestic version" of Global Systemically Important Banks (G-SIBs) specified by the Financial Stability Board (FSB), and is subject to the 0.5% surcharge defined under capital regulatory standards.

After implementing Basel III, the Basel Committee on Banking Supervision has been continually reviewing capital regulatory standards. To ensure appropriate risk sensitivity, simplicity and comparability of regulations, the Committee made the final agreement to make revisions related to a

risk-weighted assets measurement approach, which is the denominator of capital adequacy ratio, in December 2017. While partially constraining the use of internally-modelled approaches by banks, the Committee adopted capital floors based on standardised approaches in order to prevent the undervaluation of risk-weighted assets based on internal models.

Financial institutions subject to international standards in Japan will be required to introduce the finalized Basel III framework in 2024*. In April 2022, the Notification of Financial Services Agency that defines regulatory standards in Japan was announced. The Group will therefore continue to improve its risk management structure in preparation for the introduction of the new regulations by establishing a risk-asset calculation system compliant with the new regulatory requirements and by considering a portfolio management methodology based on appropriate profitability control, among other measures.

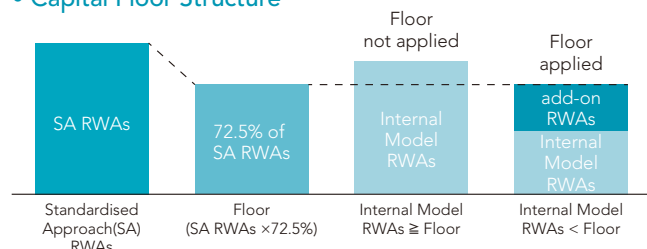
* The adoption of the framework was previously scheduled to begin at the end of March 2023, but has been postponed by one year in light of international situations and other factors.

• Regulatory Reform of Risk-weighted Assets Measurement Approach for Credit Risk

| Exposures | Current Standards | New Standards |
|--|-------------------------------------|-------------------------------------|
| Equity | Advanced or Foundation IRB Approach | Standardised Approach |
| Financial Institution | | Foundation IRB Approach |
| Corporate | | Advanced or Foundation IRB Approach |
| Specialised Lending (e.g. Real estate non-recourse loan) | | Advanced or Foundation IRB Approach |

- Standardised Approach: Supervisory risk weight according to external credit ratings
- Foundation IRB Approach: Risk weight calculated based on banks' own estimates of probability of default (PD)
- Advanced IRB Approach: Risk weight calculated based on banks' own estimates of probability of default (PD) and loss given default (LGD)

• Capital Floor Structure



• In the case where 72.5%* of SA RWAs (Floor) is larger than internal model RWAs, Add-on RWAs are charged.

* Capital Floor will be subject to a five-year linear phase-in arrangement from the date of implementation of new standards. The applicable multiplier will start at 50% and increase by 5% at the end of each year until the end of Year 5, and it will eventually reach 72.5%.

As for the third pillar, from the end of March 2018, the adoption of common disclosure templates for internationally active banks, and the enhancement of disclosure items

have been implemented to offer necessary information that is sufficiently comparable to all market participants. After the introduction of the new regulations described above, the contents of our disclosures will be further enhanced.

(7) Crisis Management

The SuMi TRUST Group has developed systems to swiftly and appropriately implement emergency and crisis response measures in the event of natural disasters, computer system failures, outbreaks of new infectious diseases, and the like, which are rooted in its public mission and social responsibilities as a financial institution, and strives to disseminate information regarding these systems throughout the organization.

Specifically, we have developed BCPs (business continuity plans) for continuing business in the event of a crisis, after securing the safety of our clients, directors, officers, employees, and their families. In order to ensure the effectiveness of our BCPs, we periodically conduct exercises and revise their content. In addition, we have created a response system in which, in the event of a crisis, an emergency response headquarters is created, which is headed by the President.

For natural disasters such as large earthquakes and large-scale wind and flood disasters, which are envisioned as having a significant impact, we are enhancing our response system through the preparation of backup offices and backup systems.

We are also strengthening our cyber security measures at the initiative of management to respond to cyberattacks, which are causing damage throughout society, through the formulation of the "Cyber Security Management Declaration." Specifically, the Group has established SuMiTRUST-CSIRT as an internal organization for gathering information, conducting analysis, and implementing countermeasures concerning cyberattacks, and works on 24/7 monitoring, implementation of technical measures against cyberattacks, and collaboration with external specialized agencies. At the same time, we are endeavoring to strengthen cyber resilience through the preparation and improvement of manuals and other materials for use in both normal times and emergencies, and periodic training and drills.

To address risks related to business continuity amid the COVID-19 pandemic, we established an emergency task force and set our basic stance of "ensuring the health and safety of our employees and their families," "maintaining business continuity as a key piece of social infrastructure," and "preventing the spread of infection in population (including activities that make the population less vulnerable). In

accordance to our stance, we have flexibly implemented measures while taking into account the COVID-19 infection situation in Japan and overseas, government requests, client trends, etc. In addition, we have implemented various business continuity measures as stipulated in our BCP and actively utilize teleworking in order to balance the maintenance of services with safety considerations.

2. Credit Risk Management

(1) Definition of Credit Risk

Credit risk is defined as the "risk resulting in losses incurred by The Sumitomo Mitsui Trust Group (the "SuMi TRUST Group") due to a decrease or impairment in value of an asset (including off-balance sheet assets) owing to such reasons as deterioration in the financial condition of an obligor." Of this, country risk in particular means "risk resulting in losses incurred by the Group on credit provided overseas, due to foreign exchange rates or political and economic conditions of the country of the obligor."

(2) Characteristics of Credit Risk

Credit risk is the most fundamental risk concerning the basic function of finance – "credit creation function" – and it is one of the most significant risks that are borne by the Sumitomo Mitsui Trust Group (the "SuMi TRUST Group") in performing banking operations.

Major risk among the credit risks for the SuMi TRUST Group is the risk of a large amount of loan-loss (or the provision for the allowance) being generated through default or credit deterioration of our major obligors. To control the "credit concentration risk" arising from the credit concentration to specific corporate groups, and "chain-reacting default risk" arising from the credit concentration to specific regions, industries, etc., the SuMi TRUST Group strives to appropriately control the risks by setting the credit guideline amounts based on obligor ratings and country ratings, and monitoring the balance of credit and risk amount specific to industries, etc.

(3) Credit Risk Management Policy

The basic policy of the SuMi TRUST Group's credit risk management is "stricter management of individual credit" and "credit portfolio diversification." Regarding the former, we make our individual credit management more precise through our screening and investigation of each transaction, asset assessment, and credit ratings that we assign internally. Regarding the latter, we endeavor to mitigate the

concentration risk by managing diversification of our credit portfolio as a whole according to the industries and countries incorporating major obligors. Additionally, we regularly measure the credit risk amount in order to quantitatively grasp the possibility of the loss of portfolio.

Also, we maintain “risk-return adjustment” by reflecting the profit level established after taking into consideration the projected loss ratio and overhead ratio per credit rating on the transaction terms of individual transactions, to secure the profit margin (spread) proportionate to the risks.

Incidentally, the SuMi TRUST Group’s credit risk management covers not only credit transactions via banking accounts, but also the transactions with trust accounts with a principal guaranteed contract.

(4) Credit Risk Management System

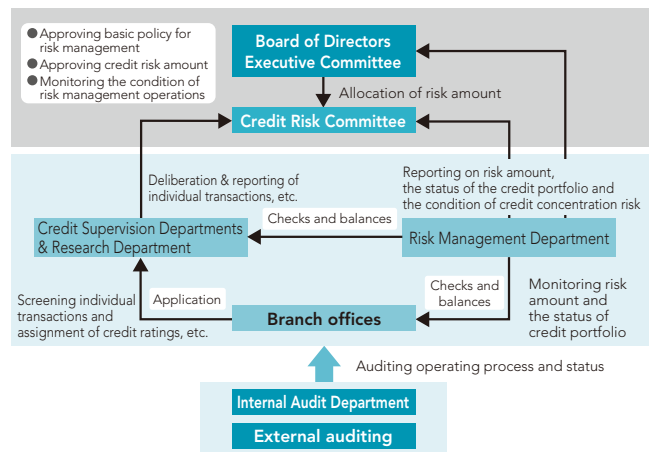
In addition to supervising credit risk management of the entire Group, Sumitomo Mitsui Trust Holdings, Inc. (“SuMi TRUST Holdings”) also works to maintain and establish the systems at each of the Group companies. Sumitomo Mitsui Trust Bank, Limited (“SuMi TRUST Bank”), which is the SuMi TRUST Group’s core bank, maintains the risk management system at the consolidated and global levels in order to manage credit risk.

At SuMi TRUST Bank, the Credit Risk Committee, which is the management-level meeting, establishes credit strategies and credit risk management plans once yearly. The established plans are further submitted to the Executive Committee and the Board of Directors for discussion and resolution (approval) to decide important matters regarding risk management. The Credit Risk Committee is called regularly to discuss the basic policy for credit operations, and important matters concerning individual investments and loans transactions, as well as trust transactions. By controlling credit risk, it is working to secure the revenue while keeping an eye on the soundness of assets.

The Risk Management Department, operating as a credit risk management section, manages the portfolio through credit concentration risk management and credit risk amount measuring; manages and inspects the asset assessment and write-offs and allowances for loan losses systems; manages the internal rating system; and inspects the appropriateness of the rating systems and parameters. The details of monitoring and the risk control measures for credit risk, such as the status of the portfolio, credit risk amount, status of rating fluctuation, and the management status of credit limit amounts, are reported to the Credit Risk Committee each month, and to the Executive Committee once a quarter.

The branch offices apply for the granting of individual transactions and ratings to the credit supervision departments and the research department. The credit supervision departments screen individual transactions, while the research department undertakes industrial research and the creditworthiness research of individual corporations. The Risk Management Department keeps the initiatives of these departments in check. The Internal Audit Department, which is independent from the other departments, audits the internal management system for each of the processes to inspect the appropriateness and effectiveness of the risk management system.

• Credit Risk Management System



(5) Credit Risk Management Method

In order to manage the credit risk appropriately, the SuMi TRUST Group strives to construct and maintain a sound portfolio via the two mutually-complementing approaches: “individual credit management” – managing each individual transaction through credit screening at entry point and mid-term monitoring management – and “credit portfolio management” –analyzing and evaluating risk concentration conditions to the specific types of industry, regions, certain corporate groups, etc., while regarding the whole credit as a single lump portfolio to manage them from a macro viewpoint.

1) Credit Rating, Asset Assessment and Write-Offs and Allowances for Loan Losses

A. Credit Rating

“Credit rating” indicates, in a graded manner, a client’s credit condition and the possibility of default/loss, and serves as the basis for the screening of individual transactions and credit portfolio management. There are several

different types of credit ratings: “obligor rating” aimed at corporations including sovereigns and financial institutions; “structured rating” aimed at structured finances such as real estate non-recourse loans; and “facility rating” indicating the possibility of loss per transaction. For the details of SuMi TRUST Bank’s internal rating system, please refer to 2 (6) “Internal Rating System.”

B. Asset Assessment

Asset assessment signifies the classification of the contents of the SuMi TRUST Group’s assets through individually screening them into graded levels of recovery risk and value damage risk, as part of the preparatory process for write-offs and allowances for loan losses. At SuMi TRUST Bank, all assets in banking accounts and the trust accounts with a principal guaranteed contract are put through asset assessment as a general rule and as for clients, their “obligor categorization”

based on their repayment capability according to financial condition, funding liquidity, profitability, etc., is determined each time their financial results are disclosed and/or whenever a situation that might affect their creditworthiness arises. Additionally, the “categorization” of each asset is determined once a quarter based on the result of the obligor categorization, security condition, etc., and this is reflected in the write-offs and allowances for loan losses appropriately as well as utilized in the management of credit risk.

C. Relationship Between Credit Rating and Asset Assessment

The two systems – credit rating and asset assessment – are operated with shared financial data on the clients that serve as the basis for mutually securing consistency. We are able to correctly assess the soundness of our credit portfolio by operating the two systems that enable us to grasp the clients’ creditworthiness in a timely and appropriate manner.

• Tables of Credit Rating, Asset Assessment and Disclosed Non-performing Loans

| Credit rating | | Asset assessment | | Classification of non-performing loans based on the Financial Revitalization Act | | Classification of risk management loan | |
|---------------|---|--|---|--|---|--|--|
| Rating Rank* | Definition | Obligor category | Definition | Asset Classification | Definition | | |
| 1 | Highest credibility of payment of principal and interest | Sound Obligor | Obligor that is operationally and financially sound | Class I (unclassified) | Assets with no risk of collection or no risk of impairment of the asset value | Normal Claims | Normal Claims |
| 2 | Very high credibility of payment of principal and interest | | | | | | |
| 3 | High credibility of payment of principal and interest, but prone to be affected by the worsening business environment, etc. | | | | | | |
| 4 | Perceived credibility of payment of principal and interest, but with declining potential | | | | | | |
| 5 | No problem for credibility of payment of principal and interest at present but with potentiality of declining by deterioration of business environment, etc. | | | | | | |
| 6 | Capable for principal and interest payment, but with potentiality of losing the ability if the business environment is deteriorated, etc. | | | | | | |
| 7 | Obligor categorized as “Sub-Performing Obligor” in asset assessment and higher attention is required because of its sluggish and unstable operating performance, weak financial condition, etc. | Sub-Performing Obligor | Obligor required attention for monitoring because of following situations • Obligor with delinquency on obligations (payment of principal or interest) • Obligor with operational or financial problems | Class II | Assets with higher-than-acceptable level of risk of collection | Claims against Sub-Performing Obligors with Delinquent/Restructured Debt | Claims against Sub-Performing Obligors with Delinquent/Restructured Debt |
| 8 | Obligor categorized as “Sub-Performing Obligor” in asset assessment and careful attention is required because of its extremely deteriorated financial condition, etc. | Sub-Performing Obligor with Delinquent / Restructured debt | Obligor with debt past due three or more months and / or restructured debt | | | Substandard Claims | Restructured Loans Loans Past Due Three Months or More |
| 9 | Obligor categorized as “Possibly Insolvent Obligor” in asset assessment | Possibly Insolvent Obligor | Obligor with high probability of bankruptcy in the future due to significantly weak business conditions and unfavorable progress of business restructuring plan | Class III | Assets with high potential of impairment or loss, whose rational estimate of loss amount is difficult | Doubtful Claims | Doubtful Claims |
| 10 | Obligor categorized as either “Substantially Insolvent Obligor” or “Bankrupt / Insolvent Obligor” in asset assessment or bankruptcy is occurred | Substantially Insolvent Obligor | Obligor, not legally or formally bankrupt, but virtually bankrupt | Class IV | Assets regarded uncollectible or worthless | Bankrupt and substantially bankrupt Claims | Bankrupt and substantially bankrupt Claims |
| | | Bankrupt / Insolvent Obligor | Obligor entering corporate reorganization, liquidation or other statutory procedures | | | | |

* As for obligor ratings and structured ratings, we subdivide them further as necessary (e.g. 5+, 5, 5-, etc.).

D. Write-offs and Allowances for Loan Losses

Write-offs and allowances for loan losses signify the act of disposing losses of the appropriate amount in the quarterly settlement of accounts through timely and reasonable estimation of the amount of losses in the future by a track record of loan-loss, etc., based on the result of asset assessment. For the overview of SuMi TRUST Bank's allowances for loan losses and write-off criteria, please refer to page 137 "(5) Allowance for Loan Losses" of "4. Significant Accounting Policies."

E. Disclosure of Non-performing Loans

Non-performing loans to be disclosed include the risk management loans based on the Banking Act, and non-performing loans based on the Financial Revitalization Act.

As seen in the "Tables of Credit Rating, Asset Assessment and Disclosed Non-performing Loans" above, they are aggregated according to the obligor categorizations through asset assessment.

Most of the overdue loans with a delinquency period of three months or more are classified as "Doubtful Claims" or lower based on the Financial Revitalization Act. However, loans that are delinquent for up to roughly six months are not necessarily classified as "Doubtful Claims" or lower if there is little concern that the delinquency period will lengthen.

2) Credit Concentration Risk Management

Based on our belief that grasping the exposure of each client is the basis of credit risk management, we uniformly manage the transactions such as loans, investments and off-balance transactions, and monitor the status of observance of credit limit set against each of the segments (specific corporate groups, industries, countries of the location, etc.). We also regularly examine the impact of the materializing risks to major clients and industry diversification.

Based on our various client management systems, we micro-manage the credit conditions, credit balance, trading conditions, etc., of each clients.

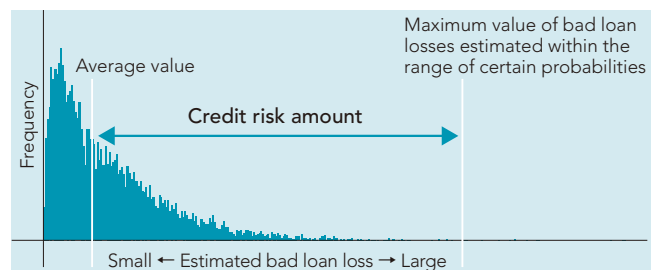
3) Credit Risk Quantification

With our credit risk quantification, we quantitatively grasp the potentiality of banks' assets being affected by losses by loan losses over the coming year, and based on the estimation values such as probability of default (PD) and loss given default (LGD) per rating, measure the difference between maximum loan losses (maximum possible amount of loss within the scope of given probabilities) and expected loan losses (the mean value of losses) as credit risk amount.

At SuMi TRUST Bank, we employ the "Monte Carlo Simulation Method" to depict the distribution of loss amount: we run numerous potential scenarios (100,000 cases) as our risk measurement method to estimate the maximum loss via loss severity distribution (please refer to "Credit Risk Amount" below).

In measuring them, we take the correlation between indi-

• Credit Risk Amount



vidual assets into consideration; therefore our computed credit risk amount is able to reflect not only the quality of individual assets, but also the diversification effect of our credit portfolio as a whole. By monitoring credit risk amount regularly, we aim to grasp the conditions of "credit portfolio diversification" and "stricter management of individual credit" and check the appropriateness of capital rationing as well as the soundness of business operation.

SuMi TRUST Bank also strives to advance the risk measurement and the scenario setting to suit the characteristics of individual assets.

(6) Internal Rating System

1) Overview of the Internal Rating System

The internal rating system of SuMi TRUST Bank which is the SuMi TRUST Group's core bank, is designed to ensure the accurate evaluation process of financial assets held based on its risk management policies, and to assist in its revenue management and credit risk management. The system in turn consists of a credit rating system and a credit pool management system.

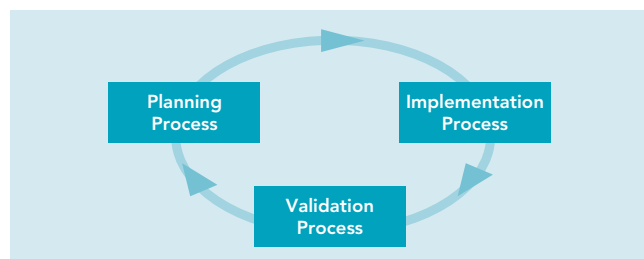
The credit rating system is broadly classified into the Japanese rating system (Japanese credit rating) and the Non-Japanese rating system (Non-Japanese credit rating), and each system comprises obligor ratings that reflect the PD of ordinary corporations; structured ratings that show the potentiality of real estate non-recourse loans and occurrence of default in project finances, etc.; and facility ratings that show the potentiality of occurrence of loss taking guarantees, collateral, credit terms, etc., of each facility into consideration.

Credit pool management system is designed to manage small-lot loans to individuals – such as mortgage loan and card loans – as transaction groups (pools) with similar risk characteristics. Credit pool classifications are compiled using products, clients, transaction details, security condition, delinquency status, etc. as indicators, and they include the mortgage loan pool with related company guarantees and business use loan pool.

2) Operation of the Internal Rating System

The process of the assignment of credit ratings, etc. comprises the “planning process” in which the definition of credit ratings, etc., and the procedures and criteria (credit rating policies) are drawn up, the “implementation process” in which the credit rating assignment criteria and credit pool allotment criteria are appropriately implemented, and the “validation process” in which the appropriateness and objectivity of credit ratings, etc., are ensured.

• Administration Process of Credit Ratings



A. Planning Process

The planning process is a process to formulate models such as specific credit rating assignment criteria, credit pool classification, and “credit rating models” to ensure the objectivity of our internal rating systems, and is carried out by the credit risk management sections.

[Process of Model Introduction (for Credit Rating Models)]

A credit rating model is a tool to statistically estimate the rating ranks corresponding to the PD (probability of default) of the clients using their financial indicators, etc.

When introducing the credit rating models developed by the Group, such as those aimed at the domestic corporations, the following process is followed:

First, the credit risk management sections develop a model and the development process and the verification details are compiled in a document (model description document*). Then the document is verified by the persons in charge but independent from the development project

section of the same departments. In addition, the Internal Audit Department audits the document and confirms the validity of the development and validation process.

Meanwhile, when applying the credit rating models developed by external credit rating agencies, etc., such as those aimed at the overseas corporations, the following process is followed:

The credit risk management sections verify said model and put the findings into a document. Then the Internal Audit Department audits the document and confirms the validity of the validation process.

The performances of these models, etc. are also verified as part of the internal rating system annual reviews, and their outlines are reported to both the Credit Risk Committee and the Executive Committee.

* Model description document: a document detailing the contents such as the logic behind the model development, estimation methods, data employed, method of selecting parameters (financial indicators), and performance verification of the developed model (comparison with old models)

B. Implementation Process

During the implementation process, assignment of credit ratings and allotment of credit pool classifications are carried out following the criteria determined during the planning process. The assignment of credit ratings and the allotment of credit pool classifications are carried out by the research department and the Business Management Department as the “implementation departments.” The actual process of implementing the credit ratings comprises new assignment, regular review of at least once a year, and monthly reviews, to help the credit ratings to be reviewed at the right time according to the fluctuation in the clients’ creditworthiness.

Credit ratings are granted as a combination of “quantitative assessment” and “qualitative assessment.” “Quantitative assessment” is an evaluation based on the credit rating models, etc., while the “qualitative assessment” is a human evaluation (by expert judgement). Because credit ratings are evaluated as a combination of “quantitative assessment” and “qualitative assessment,” ultimately monitoring the objectivity of “qualitative assessment” by expert judgement, etc., becomes important in securing the appropriateness of the ratings.

At SuMi TRUST Bank, the credit risk management sections monitor if the assignment of credit ratings by the implementation departments is carried out appropriately according to the criteria, and this monitoring function ensures the appropriateness of the implementation process as a whole, including the expert judges’ objectivity.

• Implementation Process of Credit Ratings



C. Validation Process

In order to ensure the objectivities of credit ratings, etc., and the credit rating models, as well as the appropriateness of their results, the credit risk management sections carry out a validation process annually in the name of the validation department.

In carrying out the validation, the implementation departments manage the data to be verified, and the validation department runs the following validation process:

- Verifying the appropriateness of credit rating results
- Verifying the objectivity of credit rating assignment criteria
- Verifying the appropriateness of credit pool classification
- Verifying the validity of the parameters applied to credit ratings and credit pools respectively

The validation results are reported to both the Credit Risk Committee and the Executive Committee.

3) System Procedure for the Assignment of Internal Ratings

The outline of main procedures in the assignment of ratings and allocating the credit pool classification based on the internal rating system is as follows. For the outline of models used in the SuMi TRUST Group's individual portfolios, please refer to 2 (7) "Compliance with Capital Regulatory Standards."

A. Obligor Rating (Japanese Credit Rating)

[Target]

Japanese corporations (domiciled and Japanese-descended non-domicile residents)

[Quantitative Assessment]

The credit rating models (industry-based), in which the clients' financial indicators are used as the explanatory variables, and their typical PD as the explained variable, are employed.

[Qualitative Assessment]

The information that is not reflected in the financial indicators, such as business affiliations, industry trends, external credit ratings and future cash-flow stability, is evaluated by the persons in charge of assignment of the industry-based credit ratings (expert judges) from the implementation departments. To mitigate the unevenness of the evaluation results, the qualitative assessment items are put together into a document to

restrict the adjustment discretion. In addition, the credit risk management sections monitor the adjustment details in order to ensure the objectivity of the evaluation.

B. Obligor Rating (Non-Japanese Credit Rating)

[Target]

Overseas corporations (Non-Japanese-descended and non-domiciled residents)

[Quantitative Assessment]

The credit rating models (industry- and regions-based) to reproduce the external credit ratings by using the financial indicators as the explanatory variables are employed.

[Qualitative Assessment]

These are evaluated mainly through comparing the peer companies in the same industry, but also taking into consideration the evaluation indicators specific to overseas, while ensuring consistency with the qualitative assessment criteria for Japanese credit rating. To mitigate the unevenness of the evaluation results, the qualitative assessment items are put together into a document to limit adjustment discretion. In addition, the credit risk management sections monitor the adjustment details in order to ensure the objectivity of the evaluation.

C. Structured Rating

[Target]

Structured finance transaction, whose underlying resource for principal and interest payment is cash-flow generated by specific financing asset or the financing project

[Quantitative Assessment]

This is evaluated using indicators with high correlations with probability of default and default risks, depending on the financing asset and the risk characteristics of the transaction. For example, in the case of a real estate non-recourse loan, we would adopt LTV (Loan to Value) and DSCR (Debt Service Coverage Ratio).

[Qualitative Assessment]

Adjustment to the rating level based on quantitative assessments to reflect the financing asset and transaction specific individual characteristics that quantitative assessment indicators are not capable of capturing. For example, if a credit enhancement is available externally, the rating levels are amended based on its probability. As the qualitative assessment of structured ratings tends to be strongly transaction specific, in the assignment of the ratings, the credit risk management sections monitor the validities of the qualitative assessment in order to ensure its objectivity.

D. Facility Rating**[Target]**

Loans to corporates, sovereigns, and financial institutions to which an obligor rating (Japanese credit rating) is assigned and loans for specialised lending (but limited to those subject to AIRB) to which a structured rating is assigned (including payment acceptance/commitment line)

[Evaluation Method]

Expected loss taking account of guarantees, collateral, credit terms, etc. of each facility is evaluated and a rating according to the level is assigned.

E. Credit Pool Classification**[Subject of Assignment]**

Small credit for loans targeted at individuals. (However, out of loans to individuals, credit transactions for business loan with outstanding balance of 100 million yen or more are subject to credit ratings to each obligor.)

[Assignment of Credit Pool Classification]

Regarding target credit, credit pool classifications (each class consisting of similar level of exposure of credit risk) are set using indicators (risk drivers) such as risk characteristics of clients, risk characteristics of transactions (products), security condition, and delinquency situation. Furthermore, each credit pool is categorized as “residential mortgage exposures,” “qualifying revolving retail exposures” and “other retail exposures.”

Assignment to the credit pool classifications is carried out by the implementation departments based on the products and transaction details.

(7) Compliance with Capital Regulatory Standards**1) Application of the Internal Ratings-based Approach****A. Scope of the Internal Ratings-based Approach Application**

As a method of calculating credit risk-weighted assets related to the calculation of required capital demanded by the capital regulatory standards, the SuMi TRUST Group adopts the “internal ratings-based approach” that uses data such as credit ratings, which are used for obligors’ credit management within SuMi TRUST Holdings. Since the end of March 2015, SuMi TRUST Holdings and SuMi TRUST Bank have been using the Advanced Internal Ratings-Based Approach (AIRB). The scope of the application of the internal ratings-based approach in the SuMi TRUST Group is as follows.

(A) Business Unit

| Type of the internal ratings-based approach | Major companies |
|---|---|
| Advanced Internal Ratings-Based Approach (AIRB) | Sumitomo Mitsui Trust Holdings, Inc. Sumitomo Mitsui Trust Bank, Limited |
| Foundation Internal Ratings-Based Approach (FIRB) | Sumitomo Mitsui Trust Guarantee Co., Ltd. Sumishin Guaranty Company Limited Sumitomo Mitsui Trust Card Co., Ltd. Sumitomo Mitsui Trust Loan & Finance Co., Ltd. Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. Sumitomo Mitsui Trust Club Co., Ltd. |

(B) Asset Class

| Type of the internal ratings-based approach | Asset contents |
|---|--|
| Advanced Internal Ratings-Based Approach (AIRB) | Loans and securities for corporates, etc.* |
| Foundation Internal Ratings-Based Approach (FIRB) | Assets excluding those following below • Assets which are subject to AIRB • Assets which are not subject to AIRB or FIRB |

* Corporates not subject to specialised lending are limited to those to which a domestic credit rating is assigned.

Out of specialised lending, AIRB applies to real estate non-recourse loans (excluding those with high volatility), project finance, and object finance for ships and aircrafts.

Loans include acceptances & guarantees and commitment lines, etc. Also, those concerning subordinated debt, derivatives transactions, repo transactions and call loans are excluded.

B. Exclusion of the Application of the Internal Ratings-based Approach

In the SuMi TRUST Group, the standardised approach* is applied as exclusion of the application of the internal ratings-based approach, among the subsidiaries of SuMi TRUST Holdings and SuMi TRUST Bank, to the business units in which the proportion of credit operations, etc. is low or credit operation is not performed as well as to certain asset classes that are not significant from the viewpoint of credit risk management. The exclusion is determined carefully based on the importance from the following points with respect to target business units and asset classes.

- The magnitude of the expected loss related to credit risk and the frequency of credit provision
- Positioning in the investments and loans policy or credit risk management policy
- Proportion to the entire credit risk-weighted assets.

* The standardised approach is a method to calculate the risk-weighted assets using the external credit ratings of eligible rating agencies, instead of the SuMi TRUST Bank’s credit ratings (internal ratings). The eligible rating agencies that are used to determine risk weights are Rating and Investment Information, Inc. (R&I), Japan Credit Rating Agency, Ltd. (JCR), Moody’s Investors Service, Inc. (Moody’s), S&P Global Ratings (S&P), and Fitch Ratings, Inc., (Fitch).

C. Phased Rollout of the Internal Ratings-based Approach

The SuMi TRUST Group applies the standardised approach to subsidiaries (business units) that are in preparation for application of the internal ratings-based approach, assuming the approach will change to the internal ratings-based approach in the future. As of the end of March 2022, Sumitomo Mitsui Trust Bank (Thai) Public Company Limited falls under this category.

2) Calculation of the Required Capital Using the Internal Ratings-based Approach

As mentioned in 1), the SuMi TRUST Group mainly applies the internal ratings-based approach to calculate the regulatory required capital.

A. Basic Process of the Internal Ratings-based Approach

With the internal ratings-based approach, the regulatory required capital is calculated by the following three steps.

[First Step] Assignment of Credit Ratings, etc. (Credit Ratings and Credit Pool Classifications)

The bank develops a unique ratings system (internal rating system)* according to its risk characteristics, and based on this system, we give a rating to clients. Credit ratings, etc. not only ensure consistency with asset assessment, but also ensure the accuracy through validation by each credit risk management section.

* For details of the internal rating system of SuMi TRUST Bank, please refer to 2 (6) "Internal Rating System."

[Second Step] Estimation of Parameters

The results of individual credits (default actual data) that are performed based on credit ratings, etc. are aggregated and parameters (input variables) necessary for credit risk-weighted assets calculation are estimated. The validity of the estimated parameters is periodically verified.

[Third Step] Calculation of the Required Capital

The required capital is calculated by applying the parameters to the formula that is announced.

B. Application Method Per Asset Class

The SuMi TRUST Group determines the scope of the internal ratings-based approach based on the accumulation status of internal performance data such as risk characteristics for each asset class and default performance required to estimate parameters. In the capital regulatory standards, methods for calculating risk weights and credit ratings to be used vary for each asset with credit risk. The credit ratings, etc. and the outline of credit risk-weighted assets calculation method that the SuMi TRUST Group applies to each asset class are shown on page 232.

C. Estimation and Verification of Parameters

The key parameters that need to be estimated to calculate the credit risk-weighted assets are probability of default (PD), loss given default (LGD), and exposure at default (EAD) (credit conversion factor (CCF)).

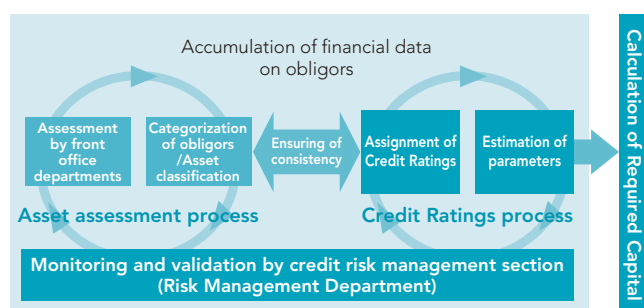
Parameters are estimated for those to be applied to corporate exposures, etc. and those to be applied to retail exposures (credit pool management target). In principle, estimated parameters are verified annually. The verification results are reported to the Credit Risk Committee and the Executive Committee. The results are also subject to internal audits.

The definition of each parameter and the outline of the estimation method and verification method are shown on page 234.

In principle, the parameters used in the capital regulatory standards are the same as the ones that are used for regulatory purposes and internal control management purposes to ensure objectivity and accuracy. For the internal control management purposes, the parameters are used for credit risk amount measurement and credit limit amount management.

The main differences of the parameters used in the calculation of allowances and capital adequacy ratio are as follows.

• Basic Process of the IRB Approach



• Main Differences of the Parameters Used in the Calculation of Allowances and Capital Adequacy Ratio

| | Calculation of allowances | Calculation of capital adequacy ratios |
|---------------------------------|--|--|
| Parameters to be used | Expected loan loss ratio based on historical loan loss rate The actual balance of loans (for the undrawn balance of the commitment line, the amount calculated by multiplying the amount by the actual withdrawal rate) | Probability of Default (PD) |
| | | Loss Given Default (LGD) |
| Standard of default (loan loss) | When the obligor categorized as "Possibly Insolvent Obligor" or lower | Exposure At Default (EAD) |
| Parameter calculation method | Expected loan loss ratio: <ul style="list-style-type: none"> for Sound Obligor: The average value of historical one year loan loss rate for the most recent three periods, with floor adjustment taking into consideration the longer-term time horizon. for Sub-Performing Obligor or lower: The average value of historical three years' cumulative loan loss rate for the most recent three periods, with floor adjustment taking into consideration the longer-term time horizon. | Please refer to "Definition of Each Parameter and the Outline of the Estimation and Verification Method" on page 234 |

• Credit Risk-weighted Assets Calculation Method and Credit Ratings Applied to Each Asset Class

| Approach method | Asset Class*1 | | Sub-class | EAD ratio*2 | | Calculation method of credit risk-weighted assets | Assignment of credit ratings, etc.*3 |
|---------------------------------|--|--|---|-------------|-----|---|--------------------------------------|
| | | | | 1) | 2) | | |
| Internal Ratings-based Approach | Corporate Exposures, etc. | Corporate Exposures | — | 30% | 31% | Supervisory Formula | Obligor Ratings, Facility Ratings |
| | | Specialised Lending | Real estate non-recourse loans (excluding those with high volatility), project finance, and object finance for ships and aircraft | 5% | 5% | Supervisory Formula | Structured Ratings, Facility Ratings |
| | | | Real estate non-recourse loans (with high volatility) and other loans not stated above | 0% | 0% | Supervisory Slotting Criteria Approach | |
| | | Sovereign Exposures | — | 36% | 36% | Supervisory Formula | Obligor Ratings, Facility Ratings |
| | | Financial Institution Exposures | — | 1% | 1% | Supervisory Formula | Obligor Ratings, Facility Ratings |
| | Retail Exposures | Residential mortgage exposures | | 17% | 17% | Supervisory Formula | Credit Pools |
| | | Qualifying revolving retail exposures | | 1% | 1% | Supervisory Formula | Credit Pools |
| | | Other retail exposures | | 2% | 2% | Supervisory Formula | Credit Pools |
| | Equity Exposures | Japanese listed equities Japanese unlisted equities of obligors with credit exposures | | 1% | 1% | Supervisory Formula | Obligor Ratings |
| | | Japanese unlisted equities of obligors with no credit exposures Non-Japanese equities | | 0% | 0% | Simple Risk-weight Method (Market-based Approach) | — |
| | Exposures relating to Funds | | — | 2% | 2% | Look-through Approach | Obligor ratings, etc. |
| | Purchased Receivables | Regulatory formula for underlying assets | | 1% | 1% | Supervisory Formula | Obligor Ratings, Facility Ratings |
| | | Slotting criteria approach for underlying assets | | 0% | 0% | Supervisory Slotting Criteria Approach | Structured Ratings |
| | | Cases where classification is not possible due to multiple underlying assets | | 0% | 0% | Top-down Approach | Credit Pools |
| | Others | | Other assets, etc. | 1% | 1% | Designated risk weight is applied | — |
| Standardised Approach | Phased rollout/exclusion of IRB Approach | | — | 2% | 2% | Designated risk weight is applied | — |

[Applicable Credit Risk-weighted Assets Calculation Method]

| | |
|--|---|
| Supervisory Formula | A method of calculating by using a predetermined function formula (risk weight function formula) |
| Supervisory Slotting Criteria Approach | A method of associating internal ratings with five predetermined ranks and calculating using a designated risk weight |
| Simple Risk-weight Method | A method of calculating by using a designated risk weight |
| Look-through Approach | A method of applying the calculation method according to the underlying assets |
| Top-down Approach | A method of calculating purchased assets as one aggregate using a predetermined function formula (risk weight function formula) |

*1 Corporate exposures, etc., include lease transactions. In addition, corporate exposures, etc. include the exposures for small and mid-sized entities (SME).

2 The proportion of EAD for each asset class in total EAD () on the 1) consolidated basis of SuMi TRUST Holdings and 2) consolidated basis of SuMi TRUST Bank is stated.

(*) Counterparty credit risk exposures, such as derivatives transactions and repo transactions and securitisation exposures are excluded from the aggregate calculation. For securitisation exposures, "Method based on Internal Ratings-Based Approach," "Rating-Based Approach," and others are used.

*3 The outline of the rating models used by the SuMi TRUST Group's core bank, SuMi TRUST Bank, is as follows.

| | Outline of models | Applied asset class |
|------------------------------|---|---|
| Japanese obligor ratings | <p>[Rating model] A model (developed in-house) that uses financial indicators as explanatory variables and a typical PD as explained variables is used. Different combinations of financial indicator and weight are used for each of the five industries (manufacturing industry, wholesale/retail industry, service industry [including non-banking], transport/communication industry, construction/real estate industry).</p> <p>[PD estimation] PD is estimated for each rating category.</p> | <ul style="list-style-type: none"> • Corporate exposures • Equity exposures • Exposures relating to Funds • Purchased receivables |
| Non-Japanese obligor ratings | <p>[Rating model] A model (developed by external credit rating agencies) that uses financial indicators as explanatory variables and reproduces external credit ratings is used. Different combinations of financial indicator and weight are used for each of the eight regions and industries (North America, Europe, Asia, Pacific, emerging countries, airlines, real estate investment business, real estate development business).</p> <p>[PD estimation] PD is estimated for each rating category.</p> | <ul style="list-style-type: none"> • Corporate exposures • Equity exposures • Exposures relating to Funds • Purchased receivables |
| Credit pool classifications | <p>[Credit pool classifications] Credit pool classifications (consisting of exposures with comparable levels of credit risk) are established based on indicators (risk drivers), such as the risk characteristics of the obligor, the risk characteristics of transactions (products), the security condition, and the delinquency situation, etc.</p> <p>[PD classification] PD is estimated for each credit pool classification or estimation category where multiple credit pool classifications are aggregated.</p> | <ul style="list-style-type: none"> • Retail exposures • Purchased receivables |

• Definition of Each Parameter and the Outline of the Estimation and Verification Method

| Type of parameters and definition | Summary of the methods for estimation and verification | |
|---|--|---|
| | Corporate Exposures, etc. | Retail Exposures |
| <p>PD (Probability of Default)</p> <p>- An estimate of the probability that a borrower or transaction will be unable to meet its debt obligation in a particular period</p> | <p>[Estimation method]</p> <ul style="list-style-type: none"> • PD is estimated for each rating category. In addition, the estimated value is called "typical PD" as a long-term stable representation of its creditworthiness. • Estimated values are calculated by using the long-term average default rate based on the internal performance data or data of the external credit rating agencies, and modification is made, taking into account the recession period.*1 <p>[Verification method]</p> <ul style="list-style-type: none"> • The validity of the level of estimated values is verified by confirming the order of the actual default rate and carrying out backtestings comparing the actual value with the estimated value. | <p>[Estimation method]</p> <ul style="list-style-type: none"> • PD is estimated for each credit pool classification or the estimation category where multiple credit pool classifications are aggregated. • For residential mortgage, estimated values are calculated by using the long-term average default rate based on internal performance data, and modification is made, taking into account statistical variance adjustment and seasoning effect.*2 <p>[Verification method]</p> <ul style="list-style-type: none"> • The validity of the level of estimated values is verified by confirming the seasoning effect and carrying out backtestings. |
| <p>LGD (Loss Given Default)</p> <p>- An estimate of the ratio of expected loss in case a borrower or transaction falls into default against the exposure at default</p> | <p>[Estimation method]</p> <ul style="list-style-type: none"> • LGD is estimated for each security category (classified into four according to the ratio of collateralized amount to exposure amount) or category (classified according to the characteristics of the underlying assets). The estimated value is called "typical LGD" as a long-term stable representation of the loss rate level. • Estimated values are calculated by using the long-term average default loss rate based on internal results data or external results data and adjusted for statistical variances and periods of economic downturn.*3 <p>[Verification method]</p> <ul style="list-style-type: none"> • In addition to verifying the robustness of modeling and adjustment methods, the validity of the level of the estimated value is verified by carrying out backtestings. | <p>[Estimation method]</p> <ul style="list-style-type: none"> • LGD is estimated for each credit pool classification or the estimation category where multiple credit pool classifications are aggregated. • Estimated values are calculated by using the actual collection results from the default obligor using the internal performance data. Statistical variance adjustment and economic downturn adjustment are added to the model.*4 <p>[Verification method]</p> <ul style="list-style-type: none"> • In addition to verifying the robustness of correction methods, the validity of the level of the estimated value is verified by carrying out backtestings. |
| <p>EAD (Exposure At Default)</p> <p>- Estimated amount of exposure at default, taking into account the possibility of additional withdrawal of off-balance sheet assets such as commitment line. EAD estimates the withdrawal rate (credit conversion factor (CCF)) against the undrawn balance of off-balance sheet assets</p> | <p>[Estimation method]</p> <ul style="list-style-type: none"> • CCF is not estimated, but estimate values are determined based on parameter set by regulatory authority. | <p>[Estimation method]</p> <ul style="list-style-type: none"> • EAD is estimated for each credit pool classification or the estimation category where multiple credit pool classifications are aggregated. • Estimated values are calculated by using the actual additional withdrawal results from the default obligor based on the internal performance data, and statistical variance adjustment is made.*5 <p>[Verification method]</p> <ul style="list-style-type: none"> • In addition to verifying the robustness of correction methods, the validity of the level of the estimated value is verified by carrying out backtestings. |

- *1 • For the portfolio with low default probability (LDP: Low Default Portfolio), conservative estimates are made by accumulating the rating transition matrix in the estimation process, even for the rating category where no default has occurred or default rarely occurs.
- For corporate exposures, etc., excluding sovereign exposures, if the level of the estimate falls below the regulatory floor level (0.03%) (Japanese rating: 1 to 3, Non-Japanese rating: 1 to 2), the floor value is applied.
- As described above, the estimated value is calculated based on the long-term default actual data including the recession period, and it is confirmed by test that the estimated value is sufficiently conservative as compared with each single year actual default rate in the past three periods.
- *2 • For retail exposures, as for the pool classifications where the level of the estimated value is below the regulatory floor level (0.03%), the floor value is applied.
- As described above, the estimated value is calculated based on the long-term default actual data including the recession period, and, for most of the pool classifications, it is confirmed by conducting backtestings that the estimated value is sufficiently conservative as compared with each single year actual default rate in the past three periods. As a result of backtestings, parameters for pools that exceed the parameter correction standard are corrected to appropriate levels.
- *3 • Correction of the recession period is based on the correlation between LGD and economic indicators.
- When performing estimation based on internal results data, the estimated value is calculated based on the model LGD formulating the relationship between collection factors and collection rate, which enables stable calculation of the estimated values even for LDP portfolios. In addition, the validity of the estimated value level is verified by backtestings.
- When using internal results data, for obligors who have completed the collection procedure, average period from the default of the obligor to the completion of the collection procedure is less than two years.
- *4 • Correction of the recession period is based on the correlation between LGD and economic indicators.
- As for residential mortgage, approximately 80% of the cases have been completed the collection procedure within five years from default.
- *5 • The estimate of CCF uses data on commitment line contracts and line of credit contracts for which installment has not been implemented and employs a cohort method based on the proportion of additional withdrawals up to the default point for undrawn balances at the beginning of the fiscal year.

3. Market Risk Management

(1) Definition of Market Risk

Market risk refers to the risk that the Sumitomo Mitsui Trust Group (the "SuMi TRUST Group") may incur losses due to fluctuations in the value of assets/liabilities (including off-balance sheet assets/liabilities), or in the earnings generated from assets/liabilities, due to fluctuations in various market risk factors, such as interest rates, foreign exchange rates, stocks, commodities, and credit spreads. Of this, "market liquidity risk" in particular means risk that the SuMi TRUST Group may incur losses caused in a situation where it becomes impossible to conduct transactions in the market or becomes obligatory to trade at prices significantly disadvantageous than usual due to market turmoil.

(2) Characteristics of Market Risk

Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank"), the core bank of the SuMi TRUST Group, operates a business (banking) to secure profits through interest rate risk control of assets and liabilities, and a business (trading) to secure profits through transactions such as short-term trading of interest rates and foreign exchange rates. In these businesses, we use Value at Risk (VaR), etc. and manage market risk using the same structure.

For trading, we aim at securing stable profits through market-making operations such as foreign exchange rates and derivatives.

The main risk in the SuMi TRUST Group's market risks is losses due to drop of prices of strategic shareholdings, etc. In addition to the basic policy of reducing strategic shareholdings, we have been working to control risk by hedging against market fluctuations. From fiscal 2021, the Group has shifted to a policy of not holding any of the conventional strategic shareholdings (shareholding of business partners as stable shareholders without the purpose of forming capital or business alliances, etc.), and based on this policy, we will continue to reduce our strategic shareholdings and hedging volume.

(3) Market Risk Management Policy

In managing market risk, we aim to ensure adequate profits commensurate with the strategic targets, scale and characteristics of the business of the SuMi TRUST Group. We are doing this by improving the management system, along with ensuring its operational soundness by adequate control over risks.

(4) Market Risk Management System

Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings") oversees risk management of the market and funding liquidity of the entire group and is working to improve the structure of each Group company. SuMi TRUST Bank has developed a risk management system at the consolidated and global levels in order to manage market and funding liquidity risks.

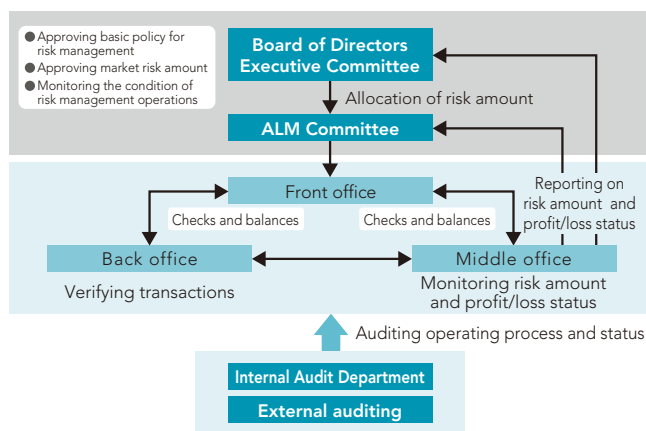
SuMi TRUST Bank develops the Asset Liability Management (ALM)* basic plan that covers comprehensive risk operation and management of assets and liabilities from the viewpoints of the entire company and a risk management plan concerning market risk and funding liquidity risk once in six months at the ALM Committee, a management-level meeting body. The developed plans are deliberated and resolved (approved) by the Executive Committee and the Board of Directors, and important matters related to risk management are decided. By holding the ALM Committee monthly and controlling market risk and funding liquidity risk, we are making efforts to improve the soundness of the composition of assets and liabilities and stabilize earnings.

In addition, the front office (market-based transactions departments), back office (administration departments), and middle office (risk management departments) are independent. This way, a system of mutual check and balance among departments is in place. The front office and back office operate business such as appropriate control of risks in accordance with the size and characteristics, and human resource development in order to ensure the effectiveness of risk management based on accurate recognition of the risks. The middle office develops or operates the risk management process including identification, evaluation, monitoring, control and reduction of market risk, and plans and promotes risk management systems to demonstrate the check function for the front office, etc. In addition to having the function of planning and developing policies and procedures concerning market risk management, the middle office also has the function of monitoring market risk status such as market risk amount and profit and loss measurement.

The appropriateness and effectiveness of the risk management systems are verified by internal auditing or external auditing.

* ALM (Asset Liability Management): managing cash flow, liquidity, foreign exchange risk, and interest rate risk, etc., by grasping the characteristics of expirations and interest rates of our assets and liabilities.

• Market Risk/Funding Liquidity Risk Management System



(5) Market Risk Management Method

Within the scope of capital, SuMi TRUST Holdings develops a capital allocation plan and allocates capital to each Group company. Based on the allocated capital, SuMi TRUST Bank sets various limits including loss limit to control the risk and loss to a certain range.

We conduct multifaceted risk management from quantitative and qualitative perspectives. As for the compliance status of various limits, it is reported daily to the members of the ALM Committee through monitoring of the market risks status. Multiple risk analyses including identifying sensitivities to risk factors for each position, predictive management of risk factor fluctuations, and preparation for emergency using stress tests are also reported regularly to the Board of Directors and the ALM Committee, etc.

In the measurement of interest rate risk, we estimate and reflect the core deposit, term deposits redemption ratio and conditional prepayment rate of mortgage loan, etc. For details, please refer to 3 (7) 6) "Calculation Method of Interest Rate Risk."

Measurement Model for Market Risk Amount

The market risk amount is measured by the internal model method using VaR as a scale. Details of the measurement model are as follows.

| | |
|-----------------------------|--|
| Measurement model | Historical simulation method |
| Confidence interval | 99% |
| Holding period | Trading: 10 days Banking: Convert VaR of holding period 10 days by square route T/10 times ALM related position: 63 days (3 months) Credit investment, strategic shareholdings, and credit valuation adjustment (CVA) Others: 260 days (1 year) 21 days (1 month) |
| Observation period | 1,300 days (5 years) |
| Update frequency | Daily |
| Weighting | Historical weight method is applied. (Assign a higher probability to recent historical scenarios than older historical scenarios) |
| Price revaluation | Full revaluation method (For CVA, sensitivity-based method) |
| Fluctuation of risk factors | Absolute return |

The scope of application of the internal model is interest rate risk, equity position risk, foreign exchange risk, and commodities risk (excluding some products) at SuMi TRUST Bank. The correlation between each risk factor is not taken into consideration, and the risk amount is simply added when creating synthesis of risk.

In order to verify the reliability and effectiveness of the internal model, backtestings are performed to compare the actual results of the daily profit/loss and the virtual profit/loss with the daily VaR whose holding period is one day. In addition, the validity of the model calculation method and precondition is verified periodically to ensure that the assumption for VaR calculation is not deviating from the actual market situation.

The VaR measurement using the historical simulation method that is affected by market fluctuations in the past observation period has a limit that it is impossible to capture large market fluctuations that have not occurred in the past or occurred outside of the observation period. This limit is complemented by implementing stress tests. The amount of loss when applying the expected scenario based on the maximum fluctuation range of each risk factor in the past and the future forecast to the current portfolio is regularly estimated.

(6) Compliance with Capital Adequacy Regulations

Calculation of Market Risk Equivalent Amount

The market risk equivalent amount refers to the sum of market risk in the trading account and foreign exchange risk and commodities risk in accounts other than the trading account, which is a factor used to calculate capital adequacy ratio. The SuMi TRUST Group calculates the market risk equivalent amount mainly by applying the Internal Model Approaches*. For calculation, general market risks and individual risks are simply added.

General market risk consists of VaR, which measures using the most recent market data, and stressed VaR, which measures using market data during the stress period. The preconditions of stressed VaR differ from the market risk measurement model described in 3 (5) "Market Risk Management Method" as follows.

| | |
|--------------------|---|
| Holding period | 10 days (Convert VaR of holding period 1 day by square route ten times) |
| Observation period | 260 days (1 year) |
| Weighting | Not applicable |

Furthermore, the observation period is, in principle, set as the stress period for the stressed VaR in which the risk amount becomes the largest, taking into consideration the market data from 2007 onwards and the holding position in the past one year.

* Standardised approach is applied to the general individual risks of SuMi TRUST Bank as well as the foreign exchange risk of consolidated subsidiaries.

(7) Interest Rate Risk Management in the Banking Book

1) Definition of the Interest Rate Risk in the Banking Book

Interest rate risk in the banking book (IRRBB) is the risk that the capital and profit/loss of banks will be damaged now or in the future due to adverse impact on the banking book positions by changes in interest rate levels.

The present value is considered as economic value of equity (EVE) and future profits are considered as net interest income (NII), and the loss ranges against the current interest rate level are measured as Δ EVE and Δ NII respectively. The scope of the measurement is a position with interest rate risk in the banking book of SuMi TRUST Bank, and other Group companies that hold interest rate risk.

2) Characteristics of Interest Rate Risk in the Banking Book

IRRBB is caused by maturity dates mismatch (gap risk), interest rate mismatch (basis risk), and optionality associated with interest rate change (option risk) in the banking account positions.

Δ EVE is maximized associated with "steepener" for SuMi TRUST Holdings (consolidated) and SuMi Trust Bank (consolidated and non-consolidated). The maximum Δ EVE of SuMi Trust Bank (non-consolidated) shifted from "parallel down" (the fiscal year ended March 31, 2021) to "steepener" (the fiscal year ended March 31, 2022). However, the ratio of Δ EVE to Tier 1 capital is still well below the regulated level of 15%, and interest rate risk in the banking book is low.

3) Interest Rate Risk in the Banking Book Management Policy

The risk management policy concerning IRRBB is the same as 3 (3) "Market Risk Management Policy."

To control interest rate risk, hedge accounting is applied to transactions that use interest rate swaps as hedging instruments and meet the application requirements of hedge accounting.

4) Interest Rate Risk in the Banking Book Management System

SuMi TRUST Holdings oversees risk management related to the IRRBB of the entire Group, and SuMi TRUST Bank maintains and manages IRRBB management systems at the consolidated and global levels.

5) Interest Rate Risk in the Banking Book Management Method

At SuMi TRUST Bank, the ALM basic plan that covers comprehensive risk operation and management of assets and liabilities from the viewpoints of the entire company is developed once in six months at the ALM Committee, a management-level meeting body. At that time, alarm points are set for the increase/decrease of the economic value of equity (Δ EVE) of the position. IRRBB is measured monthly, and alarm points are monitored. Reports on the measurement results are submitted monthly to the ALM Committee.

6) Calculation Method of Interest Rate Risk

The assumptions, etc. for calculating IRRBB are as follows.

• Non-maturity Deposits ("NMDs")

The maximum maturity of the interest rate revision assigned to non-maturity deposits is five years, and the average maturity is 0.6 years.

• Core Deposits

The standardised approach exemplified by the Financial Services Agency is applied to the cases of SuMi TRUST Bank. Out of the NMDs that the clients can withdraw at any time, we recognize the balance that is expected to be stable and non-linked to interest rate as deposits with the maximum maturity of five years and the average maturity of 2.5 years.

- **Term Deposits Redemption Ratio**

Targeting yen-based term deposits, the redemption rate is set after checking past redemption results.

- **Conditional Prepayment Rate of Loans**

Targeting mortgage loan, etc., the prepayment rate is set after checking past repayment results.

- **Treatment of Foreign Currencies**

The target currencies are determined based on their respective ratio in the scale of the balance sheet, importance to the SuMi TRUST Group's position, and other factors.

The correlation (considering dispersion or offset) of different currencies is treated as follows.

Δ EVE: Correlation of different currencies is not considered, and only the currencies for which EVE decreases are combined.

Δ NII: Correlation of different currencies is considered, and the currencies for which NII increases and the currencies for which NII decreases are simply combined.

- **Treatment of Spreads**

In calculation, spreads are not included in discounted interest rates and cash flows.

- **Pass-through Rate of Received Credit Interest Rates**

In measuring Δ NII, upon reviewing of interest rates of received credit (term deposits, etc.), the pass-through rate is estimated based on the past record to understand how much the interest rates of received credit follow the fluctuation of the market interest rates.

7) Interest Rate Risk Other Than Δ EVE and Δ NII

SuMi TRUST Bank measures and manages the market risk amount by the method described in 3 (5) "Market Risk Management Method."

With the stress test conducted to complement the limitation of VaR, we are striving to grasp the potential vulnerability by including the portfolio of the entire SuMi TRUST Bank including both banking accounts and trading accounts in the measurement range, reproducing scenarios that give a certain fluctuation (shock) to risk factors or past stress events such as the collapse of Lehman Brothers, or developing a forward looking virtual scenario that takes into consideration the future position and the market situation.

4. Funding Liquidity Risk Management

(1) Definition of Funding Liquidity Risk

The funding liquidity risk refers to "the risk that the SuMi TRUST Group may incur losses in a situation where it becomes impossible to secure necessary funds or becomes obligatory to raise funds at interest rates significantly higher than usual."

(2) Characteristics of Funding Liquidity Risk

The main risk in the funding liquidity risk of the SuMi TRUST Group is deterioration of foreign currency funding when assuming downgrades of Japan and/or Japanese financial institutions. Sumitomo Mitsui Trust Bank, Limited, which is the core bank of the SuMi TRUST Group, has developed medium- to long-term procurement policies according to each currency's characteristics such as the status of assets/liabilities and market liquidity, and is striving to operate stable foreign currency financing that can withstand the market disruptions and cash outflows in the past.

(3) Funding Liquidity Risk Management Policy

In managing funding liquidity risk, based on the full recognition that risk materialization may directly lead to the bankruptcy of the SuMi TRUST Group, our basic policy is to implement proper funding liquidity risk management with two pillars: 1) "to pursue the balance between funding cost and stability" by various means of procurement, and 2) "emergency preparedness" by verifying procurement capability and countermeasures under the stress environment in advance.

Based on the compliance with international standards on bank capital and liquidity (Basel III, etc.), we will continue to promote the advancement of funding liquidity risk management systems.

(4) Funding Liquidity Risk Management System

The funding liquidity risk management systems are the same framework as 3 (4) "Market Risk Management System."

(5) Funding Liquidity Risk Management Method

As the indicator of funding liquidity risk management, the ALM basic plan specifies the limits for the funding liquidity mismatch amount* for each company, office and currency as well as the responses at the time of limit conflict. The compliance status is also monitored on a daily basis. In addition, stress tests are performed based on multiple scenarios such as sudden changes in the market environment and changes in the procurement environment specific to the SuMi TRUST Group to grasp the amount of funds needed when funding liquidity risk materializes.

As countermeasures for the materialization of funding liquidity risk, a financing phase (peacetime, presage time, concern time, crisis time) is established according to tightness of the financing situation. Qualitative/quantitative events that may affect financing are monitored from peacetime as crisis management indicators, and a contingency plan is developed as countermeasures against the crisis. Regarding the contingency plan, the adequacy of the financing amount at the time of materialization of funding liquidity risk is verified by stress tests to ensure feasibility through periodic training.

* Funding liquidity mismatch amount: the amount of funds needed on a daily basis to cover the final figure of the settlement account for each currency.

5. Operational Risk Management

(1) Definition of Operational Risk

Operational risk refers to the risk that may adversely affect the Sumitomo Mitsui Trust Group (the "SuMi TRUST Group"), clients, markets, financial infrastructure, society, or the work environment due to inadequate or failed business processes, the activities of executives or employees, computer systems, or due to external events. The SuMi TRUST Group classifies operational risk into business processing risk, system risk, information security risk, legal and compliance risk, conduct risk, human resource risk, event risk and reputational risk for the purpose of risk management.

(2) Characteristics of Operational Risk

Major risks related to the SuMi TRUST Group's operational risk are cyber attacks, delay in system development and increases in development costs, along with the risks associated with ineffective anti-money laundering and terrorist financing measures.

Our business operations are exposed to the risk of being adversely affected by cyber attacks (such as ransomware attacks and DDoS attacks*), resulting in suspension of services, leakage of information, destruction and alteration of data, etc. The SuMi TRUST Group recognizes cyber security measures as one of the critical management priorities, and formulated the "Cyber Security Management Declaration," thereby promoting security enhancing measures under the initiative of the management.

* DDoS attack: Distributed Denial of Service attack; an attempt to render services unavailable by imposing high processing load on a target computer from multiple machines.

Furthermore, the SuMi TRUST Group's business performance may be adversely influenced by various factors, including costs arising from postponed system releases due to delay in progress with system development projects and

maintenance of alternative systems, and additional costs incurred for development employee allowances as a result of increases in development costs. The SuMi TRUST Group strives to diminish and mitigate risks through monitoring of development status by related departments, such as risk management-related departments.

Moreover, we face the risk of being used for financial crime activities, including money laundering and terrorist financing, resulting from ineffective anti-money laundering and terrorist financing measures, which could pose a serious threat to the soundness of our financial system. This also exposes us to the risk of being subjected to administrative dispositions such as business suspension orders, payment of large fines, and deterioration of our reputation. The SuMi TRUST Group strives to diminish and mitigate risks through a risk-based approach by enhancing measures for eliminating money laundering, etc., based on gap analysis benchmarking against the regulatory requirements (including those overseas), and the clarification of the challenges to be addressed.

(3) Operational Risk Management Policy

Upon building an operational risk management system, the SuMi TRUST Group recognizes operational risk to be an inevitable risk incidental to business execution, implements proper risk management according to the scale and characteristics of operations and risks, and ensures business soundness and appropriateness.

In preparation for enhancement of the SuMi TRUST Group's operations, and products and services that the SuMi TRUST Group provides, and development of new risks following changes in social and economic environments, such as advancement of information technology and diversifying needs, we will further enhance our operational risk management system.

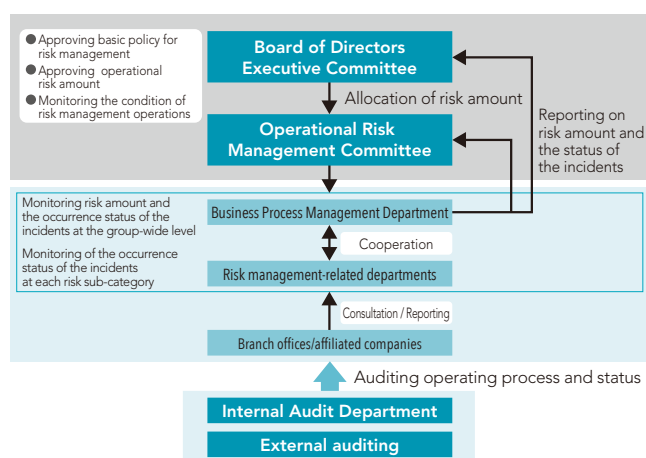
(4) Operational Risk Management System

The SuMi TRUST Group is striving to create a system related to operational risk management of each Group company based on the basic policy on operational risk management of the entire Group.

At Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank"), which is the core bank of the SuMi TRUST Group, policies related to the operational risk management system and other important matters, such as "the risk management plan (operational risk)," are planned and proposed at the Operational Risk Management Committee and the Executive Committee, and resolved (approved) by the Board of Directors.

Based on such policies, we have established a department in charge of comprehensive operational risk management, and risk management-related departments for each sub-category of operational risk. The Business Process Management Department, the department in charge of comprehensive operational risk management, is working on creation and enhancement of the operational risk management system in cooperation with each risk management-related department.

• Operational Risk Management System



(5) Operational Risk Management Method

Operational risks involved in all areas of the SuMi TRUST Group's business, including outsourced business, are subject to operational risk management, which adequately identifies and assesses risk from both qualitative and quantitative perspectives. Meanwhile, preventative measures against risk materialization, as well as responses in the event of materialization, causal analysis and measures to prevent recurrence are developed to mitigate operational risk.

SuMi TRUST Bank has defined any cases, in which a client or we have incurred losses as a result of inappropriate business procedures in the course of operations by employees and officers, as an operational incident or a minor incident (hereinafter "operational incident, etc."), and has established a system of reporting and managing operational incidents, etc. in an effort to properly deal with such operational incidents, etc. upon their occurrence, prevent and reduce recurrence, and improve the quality of business processing.

Any operational incident, etc. will be reported upon its occurrence in a timely manner to the business supervision departments, risk management-related departments, and the Risk Management Department through registration to the reporting system by the department that caused operational incidents, etc. Furthermore, according to the impact

of a relevant case, such as the scope of influence and the amount of loss, the operational incident, etc. will be reported to the Operational Risk Management Subcommittee, the Operational Risk Management Committee, the Executive Committee, and any other related committees. The department in which the incident, etc. has occurred will take proper and expeditious action toward clients involved in accordance with the instructions by the business supervision department and other related departments, examine and analyze the causes of the incident, etc., and discuss, plan, and implement measures to prevent recurrence.

As for periodical analysis, the business supervision departments regularly analyze the occurrence tendency of operational incidents, etc. taking place in each business and their causes, and develop measures to prevent recurrence that are deemed effective for the business in general. In addition, risk management-related departments and the Risk Management Department develop and review effective measures to prevent recurrence from group-wide and cross-sectional perspectives.

(6) Risk Management for Each Sub-category

1) Business Processing Risk Management

Business processing risk refers to the risk that the SuMi TRUST Group may incur losses due to inappropriate business procedures arising from executives or employees neglecting to engage in proper business activities, or other incidents such as accidents or fraud.

Engaging in a broad range of businesses including banking, asset management, asset administration (including trust business) and real estate, the SuMi TRUST Group recognizes that business processing risk is something unavoidable in the course of business execution. The SuMi TRUST Group is processing risk management in accordance with the scale and characteristics of business operations and risk so as to ensure peace of mind and satisfaction for its clients.

In SuMi TRUST Bank, the Business Process Management Department, which is responsible for comprehensive management of business processing risk, comprehensively reviews inter-business issues concerning business processing risk and business process streamlining, and develops a system for ensuring the effectiveness of SuMi TRUST Bank's business processing risk management from a company-wide viewpoint. Meanwhile, we have established a department to oversee and provide guidance to business processing operations at each business, which reviews policies set out in each business and provides guidance and training on general business processing to the head office departments and the business offices. Furthermore, SuMi TRUST Bank

developed a risk management plan that incorporated the goals for business processing risk management and it has implemented activities to mitigate business processing risk, including documentation of business processing, exhaustive checks for clerical errors and associated analysis, development of remedial measures and cautioning based on the macro analysis of clerical errors, outsourcing management, and self-inspection.

2) System Risk Management

System risk refers to the risk that the SuMi TRUST Group may incur losses due to such reasons as computer system failure, malfunctions and defects, as well as the risk that the SuMi TRUST Group may incur losses due to unauthorized use of computers.

Since computer systems are vital for the SuMi TRUST Group to carry out its business operations, it recognizes that system risk is a serious risk with potential impacts on a wide range of clients, which may cause disrepute to the Group. Therefore, the SuMi TRUST Group is conducting adequate system risk management in accordance with the importance, nature and operational function of each system.

In SuMi TRUST Bank, the IT System Planning and Management Department, which is responsible for system risk management, strives to mitigate system risk, through measures to prevent system risk from materializing, adequate response and causal analysis of the risk when materialized, and development of measures to prevent recurrence.

Moreover, SuMi TRUST Bank enhances the credibility of hardware and software as well as system operation, through measures including maintenance of hardware, securing of spare/alternate functions, back-up in place and preparation of manuals. In addition to above, measures for ensuring security of the information system and preventing illegal access and use by insider or through cyber or other attacks are also in place. Meanwhile, in order to minimize the impact of large-scale failures and disasters on the information system and to ensure early recovery and business continuity, we have in place a clarified communication and response system, manuals describing alternate measures and recovery procedures, along with the implementation of education and training on operations.

3) Information Security Risk Management

Information security risk refers to the risk that the SuMi TRUST Group may incur losses because information assets are not properly maintained or managed. This includes information leaks, incorrect information, an inability to use the information system and misuse of information. Since

the information asset is one of the critical management resources involving the risk that could disrupt the basis of management, the SuMi TRUST Group adequately maintains and manages all information assets under its care.

In SuMi TRUST Bank, the Business Process Management Department and the IT System Planning and Management Department, which is responsible for information security risk management, is committed to developing and enhancing an information security risk management system.

SuMi TRUST Bank places degrees of importance on all information assets under its care according to the impact of potential losses that SuMi TRUST Bank and clients may incur in the event of their leaks, loss or alteration. Methods and procedures for acquisition, use, management, safekeeping, internal communication, external use and disposal of information assets are set out according to the degrees of importance, for the effective implementation of security measures.

Meanwhile, we, as a business operator handling personal information and in charge of affairs using the individual number and affairs related to the individual number, adequately manage personal information, individual number and specific personal information (individual number and specific personal information, hereinafter referred to as "Specific Personal Information") in compliance with the Act on the Protection of Personal Information, the Act on the Use of Numbers to Identify a Specific Individual in the Administrative Procedure and guidelines set forth by government agencies, in addition to other standards. In addition, we have announced the "Declaration for the Protection of Personal Information" in an extensive effort to protect the personal information and Specific Personal Information of our clients and shareholders.

SuMi TRUST Bank is providing education and information to raise awareness of the information security risk management on a company-wide basis. Furthermore, the adequacy and effectiveness of the personal information management system are verified and ensured through self-inspection and internal audits.

4) Risk Management of Other Sub-categories

Regarding legal and compliance risk management, we not only are promoting compliance by setting compliance standards that executives and employees should follow and fostering their awareness of compliance, but also examine the consistency and compliance concerning company regulations and other rules, and the legality and suitability of transactions and business procedures from the legal perspective (legal checks).

With respect to conduct risk management, SuMi TRUST

Bank regularly assesses the status of major conduct risks and works to reduce and manage risks and prevent risks from materializing by promoting and fostering the awareness of executives and employees through internal training and other means.

In order to manage human resource risk, we have been poised to handle issues related to personnel and labor management, such as unequal or unfair management of personnel and harassment, through a multitude of approaches, including internal training and education, interviews, and establishment of consultation desk.

As event risk management, in an effort to tackle natural disasters, the spread of infectious diseases, occurrence of fire, crimes, or traffic accidents that may impair business, we have adopted various steps, including measures to avert disaster in case that disaster strikes, preventive measures, such as disaster prevention, protection against crimes, and safe driving management, and establishment of a business continuity management system.

For managing reputational risk, we are striving to prevent any harmful reputation and rumor from growing by detecting mass media reports and online posting that may damage the SuMi TRUST Group's reputations, and have set up a system of dealing with clients and making external announcements in a timely and proper manner in response to negative reputations or rumors, if any.

(7) Compliance with Capital Regulatory Standards

1) Calculation of Operational Risk Equivalent Amount

Since the end of March 2014, the SuMi TRUST Group has adopted the Advanced Measurement Approach in lieu of the Standardised Approach, which was used previously, in the calculation of the operational risk equivalent amount under capital adequacy requirements.

Exceptionally, we adopt the Basic Indicator Approach for a portion of the corporations deemed less important in the calculation of the operational risk equivalent amount and corporations that are in preparation for the adoption of the Advanced Measurement Approach.

2) Outline of the Advanced Measurement Approach

A. Measurement Framework

The SuMi TRUST Group calculates the operational risk equivalent amount by aggregating "each maximum loss amounts of operational risk expected over a period of one year, with 99.9% one-sided confidence interval (hereinafter "VaR")," for each of the eleven quantification units (all business sections, corporate management sections and earthquakes) that are based on the consistency between management

regarding operational incidents and profit management.

The operational risk equivalent amount is calculated using the four elements that are required for the adoption of the Advanced Measurement Approach, i.e. internal loss data, external loss data, business environment and the internal control status, and scenario analysis, as well as the quantification model. The results of the calculation are utilized in activities to enhance operational risk management, including the deliberation of measures to improve the internal control status.

• Overview of 4 Elements of Scenario Analysis

| Element | Details |
|--|---|
| Internal loss data | Information on operational risk losses arising inside the SuMi TRUST Group |
| External loss data | Information on operational risk losses collected from the outside of the SuMi TRUST Group |
| Business environment and internal control status | An element affecting operational risk and relating to the business environment and internal control status of the SuMi TRUST Group |
| Scenario analysis | An estimation method based on expert knowledge and experience, and information on operational risk, regarding the amount and frequency of serious operational risk losses |

Additionally, in the calculation of the operational risk equivalent amount, we do not reflect the mitigating effects of insurance, and do not exclude expected loss or conduct adjustments based on the correlation between the quantification units.

B. Scenario Analysis

In order to accurately understand the SuMi TRUST Group's risk profile, we identify events involving a large amount of losses associated with operational risk that cannot be covered by internal loss data alone when we conduct scenario analysis. We also construct scenario data that estimate loss amount and probability of such events.

The evaluation results of elements including the business environment and the internal control status are reflected in the subjects to the construction of scenario data, and the estimation of loss amount and frequency.

In addition, we ensure the objectivity, accuracy and completeness of the constructed scenario data by conducting verification using both internal loss data and external loss data.

C. Measurement Model for Operational Risk Amount

The VaR of each measurement unit is calculated by plotting frequency distributions and severity distribution based on the internal loss data and the scenario data prepared through the scenario analysis, and expressed through Monte Carlo Simulation that mixes such distributions and estimates

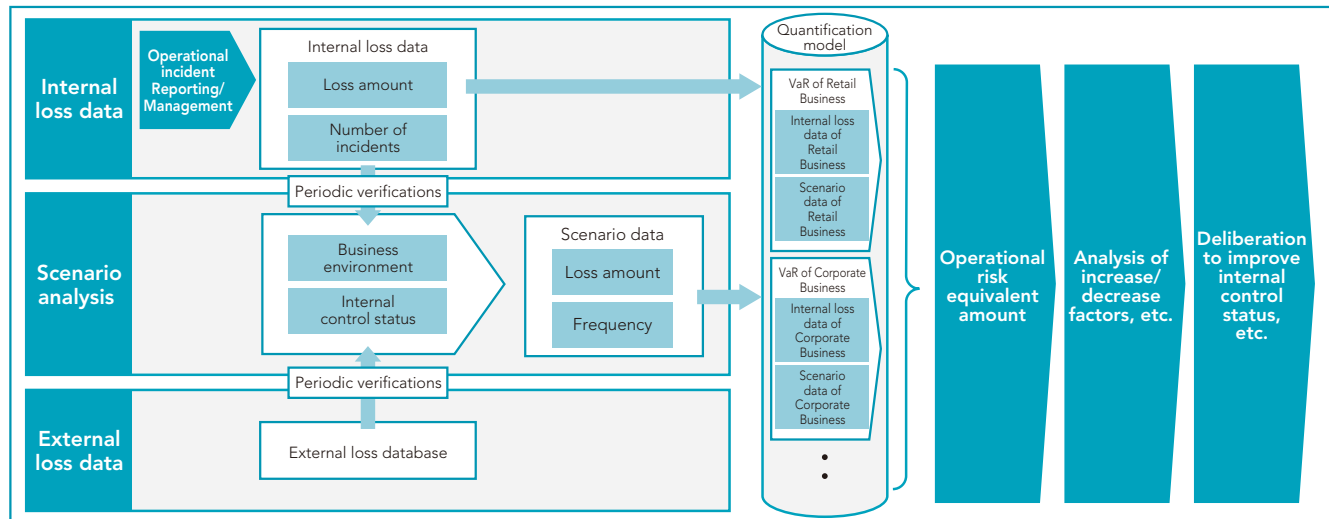
the total severity distribution.

The Poisson distribution has been applied to the frequency distribution, and our own distribution method has been applied to severity distribution in order to grasp the

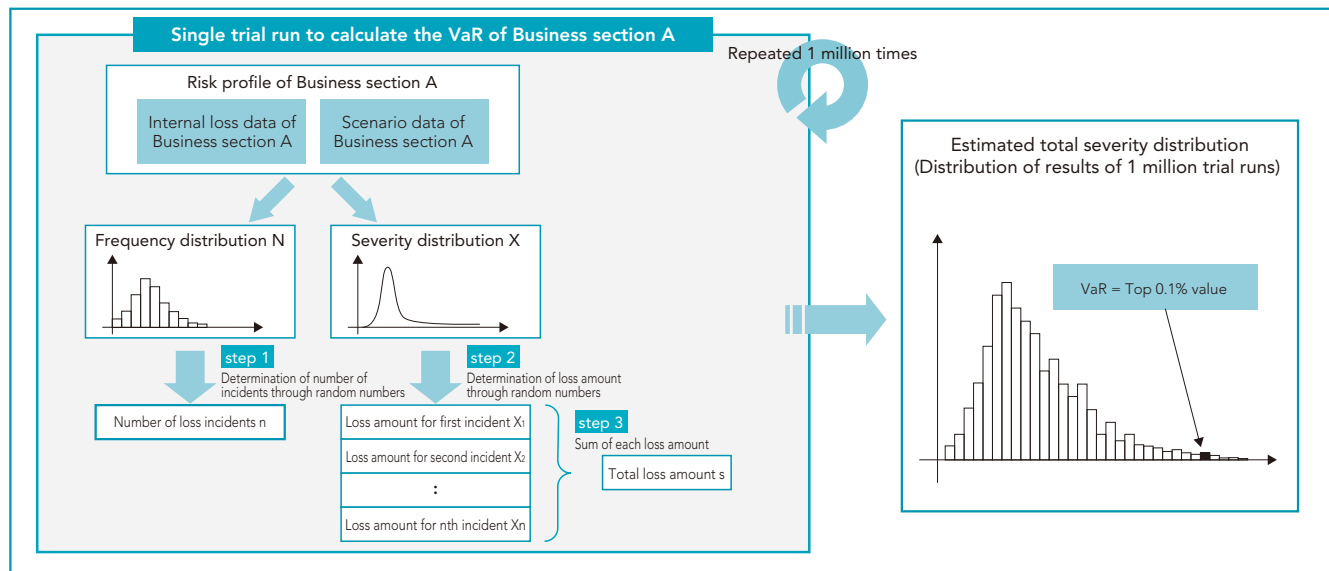
amount of tail risk.

We confirm the appropriateness of the quantification model and the results of the VaR calculations by conducting periodic verifications such as backtestings.

• Outline of the Quantification Framework



• Outline of Quantification Model



6. Other Matters

(1) Credit Risk Mitigation Techniques

1) Implementation of Credit Risk Mitigation Techniques

Controls of credit exposures can be achieved not simply by reducing the balance of outstanding credit but also by seeking to loan protection via collateral and guarantees.

These protection measures are collectively called “credit risk mitigation techniques.”

While we measure the creditworthiness of clients comprehensively by looking at their business status and technological capabilities as well as their future potential, we also employ the credit risk mitigation techniques in order to cover deficiencies in creditworthiness or enhance the quality of loans.

In doing this, it is necessary for the credit risk mitigation techniques to be “valid” both legally and practically. In order to ensure that validity, we set internal standards for sound and reliable protection and management.

At that time, we uniformly manage information of collateral and guarantees through a system.

2) Details of Collateral Evaluation and Management

As a uniform decision on acceptance of collateral and guarantees cannot be made due to individual circumstances, such as creditworthiness of obligors, we determine whether or not to accept collateral or guarantees by taking into consideration various factors, including the compatibility with the purpose of use and characteristics of loans and bills discounted, collateral value, the guarantor’s capability for performance of guarantee, and legal validity.

As the ultimate purpose of collateral is to acquire monetary value through conversion into cash of a relevant property, we have defined requirements for accepting collateral that 1) collateral value is acknowledged, 2) foreclosure sale of a relevant property is easy, and 3) it is easy to obtain and manage collateral.

Financial assets such as term deposits and securities, and real estate have accounted largely for the collateral that the SuMi TRUST Group has accepted. As a general rule, we evaluate collateral of real estate, and other similar property at least once a year, and other collateral with fair value, such as securities, on a regular basis.

Guarantees are classified into several categories, such as

specific debt guarantee that guarantees only specific debts, and revolving guarantee. The forms of providing guarantees also vary, including the official contract for guarantees, letter of indemnity on guarantee, and commitment to guarantee. Regardless of the category and form of guarantee, the SuMi TRUST Group places emphasis on substantial effectiveness of guarantees by confirming the guarantor’s capacity and intention of guarantee. The guarantees that the SuMi TRUST Group has accepted have been made up greatly of cases in which parent companies guarantee debts of their respective subsidiaries in corporate credit transactions. We regularly check the guarantor’s intention of guarantee.

3) Compliance with Capital Regulatory Standards

The capital regulatory standards specify types and requirements regarding credit risk mitigation techniques that can decrease risk-weighted assets according to the calculation of credit risk-weighted assets in a limited manner. The SuMi TRUST Group has defined the scope of the credit risk mitigation techniques that can be applied to calculation of a capital adequacy ratio depending on risk-weighted assets measurement approaches after closely examining the eligibility for the requirements.

With regard to assets to which the Advanced Internal Ratings-Based Approach (AIRB) is applied, we consider the collateral effect through the Loss Given Default (LGD). We have adopted the credit risk mitigation techniques for assets to which the Foundational Internal Ratings-Based Approach (FIRB) is applied, and the details are as follows:

• Overview of Credit Risk Mitigation Techniques (CRM)

| CRM techniques | Major requirements |
|--|--|
| Offsetting of loans and bills discounted against deposits in our banks (netting)* | <ul style="list-style-type: none"> • Term deposits • A valid banking transaction contract, or any other effective agreement, with a statement about timely offsetting has been concluded. |
| Guarantees and credit derivatives | <ul style="list-style-type: none"> • The creditworthiness of the guarantor (the party providing protection) is greater than that of the obligor. • The contract has been concluded in writing and does not include any provision that disturbs performance of guarantee (offering of protection). |
| Eligible collateral | |
| Eligible financial collateral (deposits in our banks, stocks, and debt securities) | <ul style="list-style-type: none"> • Establishment of security rights (such as the right of pledge) • Any special agreement that restricts exercise of security rights has not been concluded. |
| Eligible real estate collateral (real estate, foundations) | <ul style="list-style-type: none"> • Register of settlement of mortgage (definitive/provisional registration) • Any special agreement that restricts exercise of security rights has not been concluded. • Investigation of soil pollution has been completed, or the impact of soil pollution has been taken into consideration in evaluation. |
| Other eligible asset collateral (ships, aircrafts) | <ul style="list-style-type: none"> • Establishment of security rights (definitive/provisional registration; with security rights being set as the first right) • Any special agreement that restricts exercise of security rights has not been concluded. |

* In the fiscal year ended March 2022, we employed netting only for assets to which the Foundation Internal Ratings-Based Approach was applied.

4) Concentration of Credit and Market Risks Following the Adoption of Credit Risk Mitigation Techniques

Guarantees and credit derivatives have been considered as approaches involving risk concentration.

In the SuMi TRUST Group, although guarantees on obligors are offered by their respective parent companies in many cases, this is not always significantly inclined for specific guarantors. Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank"), which is the core bank of the SuMi TRUST Group monitors and manages concentration risks for the entire corporate group, with guarantees taken into consideration.

The notional principal of the protection of the credit derivatives that SuMi TRUST Bank has purchased is not noteworthy enough to be defined as risk concentration. It is managed by being included in the credit limit amount of the provider of protection.

(2) Credit Risk for the Other Party of Derivatives Transactions and Repo Transactions (Counterparty Credit Risk)

1) Risk Characteristics

Counterparty credit risk ("CCR") is a risk that the SuMi TRUST Group may incur loss due to nonfulfillment of a contract when a counterparty, the other party of a transaction, such as a derivatives transaction, has gone bankrupt. The SuMi TRUST Group has conducted various derivatives transactions (such as the interest rate swap transaction) with financial institutions.

2) Risk Management Policy

A. Management of Counterparty Credit Risk Exposures

With regard to CCR, the SuMi TRUST Group has set a credit line for clients, such as financial institutions, for each type of market-based transactions and manage CCR exposures. We have managed credit concentration risk of each client by setting a credit limit amount in the same manner as for corporates and adding up credit transactions for loans, etc. and market-based transactions. Furthermore, in the same manner as other exposures, we allocate capital to each business and monitor the usage status.

B. Credit Risk Mitigation Techniques and Collateral Management

As a general rule, SuMi TRUST Bank, the core bank of the Group, reduces credit risk by entering into legally valid bilateral netting contracts (such as an ISDA Master Agreement) with clients when conducting derivatives and repo transactions. Furthermore, with the aim of minimizing credit risk

at the time of conducting derivatives transactions, SuMi TRUST Bank is promoting the conclusion of a Credit Support Annex (CSA) as a supplementary contract of the ISDA Master Agreement. A CSA is a bilateral agreement that supplements credit through a pledge of collateral corresponding to the amount of unrealized loss by the party holding unrealized loss to the other party with unrealized gain based on calculation of the present value of derivatives transactions, etc. or other similar items between SuMi TRUST Bank and the counterparty with which SuMi TRUST Bank has concluded the CSA.

The SuMi TRUST Group transfers collateral on a continuous basis with the counterparty with which we have entered into a CSA so that unrealized gains and losses become neutral. However, we will be required to offer additional collateral when the creditworthiness of either party has deteriorated and the party's rating has dropped, with the impacts of such deterioration taken into consideration. The amount of additional collateral varies depending on the details of the contract concluded with each company.

C. Management of Wrong-way Risk

Wrong-way risk is risk of losses expanding through the synergetic effect of any adverse correlation between the derivatives exposures transaction and the creditworthiness of the other party of the transaction (the counterparty). Currently, the SuMi TRUST Group manages this risk by mitigating credit risk through conclusion of CSAs, and grasping CCR in a timely and proper manner.

D. Impact of Deteriorated Creditworthiness of Our Banks

As specified in B. above, the SuMi TRUST Group has regularly transferred collateral with counterparties in derivatives transactions and other similar transactions. In these transactions, we may be required to provide additional collateral to counterparties due to deterioration of our own creditworthiness. However, the proportion of derivatives transactions to the SuMi TRUST Group's overall exposure is currently low, and we have recognized that the impact is limited.

3) Compliance with Capital Regulatory Standards

The SuMi TRUST Group has adopted the "Current Exposure Method" in risk-weighted asset calculation of counterparty credit risk. The approach is one of the methods for calculating the credit equivalent amount of derivatives transactions by adding the add-on (which corresponds to the amount for potential future exposure, and is calculated

by multiplying the notional amount by the split based on residual maturity) to the “replacement cost” (as calculated through fair market valuation of transactions).

In accordance with the capital regulatory standards (Basel III) which have been revised with financial crisis taken into consideration, the SuMi TRUST Group calculates risk-weighted assets for Credit Value Adjustment (CVA) that adjusts exposure when the creditworthiness of counterparty has changed, and for the Central Counterparty (CCP) exposures.

(3) Securitisation Transactions

1) Risk Characteristics

Securitisation transactions are transactions in which, on the back of one or more assets, the credit risk related to the assets is stratified into two or more layers that are in a relationship of a senior-subordinated structure and part or all of the assets are transferred to a third party. Typical examples include Residential Mortgage Backed Securities (RMBS), Commercial Mortgage Backed Securities (CMBS), and Collateralized Loan Obligation (CLO) according to underlying assets, and resecuritised products with securitised products as underlying assets. The method of grasping credit risk differs between the originator (the party that composes products) and an investor (the party that purchases products) in securitisation transactions. When the originator has accepted the subordinated part of assets at the time of product composition, some credit risk will remain. Meanwhile, when the investor has bought a securitised product, credit risk will arise. Furthermore, as securitised products underlie resecuritised products, it will become complicated to grasp risks regarding resecuritised products, and credit risk of resecuritised products may become greater than those of general securitised products.

Although the SuMi TRUST Group engages in activities primarily as the investor, we have yielded business results in product composition as an originator.

2) Risk Management Policy

A. Investor

In principle, the SuMi TRUST Group invests in securitised products, to which high external credit ratings have been assigned, and manages risks by the assignment of credit ratings (structured ratings) based on the internal rating system. During an investment period, we strive to obtain stable

earnings opportunities by periodically monitoring not only external credit ratings but also the status and performance of the assets underlying securitised products, and risk characteristics and structure status of securitisation transactions, and then reflecting such status for reviewing credit ratings. The SuMi TRUST Group manages resecuritised products in the same manner.

B. Originator

The SuMi TRUST Group will consider using securitisation transactions, which are originated by the SuMi TRUST Group, according to situations as a method for controlling portfolios of finance receivables held. When doing so, we will construct transaction content in which an intended transfer of credit risk is made effectively, and properly calculate the part of credit risk-weighted assets that the SuMi TRUST Group bears after implementation of securitisation. Securitised products originated by the Group are held by investors outside the Group and are not held by the Group's affiliates.

3) Risk Management Method

We measure credit risk amount of securitisation exposures based on the value of credit risk-weighted assets specified by the capital regulatory standards. In addition, interest rate risk involved in securitisation exposures is subject to measurement of market risk amount.

4) Securitisation transactions of Third Party Assets

With regard to securitisation transactions of assets purchased from third parties, the SuMi TRUST Group has engaged in liquidation of receivables mainly by buying multiple receivables, such as accounts receivables and bills of credit, via specific purpose companies (SPCs), and provides Asset Based Lending (ABL) to SPCs and sets up backup lines for Asset Backed Commercial Papers (ABCPs) issued by SPCs. In addition, SuMi TRUST Bank has conducted proper management of underlying assets for investors.

In the SuMi TRUST Group, securitisation conduits, such as SPCs and trust as follows, conduct securitisation transactions of third party assets. We have never offered securitisation conduits credit supplementation not stipulated in respective contracts.

| Name of securitisation conduit | Whether to be included in the consolidation scope* according to calculation of the capital adequacy ratio | Whether or not securitisation exposure is held |
|---|---|--|
| Vector Asset Funding Corporation | Included | Held |
| Nexus Asset Funding Corporation | Included | Held |
| Fresco Asset Funding Corporation | Included | Held |
| Creer Asset Funding Corporation | Included | Held |
| RBA Asset Funding Corporation | Not included | Not held |
| Sumitomo Mitsui Trust Bank, Limited (Trust account) | Not included | Held |

* The consolidation scope according to calculation of the capital adequacy ratio of SuMi TRUST Holdings and SuMi TRUST Bank.

5) Accounting Policy

When conducting securitisation transactions, as a general rule, the SuMi TRUST Group adopts a selling process that results in derecognition of financial assets through the transfer of the control over contractual rights to the financial assets to another party in accordance with "Accounting Standards for Financial Instruments" (Accounting Standards Board of Japan (ASBJ) Statement No. 10). For instance, in the case of finance receivables, in principle, assets are derecognized upon legal completion of transfer of the assets and receipt of consideration for the transfer; however, in the event that we hold retained interests after conducting securitisation transactions, the SuMi TRUST Group does not recognize sales of the assets corresponding to the retained interests, and renders it subject to measurement of credit risk-weighted assets. Meanwhile, regarding transactions in which a considerable degree of credit is offered without prior payment of capital, the SuMi TRUST Group will employ a financial process of posting raised capital as a liability. In addition, when we possess assets for the purpose of securitisation transactions, the SuMi TRUST Group evaluates the assets in accordance with "Accounting Standards for Financial Instruments" and records them in the banking account.

6) Compliance with Capital Regulatory Standards

With regard to calculation of credit risk-weighted assets for securitisation exposures, we have prioritized calculation methods, and selected from applicable calculation methods on which the highest priority has been placed. First of all, if it is possible to grasp the required capital ratio of

the underlying assets as calculated by using the Internal Ratings-Based Approach, we use the "Securitisation Internal Ratings-Based Approach" to calculate the risk weight. Then, if it is difficult to apply the "Securitisation Internal Ratings-Based Approach," we calculate the risk weight of securitisation exposures to which eligible external ratings has been assigned by applying the "Securitisation External Ratings-Based Approach" Then, if it is difficult to apply either of the aforementioned two approaches, and that it is possible to grasp the required capital ratio of the underlying assets as calculated by using the Standardised Approach, we use the "Securitisation Standardised Approach" to calculate the risk weight. If it is impossible to apply any of the aforementioned approaches, we apply 1,250% risk weight. In the case of re-securitisation products, we use the "Standardised Approach-Based Approach" or apply 1,250% risk weight.

The eligible rating agencies used for calculating the value of credit risk-weighted assets based on the "Rating-Based Approach" include 5 companies, which are Rating and Investment Information, Inc. (R&I), Japan Credit Rating Agency, Ltd. (JCR), Moody's Investors Service, Inc. (Moody's), S&P Global Ratings (S&P), and Fitch Ratings, Inc., (Fitch).

While the SuMi TRUST Group essentially has rendered securitisation exposure subject to calculation of credit risk-weighted assets, we use the "Standardised Approach" for calculating market risk equivalent amount.

(4) Capital Subscriptions and Other Similar Exposures or Equity Exposures

1) Risk Characteristics

As part of capital subscription business, the SuMi TRUST Group has strategically made equity investments in the banking accounts and held stocks with the aim of investing in organizations expected to bring benefits to the SuMi TRUST Group and cementing relationships with clients (strategic shareholdings). Stocks are characterized as involving the risk of fluctuation in their prices (market risk) as well as the risk that the issuers may become in default (credit risk).

Equity investment is aimed to pursue medium-term risk return, being exposed to the risk of fluctuation in cash flows, such as dividend distribution, and the risk that the Net Asset Value of the subscriber's share on the capital may fluctuate.

Strategic shareholdings of listed shares with market prices are subject to fair market valuation and are exposed to a risk of fluctuation in their market prices. Unlisted shares are also exposed to a risk that their estimated value may decline.

2) Risk Management Policy

We properly manage stocks held in the banking accounts, by taking into consideration profitability, within a scope of a certain risk amount through a framework of credit risk and market risk management according to the purpose of holding the stocks and risk characteristics.

For equity investments, etc., we make every effort to limit risk by scrutinizing transactions, taking into account market conditions and the investment performance of the portfolio manager.

In addition, our policy is to not hold conventional strategic shareholdings (shareholding of business partners as stable shareholders without the purpose of forming capital or business alliances, etc.). Based on this policy, we are working to reduce our strategic shareholdings, and we are also flexibly implementing hedging transactions to limit the risk of share price fluctuations.

3) Risk Management Method

Concerning the stocks held in the category of “available-for-sale securities,” we measure risk according to whether or not there is a market price. We recognize a risk of price fluctuation for the stocks with market price and measure the stock VaR with a holding period of one year and a 99% confidence interval. Meanwhile, regarding unlisted shares without market prices, as it is not possible to directly observe price fluctuation, we measure the risk amount with the holding period of one year while using an approach for indirectly estimating the volatility by selecting an appropriate alternate index, and a reference to the Supervisory Formula Approach specified by the capital regulatory standards, depending on situations.

Concerning “Shares of Subsidiaries,” we have rendered the assets and liabilities held by a relevant subsidiary subject

to direct risk management. Furthermore, as for “Shares of Affiliated Companies,” fluctuations in the value of our interest in relevant affiliated companies due to equity in losses or earnings are subject to risk management.

4) Accounting Policy

As of the end of March 2022, the valuation of the equity securities in the Group’s consolidated financial statements is determined as follows: Equity securities issued by unconsolidated subsidiaries and affiliated companies not accounted for by the equity method are stated at moving-average cost. “Available-for-Sale Securities” are valued at the market price (cost of securities sold is calculated using primarily the moving-average method). Equity securities with no market prices are carried at cost using the moving-average method. Valuation differences on “Available-for-Sale Securities” are recorded as a separate component of net assets.

5) Compliance with Capital Regulatory Standards

We measure the required capital of credit risk with an approach applied according to whether relevant equities are Japanese or Non-Japanese, and whether or not relevant equities are listed. Japanese equities are measured based on the Supervisory Formula Approach using the credit ratings assigned to relevant issuers.

Furthermore, we apply the Simple Risk-weight Method (Market-Based Approach) that multiplies the risk weight determined according to whether the equities are listed or not, in order to measure any Japanese equities without credit ratings, and Non-Japanese equities. The market risk amount is measured using VaR as a scale. For more details, please refer to “(5) Market Risk Management Method” of “3. Market Risk Management.”

Basel III Disclosure Data

Sumitomo Mitsui Trust Holdings, Inc.

This section outlines and discloses matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No.7 of Financial Services Agency, 2014) with regard to the status of capital adequacy, as set forth in Article 19-2, Paragraph 1, Item 5-(d) of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No.10, 1982), as well as separately stipulated by the Commissioner of the Financial Services Agency (Notification No.7 of Financial Services Agency, 2015) with regard to the status of management soundness relating to liquidity, as set forth in Article 19-2, Paragraph 1, Item 5-(e) of the Ordinance for Enforcement of the Banking Act.

[Quantitative Disclosure Data: SuMi TRUST Holdings]

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Quantitative Disclosure Data:

Sumitomo Mitsui Trust Holdings, Inc.

KM1: Key Metrics

Consolidated

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|--|--------------------|----------------------|-----------------------|------------------|-------------------|
| | | a | b | c | d | e |
| | | March 31, 2022 | December 31, 2021 | September 30, 2021 | June 30, 2021 | March 31, 2021 |
| Available capital (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | ¥ 2,480,157 | ¥ 2,513,114 | ¥ 2,490,704 | ¥ 2,474,209 | ¥ 2,455,126 |
| 2 | Tier 1 | 2,761,527 | 2,795,027 | 2,772,270 | 2,755,445 | 2,736,717 |
| 3 | Total capital | 3,144,436 | 3,248,764 | 3,208,854 | 3,200,354 | 3,190,944 |
| Risk-weighted assets (amounts) | | | | | | |
| 4 | Total risk-weighted assets (RWA) | 20,135,316 | 19,959,789 | 19,674,886 | 20,014,533 | 20,243,399 |
| Risk-based capital ratios as a percentage of RWA | | | | | | |
| 5 | Common Equity Tier 1 ratio | 12.31% | 12.59% | 12.65% | 12.36% | 12.12% |
| 6 | Tier 1 ratio | 13.71% | 14.00% | 14.09% | 13.76% | 13.51% |
| 7 | Total capital ratio | 15.61% | 16.27% | 16.30% | 15.99% | 15.76% |
| Additional CET1 buffer requirements as a percentage of RWA | | | | | | |
| 8 | Capital conservation buffer requirement | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| 9 | Countercyclical buffer requirement | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| 10 | Bank G-SIB and/or D-SIB additional requirements | 0.50% | 0.50% | 0.50% | 0.50% | 0.50% |
| 11 | Total of bank CET1 specific buffer requirements | 3.00% | 3.00% | 3.00% | 3.00% | 3.00% |
| 12 | CET1 available after meeting the bank's minimum capital requirements | 7.61% | 8.00% | 8.09% | 7.76% | 7.51% |
| Basel III leverage ratio | | | | | | |
| 13 | Total Basel III leverage ratio exposure measure | 51,876,951 | 49,687,357 | 48,936,866 | 48,967,773 | 49,441,295 |
| 14 | Basel III leverage ratio | 5.32% | 5.62% | 5.66% | 5.62% | 5.53% |

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | | Fiscal Year 2021 4th Quarter | Fiscal Year 2021 3rd Quarter | Fiscal Year 2021 2nd Quarter | Fiscal Year 2021 1st Quarter | Fiscal Year 2020 4th Quarter |
| Consolidated Liquidity Coverage Ratio (LCR) | | | | | | |
| 15 | Total HQLA allowed to be included in the calculation | ¥ 19,203,403 | ¥ 18,647,224 | ¥ 18,861,288 | ¥ 18,228,161 | ¥ 18,052,471 |
| 16 | Net cash outflows | 11,069,161 | 8,415,323 | 9,636,918 | 9,640,248 | 10,841,449 |
| 17 | Consolidated LCR | 173.4% | 221.5% | 195.7% | 189.0% | 166.5% |
| Consolidated Net Stable Funding Ratio (NSFR) | | | | | | |
| 18 | Total available stable funding | 35,985,670 | 35,851,387 | 36,154,769 | | |
| 19 | Total required stable funding | 30,784,893 | 30,002,508 | 30,003,647 | | |
| 20 | Consolidated NSFR | 116.8% | 119.4% | 120.5% | | |

Capital Adequacy Ratio

Consolidated

We calculate the consolidated BIS capital adequacy ratio in line with provisions of Article 52-25 of the Banking Act and on the basis of calculation formula prescribed under the criteria for judging whether a bank holding company and its subsidiaries' capital adequacy ratios are appropriate in light of assets held (the Financial Services Agency 2006 Notification No. 20, hereinafter referred to as the "FSA Bank Holding Company Capital Adequacy Notification").

As of the end of March 2022, we used the Advanced Internal Ratings-Based (IRB) Approach for the calculation of credit risk-weighted assets, the Advanced Measurement Approach for the calculation of operational risk, and market risk regulations.

Scope of Consolidation

Consolidated

(1) There is no difference between companies belonging to the group of companies subject to the consolidated BIS capital adequacy ratio as prescribed by the FSA Bank Holding Company Capital Adequacy Notification, Article 3 (hereinafter referred to as the "SuMi TRUST Holdings Group") and the companies included in the scope of accounting consolidation.

(2) The number of consolidated subsidiaries that belong to the SuMi TRUST Holdings Group is 59. The principal company is the following.

| Name | Principal Business Operations |
|-------------------------------------|-------------------------------|
| Sumitomo Mitsui Trust Bank, Limited | Trust and Banking Businesses |

(3) There is no affiliated company that undertakes financial services subject to the FSA Bank Holding Company Capital Adequacy Notification, Article 9.

(4) There are no particular restrictions etc. on the transfer of funds and capital within the SuMi TRUST Holdings Group.

(5) Of the subsidiaries which are banking, financial and insurance entities that are outside the scope of regulatory consolidation, none failed to meet the regulatory required capital.

Composition of Capital (Consolidated BIS capital adequacy ratio)

Consolidated

CC1: Composition of Capital

| CC1 As of March 31 | | Millions of Yen, % | | |
|--|--|--------------------|-------------|--|
| Basel III Template No. | Items | a | b | c |
| | | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Common Equity Tier 1 Capital: Instruments and Reserves | | | | |
| 1a+2-1c-26 | Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,483,781 | ¥ 2,387,881 | |
| 1a | of Which: Capital Stock and Capital Surplus | 837,723 | 837,723 | |
| 2 | of Which: Retained Earnings | 1,682,519 | 1,581,096 | |
| 1c | of Which: Treasury Stock (Deduction) | 2,714 | 2,815 | |
| 26 | of Which: Earnings to be Distributed (Deduction) | 33,747 | 28,122 | |
| | of Which: Others | — | — | |
| 1b | Subscription Rights to Common Shares | 1,006 | 1,024 | |
| 3 | Accumulated Other Comprehensive Income | 198,028 | 277,756 | (a) |
| 5 | Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | — | — | |
| 6 | Common Equity Tier 1 Capital: Instruments and Reserves (A) | 2,682,815 | 2,666,661 | |
| Common Equity Tier 1 Capital: Regulatory Adjustments | | | | |
| 8+9 | Intangible Assets Other than Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | 123,049 | 90,437 | |
| 8 | of Which: Goodwill (Including Those Equivalent) | 56,025 | 38,070 | |
| 9 | of Which: Other Intangible Assets | 67,024 | 52,366 | |
| 10 | Deferred Tax Assets That Rely on Future Profitability Excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 653 | 172 | |
| 11 | Deferred Gains or Losses on Derivatives under Hedge Accounting | (62,022) | (40,649) | |
| 12 | Shortfall of Eligible Provisions to Expected Losses | — | — | |
| 13 | Securitisation Gain on Sale | 1,344 | 1,111 | |
| 14 | Gains and Losses Due to Changes in Own Credit Risk on Fair Valued Liabilities | 6,253 | — | |
| 15 | Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | 133,350 | 160,369 | |
| 16 | Investments in Own Shares (Excluding Those Reported in the Net Assets Section) | 29 | 94 | |
| 17 | Reciprocal Cross-Holdings in Common Equity | — | — | |
| 18 | Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does Not Own More than 10% of the Issued Share Capital (Amount above 10% Threshold) | — | — | |
| 19+20+21 | Amount above the 10% Threshold on the Specified Items | — | — | |
| 19 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 20 | of Which: Mortgage Servicing Rights | — | — | |
| 21 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 22 | Amount Exceeding the 15% Threshold on the Specified Items | — | — | |
| 23 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 24 | of Which: Mortgage Servicing Rights | — | — | |
| 25 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 27 | Regulatory Adjustments Applied to Common Equity Tier 1 Due to Insufficient Additional Tier 1 and Tier 2 to Cover Deductions | — | — | |
| 28 | Common Equity Tier 1 Capital: Regulatory Adjustments (B) | 202,658 | 211,535 | |
| Common Equity Tier 1 Capital (CET1) | | | | |
| 29 | Common Equity Tier 1 Capital (C) = (A)-(B) | ¥ 2,480,157 | ¥ 2,455,126 | |

| CC1 | | Millions of Yen, % | | |
|---|---|--------------------|-----------|--|
| As of March 31 | | a | b | c |
| Basel III Template No. | Items | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Additional Tier 1 Capital: Instruments | | | | |
| 30 | 31a Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | ¥ — | ¥ — | |
| | 31b Subscription Rights to Additional Tier 1 Instruments | — | — | |
| | 32 Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 270,000 | 270,000 | |
| | Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | — | |
| | 34–35 Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,380 | 11,590 | |
| | 33+35 Eligible Tier 1 Capital Instruments Subject to Phase out from Additional Tier 1 Capital | — | — | |
| | 33 of Which: Directly Issued and Issued by Special Purpose Vehicles | — | — | |
| | 35 of Which: Issued by Subsidiaries | — | — | |
| | 36 Additional Tier 1 Capital: Instruments (D) | 281,380 | 281,590 | |
| Additional Tier 1 Capital: Regulatory Adjustments | | | | |
| | 37 Investments in Own Additional Tier 1 Instruments | — | — | |
| | 38 Reciprocal Cross-Holdings in Additional Tier 1 Instruments | — | — | |
| | 39 Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| | 40 Significant Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 10 | — | |
| | 42 Regulatory Adjustments Applied to Additional Tier 1 Due to Insufficient Tier 2 to Cover Deductions | — | — | |
| | 43 Additional Tier 1 Capital: Regulatory Adjustments (E) | 10 | — | |
| Additional Tier 1 Capital (AT1) | | | | |
| | 44 Additional Tier 1 Capital (F) = (D) – (E) | 281,370 | 281,590 | |
| Tier 1 Capital (T1 = CET1 + AT1) | | | | |
| | 45 Tier 1 Capital (G) = (C) + (F) | 2,761,527 | 2,736,717 | |
| Tier 2 Capital: Instruments and Provisions | | | | |
| | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | — | |
| | Subscription Rights to Tier 2 Instruments | — | — | |
| | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | 335,153 | |
| | 46 Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | — | |
| | 48–49 Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,163 | 2,105 | |
| | 47+49 Eligible Tier 2 Capital Instruments Subject to Phase out from Tier 2 Capital | — | 85,790 | |
| | 47 of Which: Directly Issued and Issued by Special Purpose Vehicles | — | — | |
| | 49 of Which: Issued by Subsidiaries | — | 85,790 | |
| | 50 Provisions Allowed in Group Tier 2 | 42,429 | 32,718 | |
| | 50a of Which: General Allowance for Credit Losses | 3,050 | 3,280 | |
| | 50b of Which: Excess Amount of Eligible Provisions to Expected Losses | 39,379 | 29,437 | |
| | 51 Tier 2 Capital: Instruments and Provisions (H) ¥ | 384,448 | ¥ 455,767 | |

| CC1 As of March 31 | | Millions of Yen, % | | |
|---|--|--------------------|------------|--|
| Basel III Template No. | Items | a | b | c |
| | | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Tier 2 Capital: Regulatory Adjustments | | | | |
| 52 | Investments in Own Tier 2 Instruments | ¥ — | ¥ — | |
| 53 | Reciprocal Cross-Holdings in Tier 2 Instruments and Other TLAC Liabilities | — | — | |
| 54 | Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| 55 | Significant Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 1,540 | 1,540 | |
| 57 | Tier 2 Capital: Regulatory Adjustments (I) | 1,540 | 1,540 | |
| Tier 2 Capital (T2) | | | | |
| 58 | Tier 2 Capital (J) = (H) – (I) | 382,908 | 454,227 | |
| Total Capital (TC = T1 + T2) | | | | |
| 59 | Total Capital (K) = (G) + (J) | 3,144,436 | 3,190,944 | |
| Total Risk Weighted Assets | | | | |
| 60 | Total Risk Weighted Assets (L) | 20,135,316 | 20,243,399 | |
| Capital Ratios and Buffers (Consolidated) | | | | |
| 61 | Common Equity Tier 1 Capital Ratio (C)/(L) | 12.31% | 12.12% | |
| 62 | Tier 1 Capital Ratio (G)/(L) | 13.71% | 13.51% | |
| 63 | Total Capital Ratio (K)/(L) | 15.61% | 15.76% | |
| 64 | Total of bank CET1 specific buffer requirements | 3.00% | 3.00% | |
| 65 | of Which: Capital conservation buffer requirement | 2.50% | 2.50% | |
| 66 | of Which: Countercyclical buffer requirement | 0.00% | 0.00% | |
| 67 | of Which: Bank G-SIB and/or D-SIB additional requirements | 0.50% | 0.50% | |
| 68 | CET1 available after meeting the bank's minimum capital requirements | 7.61% | 7.51% | |
| Regulatory Adjustments (before Risk Weighting) | | | | |
| 72 | Investments in the Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital (Amount below the Threshold for Deduction) | 105,325 | 134,244 | |
| 73 | Significant Investments in the Common Stock of Banking, Financial and Insurance Entities (Amount below the Thresholds for Deduction) | 191,918 | 165,595 | |
| 74 | Mortgage Servicing Rights (Amount below the Thresholds for Deduction) | — | — | |
| 75 | Deferred Tax Assets Arising from Temporary Differences (Amount below the Thresholds for Deduction) | 56,165 | 23,744 | |
| Provisions Included in Tier 2 Capital: Instruments and Provisions | | | | |
| 76 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Standardised Approach (Prior to Applicable of Cap) | 3,050 | 3,280 | |
| 77 | Cap on Inclusion of Provisions in Tier 2 under Standardised Approach | 13,252 | 11,187 | |
| 78 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Internal Ratings-Based Approach (Prior to Applicable of Cap) | 39,379 | 29,437 | |
| 79 | Cap on Inclusion of Provisions in Tier 2 under Internal Ratings-Based Approach | 96,874 | 97,352 | |
| Capital Instruments Subject to Phase out Arrangements | | | | |
| 82 | Current Cap on Additional Tier 1 Instruments Subject to Phase out Arrangements | — | 54,500 | |
| 83 | Amount Excluded from Additional Tier 1 Due to Cap (Excess over Cap after Redemptions and Maturities) | — | — | |
| 84 | Current Cap on Tier 2 Instruments Subject to Phase out Arrangements | — | 85,790 | |
| 85 | Amount Excluded from Tier 2 Due to Cap (Excess over Cap after Redemptions and Maturities) | ¥ — | ¥ 69,699 | |

Note: SuMi TRUST Holdings' consolidated capital adequacy ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the consolidated BIS capital adequacy ratio itself or parts of internal control over the procedure to calculate the ratio.

Main Features and Further Information of Regulatory Capital Instruments

Consolidated

Outline and Details of Agreements Concerning Capital Funding Instruments are available on our website (<https://www.smth.jp/english/investors/report/basel>).

Explanation on Reconciliation between Balance Sheet Items and Regulatory Capital Elements

Consolidated

Fiscal Year 2021

CC2: Reconciliation of Regulatory Capital to Balance Sheet

| CC2 | Items | a | c | d |
|----------|---|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | |
| | Cash and Due from Banks | ¥ 18,223,364 | | |
| | Call Loans and Bills Bought | 5,000 | | |
| | Receivables under Resale Agreements | 150,741 | | |
| | Receivables under Securities Borrowing Transactions | 652,534 | | |
| | Monetary Claims Bought | 854,093 | | |
| | Trading Assets | 967,565 | | |
| | Money Held in Trust | 16,308 | | |
| | Securities | 7,879,235 | | 3-b, 7-a |
| | Loans and Bills Discounted | 30,876,507 | | 7-b |
| | Foreign Exchanges | 29,494 | | |
| | Lease Receivables and Investment Assets | 688,141 | | |
| | Other Assets | 3,354,333 | | 7-c |
| | Tangible Fixed Assets | 224,535 | | |
| | Intangible Fixed Assets | 125,667 | | 3-a |
| | Assets for Retirement Benefits | 192,223 | | 4 |
| | Deferred Tax Assets | 15,613 | | 5-a |
| | Customers' Liabilities for Acceptances and Guarantees | 541,228 | | |
| | Allowance for Loan Losses | (163,369) | | |
| | Total Assets | ¥ 64,633,220 | | |

| CC2 | Items | a | c | d |
|--|--------------|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Liabilities) | | | | |
| Deposits | ¥ 33,230,162 | | | |
| Negotiable Certificates of Deposit | 6,587,944 | | | |
| Call Money and Bills Sold | 799,524 | | | |
| Payables under Repurchase Agreements | 1,485,033 | | | |
| Trading Liabilities | 906,686 | | | |
| Borrowed Money | 7,153,498 | | | 9-a |
| Foreign Exchanges | 1,275 | | | |
| Short-term Bonds Payable | 2,387,553 | | | |
| Bonds Payable | 2,076,604 | | | 9-b |
| Borrowed Money from Trust Account | 4,298,827 | | | |
| Other Liabilities | 2,312,326 | | | 7-d |
| Provision for Bonuses | 21,087 | | | |
| Provision for Directors' Bonuses | 181 | | | |
| Provision for Stocks Payment | 732 | | | |
| Liabilities for Retirement Benefits | 13,553 | | | |
| Provision for Reward Points Program | 19,965 | | | |
| Provision for Reimbursement of Deposits | 3,626 | | | |
| Provision for Contingent Losses | 1,649 | | | |
| Deferred Tax Liabilities | 44,081 | | | 5-b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | | 5-c |
| Acceptances and Guarantees | 541,228 | | | |
| Total Liabilities | 61,887,931 | | | |
| (Net Assets) | | | | |
| Capital Stock | 261,608 | | | 1-a |
| Capital Surplus | 576,114 | | | 1-b |
| Retained Earnings | 1,682,519 | | | 1-c |
| Treasury Stock | (2,714) | | | 1-d |
| Total Shareholders' Equity | 2,517,528 | | | |
| Valuation Differences on Available-for-Sale Securities | 277,617 | | | |
| Deferred Gains (Losses) on Hedges | (42,759) | | | 6 |
| Revaluation Reserve for Land | (6,839) | | | |
| Foreign Currency Translation Adjustments | 12,719 | | | |
| Adjustments for Retirement Benefits | (42,708) | | | |
| Total Accumulated Other Comprehensive Income | 198,028 | (a) | | |
| Subscription Rights to Shares | 1,006 | | | 2 |
| Non-controlling Interests | 28,725 | | | 8 |
| Total Net Assets | 2,745,288 | | | |
| Total Liabilities and Net Assets | ¥ 64,633,220 | | | |

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appendix)

1. Shareholders' equity

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 261,608 | | 1-a |
| Capital Surplus | 576,114 | | 1-b |
| Retained Earnings | 1,682,519 | | 1-c |
| Treasury Stock | (2,714) | | 1-d |
| Total Shareholders' Equity | ¥ 2,517,528 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,517,528 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 837,723 | | 1a |
| of Which: Retained Earnings | 1,682,519 | | 2 |
| of Which: Treasury Stock (Deduction) | 2,714 | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Subscription Rights to Shares

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--|-----------------------------|---------|----------|
| Subscription Rights to Shares | ¥ 1,006 | | 2 |
| of Which: Subscription Rights to Shares Issued by the Bank Holding Company | 1,006 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Subscription Rights to Common Shares | ¥ 1,006 | | 1b |
| Subscription Rights to Additional Tier 1 Instruments | — | | 31b |
| Subscription Rights to Tier 2 Instruments | — | | 46 |

3. Intangible assets

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 125,667 | | 3-a |
| Securities | 7,879,235 | | 3-b |
| of Which: Goodwill Arising on the Application of the Equity Method | 26,515 | | |
| Associated Deferred Tax Liabilities | 29,133 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ 56,025 | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 67,024 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

4. Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits)**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-------------------------------------|-----------------------------|---------|----------|
| Assets for Retirement Benefits | ¥ 192,223 | | 4 |
| Associated Deferred Tax Liabilities | 58,872 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | ¥ 133,350 | | 15 |

5. Deferred tax assets**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Assets | ¥ 15,613 | | 5-a |
| Deferred Tax Liabilities | 44,081 | | 5-b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 5-c |
| Associated Intangible Fixed Assets | 29,133 | | |
| Associated Assets for Retirement Benefits | 58,872 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ 653 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 56,165 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 56,165 | | 75 |

6. Deferred gains or losses on hedges

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-----------------------------------|-----------------------------|---------|----------|
| Deferred Gains (Losses) on Hedges | ¥ (42,759) | | 6 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|--|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (62,022) | Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income" | 11 |

7. Investments in the Capital and Other TLAC Liabilities of Financial Entities

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 7,879,235 | | 7-a |
| Loans and Bills Discounted | 30,876,507 | Including Subordinated Debts | 7-b |
| Other Assets | 3,354,333 | Including derivatives | 7-c |
| Other Liabilities | ¥ 2,312,326 | Including derivatives | 7-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---------|---------------------------|
| Investments in Own Capital | ¥ 29 | | |
| Common Equity Tier 1 Capital | 29 | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-holdings in the Capital and other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 105,325 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before risk weighting) | 105,325 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 193,468 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | 10 | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before risk weighting) | 191,918 | | 73 |

8. Non-controlling Interests

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Non-controlling Interests | ¥ 28,725 | | 8 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | ¥ — | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 5 |
| Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | | 30–31ab–32 |
| Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,380 | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 34–35 |
| Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | | 46 |
| Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,163 | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 48–49 |

9. Other Capital Instruments

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 7,153,498 | | 9–a |
| Bonds Payable | 2,076,604 | | 9–b |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | | 46 |

Fiscal Year 2020

| CC2 | Items | a | c | d |
|----------|---|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | |
| | Cash and Due from Banks | ¥ 18,488,763 | | |
| | Call Loans and Bills Bought | 8,766 | | |
| | Receivables under Resale Agreements | 160,268 | | |
| | Receivables under Securities Borrowing Transactions | 727,689 | | |
| | Monetary Claims Bought | 892,309 | | |
| | Trading Assets* | 962,849 | | |
| | Money Held in Trust | 12,223 | | |
| | Securities | 6,983,483 | | 3–b, 7–a |
| | Loans and Bills Discounted | 30,506,968 | | 7–b |
| | Foreign Exchanges | 25,396 | | |
| | Lease Receivables and Investment Assets | 695,172 | | |
| | Other Assets* | 2,936,013 | | 7–c |
| | Tangible Fixed Assets | 228,180 | | |
| | Intangible Fixed Assets | 112,303 | | 3–a |
| | Assets for Retirement Benefits | 231,165 | | 4 |
| | Deferred Tax Assets | 14,459 | | 5–a |
| | Customers’ Liabilities for Acceptances and Guarantees | 511,782 | | |
| | Allowance for Loan Losses | (129,223) | | |
| | Total Assets* | ¥ 63,368,573 | | |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
Sumitomo Mitsui Trust Bank, LimitedBasel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

| CC2 | | a | c | d |
|---------------|---|--|--|-------------------------|
| | Items | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Liabilities) | | | | |
| | Deposits | ¥ 33,467,678 | | |
| | Negotiable Certificates of Deposit | 7,160,594 | | |
| | Call Money and Bills Sold | 60,675 | | |
| | Payables under Repurchase Agreements | 1,628,440 | | |
| | Trading Liabilities* | 850,660 | | |
| | Borrowed Money | 5,782,602 | | 9-a |
| | Foreign Exchanges | 577 | | |
| | Short-term Bonds Payable | 2,545,049 | | |
| | Bonds Payable | 1,545,605 | | 9-b |
| | Borrowed Money from Trust Account | 4,915,208 | | |
| | Other Liabilities* | 2,035,474 | | 7-d |
| | Provision for Bonuses | 18,460 | | |
| | Provision for Directors' Bonuses | 219 | | |
| | Provision for Stocks Payment | 532 | | |
| | Liabilities for Retirement Benefits | 13,752 | | |
| | Provision for Reward Points Program | 18,945 | | |
| | Provision for Reimbursement of Deposits | 4,138 | | |
| | Provision for Contingent Losses | 1,633 | | |
| | Deferred Tax Liabilities | 81,594 | | 5-b |
| | Deferred Tax Liabilities for Land Revaluation | 2,388 | | 5-c |
| | Acceptances and Guarantees | 511,782 | | |
| | Total Liabilities* | 60,646,016 | | |
| (Net Assets) | | | | |
| | Capital Stock | 261,608 | | 1-a |
| | Capital Surplus | 576,114 | | 1-b |
| | Retained Earnings | 1,581,096 | | 1-c |
| | Treasury Stock | (2,815) | | 1-d |
| | Total Shareholders' Equity | 2,416,003 | | |
| | Valuation Difference on Available-for-Sale Securities | 329,429 | | |
| | Deferred Gains or Losses on Hedges | (44,926) | | 6 |
| | Revaluation Reserve for Land | (6,739) | | |
| | Foreign Currency Translation Adjustment | 4,000 | | |
| | Adjustments for Retirement Benefits | (4,007) | | |
| | Total Accumulated Other Comprehensive Income | 277,756 | (a) | |
| | Subscription Rights to Shares | 1,024 | | 2 |
| | Non-controlling Interests | 27,772 | | 8 |
| | Total Net Assets | 2,722,556 | | |
| | Total Liabilities and Net Assets* | ¥ 63,368,573 | | |

Notes: 1. Previously, transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset against each other. However, in order to properly indicate the credit risk due to the presence or absence of collateral related to derivative transactions, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

2. The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appendix)

Note: Amounts in the "Composition of Capital" exclude items for regulatory purpose under transitional arrangement.

1. Shareholders' equity

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 261,608 | | 1-a |
| Capital Surplus | 576,114 | | 1-b |
| Retained Earnings | 1,581,096 | | 1-c |
| Treasury Stock | (2,815) | | 1-d |
| Total Shareholders' Equity | ¥ 2,416,003 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,416,003 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 837,723 | | 1a |
| of Which: Retained Earnings | 1,581,096 | | 2 |
| of Which: Treasury Stock (Deduction) | 2,815 | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Subscription Rights to Shares

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Subscription Rights to Shares | ¥ 1,024 | | 2 |
| of Which: Subscription Rights to Shares Issued by the Bank Holding Company | 1,024 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Subscription Rights to Common Shares | ¥ 1,024 | | 1b |
| Subscription Rights to Additional Tier 1 Instruments | — | | 31b |
| Subscription Rights to Tier 2 Instruments | — | | 46 |

3. Intangible assets

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 112,303 | | 3-a |
| Securities | 6,983,483 | | 3-b |
| of Which: Goodwill Arising on the Application of the Equity Method | 777 | | |
| Associated Deferred Tax Liabilities | ¥ 22,644 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ 38,070 | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 52,366 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

4. Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits)

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-------------------------------------|-----------------------------|---------|----------|
| Assets for Retirement Benefits | ¥ 231,165 | | 4 |
| Associated Deferred Tax Liabilities | 70,796 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | ¥ 160,369 | | 15 |

5. Deferred tax assets

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Assets | ¥ 14,459 | | 5-a |
| Deferred Tax Liabilities | 81,594 | | 5-b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 5-c |
| Associated Intangible Fixed Assets | 22,644 | | |
| Associated Assets for Retirement Benefits | 70,796 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ 172 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 23,744 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 23,744 | | 75 |

6. Deferred gains or losses on hedges

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|------------------------------------|-----------------------------|---------|----------|
| Deferred Gains or Losses on Hedges | ¥ (44,926) | | 6 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (40,649) | Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income" | 11 |

7. Investments in the capital of financial entities

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 6,983,483 | | 7-a |
| Loans and Bills Discounted | 30,506,968 | Including subordinated Debts | 7-b |
| Other Assets | 2,936,013 | Including derivatives | 7-c |
| Other Liabilities | ¥ 2,035,474 | Including derivatives | 7-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Investments in Own Capital Instruments | ¥ 94 | | |
| Common Equity Tier 1 Capital | 94 | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-holdings in the Capital and other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 134,244 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 134,244 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 167,135 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | — | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 165,595 | | 73 |

8. Non-controlling Interests

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Non-controlling Interests | ¥ 27,772 | | 8 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | ¥ — | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 5 |
| Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | | 30–31ab–32 |
| Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,590 | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 34–35 |
| Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | | 46 |
| Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,105 | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 48–49 |

9. Other Capital Instruments

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 5,782,602 | | 9–a |
| Bonds Payable | 1,545,605 | | 9–b |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 335,153 | | 46 |

Credit Risk

Consolidated

Term-end Balance of Credit Risk Exposures by Category and their Breakdown by Major Type of Assets

| As of March 31 | Millions of Yen | | | | | | | |
|--|-------------------------------|---|-------------|---|-------------------------------|---|-------------|---|
| | 2022 | | | | 2021 | | | |
| | Term-end balance of exposures | | | | Term-end balance of exposures | | | |
| | Total | Loans, Call Loans, Deposits, etc. | Securities | Other Off-balance Sheet Transactions | Total | Loans, Call Loans, Deposits, etc. | Securities | Other Off-balance Sheet Transactions |
| Japan | ¥ 52,708,775 | ¥ 44,467,458 | ¥ 4,460,179 | ¥ 3,781,137 | ¥ 53,122,141 | ¥ 45,633,963 | ¥ 3,253,099 | ¥ 4,235,078 |
| Outside Japan | 7,000,315 | 5,432,862 | 1,102,540 | 464,912 | 5,889,971 | 4,343,171 | 1,187,530 | 359,269 |
| Total for Geographic Regions | ¥ 59,709,090 | ¥ 49,900,320 | ¥ 5,562,720 | ¥ 4,246,049 | ¥ 59,012,113 | ¥ 49,977,134 | ¥ 4,440,630 | ¥ 4,594,347 |
| Manufacturing | 4,713,051 | 3,092,841 | 351,745 | 1,268,464 | 5,016,114 | 3,256,604 | 315,765 | 1,443,744 |
| Agriculture and Forestry | 4,117 | 4,117 | 0 | — | 4,154 | 4,154 | 0 | — |
| Fisheries | 66 | 1 | 64 | — | 38 | 1 | 37 | — |
| Mining and Quarrying of Stones and Gravel | 80,924 | 68,005 | 162 | 12,756 | 74,942 | 62,221 | 109 | 12,611 |
| Construction | 335,291 | 212,858 | 22,894 | 99,538 | 368,244 | 222,976 | 18,705 | 126,562 |
| Electricity, Gas, Heat Supply and Water | 1,604,628 | 1,309,216 | 29,248 | 266,163 | 1,553,939 | 1,206,212 | 18,525 | 329,201 |
| Information and Communication | 463,918 | 358,425 | 3,259 | 102,233 | 479,086 | 388,544 | 4,754 | 85,787 |
| Transport and Postal Activities | 1,578,711 | 1,250,310 | 110,113 | 218,286 | 1,679,221 | 1,333,397 | 99,257 | 246,566 |
| Wholesale and Retail Trade | 1,993,066 | 1,618,779 | 56,561 | 317,725 | 1,903,462 | 1,503,008 | 54,963 | 345,489 |
| Finance and Insurance | 2,138,194 | 1,379,681 | 494,434 | 264,078 | 2,200,825 | 1,438,388 | 484,425 | 278,011 |
| Real Estate | 4,157,535 | 3,513,530 | 363,138 | 280,866 | 4,236,947 | 3,592,190 | 345,093 | 299,662 |
| Goods Rental and Leasing | 1,281,564 | 1,109,573 | 2,872 | 169,119 | 1,406,953 | 1,209,085 | 4,584 | 193,283 |
| Local Public Bodies | 153,741 | 114,366 | 33,919 | 5,455 | 137,536 | 108,188 | 23,686 | 5,661 |
| Individuals | 11,798,546 | 11,509,294 | — | 289,252 | 11,416,713 | 11,099,558 | — | 317,154 |
| Others | 29,405,731 | 24,359,317 | 4,094,304 | 952,108 | 28,533,932 | 24,552,601 | 3,070,720 | 910,610 |
| Total for Industry Sectors | ¥ 59,709,090 | ¥ 49,900,320 | ¥ 5,562,720 | ¥ 4,246,049 | ¥ 59,012,113 | ¥ 49,977,134 | ¥ 4,440,630 | ¥ 4,594,347 |
| To 1 year | 25,729,450 | 22,023,311 | 2,259,777 | 1,446,360 | 25,903,094 | 23,053,371 | 1,417,435 | 1,432,287 |
| > 1 year to 3 years | 7,275,422 | 5,104,110 | 801,988 | 1,369,323 | 6,718,722 | 4,503,309 | 675,992 | 1,539,420 |
| > 3 years to 5 years | 7,305,938 | 5,755,275 | 933,053 | 617,609 | 6,879,541 | 5,485,671 | 879,432 | 514,438 |
| > 5 years | 19,398,280 | 17,017,623 | 1,567,901 | 812,755 | 19,510,754 | 16,934,782 | 1,467,770 | 1,108,201 |
| Total for Residual Maturity | ¥ 59,709,090 | ¥ 49,900,320 | ¥ 5,562,720 | ¥ 4,246,049 | ¥ 59,012,113 | ¥ 49,977,134 | ¥ 4,440,630 | ¥ 4,594,347 |

Notes: 1. Of exposures subject to the calculation of credit risk-weighted assets, the above lists corporate, retail, equities, etc., purchased receivables, lease transactions as well as exposures subject to phased rollout of the IRB Approach.
2. "Others" in the industry sectors include non-residents and state public services. Exposures for residual maturity of over 5 years include those with no fixed maturities.
3. The above data represents amounts after credit risk mitigation effects of netting contracts allowed under the law and netting against the obligor's cash on deposit.

Term-end Balance of Obligors' exposures related to Loans prescribed in the provisions of the Ordinance for Enforcement of the Act on Emergency Measures for the Revitalization of the Financial Functions, Allowances, and Write-offs, as well as their Breakdown by Geographic Regions and Industry Sectors

| | Millions of Yen | | | | | |
|---|-------------------------------|----------------------------|------------|-------------------------------|----------------------------|------------|
| | As of March 31, 2022 | | FY2021 | As of March 31, 2021 | | FY2020 |
| | Term-end balance of exposures | Allowances for loan losses | Write-offs | Term-end balance of exposures | Allowances for loan losses | Write-offs |
| Japan | ¥ 184,932 | ¥ 78,127 | ¥ 10,974 | ¥ 105,091 | ¥ 28,908 | ¥ 8,793 |
| Outside Japan | 54,258 | 7,989 | 2,675 | 52,385 | 9,760 | 2,595 |
| Total for Geographic Regions | ¥ 239,191 | ¥ 86,116 | ¥ 13,650 | ¥ 157,476 | ¥ 38,669 | ¥ 11,389 |
| Manufacturing | 101,488 | 60,168 | 5,743 | 11,863 | 6,669 | 690 |
| Agriculture and Forestry | 144 | 86 | — | 228 | 132 | 5 |
| Fisheries | 3 | 3 | — | 2 | 2 | 4 |
| Mining and Quarrying of Stones and Gravel | 10 | 1 | — | 1,328 | 14 | 330 |
| Construction | 599 | 458 | 24 | 685 | 543 | 2 |
| Electricity, Gas, Heat Supply and Water | 41 | 0 | — | 3,320 | 2,759 | — |
| Information and Communication | 88 | 72 | 4 | 109 | 87 | 8 |
| Transport and Postal Activities | 2,501 | 791 | 5 | 1,891 | 732 | 32 |
| Wholesale and Retail Trade | 8,226 | 5,779 | 6 | 8,602 | 5,969 | 402 |
| Finance and Insurance | 1,636 | 264 | 5 | 197 | 146 | 5 |
| Real Estate | 15,142 | 709 | 171 | 15,705 | 1,290 | 232 |
| Goods Rental and Leasing | 3,136 | 2,710 | 0 | 3,429 | 2,979 | 0 |
| Local Public Bodies | — | — | — | — | — | — |
| Individuals | 44,953 | 4,057 | 4,972 | 50,781 | 5,046 | 6,852 |
| Others | 61,218 | 11,012 | 2,717 | 59,330 | 12,293 | 2,819 |
| Total for Industry Sectors | ¥ 239,191 | ¥ 86,116 | ¥ 13,650 | ¥ 157,476 | ¥ 38,669 | ¥ 11,389 |

Notes: 1. "Others" in the industry sectors include non-residents.

2. Allowances for loan losses include "general allowances for loan losses" and "specific allowances for loan losses", etc.

Term-end Balance of Exposures by Past Due Periods (excluding "Doubtful Claims" and "Bankrupt and substantially bankrupt Claims")

| As of March 31 | Millions of Yen | |
|--------------------------|-----------------|----------|
| | 2022 | 2021 |
| < 1 month | ¥ 57,015 | ¥ 58,814 |
| ≥ 1 month to < 2 months | 11,072 | 10,491 |
| ≥ 2 months to < 3 months | 9,053 | 8,556 |
| ≥ 3 months | — | 2,041 |
| Total | ¥ 77,141 | ¥ 79,904 |

Note: Among the term-end balance of exposures for each past due period, "Doubtful Claims" and "Bankrupt and substantially bankrupt Claims" prescribed in the provisions of the Ordinance for Enforcement of the Act on Emergency Measures for the Revitalization of the Financial Functions are excluded, in aggregate calculation.

Term-end Balance of Exposures of obligors whose loan conditions were Restructured for the purpose of restructuring or supporting business management ; of which Amounts of Increased Allowances for such exposures and Other Amounts due to the restructuring of the loan conditions

| As of March 31 | Millions of Yen | |
|--|-----------------|----------|
| | 2022 | 2021 |
| Amounts of Increased Allowances for Such Exposures Due to the Restructuring of the Loan Conditions | ¥ 80,131 | ¥ 59,840 |
| Other Amounts | — | — |
| Term-end Balance of Exposures | ¥ 80,131 | ¥ 59,840 |

Note: Restructured loans are those loans that provide some arrangements favorable to the obligors for the purpose of restructuring or supporting business management, such as by reducing or exempting interest, postponing principal or interest payments, forgiving loans, and providing other benefits to the obligors, excluding those loans classified as "Loans in Bankruptcy Procedures", "Delinquent Loans", and "Loans past due three months or more". In principle, the allowances for restructured loans has been all increased after restructuring loan conditions.

Equity Investments in Funds

Consolidated

Exposures Relating to Funds

| As of March 31 | Millions of Yen | |
|--|-----------------|-------------|
| | 2022 | 2021 |
| Total exposures relating to funds | ¥ 1,206,013 | ¥ 1,182,602 |
| Look-through Approach | 803,115 | 906,967 |
| Mandate-based Approach | 402,782 | 275,548 |
| Probability Approach (subject to 250% risk weight) | — | — |
| Probability Approach (subject to 400% risk weight) | — | — |
| Fall-Back Approach (subject to 1,250% risk weight) | 115 | 87 |

Note: Exposures subject to the calculation of credit risk-weighted assets under the provisions of Article 54-5 and 145 of the FSA Capital Adequacy Notification are shown.

Disclosure Data Designated as Per the Appended Forms

Consolidated

OV1: Overview of Risk-weighted assets (RWA)

| OV1 Basel III Template No. | | Millions of Yen | | | |
|-------------------------------------|--|----------------------------|----------------|------------------------------|----------------|
| | | Risk-weighted assets (RWA) | | Minimum capital requirements | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| 1 | Credit risk (excluding counterparty credit risk) | ¥ 12,428,600 | ¥ 12,476,989 | ¥ 1,048,742 | ¥ 1,053,378 |
| 2 | of Which: Standardised Approach (SA) | 410,820 | 370,123 | 32,865 | 29,609 |
| 3 | of Which: Internal Ratings-Based (IRB) Approach | 11,344,677 | 11,503,965 | 962,028 | 975,536 |
| | of Which: Significant investments in commercial entities | — | — | — | — |
| | of Which: Lease residual value | 66,079 | 76,111 | 5,286 | 6,088 |
| | Other assets | 607,023 | 526,789 | 48,561 | 42,143 |
| 4 | Counterparty credit risk (CCR) | 1,271,839 | 1,245,732 | 103,834 | 101,741 |
| 5 | of Which: Standardised Approach for Counterparty Credit Risk (SA-CCR) | — | — | — | — |
| | of Which: Current Exposure Method (CEM) | 409,215 | 407,852 | 34,692 | 34,573 |
| 6 | of Which: Expected Positive Exposure (EPE) | — | — | — | — |
| | of Which: Credit Valuation Adjustment (CVA) | 660,133 | 675,826 | 52,810 | 54,066 |
| | of Which: Central Counterparty (CCP) | 55,007 | 47,434 | 4,400 | 3,794 |
| | Others | 147,482 | 114,618 | 11,930 | 9,307 |
| 7 | Equity positions in banking book under market-based approach | 226,481 | 499,442 | 19,205 | 42,352 |
| 8 | Equity investment in funds (Look-Through Approach (LTA)) | 893,876 | 1,054,073 | 71,510 | 84,325 |
| 9 | Equity investment in funds (Mandate-Based Approach (MBA)) | 1,363,728 | 1,072,252 | 109,098 | 85,780 |
| | Equity investment in funds (Probability Approach (PA) subject to 250% risk weight) | — | — | — | — |
| | Equity investment in funds (Probability Approach (PA) subject to 400% risk weight) | — | — | — | — |
| 10 | Equity investment in funds (Fall-Back Approach (FBA) subject to 1,250% risk weight) | 1,448 | 1,091 | 115 | 87 |
| 11 | Settlement risk | — | — | — | — |
| 12 | Securitisation exposures in banking book | 357,010 | 309,080 | 28,560 | 24,726 |
| 13 | of Which: Internal Rating-Based Approach (SEC-IRBA) | 341,805 | 291,351 | 27,344 | 23,308 |
| 14 | of Which: External Rating-Based Approach (SEC-ERBA) | 14,852 | 17,132 | 1,188 | 1,370 |
| 15 | of Which: Standardised Approach (SEC-SA) | — | — | — | — |
| | of Which: subject to 1,250% risk weight | 352 | 597 | 28 | 47 |
| 16 | Market risk | 1,268,574 | 1,427,275 | 101,485 | 114,182 |
| 17 | of Which: Standardised Approach (SA) | 33,718 | 22,017 | 2,697 | 1,761 |
| 18 | of Which: Internal Model Approaches (IMA) | 1,234,856 | 1,405,258 | 98,788 | 112,420 |
| 19 | Operational risk | 945,703 | 972,392 | 75,656 | 77,791 |
| 20 | of Which: Basic Indicator Approach (BIA) | 209,208 | 191,747 | 16,736 | 15,339 |
| 21 | of Which: The Standardised Approach (TSA) | — | — | — | — |
| 22 | of Which: Advanced Measurement Approach (AMA) | 736,495 | 780,645 | 58,919 | 62,451 |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 620,460 | 413,988 | 52,615 | 35,106 |
| | Amounts included under transitional arrangements | — | — | — | — |
| 24 | Floor adjustment | — | — | — | — |
| 25 | Total (after applying scaling factor) | ¥ 20,135,316 | ¥ 20,243,399 | ¥ 1,610,825 | ¥ 1,619,471 |

Note: Total risk-weighted assets of Template No.25 are only applied scaling factor.

LI1: Differences between accounting and regulatory scopes of consolidation and mapping of consolidated financial statement categories with regulatory risk categories

| LI1 | Millions of Yen | | | | | | |
|---|---|---|---|--------------------------|---|---------------------|--|
| | March 31, 2022 | | | | | | |
| | a | b | c | d | e | f | g |
| | Carrying values of items | | | | | | |
| | Carrying values as reported in published consolidated financial statement | Carrying values under scope of regulatory consolidation | Credit risk (excluding amounts relevant to columns d and e) | Counterparty credit risk | Securitisation (excluding amounts relevant to column f) | Market risk | Items not subject to capital requirements or subject to deduction from capital |
| Assets: | | | | | | | |
| Cash and Due from Banks | ¥ 18,223,364 | ¥ 18,223,364 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 5,000 | 5,000 | — | — | — | — | — |
| Receivables under Resale Agreements | 150,741 | — | 150,741 | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 652,534 | — | 652,534 | — | — | — | — |
| Monetary Claims Bought | 854,093 | 749,019 | — | 105,073 | — | — | — |
| Trading Assets | 967,565 | — | 954,747 | — | 967,565 | — | — |
| Money Held in Trust | 16,308 | 16,308 | — | — | — | — | — |
| Securities | 7,879,235 | 7,281,068 | — | 598,136 | — | — | 29 |
| Loans and Bills Discounted | 30,876,507 | 30,511,438 | — | 365,069 | — | — | — |
| Foreign Exchanges | 29,494 | 29,494 | — | — | — | — | — |
| Lease Receivables and Investment Assets | 688,141 | 688,141 | — | — | — | — | — |
| Other Assets | 3,354,333 | 168,380 | 2,555,498 | 1,570 | 1,500,703 | 628,884 | — |
| Tangible Fixed Assets | 224,535 | 224,535 | — | — | — | — | — |
| Intangible Fixed Assets | 125,667 | 29,133 | — | — | — | — | 96,534 |
| Assets for Retirement Benefits | 192,223 | 58,872 | — | — | — | — | 133,350 |
| Deferred Tax Assets | 15,613 | 14,960 | — | — | — | — | 653 |
| Customers' Liabilities for Acceptances and Guarantees | 541,228 | 541,228 | — | — | — | — | — |
| Allowance for Loan Losses | (163,369) | (163,369) | — | — | — | — | — |
| Total Assets | ¥ 64,633,220 | ¥ 58,377,576 | ¥ 4,313,523 | ¥ 1,069,850 | ¥ 2,468,269 | ¥ 859,452 | |
| Liabilities: | | | | | | | |
| Deposits | ¥ 33,230,162 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 33,230,162 |
| Negotiable Certificates of Deposit | 6,587,944 | — | — | — | — | — | 6,587,944 |
| Call Money and Bills Sold | 799,524 | — | — | — | — | — | 799,524 |
| Payables under Repurchase Agreements | 1,485,033 | — | 1,485,033 | — | — | — | — |
| Trading Liabilities | 906,686 | — | 906,686 | — | 906,686 | — | — |
| Borrowed Money | 7,153,498 | — | — | — | — | — | 7,153,498 |
| Foreign Exchanges | 1,275 | — | — | — | — | — | 1,275 |
| Short-Term Bonds Payable | 2,387,553 | — | — | — | — | — | 2,387,553 |
| Bonds Payable | 2,076,604 | — | — | — | — | — | 2,076,604 |
| Borrowed Money from Trust Account | 4,298,827 | — | — | — | — | — | 4,298,827 |
| Other Liabilities | 2,312,326 | — | 1,735,568 | — | 1,574,196 | 576,758 | — |
| Provision for Bonuses | 21,087 | — | — | — | — | — | 21,087 |
| Provision for Directors' Bonuses | 181 | — | — | — | — | — | 181 |
| Provision for Stocks Payment | 732 | — | — | — | — | — | 732 |
| Liabilities for Retirement Benefits | 13,553 | — | — | — | — | — | 13,553 |
| Provision for Reward Points Program | 19,965 | — | — | — | — | — | 19,965 |
| Provision for Reimbursement of Deposits | 3,626 | — | — | — | — | — | 3,626 |
| Provision for Contingent Losses | 1,649 | — | — | — | — | — | 1,649 |
| Deferred Tax Liabilities | 44,081 | — | — | — | — | — | 44,081 |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | — | — | — | — | — | 2,388 |
| Acceptances and Guarantees | 541,228 | — | — | — | — | — | 541,228 |
| Total Liabilities | ¥ 61,887,931 | ¥ — | ¥ 4,127,288 | ¥ — | ¥ 2,480,883 | ¥ 57,760,642 | |

Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the sum of amounts in Columns a and b is not equal to the sum of amounts in Columns c to g.
2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.

| LI1 | Millions of Yen | | | | | | |
|---|---|---|---|--------------------------|---|---------------------|--|
| | March 31, 2021 | | | | | | |
| | a | b | c | d | e | f | g |
| | Carrying values of items | | | | | | |
| | Carrying values as reported in published consolidated financial statement | Carrying values under scope of regulatory consolidation | Credit risk (excluding amounts relevant to columns d and e) | Counterparty credit risk | Securitisation (excluding amounts relevant to column f) | Market risk | Items not subject to capital requirements or subject to deduction from capital |
| Assets: | | | | | | | |
| Cash and Due from Banks | ¥ 18,488,763 | ¥ 18,488,763 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 8,766 | 8,766 | — | — | — | — | — |
| Receivables under Resale Agreements | 160,268 | — | 160,268 | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 727,689 | — | 727,689 | — | — | — | — |
| Monetary Claims Bought | 892,309 | 807,105 | — | 85,203 | — | — | — |
| Trading Assets | 962,849 | — | 918,327 | — | 962,849 | — | — |
| Money Held in Trust | 12,223 | 12,223 | — | — | — | — | — |
| Securities | 6,983,483 | 6,449,529 | — | 533,950 | — | — | 3 |
| Loans and Bills Discounted | 30,506,968 | 30,123,331 | — | 383,636 | — | — | — |
| Foreign Exchanges | 25,396 | 25,396 | — | — | — | — | — |
| Lease Receivables and Investment Assets | 695,172 | 695,172 | — | — | — | — | — |
| Other Assets | 2,936,013 | 407,791 | 2,172,753 | 1,668 | 1,296,876 | 353,799 | — |
| Tangible Fixed Assets | 228,180 | 228,180 | — | — | — | — | — |
| Intangible Fixed Assets | 112,303 | 22,644 | — | — | — | — | 89,659 |
| Assets for Retirement Benefits | 231,165 | 70,796 | — | — | — | — | 160,369 |
| Deferred Tax Assets | 14,459 | 14,286 | — | — | — | — | 172 |
| Customers' Liabilities for Acceptances and Guarantees | 511,782 | 511,782 | — | — | — | — | — |
| Allowance for Loan Losses | (129,223) | (129,223) | — | — | — | — | — |
| Total Assets | ¥ 63,368,573 | ¥ 57,736,547 | ¥ 3,979,039 | ¥ 1,004,459 | ¥ 2,259,726 | ¥ 604,004 | |
| Liabilities: | | | | | | | |
| Deposits | ¥ 33,467,678 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 33,467,678 |
| Negotiable Certificates of Deposit | 7,160,594 | — | — | — | — | — | 7,160,594 |
| Call Money and Bills Sold | 60,675 | — | — | — | — | — | 60,675 |
| Payables under Repurchase Agreements | 1,628,440 | — | 1,628,440 | — | — | — | — |
| Trading Liabilities | 850,660 | — | 850,660 | — | 850,660 | — | — |
| Borrowed Money | 5,782,602 | — | — | — | — | — | 5,782,602 |
| Foreign Exchanges | 577 | — | — | — | — | — | 577 |
| Short-Term Bonds Payable | 2,545,049 | — | — | — | — | — | 2,545,049 |
| Bonds Payable | 1,545,605 | — | — | — | — | — | 1,545,605 |
| Borrowed Money from Trust Account | 4,915,208 | — | — | — | — | — | 4,915,208 |
| Other Liabilities | 2,035,474 | — | 1,472,307 | — | 1,340,950 | 563,166 | — |
| Provision for Bonuses | 18,460 | — | — | — | — | — | 18,460 |
| Provision for Directors' Bonuses | 219 | — | — | — | — | — | 219 |
| Provision for Stocks Payment | 532 | — | — | — | — | — | 532 |
| Liabilities for Retirement Benefits | 13,752 | — | — | — | — | — | 13,752 |
| Provision for Reward Points Program | 18,945 | — | — | — | — | — | 18,945 |
| Provision for Reimbursement of Deposits | 4,138 | — | — | — | — | — | 4,138 |
| Provision for Contingent Losses | 1,633 | — | — | — | — | — | 1,633 |
| Deferred Tax Liabilities | 81,594 | — | — | — | — | — | 81,594 |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | — | — | — | — | — | 2,388 |
| Acceptances and Guarantees | 511,782 | — | — | — | — | — | 511,782 |
| Total Liabilities | ¥ 60,646,016 | ¥ — | ¥ 3,951,408 | ¥ — | ¥ 2,191,610 | ¥ 56,694,608 | |

Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the sum of amounts in Columns a and b is not equal to the sum of amounts in Columns c to g.

2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.

3. Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

LI2: Main sources of differences between regulatory exposure amounts and carrying values in financial statements

| LI2 | | Millions of Yen | | | | |
|----------|---|-----------------|---|--------------------------|---|-------------|
| | | March 31, 2022 | | | | |
| | | a | b | c | d | e |
| Item No. | | Total | Items subject to: | | | Market risk |
| | | | Credit risk (excluding amounts relevant to columns c and d) | Counterparty credit risk | Securitisation (excluding amounts relevant to column e) | |
| 1 | Asset carrying value amount under scope of regulatory consolidation | ¥ 63,773,767 | ¥ 58,377,576 | ¥ 4,313,523 | ¥ 1,069,850 | ¥ 2,468,269 |
| 2 | Liabilities carrying value amount under scope of regulatory consolidation | 4,127,288 | — | 4,127,288 | — | 2,480,883 |
| 3 | Total net amount under regulatory scope of consolidation | 59,646,479 | 58,377,576 | 186,234 | 1,069,850 | (12,614) |
| 4 | Off-balance sheet amounts | 4,264,429 | 3,930,312 | — | 334,117 | — |
| 5 | Differences due to netting, the exposure calculation method, etc. | 2,783,618 | — | 2,877,909 | — | (94,291) |
| 6 | Differences due to consideration of allowances and write-offs | 30,373 | 30,373 | — | — | — |
| 7 | Other | 56,165 | 56,165 | — | — | — |
| 8 | Regulatory exposure amounts | 66,781,066 | 62,394,428 | 3,064,143 | 1,403,967 | (106,905) |

Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the amount in Column a is not equal to the sum of amounts in Columns b to e, for Item No. 1, 2, 3, and 8.

2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.

3. The major factors in the difference between the amount of exposure in the capital regulatory standards and the amount posted in the consolidated balance sheet for each risk category are as follows:

- Credit Risk and Securitisation Exposures: Differences due to off-balance sheet amounts, consideration of allowances and write-offs, and other adjustments such as deferred tax assets (temporary differences)
- Counterparty credit risk: Difference due to netting, the application of the credit risk mitigation techniques, and the application of the Current Exposure Method to the exposure calculation method
- Market risk: Difference due to netting, etc.

| Item No. | LI2 | Millions of Yen | | | | |
|----------|---|-------------------|--|-----------------------------|---|----------------|
| | | March 31, 2021 | | | | |
| | | a | b | c | d | e |
| | | Items subject to: | | | | |
| | | Total | Credit risk (excluding amounts relevant to columns c and d) | Counterparty credit risk | Securitisation (excluding amounts relevant to column e) | Market risk |
| 1 | Asset carrying value amount under scope of regulatory consolidation | ¥ 62,764,568 | ¥ 57,736,547 | ¥ 3,979,039 | ¥ 1,004,459 | ¥ 2,259,726 |
| 2 | Liabilities carrying value amount under scope of regulatory consolidation | 3,951,408 | — | 3,951,408 | — | 2,191,610 |
| 3 | Total net amount under regulatory scope of consolidation | 58,813,160 | 57,736,547 | 27,631 | 1,004,459 | 68,115 |
| 4 | Off-balance sheet amounts | 4,529,256 | 4,280,797 | — | 248,459 | — |
| 5 | Differences due to netting, the exposure calculation method, etc. | 2,371,285 | — | 2,687,820 | — | (316,535) |
| 6 | Differences due to consideration of allowances and write-offs | 36,982 | 36,982 | — | — | — |
| 7 | Regulatory exposure amounts | 65,750,685 | 62,054,328 | 2,715,451 | 1,252,918 | (248,419) |

- Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the amount in Column a is not equal to the sum of amounts in Columns b to e, for Item No. 1, 2, 3, and 7.
2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.
3. The major factors in the difference between the amount of exposure in the capital regulatory standards and the amount posted in the consolidated balance sheet for each risk category are as follows:
- Credit Risk and Securitisation Exposures: Differences due to off-balance sheet amounts and differences due to consideration of allowances and write-offs
 - Counterparty credit risk: Difference due to netting, the application of the credit risk mitigation techniques, and the application of the Current Exposure Method to the exposure calculation method
 - Market risk: Difference due to netting, etc.
4. Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

CR1: Credit quality of assets

| CR1 Item No. | | Millions of Yen | | | |
|--------------------------|---|--------------------------|--------------|------------|--------------------|
| | | March 31, 2022 | | | |
| | | a | b | c | d |
| | | Gross carrying values of | | Allowances | Net values (a+b-c) |
| Defaulted exposures | Non-defaulted exposures | | | | |
| On-balance sheet assets | | | | | |
| 1 | Loans and Bills Discounted | ¥ 227,989 | ¥ 30,269,561 | ¥ 147,852 | ¥ 30,349,699 |
| 2 | Debt Securities | 749 | 4,663,271 | — | 4,664,020 |
| 3 | Other on-balance sheet assets (debt-based assets) | 16,124 | 19,822,885 | 14,630 | 19,824,380 |
| 4 | Total on-balance sheet assets (1+2+3) | 244,863 | 54,755,718 | 162,482 | 54,838,099 |
| Off-balance sheet assets | | | | | |
| 5 | Acceptances and Guarantees, etc. | 143 | 541,084 | 886 | 540,341 |
| 6 | Commitments, etc. | 1,367 | 4,328,591 | 1,649 | 4,328,309 |
| 7 | Total off-balance sheet assets (5+6) | 1,510 | 4,869,676 | 2,536 | 4,868,651 |
| Total | | | | | |
| 8 | Total (4+7) | ¥ 246,374 | ¥ 59,625,395 | ¥ 165,019 | ¥ 59,706,751 |

Note: The aggregate calculation on this statement does not include counterparty credit risk, the credit risk related to securitisation transactions, or the credit risk related to funds.

| CR1 Item No. | | Millions of Yen | | | |
|--------------------------|---|--------------------------|--------------|------------|--------------------|
| | | March 31, 2021 | | | |
| | | a | b | c | d |
| | | Gross carrying values of | | Allowances | Net values (a+b-c) |
| Defaulted exposures | Non-defaulted exposures | | | | |
| On-balance sheet assets | | | | | |
| 1 | Loans and Bills Discounted | ¥ 143,700 | ¥ 29,962,652 | ¥ 113,277 | ¥ 29,993,075 |
| 2 | Debt Securities | 761 | 3,657,103 | — | 3,657,864 |
| 3 | Other on-balance sheet assets (debt-based assets) | 16,811 | 20,082,537 | 14,961 | 20,084,388 |
| 4 | Total on-balance sheet assets (1+2+3) | 161,273 | 53,702,294 | 128,238 | 53,735,328 |
| Off-balance sheet assets | | | | | |
| 5 | Acceptances and Guarantees, etc. | 157 | 511,624 | 985 | 510,797 |
| 6 | Commitments, etc. | 2,323 | 5,037,694 | 1,633 | 5,038,384 |
| 7 | Total off-balance sheet assets (5+6) | 2,481 | 5,549,319 | 2,619 | 5,549,181 |
| Total | | | | | |
| 8 | Total (4+7) | ¥ 163,754 | ¥ 59,251,613 | ¥ 130,857 | ¥ 59,284,510 |

Note: The aggregate calculation on this statement does not include counterparty credit risk, the credit risk related to securitisation transactions, or the credit risk related to funds.

CR2: Changes in stock of defaulted loans and debt securities

| CR2 Item No. | | Millions of Yen |
|--------------------|--|--|
| | | March 31, 2022 |
| | | Amounts |
| 1 | Stock of defaulted loans and debt securities at the end of the previous fiscal year | ¥ 161,273 |
| 2 | Of which: Newly defaulted | 131,922 |
| 3 | Changes in stock of loans and debt securities | Of which: Returning to non-defaulted status 10,117 |
| 4 | for each factor during the fiscal year | Of which: Written-offs 10,962 |
| 5 | Of which: Other factors | (27,251) |
| 6 | Stock of defaulted loans and debt securities at the end of the fiscal year (1+2-3-4+5) | 244,863 |

Notes: 1. The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

2. The main factor for the item 5. "Of which: Other factors" is the stock decrease caused by the collection of defaulted exposures.

| CR2 Item No. | | Millions of Yen |
|--------------------|--|--|
| | | March 31, 2021 |
| | | Amounts |
| 1 | Stock of defaulted loans and debt securities at the end of the previous fiscal year | ¥ 143,609 |
| 2 | Of which: Newly defaulted | 57,773 |
| 3 | Changes in stock of loans and debt securities | Of which: Returning to non-defaulted status 11,918 |
| 4 | for each factor during the fiscal year | Of which: Written-offs 11,530 |
| 5 | Of which: Other factors | (16,661) |
| 6 | Stock of defaulted loans and debt securities at the end of the fiscal year (1+2-3-4+5) | 161,273 |

Notes: 1. The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

2. The main factor for the item 5. "Of which: Other factors" is the stock decrease caused by the collection of defaulted exposures.

CR3: Credit risk mitigation techniques (CRM) – overview

| CR3 Item No. | | Millions of Yen | | | | |
|--------------------|---|---------------------|-------------------|---------------------------------|---|---|
| | | March 31, 2022 | | | | |
| | | a | b | c | d | e |
| | | Exposures unsecured | Exposures secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| 1 | Loans and Bills Discounted | ¥ 29,144,608 | ¥ 1,205,090 | ¥ 336,640 | ¥ 164,745 | ¥ — |
| 2 | Debt Securities | 4,645,034 | 18,986 | — | 18,900 | — |
| 3 | Other on-balance sheet assets (debt-based assets) | 19,824,285 | 94 | 91 | 3 | — |
| 4 | Total (1+2+3) | ¥ 53,613,928 | ¥ 1,224,171 | ¥ 336,731 | ¥ 183,648 | ¥ — |
| 5 | Of which defaulted | 161,567 | 5,861 | 4,555 | — | — |

| CR3 Item No. | | Millions of Yen | | | | |
|--------------------|---|---------------------|-------------------|---------------------------------|---|---|
| | | March 31, 2021 | | | | |
| | | a | b | c | d | e |
| | | Exposures unsecured | Exposures secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| 1 | Loans and Bills Discounted | ¥ 29,344,915 | ¥ 648,159 | ¥ 294,113 | ¥ 181,098 | ¥ — |
| 2 | Debt Securities | 3,626,036 | 31,828 | — | 31,500 | — |
| 3 | Other on-balance sheet assets (debt-based assets) | 20,084,034 | 353 | 181 | 171 | — |
| 4 | Total (1+2+3) | ¥ 53,054,986 | ¥ 680,342 | ¥ 294,294 | ¥ 212,769 | ¥ — |
| 5 | Of which defaulted | 127,803 | 6,038 | 4,791 | — | — |

CR4: Standardised approach – Credit risk exposure and Credit risk mitigation (CRM) effects

| CR4 | | Millions of Yen, % | | | | | | | | | | | |
|----------|--|-------------------------------|---------|--------------------------|---------|---------------------------------|---------|--------------------------|--------|-------------------|---------|-------------|--|
| | | March 31, 2022 | | | | | | | | | | | |
| | | a | | b | | c | | d | | e | | f | |
| | | Exposures pre-CCF and pre-CRM | | | | Exposures post-CCF and post-CRM | | | | Credit RWA amount | | RWA density | |
| Item No. | Asset classes | On-balance sheet amount | | Off-balance sheet amount | | On-balance sheet amount | | Off-balance sheet amount | | Credit RWA amount | | RWA density | |
| 1 | Cash | ¥ | 36 | ¥ | — | ¥ | 36 | ¥ | — | ¥ | — | —% | |
| 2 | Government of Japan and Bank of Japan (BOJ) | 60 | | — | | 60 | | — | | — | | — | |
| 3 | Foreign central governments and foreign central banks | 272,010 | | — | | 272,010 | | — | | 17,736 | | 6.52 | |
| 4 | Bank for International Settlements, etc. | — | | — | | — | | — | | — | | — | |
| 5 | Local governments of Japan | 12 | | — | | 12 | | — | | — | | — | |
| 6 | Foreign non-central government public sector entities (PSEs) | 14,108 | | — | | 14,108 | | — | | 13,964 | | 98.97 | |
| 7 | Multilateral development banks (MDBs) | — | | — | | — | | — | | — | | — | |
| 8 | Japan Finance Organization for Municipalities (JFM) | — | | — | | — | | — | | — | | — | |
| 9 | Government-affiliated agencies of Japan | — | | — | | — | | — | | — | | — | |
| 10 | The three local public corporations | — | | — | | — | | — | | — | | — | |
| 11 | Financial institutions and type I financial instruments business operators | 241,904 | | — | | 241,904 | | — | | 87,845 | | 36.31 | |
| 12 | Corporates, etc. | 279,320 | | 135,587 | | 279,320 | | 12,053 | | 291,273 | | 99.96 | |
| 13 | SMEs, etc. and individuals | — | | — | | — | | — | | — | | — | |
| 14 | Residential mortgage loans | — | | — | | — | | — | | — | | — | |
| 15 | Real estate acquisition activities, etc. | — | | — | | — | | — | | — | | — | |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | 0 | | — | | 0 | | — | | 0 | | 146.97 | |
| 17 | Past due loans for three months or more (residential mortgage loans) | — | | — | | — | | — | | — | | — | |
| 18 | Uncollected notes | — | | — | | — | | — | | — | | — | |
| 19 | Guaranteed by credit guarantee corporations, etc. | — | | — | | — | | — | | — | | — | |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | — | | — | | — | | — | | — | | — | |
| 21 | Investments, etc. (excluding significant investments) | — | | — | | — | | — | | — | | — | |
| 22 | Total | ¥ | 807,453 | ¥ | 135,587 | ¥ | 807,453 | ¥ | 12,053 | ¥ | 410,820 | 50.13% | |

| CR4 | | Millions of Yen, % | | | | | |
|----------|--|-------------------------------|--------------------------|---------------------------------|--------------------------|-------------------|-------------|
| Item No. | Asset classes | March 31, 2021 | | | | | |
| | | a | | b | | c | |
| | | Exposures pre-CCF and pre-CRM | | Exposures post-CCF and post-CRM | | Credit RWA amount | |
| | | On-balance sheet amount | Off-balance sheet amount | On-balance sheet amount | Off-balance sheet amount | | RWA density |
| 1 | Cash | ¥ 14 | ¥ — | ¥ 14 | ¥ — | ¥ — | —% |
| 2 | Government of Japan and Bank of Japan (BOJ) | 60 | — | 60 | — | — | — |
| 3 | Foreign central governments and foreign central banks | 338,001 | — | 338,001 | — | 35,594 | 10.53 |
| 4 | Bank for International Settlements, etc. | — | — | — | — | — | — |
| 5 | Local governments of Japan | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | 65 | — | 65 | — | 34 | 52.18 |
| 7 | Multilateral development banks (MDBs) | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | — | — | — | — | — | — |
| 10 | The three local public corporations | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | 229,068 | — | 229,068 | — | 119,764 | 52.28 |
| 12 | Corporates, etc. | 191,878 | 282,315 | 191,878 | 22,975 | 214,731 | 99.94 |
| 13 | SMEs, etc. and individuals | — | — | — | — | — | — |
| 14 | Residential mortgage loans | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | 0 | — | 0 | — | 1 | 150.00 |
| 17 | Past due loans for three months or more (residential mortgage loans) | — | — | — | — | — | — |
| 18 | Uncollected notes | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | — | — | — | — | — | — |
| 22 | Total | ¥ 759,086 | ¥ 282,315 | ¥ 759,086 | ¥ 22,975 | ¥ 370,124 | 47.33% |

CR5: Standardised approach – Exposures by asset classes and risk weights

| CR5 | | Millions of Yen | | | | | | | | | | | |
|----------|--|-----------------|--|-----|-----------|-----|----------|-----|-----------|------|------|--------|-----------|
| | | March 31, 2022 | | | | | | | | | | | |
| Item No. | Asset classes | Risk weight | a | b | c | d | e | f | g | h | i | j | k |
| | | | Credit risk exposure amounts (post-CCF and post-CRM) | | | | | | | | | | |
| | | | 0% | 10% | 20% | 35% | 50% | 75% | 100% | 150% | 250% | 1,250% | Total |
| 1 | Cash | ¥ | 36 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | 36 |
| 2 | Government of Japan and Bank of Japan (BOJ) | | 60 | — | — | — | — | — | — | — | — | — | 60 |
| 3 | Foreign central governments and foreign central banks | | 236,538 | — | — | — | 35,472 | — | — | — | — | — | 272,010 |
| 4 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 5 | Local governments of Japan | | 12 | — | — | — | — | — | — | — | — | — | 12 |
| 6 | Foreign non-central government public sector entities (PSEs) | | — | — | 147 | — | 51 | — | 13,909 | — | — | — | 14,108 |
| 7 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 10 | The three local public corporations | | — | — | — | — | — | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | | — | — | 187,518 | — | 8,089 | — | 46,297 | — | — | — | 241,904 |
| 12 | Corporates, etc. | | — | — | — | — | 201 | — | 291,172 | — | — | — | 291,373 |
| 13 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — | — | — |
| 14 | Residential mortgage loans | | — | — | — | — | — | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | | — | — | — | — | 0 | — | — | 0 | — | — | 0 |
| 17 | Past due loans for three months or more (residential mortgage loans) | | — | — | — | — | — | — | — | — | — | — | — |
| 18 | Uncollected notes | | — | — | — | — | — | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | | — | — | — | — | — | — | — | — | — | — | — |
| 22 | Total | ¥ | 236,646 | ¥ — | ¥ 187,666 | ¥ — | ¥ 43,814 | ¥ — | ¥ 351,379 | ¥ 0 | ¥ — | ¥ — | ¥ 819,506 |

| CR5 | | Millions of Yen | | | | | | | | | | | |
|----------|--|-----------------|--|-----|-----------|-----|----------|-----|-----------|------|------|--------|-----------|
| | | March 31, 2021 | | | | | | | | | | | |
| Item No. | Asset classes | Risk weight | Credit risk exposure amounts (post-CCF and post-CRM) | | | | | | | | | | |
| | | | a | b | c | d | e | f | g | h | i | j | k |
| | | | 0% | 10% | 20% | 35% | 50% | 75% | 100% | 150% | 250% | 1,250% | Total |
| 1 | Cash | ¥ | 14 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | 14 |
| 2 | Government of Japan and Bank of Japan (BOJ) | | 60 | — | — | — | — | — | — | — | — | — | 60 |
| 3 | Foreign central governments and foreign central banks | | 266,923 | — | — | — | 70,967 | — | 111 | — | — | — | 338,001 |
| 4 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 5 | Local governments of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | | — | — | 15 | — | 39 | — | 12 | — | — | — | 65 |
| 7 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 10 | The three local public corporations | | — | — | — | — | — | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | | — | — | 135,773 | — | 1,370 | — | 91,924 | — | — | — | 229,068 |
| 12 | Corporates, etc. | | — | — | — | — | 245 | — | 214,609 | — | — | — | 214,853 |
| 13 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — | — | — |
| 14 | Residential mortgage loans | | — | — | — | — | — | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | | — | — | — | — | — | — | — | 0 | — | — | 0 |
| 17 | Past due loans for three months or more (residential mortgage loans) | | — | — | — | — | — | — | — | — | — | — | — |
| 18 | Uncollected notes | | — | — | — | — | — | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | | — | — | — | — | — | — | — | — | — | — | — |
| 22 | Total | ¥ | 266,997 | ¥ — | ¥ 135,788 | ¥ — | ¥ 72,621 | ¥ — | ¥ 306,655 | ¥ 0 | ¥ — | ¥ — | ¥ 782,062 |

CR6: IRB – Credit risk exposures by portfolio and PD range

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|------|---------------------|
| Item No. | PD scale | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Sovereign exposures (Advanced Internal Ratings-Based Approach (AIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 3,587,234 | ¥ 33 | 75.00% | ¥ 3,602,414 | 0.00% | 0.0 | 32.09% | 1.9 | ¥ 27,695 | 0.76% | ¥ 16 | |
| 2 | 0.15 to < 0.25 | 2,223 | — | — | 385 | 0.20 | 0.0 | 31.83 | 2.6 | 125 | 32.41 | 0 | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 3,589,457 | 33 | 75.00 | 3,602,800 | 0.00 | 0.0 | 32.09 | 1.9 | 27,820 | 0.77 | 16 | ¥ 44 |
| Sovereign exposures (Foundation Internal Ratings-Based Approach (FIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 18,540,535 | 122,103 | 75.34 | 18,651,439 | 0.00 | 0.1 | 44.99 | 1.0 | 101,782 | 0.54 | 123 | |
| 2 | 0.15 to < 0.25 | 0 | — | — | 0 | 0.20 | 0.0 | 45.00 | 1.0 | 0 | 30.44 | 0 | |
| 3 | 0.25 to < 0.50 | 21,628 | 0 | 75.00 | 12,728 | 0.29 | 0.0 | 45.00 | 3.0 | 8,750 | 68.74 | 16 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | 10,082 | — | — | 82 | 35.80 | 0.0 | 45.00 | 1.0 | 213 | 258.11 | 13 | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 18,572,246 | 122,103 | 75.34 | 18,664,250 | 0.00 | 0.1 | 44.99 | 1.0 | 110,746 | 0.59 | 154 | 185 |
| Financial Institution exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 512,156 | 8,500 | 100.00 | 534,878 | 0.05 | 0.0 | 31.10 | 2.8 | 106,014 | 19.82 | 88 | |
| 2 | 0.15 to < 0.25 | 51,000 | 9,000 | 75.00 | 57,750 | 0.20 | 0.0 | 32.10 | 1.3 | 13,788 | 23.87 | 37 | |
| 3 | 0.25 to < 0.50 | 8,800 | 7,575 | 86.79 | 15,375 | 0.49 | 0.0 | 32.10 | 1.0 | 5,762 | 37.48 | 24 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 6,277 | 1,996 | 91.28 | 8,099 | 1.43 | 0.0 | 30.58 | 1.4 | 4,803 | 59.31 | 34 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 578,233 | 27,071 | 87.35 | 616,102 | 0.09 | 0.0 | 31.21 | 2.6 | 130,368 | 21.16 | 185 | 343 |
| Financial Institution exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 158,235 | 113,103 | 75.00 | 243,063 | 0.05 | 0.0 | 48.01 | 1.3 | 52,966 | 21.79 | 70 | |
| 2 | 0.15 to < 0.25 | 1,729 | — | — | 1,729 | 0.20 | 0.0 | 71.02 | 2.3 | 1,180 | 68.25 | 2 | |
| 3 | 0.25 to < 0.50 | 22,314 | — | — | 22,314 | 0.27 | 0.0 | 58.44 | 1.5 | 14,312 | 64.14 | 36 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 3,167 | — | — | 3,167 | 1.76 | 0.0 | 45.00 | 3.8 | 4,206 | 132.80 | 25 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 185,447 | 113,103 | 75.00 | 270,274 | 0.09 | 0.0 | 48.98 | 1.3 | 72,665 | 26.88 | 134 | 61 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|---------|---------------------|
| | | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| Item No. | PD scale | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Corporate exposures (excluding SME exposures and specialised lending) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 7,149,077 | ¥ 2,801,193 | 76.04% | ¥ 9,339,244 | 0.07% | 0.6 | 31.42% | 2.5 | ¥ 1,713,083 | 18.34% | ¥ 2,268 | |
| 2 | 0.15 to < 0.25 | 1,722,211 | 466,183 | 75.89 | 2,044,349 | 0.20 | 0.3 | 30.61 | 2.1 | 597,443 | 29.22 | 1,278 | |
| 3 | 0.25 to < 0.50 | 2,267,134 | 500,491 | 72.10 | 2,629,361 | 0.38 | 1.1 | 30.20 | 2.2 | 1,049,116 | 39.90 | 2,997 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 998,803 | 202,761 | 70.49 | 1,099,367 | 1.58 | 0.7 | 28.36 | 2.2 | 717,185 | 65.23 | 4,930 | |
| 6 | 2.50 to < 10.00 | 66,860 | 11,808 | 79.03 | 78,106 | 7.07 | 0.0 | 24.74 | 1.7 | 67,830 | 86.84 | 1,345 | |
| 7 | 10.00 to < 100.00 | 7,590 | 234 | 75.00 | 6,067 | 18.41 | 0.0 | 23.85 | 2.2 | 7,265 | 119.75 | 266 | |
| 8 | 100.00 (Default) | 122,147 | — | — | 127,932 | 100.00 | 0.0 | 32.09 | 1.0 | 52,602 | 41.11 | 36,851 | |
| 9 | Sub-total | 12,333,824 | 3,982,671 | 75.25 | 15,324,428 | 1.13 | 3.0 | 30.85 | 2.3 | 4,204,527 | 27.43 | 49,938 | ¥106,738 |
| Corporate exposures (excluding SME exposures and specialised lending) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 839,060 | 121,671 | 78.78 | 939,667 | 0.07 | 0.8 | 52.29 | 2.8 | 323,649 | 34.44 | 366 | |
| 2 | 0.15 to < 0.25 | 45,696 | 66,740 | 100.00 | 112,581 | 0.20 | 0.3 | 54.03 | 2.2 | 67,955 | 60.36 | 124 | |
| 3 | 0.25 to < 0.50 | 501,230 | 65,356 | 74.16 | 548,835 | 0.33 | 1.3 | 46.32 | 2.7 | 350,565 | 63.87 | 820 | |
| 4 | 0.50 to < 0.75 | 88,007 | 13,159 | 75.00 | 97,877 | 0.62 | 0.0 | 45.00 | 3.7 | 93,440 | 95.46 | 276 | |
| 5 | 0.75 to < 2.50 | 375,270 | 21,737 | 75.53 | 391,737 | 1.44 | 1.3 | 44.12 | 3.7 | 473,425 | 120.85 | 2,503 | |
| 6 | 2.50 to < 10.00 | 116,417 | 2,218 | 78.30 | 118,270 | 5.36 | 0.2 | 44.35 | 4.1 | 202,528 | 171.24 | 2,816 | |
| 7 | 10.00 to < 100.00 | 71,076 | — | — | 71,077 | 30.21 | 0.0 | 44.99 | 3.8 | 190,956 | 268.65 | 9,662 | |
| 8 | 100.00 (Default) | 31,604 | 896 | 96.65 | 37,803 | 100.00 | 0.0 | 44.51 | 1.0 | 0 | 0.00 | 16,830 | |
| 9 | Sub-total | 2,068,364 | 291,779 | 82.24 | 2,317,850 | 3.22 | 4.2 | 48.52 | 3.0 | 1,702,520 | 73.45 | 33,398 | 18,463 |
| SME exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 55,704 | 582 | 75.00 | 54,187 | 0.12 | 0.0 | 30.59 | 2.2 | 11,006 | 20.31 | 20 | |
| 2 | 0.15 to < 0.25 | 102,593 | — | — | 96,153 | 0.20 | 0.0 | 30.14 | 3.2 | 28,887 | 30.04 | 59 | |
| 3 | 0.25 to < 0.50 | 85,649 | 7,119 | 90.09 | 89,560 | 0.41 | 0.0 | 24.74 | 2.8 | 27,195 | 30.36 | 88 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 111,412 | 18,255 | 76.77 | 122,834 | 1.59 | 0.1 | 21.85 | 2.7 | 56,253 | 45.79 | 418 | |
| 6 | 2.50 to < 10.00 | 6,530 | 111 | 77.53 | 6,616 | 7.34 | 0.0 | 20.54 | 1.5 | 3,898 | 58.91 | 102 | |
| 7 | 10.00 to < 100.00 | 1,292 | — | — | 1,292 | 18.41 | 0.0 | 22.32 | 2.8 | 1,281 | 99.16 | 53 | |
| 8 | 100.00 (Default) | 1,277 | — | — | 1,306 | 100.00 | 0.0 | 21.50 | 1.0 | 349 | 26.71 | 253 | |
| 9 | Sub-total | 364,460 | 26,068 | 80.37 | 371,950 | 1.24 | 0.3 | 25.94 | 2.8 | 128,873 | 34.64 | 995 | 1,097 |
| SME exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 15 | — | — | 15 | 0.11 | 0.0 | 45.00 | 1.0 | 2 | 18.80 | 0 | |
| 2 | 0.15 to < 0.25 | 45 | — | — | 45 | 0.20 | 0.0 | 45.00 | 1.0 | 12 | 26.98 | 0 | |
| 3 | 0.25 to < 0.50 | 106,414 | 1,412 | 75.00 | 105,982 | 0.48 | 0.6 | 38.22 | 4.6 | 67,536 | 63.72 | 197 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 314,453 | 1,986 | 77.62 | 313,489 | 1.67 | 1.7 | 39.36 | 4.8 | 292,822 | 93.40 | 2,066 | |
| 6 | 2.50 to < 10.00 | 6,748 | — | — | 6,762 | 7.32 | 0.0 | 38.55 | 4.1 | 8,285 | 122.53 | 188 | |
| 7 | 10.00 to < 100.00 | 2,195 | — | — | 2,223 | 18.41 | 0.0 | 45.00 | 1.4 | 4,356 | 195.98 | 184 | |
| 8 | 100.00 (Default) | 5,992 | 0 | 0.00 | 6,184 | 100.00 | 0.0 | 40.10 | 1.0 | 0 | 0.00 | 2,480 | |
| 9 | Sub-total | 435,864 | 3,399 | 76.52 | 434,703 | 2.95 | 2.5 | 39.11 | 4.7 | 373,016 | 85.80 | 5,117 | 405 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|--------|---------------------|
| | | March 31, 2022 | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Specialised lending (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 1,320,005 | ¥ 101,243 | 75.00% | ¥ 1,395,938 | 0.08% | 0.3 | 26.30% | 4.1 | ¥ 312,385 | 22.37% | ¥ 314 | |
| 2 | 0.15 to < 0.25 | 85,887 | 22,114 | 75.00 | 102,472 | 0.20 | 0.0 | 30.80 | 3.8 | 42,750 | 41.71 | 64 | |
| 3 | 0.25 to < 0.50 | 869,979 | 143,937 | 74.99 | 977,920 | 0.33 | 0.2 | 24.34 | 4.3 | 404,129 | 41.32 | 795 | |
| 4 | 0.50 to < 0.75 | 151,786 | 52,471 | 75.18 | 191,238 | 0.64 | 0.0 | 25.07 | 4.3 | 105,239 | 55.03 | 309 | |
| 5 | 0.75 to < 2.50 | 363,252 | 47,578 | 73.65 | 398,295 | 1.48 | 0.0 | 24.74 | 3.4 | 253,091 | 63.54 | 1,467 | |
| 6 | 2.50 to < 10.00 | 99,872 | 55,054 | 73.27 | 140,211 | 3.92 | 0.0 | 23.35 | 3.6 | 110,294 | 78.66 | 1,230 | |
| 7 | 10.00 to < 100.00 | 73,761 | 18,286 | 75.00 | 87,475 | 22.66 | 0.0 | 38.88 | 4.0 | 185,006 | 211.49 | 8,065 | |
| 8 | 100.00 (Default) | 15,398 | 1,331 | 75.00 | 16,401 | 100.00 | 0.0 | 28.29 | 1.0 | 5,570 | 33.96 | 4,195 | |
| 9 | Sub-total | 2,979,942 | 442,016 | 74.65 | 3,309,953 | 1.61 | 0.8 | 25.82 | 4.1 | 1,418,468 | 42.85 | 16,443 | ¥ 5,257 |
| Specialised lending (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,213 | — | — | 1,213 | 0.08 | 0.2 | 45.00 | 1.0 | 197 | 16.26 | 0 | |
| 2 | 0.15 to < 0.25 | 71 | — | — | 71 | 0.20 | 0.0 | 45.00 | 1.0 | 21 | 30.44 | 0 | |
| 3 | 0.25 to < 0.50 | 1,371 | — | — | 1,371 | 0.32 | 0.1 | 45.00 | 1.0 | 557 | 40.62 | 2 | |
| 4 | 0.50 to < 0.75 | 270 | — | — | 270 | 0.63 | 0.0 | 45.00 | 1.0 | 159 | 59.19 | 0 | |
| 5 | 0.75 to < 2.50 | 550 | — | — | 550 | 1.44 | 0.0 | 45.00 | 1.0 | 461 | 83.78 | 3 | |
| 6 | 2.50 to < 10.00 | 78 | — | — | 78 | 3.67 | 0.0 | 45.00 | 1.0 | 91 | 116.67 | 1 | |
| 7 | 10.00 to < 100.00 | 203 | — | — | 203 | 17.87 | 0.0 | 45.00 | 1.0 | 418 | 205.72 | 16 | |
| 8 | 100.00 (Default) | 0 | — | — | 0 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 0 | |
| 9 | Sub-total | 3,759 | — | — | 3,759 | 1.46 | 0.6 | 45.00 | 1.0 | 1,907 | 50.73 | 24 | — |
| Equity exposures (PD/LGD Approach) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,107,433 | — | — | 542,498 | 0.07 | 0.3 | 90.00 | 5.0 | 620,248 | 114.33 | — | |
| 2 | 0.15 to < 0.25 | 121,996 | — | — | 63,349 | 0.20 | 0.1 | 90.00 | 5.0 | 92,740 | 146.39 | — | |
| 3 | 0.25 to < 0.50 | 95,660 | — | — | 52,370 | 0.36 | 0.4 | 90.00 | 5.0 | 95,187 | 181.75 | — | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 36,491 | — | — | 28,959 | 1.79 | 0.2 | 90.00 | 5.0 | 89,227 | 308.10 | — | |
| 6 | 2.50 to < 10.00 | 3,009 | — | — | 2,198 | 6.57 | 0.0 | 90.00 | 5.0 | 9,283 | 422.29 | — | |
| 7 | 10.00 to < 100.00 | 415 | — | — | 415 | 18.41 | 0.0 | 90.00 | 5.0 | 2,560 | 616.26 | — | |
| 8 | 100.00 (Default) | 283 | — | — | 160 | 100.00 | 0.0 | 90.00 | 5.0 | 1,804 | 1,125.00 | — | |
| 9 | Sub-total | 1,365,289 | — | — | 689,953 | 0.23 | 1.1 | 90.00 | 5.0 | 911,053 | 132.04 | — | |
| Purchased receivables for corporates, etc. (default risk) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 12,881 | — | — | 12,881 | 0.10 | 0.0 | 32.10 | 3.3 | 3,531 | 27.41 | 4 | |
| 2 | 0.15 to < 0.25 | 7,000 | — | — | 7,000 | 0.20 | 0.0 | 32.10 | 5.0 | 3,379 | 48.27 | 4 | |
| 3 | 0.25 to < 0.50 | 11,578 | — | — | 11,578 | 0.31 | 0.0 | 32.10 | 2.3 | 4,608 | 39.80 | 11 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 64,425 | — | — | 64,425 | 1.53 | 0.0 | 31.60 | 4.0 | 57,110 | 88.64 | 313 | |
| 6 | 2.50 to < 10.00 | 2,018 | — | — | 2,018 | 7.88 | 0.0 | 32.10 | 3.6 | 2,740 | 135.78 | 51 | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | 2,895 | — | — | 2,895 | 100.00 | 0.0 | 32.10 | 1.0 | 1,190 | 41.12 | 834 | |
| 9 | Sub-total | 100,799 | — | — | 100,799 | 4.07 | 0.0 | 31.78 | 3.7 | 72,560 | 71.98 | 1,219 | 488 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-------|---------------------|--|
| | | March 31, 2022 | | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l | |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions | |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (AIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 4,442 | ¥ — | —% | ¥ 4,442 | 0.12% | 0.0 | 100.00% | 1.0 | ¥ 2,208 | 49.70% | ¥ — | | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 4,442 | — | — | 4,442 | 0.12 | 0.0 | 100.00 | 1.0 | 2,208 | 49.70 | — | ¥ — | |
| Purchased receivables for corporates, etc. (default risk) (FIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 306,276 | 4,019 | 100.00 | 310,295 | 0.06 | 0.2 | 45.00 | 1.0 | 42,010 | 13.53 | 89 | | |
| 2 | 0.15 to < 0.25 | 81,589 | — | — | 81,589 | 0.20 | 0.1 | 45.00 | 1.0 | 25,312 | 31.02 | 75 | | |
| 3 | 0.25 to < 0.50 | 112,416 | 2,892 | 75.00 | 114,585 | 0.37 | 1.0 | 45.00 | 1.1 | 51,756 | 45.16 | 192 | | |
| 4 | 0.50 to < 0.75 | 423 | 2,639 | 75.00 | 2,402 | 0.62 | 0.0 | 45.00 | 4.5 | 2,452 | 102.08 | 6 | | |
| 5 | 0.75 to < 2.50 | 47,170 | — | — | 47,170 | 1.52 | 3.3 | 45.00 | 1.1 | 38,989 | 82.65 | 323 | | |
| 6 | 2.50 to < 10.00 | 4,330 | — | — | 4,330 | 6.56 | 0.5 | 45.00 | 1.0 | 6,384 | 147.43 | 127 | | |
| 7 | 10.00 to < 100.00 | 522 | — | — | 522 | 18.41 | 0.0 | 45.00 | 1.0 | 1,140 | 218.32 | 43 | | |
| 8 | 100.00 (Default) | 4,546 | — | — | 4,546 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 2,045 | | |
| 9 | Sub-total | 557,274 | 9,550 | 85.52 | 565,442 | 1.14 | 5.4 | 45.00 | 1.1 | 168,046 | 29.71 | 2,903 | 365 | |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (FIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 386,470 | 6,658 | 90.09 | 392,468 | 0.06 | 0.3 | 92.50 | 1.1 | 113,138 | 28.82 | 13 | | |
| 2 | 0.15 to < 0.25 | 54,292 | — | — | 54,292 | 0.21 | 0.1 | 92.00 | 1.0 | 35,343 | 65.09 | 7 | | |
| 3 | 0.25 to < 0.50 | 16,136 | 2,892 | 75.00 | 18,305 | 0.40 | 0.1 | 73.75 | 1.6 | 15,796 | 86.29 | 12 | | |
| 4 | 0.50 to < 0.75 | 18 | — | — | 18 | 0.62 | 0.0 | 45.00 | 1.0 | 10 | 58.78 | 0 | | |
| 5 | 0.75 to < 2.50 | 1,521 | — | — | 1,521 | 1.01 | 0.1 | 91.46 | 1.2 | 8,840 | 581.09 | 1 | | |
| 6 | 2.50 to < 10.00 | 3,250 | — | — | 3,250 | 6.88 | 0.0 | 100.00 | 1.0 | 10,750 | 330.68 | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 461,689 | 9,550 | 85.52 | 469,857 | 0.14 | 0.7 | 91.76 | 1.1 | 183,879 | 39.13 | 35 | — | |
| Purchased receivables for retail (default risk) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | — | — | — | — | — | — | — | — | — | — | — | | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | | |
| 3 | 0.25 to < 0.50 | 32,046 | — | — | 32,046 | 0.30 | 29.5 | 70.83 | — | 12,135 | 37.86 | 69 | | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 32,046 | — | — | 32,046 | 0.30 | 29.5 | 70.83 | — | 12,135 | 37.86 | 69 | 88 | |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----------|---------------------|
| Item No. | PD scale | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Qualifying revolving retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 0 | ¥ 39,550 | 27.13% | ¥ 10,730 | 0.09% | 42.7 | 59.37% | — | ¥ 380 | 3.55% | ¥ 6 | |
| 2 | 0.15 to < 0.25 | 41,972 | 706,261 | 11.31 | 121,914 | 0.22 | 197.3 | 70.80 | — | 10,120 | 8.30 | 193 | |
| 3 | 0.25 to < 0.50 | 19,951 | 945,124 | 7.43 | 90,210 | 0.35 | 137.6 | 75.96 | — | 11,682 | 12.94 | 244 | |
| 4 | 0.50 to < 0.75 | 34,826 | 242,256 | 11.31 | 62,247 | 0.54 | 79.0 | 70.80 | — | 10,488 | 16.84 | 239 | |
| 5 | 0.75 to < 2.50 | 11,201 | 212,375 | 12.36 | 37,469 | 1.15 | 109.8 | 70.10 | — | 10,956 | 29.24 | 302 | |
| 6 | 2.50 to < 10.00 | 31,691 | 62,122 | 12.05 | 39,181 | 4.82 | 38.7 | 70.96 | — | 31,356 | 80.03 | 1,341 | |
| 7 | 10.00 to < 100.00 | 188 | 1,166 | 11.09 | 317 | 48.23 | 0.5 | 67.08 | — | 538 | 169.51 | 107 | |
| 8 | 100.00 (Default) | 42 | 3,374 | 8.53 | 7,708 | 100.00 | 8.7 | 71.20 | — | 8,856 | 114.89 | 4,779 | |
| 9 | Sub-total | 139,872 | 2,212,231 | 10.05 | 369,779 | 3.00 | 614.6 | 71.68 | — | 84,378 | 22.81 | 7,214 | 9,047 |
| Residential mortgage exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 4,595,396 | 11,505 | 100.00 | 4,606,902 | 0.10 | 154.3 | 17.46 | — | 195,407 | 4.24 | 833 | |
| 2 | 0.15 to < 0.25 | 2,156,221 | 28 | 100.00 | 2,156,249 | 0.17 | 96.0 | 17.19 | — | 132,592 | 6.14 | 636 | |
| 3 | 0.25 to < 0.50 | 3,535,196 | 1,269 | 100.00 | 3,536,476 | 0.33 | 210.5 | 16.56 | — | 338,399 | 9.56 | 1,944 | |
| 4 | 0.50 to < 0.75 | 81,937 | — | — | 81,937 | 0.69 | 6.1 | 21.18 | — | 17,059 | 20.81 | 121 | |
| 5 | 0.75 to < 2.50 | 95,837 | 19 | 100.00 | 95,857 | 0.89 | 9.9 | 19.15 | — | 21,364 | 22.28 | 164 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | 62,721 | 4 | 100.00 | 62,726 | 19.28 | 3.6 | 17.40 | — | 60,537 | 96.51 | 2,126 | |
| 8 | 100.00 (Default) | 32,338 | 14 | 100.00 | 33,402 | 100.00 | 1.8 | 18.54 | — | 9,503 | 28.45 | 5,432 | |
| 9 | Sub-total | 10,559,648 | 12,843 | 100.00 | 10,573,551 | 0.63 | 482.5 | 17.15 | — | 774,863 | 7.32 | 11,258 | 25,355 |
| Other retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 0 | 21,411 | 21.91 | 4,691 | 0.09 | 19.2 | 18.44 | — | 213 | 4.54 | 0 | |
| 2 | 0.15 to < 0.25 | 165,451 | — | — | 165,451 | 0.24 | 50.6 | 68.65 | — | 52,725 | 31.86 | 278 | |
| 3 | 0.25 to < 0.50 | 192,735 | — | — | 192,735 | 0.37 | 67.0 | 37.89 | — | 45,478 | 23.59 | 286 | |
| 4 | 0.50 to < 0.75 | 352,775 | 404 | 100.00 | 353,475 | 0.54 | 85.4 | 34.12 | — | 92,673 | 26.21 | 680 | |
| 5 | 0.75 to < 2.50 | 176,754 | 136,520 | 31.29 | 219,477 | 1.17 | 256.4 | 60.29 | — | 141,121 | 64.29 | 1,606 | |
| 6 | 2.50 to < 10.00 | 38,864 | 15,414 | 36.74 | 44,528 | 6.35 | 38.6 | 33.76 | — | 23,177 | 52.05 | 1,001 | |
| 7 | 10.00 to < 100.00 | 2,547 | 859 | 93.07 | 3,382 | 35.60 | 0.7 | 30.39 | — | 2,350 | 69.47 | 454 | |
| 8 | 100.00 (Default) | 8,847 | 1,767 | 31.23 | 18,773 | 100.00 | 10.2 | 48.33 | — | 9,125 | 48.60 | 8,344 | |
| 9 | Sub-total | 937,976 | 176,377 | 31.08 | 1,002,517 | 2.83 | 528.4 | 46.44 | — | 366,866 | 36.59 | 12,654 | 15,552 |
| Lease transactions | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 213,286 | — | — | 213,286 | 0.07 | 0.4 | 45.00 | 2.6 | 52,422 | 24.57 | 75 | |
| 2 | 0.15 to < 0.25 | 128,970 | — | — | 128,970 | 0.20 | 0.1 | 45.00 | 3.9 | 74,446 | 57.72 | 118 | |
| 3 | 0.25 to < 0.50 | 53,527 | — | — | 53,527 | 0.43 | 0.3 | 45.00 | 2.5 | 35,242 | 65.83 | 104 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 43,152 | — | — | 43,152 | 1.74 | 0.3 | 45.00 | 2.6 | 44,873 | 103.98 | 338 | |
| 6 | 2.50 to < 10.00 | 14,226 | — | — | 14,226 | 5.25 | 0.0 | 45.00 | 3.7 | 23,615 | 165.99 | 336 | |
| 7 | 10.00 to < 100.00 | 5,028 | — | — | 5,028 | 18.41 | 0.0 | 45.00 | 3.9 | 12,178 | 242.16 | 416 | |
| 8 | 100.00 (Default) | — | — | — | 513 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 231 | |
| 9 | Sub-total | 458,193 | — | — | 458,707 | 0.78 | 1.2 | 45.00 | 3.0 | 242,778 | 52.92 | 1,621 | 5,251 |
| Total (all portfolios) | | ¥ 55,728,834 | ¥ 7,428,799 | 55.05% | ¥ 59,183,170 | 0.74% | 1,675.9 | 35.43% | 2.0 | ¥ 10,989,683 | 18.56% | ¥ 143,385 | ¥ 188,749 |

Notes: 1. "Number of obligors" in Column f: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

2. Purchased receivables for retail (dilution risk and originator risk of loan participation) are not applicable.

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----|---------------------|
| | | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| Item No. | PD scale | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Sovereign exposures (Advanced Internal Ratings-Based Approach (AIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 2,621,257 | ¥ 33 | 75.00% | ¥ 2,638,281 | 0.00% | 0.0 | 32.09% | 2.1 | ¥ 16,876 | 0.63% | ¥ 9 | |
| 2 | 0.15 to < 0.25 | 1,837 | — | — | 45 | 0.20 | 0.0 | 27.64 | 1.8 | 10 | 24.17 | 0 | |
| 3 | 0.25 to < 0.50 | 2,304 | — | — | 113 | 0.30 | 0.0 | 32.10 | 1.0 | 31 | 28.18 | 0 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 2,625,399 | 33 | 75.00 | 2,638,440 | 0.00 | 0.0 | 32.09 | 2.1 | 16,919 | 0.64 | 9 | ¥ 51 |
| Sovereign exposures (Foundation Internal Ratings-Based Approach (FIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 18,897,473 | 71,113 | 75.67 | 18,982,865 | 0.00 | 0.0 | 44.99 | 1.1 | 86,554 | 0.45 | 118 | |
| 2 | 0.15 to < 0.25 | 0 | — | — | 0 | 0.20 | 0.0 | 45.00 | 1.0 | 0 | 30.51 | 0 | |
| 3 | 0.25 to < 0.50 | 34,451 | 338 | 75.00 | 20,905 | 0.29 | 0.0 | 45.00 | 3.5 | 14,777 | 70.68 | 27 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | 7,771 | — | — | 71 | 8.63 | 0.0 | 45.00 | 1.0 | 118 | 165.28 | 2 | |
| 7 | 10.00 to < 100.00 | 10,188 | — | — | 188 | 13.42 | 0.0 | 45.00 | 1.5 | 383 | 203.73 | 11 | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 18,949,885 | 71,451 | 75.66 | 19,004,030 | 0.00 | 0.1 | 44.99 | 1.1 | 101,833 | 0.53 | 159 | 150 |
| Financial Institution exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 476,380 | 12,000 | 100.00 | 514,048 | 0.05 | 0.0 | 31.27 | 3.4 | 117,915 | 22.93 | 84 | |
| 2 | 0.15 to < 0.25 | 39,500 | 9,000 | 75.00 | 46,250 | 0.20 | 0.0 | 32.10 | 1.2 | 10,815 | 23.38 | 30 | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 4 | 0.50 to < 0.75 | 1,400 | 1,000 | 75.00 | 2,150 | 0.50 | 0.0 | 32.10 | 1.0 | 806 | 37.49 | 3 | |
| 5 | 0.75 to < 2.50 | 19,251 | 5,883 | 95.71 | 24,882 | 1.16 | 0.0 | 31.96 | 1.0 | 13,767 | 55.33 | 92 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 536,531 | 27,883 | 90.13 | 587,330 | 0.11 | 0.0 | 31.36 | 3.1 | 143,305 | 24.39 | 211 | 324 |
| Financial Institution exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 151,116 | 103,873 | 75.00 | 229,188 | 0.06 | 0.0 | 47.89 | 1.5 | 61,404 | 26.79 | 72 | |
| 2 | 0.15 to < 0.25 | 1,729 | — | — | 1,729 | 0.20 | 0.0 | 71.02 | 3.1 | 1,415 | 81.85 | 2 | |
| 3 | 0.25 to < 0.50 | 8,900 | — | — | 8,854 | 0.28 | 0.0 | 45.00 | 1.1 | 4,622 | 52.20 | 11 | |
| 4 | 0.50 to < 0.75 | 1 | — | — | 1 | 0.50 | 0.0 | 45.00 | 1.0 | 0 | 52.44 | 0 | |
| 5 | 0.75 to < 2.50 | 3,255 | — | — | 3,255 | 1.71 | 0.0 | 45.00 | 4.3 | 4,442 | 136.46 | 25 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 165,003 | 103,873 | 75.00 | 243,029 | 0.09 | 0.0 | 47.91 | 1.6 | 71,885 | 29.57 | 111 | 57 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|---------|---------------------|
| Item No. | PD scale | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Corporate exposures (excluding SME exposures and specialised lending) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 7,084,227 | ¥ 3,087,710 | 75.91% | ¥ 9,484,269 | 0.07% | 0.7 | 31.38% | 2.5 | ¥ 1,732,515 | 18.26% | ¥ 2,267 | |
| 2 | 0.15 to < 0.25 | 1,948,161 | 485,776 | 74.77 | 2,281,047 | 0.20 | 0.4 | 30.62 | 2.3 | 719,975 | 31.56 | 1,432 | |
| 3 | 0.25 to < 0.50 | 1,429,315 | 361,884 | 74.26 | 1,689,333 | 0.30 | 0.5 | 31.40 | 2.2 | 662,085 | 39.19 | 1,637 | |
| 4 | 0.50 to < 0.75 | 1,116,000 | 249,616 | 77.45 | 1,305,426 | 0.50 | 0.7 | 29.27 | 2.3 | 587,601 | 45.01 | 1,929 | |
| 5 | 0.75 to < 2.50 | 828,406 | 148,090 | 69.03 | 895,076 | 1.39 | 0.7 | 28.80 | 2.1 | 579,000 | 64.68 | 3,611 | |
| 6 | 2.50 to < 10.00 | 170,224 | 9,048 | 81.90 | 178,311 | 6.28 | 0.1 | 24.05 | 2.2 | 148,773 | 83.43 | 2,714 | |
| 7 | 10.00 to < 100.00 | 88,691 | 775 | 75.00 | 88,695 | 18.67 | 0.0 | 31.70 | 3.2 | 151,091 | 170.34 | 5,252 | |
| 8 | 100.00 (Default) | 32,151 | — | — | 38,465 | 100.00 | 0.0 | 31.68 | 1.0 | 15,605 | 40.56 | 10,940 | |
| 9 | Sub-total | 12,697,179 | 4,342,903 | 75.51 | 15,960,626 | 0.64 | 3.2 | 30.88 | 2.4 | 4,596,649 | 28.79 | 29,786 | ¥ 69,700 |
| Corporate exposures (excluding SME exposures and specialised lending) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 899,338 | 102,406 | 77.51 | 985,091 | 0.07 | 0.8 | 53.50 | 2.9 | 355,587 | 36.09 | 390 | |
| 2 | 0.15 to < 0.25 | 61,692 | 69,755 | 100.00 | 131,486 | 0.20 | 0.4 | 55.86 | 2.5 | 86,795 | 66.01 | 150 | |
| 3 | 0.25 to < 0.50 | 342,976 | 57,183 | 74.51 | 384,532 | 0.29 | 0.6 | 48.74 | 2.4 | 246,337 | 64.06 | 560 | |
| 4 | 0.50 to < 0.75 | 181,158 | 21,981 | 75.22 | 197,820 | 0.56 | 0.8 | 40.57 | 3.1 | 149,273 | 75.45 | 457 | |
| 5 | 0.75 to < 2.50 | 360,802 | 5,053 | 78.52 | 365,135 | 1.42 | 1.1 | 44.25 | 3.9 | 453,885 | 124.30 | 2,293 | |
| 6 | 2.50 to < 10.00 | 125,848 | 4,555 | 88.54 | 130,162 | 5.59 | 0.3 | 45.63 | 4.2 | 233,969 | 179.75 | 3,319 | |
| 7 | 10.00 to < 100.00 | 67,302 | — | — | 65,480 | 28.54 | 0.0 | 44.80 | 3.8 | 173,578 | 265.08 | 8,368 | |
| 8 | 100.00 (Default) | 30,202 | — | — | 34,889 | 100.00 | 0.0 | 44.63 | 1.0 | 0 | 0.00 | 15,572 | |
| 9 | Sub-total | 2,069,322 | 260,935 | 82.88 | 2,294,598 | 3.02 | 4.3 | 49.42 | 3.0 | 1,699,426 | 74.06 | 31,113 | 17,866 |
| SME exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 81,031 | 7,010 | 75.00 | 84,387 | 0.12 | 0.0 | 31.19 | 2.1 | 17,141 | 20.31 | 33 | |
| 2 | 0.15 to < 0.25 | 82,986 | — | — | 76,288 | 0.20 | 0.0 | 31.76 | 3.1 | 24,024 | 31.49 | 49 | |
| 3 | 0.25 to < 0.50 | 31,264 | — | — | 31,114 | 0.30 | 0.0 | 30.01 | 3.2 | 10,688 | 34.35 | 28 | |
| 4 | 0.50 to < 0.75 | 43,671 | 542 | 75.00 | 42,339 | 0.50 | 0.0 | 23.60 | 2.4 | 12,940 | 30.56 | 50 | |
| 5 | 0.75 to < 2.50 | 118,751 | 7,605 | 79.46 | 121,704 | 1.56 | 0.1 | 22.37 | 2.8 | 58,076 | 47.71 | 426 | |
| 6 | 2.50 to < 10.00 | 9,458 | 15 | 100.00 | 9,474 | 6.65 | 0.0 | 17.19 | 2.6 | 4,826 | 50.94 | 113 | |
| 7 | 10.00 to < 100.00 | 2,259 | — | — | 1,563 | 18.67 | 0.0 | 22.94 | 2.7 | 1,676 | 107.21 | 67 | |
| 8 | 100.00 (Default) | 1,325 | — | — | 2,646 | 100.00 | 0.0 | 26.97 | 1.0 | 903 | 34.14 | 641 | |
| 9 | Sub-total | 370,749 | 15,173 | 77.26 | 369,518 | 1.63 | 0.3 | 27.01 | 2.7 | 130,277 | 35.25 | 1,411 | 2,625 |
| SME exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 9 | — | — | 9 | 0.11 | 0.0 | 45.00 | 1.0 | 1 | 19.55 | 0 | |
| 2 | 0.15 to < 0.25 | 43 | — | — | 43 | 0.20 | 0.0 | 45.00 | 1.0 | 11 | 26.61 | 0 | |
| 3 | 0.25 to < 0.50 | 315 | — | — | 315 | 0.30 | 0.0 | 45.00 | 2.1 | 150 | 47.63 | 0 | |
| 4 | 0.50 to < 0.75 | 102,607 | 891 | 75.00 | 101,845 | 0.50 | 0.6 | 38.31 | 4.6 | 66,525 | 65.32 | 196 | |
| 5 | 0.75 to < 2.50 | 299,196 | 2,132 | 80.09 | 298,332 | 1.59 | 1.7 | 39.83 | 4.8 | 279,128 | 93.56 | 1,898 | |
| 6 | 2.50 to < 10.00 | 7,572 | — | — | 7,578 | 7.24 | 0.0 | 39.22 | 4.3 | 9,495 | 125.29 | 213 | |
| 7 | 10.00 to < 100.00 | 366 | — | — | 382 | 18.67 | 0.0 | 45.00 | 3.2 | 767 | 200.57 | 32 | |
| 8 | 100.00 (Default) | 5,479 | 159 | 68.00 | 5,746 | 100.00 | 0.0 | 39.40 | 1.0 | 0 | 0.00 | 2,264 | |
| 9 | Sub-total | 415,591 | 3,183 | 78.05 | 414,253 | 2.81 | 2.4 | 39.45 | 4.7 | 356,081 | 85.95 | 4,606 | 487 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|--------|---------------------|
| | | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| Item No. | PD scale | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Specialised lending (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥1,285,800 | ¥ 89,285 | 75.45% | ¥1,353,168 | 0.08% | 0.3 | 26.69% | 4.2 | ¥ 320,557 | 23.68% | ¥ 325 | |
| 2 | 0.15 to < 0.25 | 83,351 | 5,047 | 75.00 | 87,137 | 0.20 | 0.0 | 28.32 | 3.5 | 30,991 | 35.56 | 50 | |
| 3 | 0.25 to < 0.50 | 656,681 | 110,796 | 74.55 | 739,284 | 0.29 | 0.1 | 22.88 | 4.3 | 276,271 | 37.37 | 505 | |
| 4 | 0.50 to < 0.75 | 257,189 | 164,593 | 75.07 | 380,751 | 0.58 | 0.0 | 23.14 | 4.5 | 191,839 | 50.38 | 515 | |
| 5 | 0.75 to < 2.50 | 324,249 | 68,959 | 73.14 | 374,690 | 1.42 | 0.0 | 25.01 | 3.6 | 246,085 | 65.67 | 1,355 | |
| 6 | 2.50 to < 10.00 | 101,129 | 40,266 | 75.00 | 131,329 | 4.78 | 0.0 | 26.32 | 3.4 | 120,959 | 92.10 | 1,649 | |
| 7 | 10.00 to < 100.00 | 71,700 | 9,653 | 75.00 | 78,940 | 24.77 | 0.0 | 38.88 | 4.0 | 168,930 | 213.99 | 7,951 | |
| 8 | 100.00 (Default) | 14,993 | 2,288 | 75.00 | 16,714 | 100.00 | 0.0 | 24.65 | 1.0 | 5,331 | 31.89 | 3,694 | |
| 9 | Sub-total | 2,795,097 | 490,891 | 74.74 | 3,162,017 | 1.69 | 0.7 | 25.50 | 4.1 | 1,360,966 | 43.04 | 16,047 | ¥ 7,858 |
| Specialised lending (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,149 | — | — | 1,149 | 0.09 | 0.2 | 45.00 | 1.0 | 203 | 17.73 | 0 | |
| 2 | 0.15 to < 0.25 | 72 | — | — | 72 | 0.20 | 0.0 | 45.00 | 1.0 | 22 | 30.51 | 0 | |
| 3 | 0.25 to < 0.50 | 989 | — | — | 989 | 0.30 | 0.1 | 45.00 | 1.0 | 385 | 38.98 | 1 | |
| 4 | 0.50 to < 0.75 | 249 | — | — | 249 | 0.55 | 0.0 | 45.00 | 1.0 | 137 | 55.21 | 0 | |
| 5 | 0.75 to < 2.50 | 493 | — | — | 493 | 1.43 | 0.0 | 45.00 | 1.0 | 413 | 83.77 | 3 | |
| 6 | 2.50 to < 10.00 | 68 | — | — | 68 | 4.59 | 0.0 | 45.00 | 1.0 | 86 | 126.34 | 1 | |
| 7 | 10.00 to < 100.00 | 185 | — | — | 185 | 20.40 | 0.0 | 45.00 | 1.0 | 388 | 209.70 | 16 | |
| 8 | 100.00 (Default) | 18 | — | — | 18 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 8 | |
| 9 | Sub-total | 3,226 | — | — | 3,226 | 2.22 | 0.6 | 45.00 | 1.0 | 1,637 | 50.76 | 32 | — |
| Equity exposures (PD/LGD Approach) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,328,554 | — | — | 508,579 | 0.07 | 0.3 | 90.00 | 5.0 | 597,850 | 117.55 | — | |
| 2 | 0.15 to < 0.25 | 133,440 | — | — | 55,760 | 0.20 | 0.1 | 90.00 | 5.0 | 84,623 | 151.76 | — | |
| 3 | 0.25 to < 0.50 | 73,600 | — | — | 27,779 | 0.30 | 0.2 | 90.00 | 5.0 | 47,776 | 171.98 | — | |
| 4 | 0.50 to < 0.75 | 42,046 | — | — | 21,255 | 0.50 | 0.2 | 90.00 | 5.0 | 43,143 | 202.97 | — | |
| 5 | 0.75 to < 2.50 | 18,886 | — | — | 14,116 | 1.45 | 0.2 | 90.00 | 5.0 | 41,571 | 294.48 | — | |
| 6 | 2.50 to < 10.00 | 4,768 | — | — | 2,460 | 6.76 | 0.0 | 90.00 | 5.0 | 10,778 | 438.03 | — | |
| 7 | 10.00 to < 100.00 | 0 | — | — | 0 | 18.68 | 0.0 | 90.00 | 5.0 | 0 | 722.93 | — | |
| 8 | 100.00 (Default) | 135 | — | — | 48 | 100.00 | 0.0 | 90.00 | 5.0 | 546 | 1,125.00 | — | |
| 9 | Sub-total | 1,601,432 | — | — | 630,001 | 0.17 | 1.3 | 90.00 | 5.0 | 826,289 | 131.15 | — | |
| Purchased receivables for corporates, etc. (default risk) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 6,452 | — | — | 6,452 | 0.09 | 0.0 | 32.10 | 2.9 | 1,591 | 24.67 | 1 | |
| 2 | 0.15 to < 0.25 | 9,820 | — | — | 9,820 | 0.20 | 0.0 | 32.10 | 4.6 | 4,590 | 46.73 | 6 | |
| 3 | 0.25 to < 0.50 | 14,399 | — | — | 14,399 | 0.30 | 0.0 | 32.10 | 2.9 | 6,316 | 43.86 | 14 | |
| 4 | 0.50 to < 0.75 | 6,835 | — | — | 6,835 | 0.50 | 0.0 | 31.89 | 4.5 | 5,571 | 81.49 | 11 | |
| 5 | 0.75 to < 2.50 | 25,171 | — | — | 25,171 | 1.58 | 0.0 | 31.12 | 3.6 | 21,075 | 83.72 | 124 | |
| 6 | 2.50 to < 10.00 | 480 | — | — | 480 | 7.65 | 0.0 | 32.10 | 3.8 | 652 | 135.94 | 11 | |
| 7 | 10.00 to < 100.00 | 371 | — | — | 371 | 18.67 | 0.0 | 32.10 | 3.1 | 639 | 172.07 | 22 | |
| 8 | 100.00 (Default) | 2,527 | — | — | 2,527 | 100.00 | 0.0 | 32.10 | 1.0 | 1,039 | 41.12 | 728 | |
| 9 | Sub-total | 66,059 | — | — | 66,059 | 4.74 | 0.0 | 31.70 | 3.5 | 41,477 | 62.78 | 920 | 499 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-------|---------------------|--|
| | | March 31, 2021 | | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l | |
| Item No. | PD scale | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions | |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (AIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 2,280 | ¥ — | —% | ¥ 2,280 | 0.13% | 0.0 | 100.00% | 1.0 | ¥ 1,191 | 52.25% | ¥ — | | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 2,280 | — | — | 2,280 | 0.13 | 0.0 | 100.00 | 1.0 | 1,191 | 52.25 | — | ¥ — | |
| Purchased receivables for corporates, etc. (default risk) (FIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 322,172 | 21,997 | 100.00 | 344,169 | 0.05 | 0.2 | 45.00 | 1.0 | 44,378 | 12.89 | 98 | | |
| 2 | 0.15 to < 0.25 | 67,853 | 30 | 75.00 | 67,876 | 0.20 | 0.1 | 45.00 | 1.0 | 21,260 | 31.32 | 62 | | |
| 3 | 0.25 to < 0.50 | 63,775 | 3,319 | 75.00 | 66,265 | 0.30 | 0.2 | 45.00 | 1.1 | 27,513 | 41.51 | 92 | | |
| 4 | 0.50 to < 0.75 | 47,014 | 2,386 | 75.00 | 48,804 | 0.51 | 0.9 | 45.00 | 1.3 | 27,711 | 56.78 | 112 | | |
| 5 | 0.75 to < 2.50 | 39,785 | — | — | 39,785 | 1.49 | 3.8 | 45.00 | 1.3 | 33,365 | 83.86 | 267 | | |
| 6 | 2.50 to < 10.00 | 4,304 | — | — | 4,304 | 6.33 | 0.7 | 45.00 | 1.0 | 6,236 | 144.89 | 122 | | |
| 7 | 10.00 to < 100.00 | 169 | — | — | 169 | 35.75 | 0.0 | 45.00 | 4.9 | 446 | 264.09 | 27 | | |
| 8 | 100.00 (Default) | 4,110 | — | — | 4,110 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 1,849 | | |
| 9 | Sub-total | 549,186 | 27,733 | 94.82 | 575,485 | 1.01 | 6.1 | 45.00 | 1.1 | 160,912 | 27.96 | 2,632 | 428 | |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (FIRB) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 366,598 | 2,386 | 75.00 | 368,388 | 0.05 | 0.2 | 92.91 | 1.0 | 113,991 | 30.94 | 10 | | |
| 2 | 0.15 to < 0.25 | 46,796 | 30 | 75.00 | 46,818 | 0.20 | 0.1 | 99.72 | 1.0 | 13,453 | 28.73 | 0 | | |
| 3 | 0.25 to < 0.50 | 47,941 | 3,319 | 75.00 | 50,431 | 0.30 | 0.1 | 88.27 | 1.1 | 22,730 | 45.07 | 14 | | |
| 4 | 0.50 to < 0.75 | 4,451 | — | — | 4,451 | 0.50 | 0.0 | 45.00 | 4.7 | 4,365 | 98.06 | 10 | | |
| 5 | 0.75 to < 2.50 | 8,504 | — | — | 8,504 | 1.70 | 0.2 | 97.90 | 1.0 | 11,806 | 138.83 | 2 | | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 474,292 | 5,735 | 75.00 | 478,594 | 0.12 | 0.6 | 92.73 | 1.1 | 166,347 | 34.75 | 37 | — | |
| Purchased receivables for retail (default risk) | | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | — | — | — | — | — | — | — | — | — | — | — | | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | | |
| 3 | 0.25 to < 0.50 | 45,085 | — | — | 45,085 | 0.30 | 33.6 | 76.75 | — | 18,581 | 41.21 | 106 | | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | | |
| 9 | Sub-total | 45,085 | — | — | 45,085 | 0.30 | 33.6 | 76.75 | — | 18,581 | 41.21 | 106 | 174 | |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----------|---------------------|
| | | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| Item No. | PD scale | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Qualifying revolving retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 0 | ¥ 42,074 | 27.62% | ¥ 11,624 | 0.10% | 44.3 | 60.85% | — | ¥ 441 | 3.79% | ¥ 7 | |
| 2 | 0.15 to < 0.25 | 37,654 | 798,901 | 11.49 | 129,504 | 0.23 | 195.3 | 67.87 | — | 10,515 | 8.11 | 202 | |
| 3 | 0.25 to < 0.50 | 19,844 | 898,112 | 7.78 | 89,802 | 0.35 | 144.5 | 75.82 | — | 11,625 | 12.94 | 243 | |
| 4 | 0.50 to < 0.75 | 30,851 | 267,810 | 11.49 | 61,641 | 0.55 | 82.0 | 67.87 | — | 10,146 | 16.46 | 232 | |
| 5 | 0.75 to < 2.50 | 12,116 | 233,306 | 12.57 | 41,465 | 1.15 | 120.9 | 68.73 | — | 11,922 | 28.75 | 329 | |
| 6 | 2.50 to < 10.00 | 32,204 | 77,185 | 12.23 | 41,647 | 4.86 | 41.6 | 68.47 | — | 32,357 | 77.69 | 1,387 | |
| 7 | 10.00 to < 100.00 | 198 | 1,182 | 12.05 | 340 | 46.18 | 0.5 | 66.17 | — | 582 | 170.95 | 108 | |
| 8 | 100.00 (Default) | 129 | 5,197 | 8.72 | 11,131 | 100.00 | 13.5 | 69.15 | — | 11,554 | 103.79 | 6,773 | |
| 9 | Sub-total | 132,999 | 2,323,770 | 10.48 | 387,158 | 3.81 | 642.9 | 69.70 | — | 89,144 | 23.02 | 9,284 | ¥ 12,489 |
| Residential mortgage exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 4,396,104 | 13,743 | 100.00 | 4,409,848 | 0.11 | 152.1 | 17.71 | — | 201,011 | 4.55 | 873 | |
| 2 | 0.15 to < 0.25 | 2,297,518 | 51 | 100.00 | 2,297,570 | 0.17 | 105.9 | 17.47 | — | 146,476 | 6.37 | 707 | |
| 3 | 0.25 to < 0.50 | 3,197,850 | 1,881 | 100.00 | 3,199,741 | 0.33 | 190.3 | 17.19 | — | 324,265 | 10.13 | 1,877 | |
| 4 | 0.50 to < 0.75 | 39,795 | — | — | 39,795 | 0.65 | 2.6 | 22.05 | — | 8,285 | 20.82 | 57 | |
| 5 | 0.75 to < 2.50 | 136,691 | 19 | 100.00 | 136,711 | 0.87 | 13.6 | 20.55 | — | 32,008 | 23.41 | 244 | |
| 6 | 2.50 to < 10.00 | 3,745 | — | — | 3,745 | 2.92 | 0.1 | 16.17 | — | 1,486 | 39.69 | 17 | |
| 7 | 10.00 to < 100.00 | 58,509 | 12 | 100.00 | 58,522 | 19.97 | 3.4 | 18.18 | — | 59,453 | 101.59 | 2,147 | |
| 8 | 100.00 (Default) | 34,066 | 16 | 100.00 | 35,591 | 100.00 | 2.0 | 19.33 | — | 10,027 | 28.17 | 6,079 | |
| 9 | Sub-total | 10,164,281 | 15,724 | 100.00 | 10,181,524 | 0.67 | 470.3 | 17.56 | — | 783,016 | 7.69 | 12,004 | 25,829 |
| Other retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 0 | 22,625 | 22.13 | 5,008 | 0.10 | 20.4 | 21.29 | — | 272 | 5.44 | 1 | |
| 2 | 0.15 to < 0.25 | 153,768 | — | — | 153,768 | 0.24 | 47.2 | 73.50 | — | 52,388 | 34.06 | 276 | |
| 3 | 0.25 to < 0.50 | 205,871 | — | — | 205,871 | 0.38 | 70.4 | 38.42 | — | 49,928 | 24.25 | 317 | |
| 4 | 0.50 to < 0.75 | 339,598 | 384 | 100.00 | 340,279 | 0.56 | 88.3 | 35.80 | — | 95,289 | 28.00 | 711 | |
| 5 | 0.75 to < 2.50 | 177,771 | 145,035 | 31.83 | 223,949 | 1.20 | 271.2 | 61.10 | — | 147,492 | 65.85 | 1,713 | |
| 6 | 2.50 to < 10.00 | 36,806 | 16,542 | 36.49 | 42,843 | 6.83 | 41.8 | 33.57 | — | 22,467 | 52.44 | 1,020 | |
| 7 | 10.00 to < 100.00 | 2,928 | 799 | 91.92 | 3,716 | 34.59 | 0.7 | 32.17 | — | 2,724 | 73.30 | 522 | |
| 8 | 100.00 (Default) | 10,241 | 1,712 | 30.30 | 21,756 | 100.00 | 11.4 | 47.72 | — | 6,344 | 29.15 | 9,874 | |
| 9 | Sub-total | 926,986 | 187,100 | 31.45 | 997,193 | 3.18 | 551.7 | 47.91 | — | 376,907 | 37.79 | 14,438 | 18,178 |
| Lease transactions | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 219,164 | — | — | 219,164 | 0.07 | 0.4 | 45.00 | 2.7 | 53,869 | 24.57 | 74 | |
| 2 | 0.15 to < 0.25 | 151,854 | — | — | 151,854 | 0.20 | 0.1 | 45.00 | 4.1 | 90,665 | 59.70 | 140 | |
| 3 | 0.25 to < 0.50 | 21,951 | — | — | 21,951 | 0.30 | 0.1 | 45.00 | 2.4 | 12,083 | 55.04 | 30 | |
| 4 | 0.50 to < 0.75 | 41,661 | — | — | 41,661 | 0.50 | 0.2 | 45.00 | 3.2 | 32,672 | 78.42 | 94 | |
| 5 | 0.75 to < 2.50 | 38,027 | — | — | 38,027 | 1.62 | 0.3 | 45.00 | 2.8 | 39,528 | 103.94 | 277 | |
| 6 | 2.50 to < 10.00 | 3,989 | — | — | 3,989 | 5.92 | 0.0 | 45.00 | 3.5 | 6,217 | 155.85 | 106 | |
| 7 | 10.00 to < 100.00 | 1,856 | — | — | 1,856 | 18.67 | 0.0 | 45.00 | 3.8 | 4,473 | 241.00 | 156 | |
| 8 | 100.00 (Default) | — | — | — | 326 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 146 | |
| 9 | Sub-total | 478,504 | — | — | 478,830 | 0.47 | 1.2 | 45.00 | 3.2 | 239,510 | 50.01 | 1,026 | 5,319 |
| Total (all portfolios) | | ¥ 55,069,093 | ¥ 7,876,394 | 55.59% | ¥ 58,519,285 | 0.63% | 1,720.2 | 35.73% | 2.0 | ¥ 11,182,363 | 19.10% | ¥ 123,940 | ¥ 162,039 |

Notes: 1. "Number of obligors" in Column f: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

2. Purchased receivables for retail (dilution risk and originator risk of loan participation) are not applicable.

CR7: IRB – Effect on RWA of credit derivatives used as CRM technique

| CR7 | | Millions of Yen | |
|----------|--|---|---------------------------|
| | | March 31, 2022 | |
| | | a | b |
| Item No. | Portfolio | Pre-credit derivatives credit RWA amounts | Actual credit RWA amounts |
| 1 | Sovereign Exposures – FIRB | ¥ 110,746 | ¥ 110,746 |
| 2 | Sovereign Exposures – AIRB | 26,586 | 26,586 |
| 3 | Financial Institution Exposures – FIRB | 72,665 | 72,665 |
| 4 | Financial Institution Exposures – AIRB | 128,594 | 128,594 |
| 5 | Corporate exposures (excluding specialised lending) – FIRB | 2,075,536 | 2,075,536 |
| 6 | Corporate exposures (excluding specialised lending) – AIRB | 4,336,409 | 4,336,409 |
| 7 | Specialised lending – FIRB | 356,900 | 356,900 |
| 8 | Specialised lending – AIRB | 1,418,468 | 1,418,468 |
| 9 | Retail – Qualifying revolving retail exposures | 84,378 | 84,378 |
| 10 | Retail – Residential mortgage exposures | 774,863 | 774,863 |
| 11 | Retail – Other retail exposures | 366,866 | 366,866 |
| 12 | Equity Exposures – FIRB | 1,137,535 | 1,137,535 |
| 13 | Equity Exposures – AIRB | — | — |
| 14 | Purchased receivables – FIRB | 364,060 | 364,060 |
| 15 | Purchased receivables – AIRB | 74,768 | 74,768 |
| 16 | Total | ¥ 11,328,380 | ¥ 11,328,380 |

Note: The SuMi TRUST Group does not use credit derivatives as credit risk mitigation techniques.

| CR7 | | Millions of Yen | |
|----------|--|---|---------------------------|
| | | March 31, 2021 | |
| | | a | b |
| Item No. | Portfolio | Pre-credit derivatives credit RWA amounts | Actual credit RWA amounts |
| 1 | Sovereign Exposures – FIRB | ¥ 101,827 | ¥ 101,827 |
| 2 | Sovereign Exposures – AIRB | 15,677 | 15,677 |
| 3 | Financial Institution Exposures – FIRB | 71,870 | 71,870 |
| 4 | Financial Institution Exposures – AIRB | 139,834 | 139,834 |
| 5 | Corporate exposures (excluding specialised lending) – FIRB | 2,055,530 | 2,055,530 |
| 6 | Corporate exposures (excluding specialised lending) – AIRB | 4,731,640 | 4,731,640 |
| 7 | Specialised lending – FIRB | 323,239 | 323,239 |
| 8 | Specialised lending – AIRB | 1,360,966 | 1,360,966 |
| 9 | Retail – Qualifying revolving retail exposures | 89,144 | 89,144 |
| 10 | Retail – Residential mortgage exposures | 783,016 | 783,016 |
| 11 | Retail – Other retail exposures | 376,907 | 376,907 |
| 12 | Equity Exposures – FIRB | 1,325,732 | 1,325,732 |
| 13 | Equity Exposures – AIRB | — | — |
| 14 | Purchased receivables – FIRB | 345,841 | 345,841 |
| 15 | Purchased receivables – AIRB | 42,668 | 42,668 |
| 16 | Total | ¥ 11,763,897 | ¥ 11,763,897 |

Note: The SuMi TRUST Group does not use credit derivatives as credit risk mitigation techniques.

CR8: RWA flow statements of credit risk exposures under IRB

| CR8 Item No. | | Billions of Yen | |
|--------------------|--|------------------------|--|
| | | March 31, 2022 | |
| | | RWA amounts | |
| 1 | RWA at the end of the previous fiscal year | ¥ 12,707 | |
| 2 | Asset size | 33 | |
| 3 | Asset quality | (533) | |
| 4 | Model updates | — | |
| 5 | Factor of RWA changes | Methodology and policy | |
| 6 | Acquisitions and disposals | — | |
| 7 | Foreign exchange movements | 265 | |
| 8 | Others | — | |
| 9 | RWA at the end of the fiscal year | ¥ 12,472 | |

Note: The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

| CR8 Item No. | | Billions of Yen | |
|--------------------|--|------------------------|--|
| | | March 31, 2021 | |
| | | RWA amounts | |
| 1 | RWA at the end of the previous fiscal year | ¥ 12,184 | |
| 2 | Asset size | 457 | |
| 3 | Asset quality | (52) | |
| 4 | Model updates | — | |
| 5 | Factor of RWA changes | Methodology and policy | |
| 6 | Acquisitions and disposals | — | |
| 7 | Foreign exchange movements | 118 | |
| 8 | Others | — | |
| 9 | RWA at the end of the fiscal year | ¥ 12,707 | |

Note: The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

CR9: IRB – Backtesting of probability of default (PD) per portfolio

Entities subject to AIRB and FIRB

| CR9 | | %, Cases | | | | | | | | | | | | Credit RWA amounts ratio | |
|---|-----------------|--|---------------|---------------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|--|
| | | March 31, 2022 (Period covered: September 30, 2020 - September 30, 2021) | | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2020 | September 30, 2021 | | | | | |
| Sovereign Exposures | — | AAA~ B- | Aaa~ B3 | AAA~ B- | AAA~ BBB- | AAA~ BBB | 0.00% | 0.10% | 757 | 792 | 0 | 0 | 0.00% | 0.9% | |
| Financial Institution Exposures | — | AA~ B- | Aa2~ B3 | AA~ B- | AA+~ BB- | AAA~ BB | 0.10 | 0.19 | 422 | 420 | 0 | 0 | 0.00 | 1.6 | |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | AAA~ A- | Aaa~ A3 | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 542 | 522 | 0 | 0 | 0.00 | 60.4 | |
| | > 0.03% to 0.1% | BBB+~ BBB- | Baa1~ Baa3 | — | A+~ A- | AA~ A | 0.06 | 0.06 | 572 | 560 | 0 | 0 | 0.02 | | |
| | > 0.1% to 0.5% | BB+~ BB- | Ba1~ Ba3 | — | BBB+~ BBB- | A~ BBB | 0.20 | 0.22 | 2,765 | 2,732 | 0 | 0 | 0.01 | | |
| | > 0.5% to 5% | B+~ B- | B1~ B3 | — | BB+~ BB- | BBB~ BB | 1.02 | 1.22 | 5,213 | 5,498 | 9 | 0 | 0.18 | | |
| | > 5% to <100% | — | — | — | — | — | 9.74 | 7.89 | 294 | 285 | 7 | 0 | 3.57 | | |
| Corporate Exposures (Non-Japanese) | ≥ 0% to 0.03% | AAA~ AA- | Aaa~ Aa3 | AAA~ AA- | — | — | 0.03 | 0.03 | 48 | 48 | 0 | 0 | 0.00 | 11.1 | |
| | > 0.03% to 0.1% | A+~ A- | A1~ A3 | A+~ A- | — | — | 0.06 | 0.06 | 128 | 135 | 0 | 0 | 0.00 | | |
| | > 0.1% to 0.5% | BBB+~ BBB- | Baa1~ Baa3 | BBB+~ BBB- | — | — | 0.23 | 0.24 | 281 | 310 | 0 | 0 | 0.00 | | |
| | > 0.5% to 15% | BB+~ B- | Ba1~ B3 | BB+~ B- | — | — | 2.35 | 2.87 | 570 | 599 | 1 | 0 | 0.22 | | |
| | > 15% to < 100% | — | — | — | — | — | 34.71 | 34.71 | 53 | 58 | 3 | 0 | 12.24 | | |
| Purchased receivables for corporates, etc. (Top- down approach) | — | — | — | — | AAA~ BB+ | AAA~ BBB- | 3.53 | 3.53 | 301 | 253 | 0 | 0 | 0.53 | 0.0 | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.46 | 0.30 | 41,973 | 41,170 | 30 | 0 | 0.09 | 0.0 | |
| | > 10% to < 100% | / | / | / | / | / | 23.78 | 23.78 | 124 | 90 | 20 | 0 | 14.63 | | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.20 | 0.22 | 521,749 | 544,382 | 328 | 0 | 0.09 | 6.1 | |
| | > 2% to < 100% | / | / | / | / | / | 19.97 | 19.93 | 3,817 | 3,576 | 552 | 0 | 12.75 | | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.61 | 0.61 | 38,141 | 36,933 | 99 | 0 | 0.36 | 0.4 | |
| | > 10% to < 100% | / | / | / | / | / | 23.90 | 25.63 | 160 | 147 | 33 | 0 | 17.57 | | |

Entities subject to FIRB

| CR9 | | % , Cases | | | | | | | | | | | | Credit RWA amounts ratio |
|---|-----------------|--|---------|-------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| | | March 31, 2022 (Period covered: September 30, 2020 - September 30, 2021) | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2020 | September 30, 2021 | | | | |
| Sovereign Exposures | — | — | — | — | AAA~ BBB | AAA~ BBB+ | 0.02% | 0.03% | 236 | 225 | 0 | 0 | 0.00% | 0.0% |
| Financial Institution Exposures | — | — | — | — | AA+~ BBB | AAA~ BBB+ | 0.13 | 0.18 | 5 | 3 | 0 | 0 | 0.00 | 0.0 |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | — | — | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 40 | 36 | 0 | 0 | 0.00 | 3.2 |
| | > 0.03% to 0.1% | — | — | — | A+~ A- | AA~ A | 0.06 | 0.06 | 77 | 83 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | — | — | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.19 | 450 | 420 | 1 | 0 | 0.02 | |
| | > 0.5% to 5% | — | — | — | BB+~ BB- | BBB~ BB | 1.19 | 1.12 | 885 | 834 | 10 | 0 | 0.78 | |
| | > 5% to < 100% | — | — | — | — | — | 7.55 | 7.87 | 228 | 200 | 8 | 0 | 4.97 | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.95 | 0.82 | 594,682 | 566,943 | 3,445 | 110 | 0.72 | 0.7 |
| | > 10% to < 100% | / | / | / | / | / | 63.20 | 62.95 | 499 | 490 | 314 | 0 | 59.29 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.65 | 0.72 | 13,031 | 12,670 | 41 | 0 | 0.38 | 0.3 |
| | > 2% to < 100% | / | / | / | / | / | 22.51 | 22.51 | 316 | 339 | 30 | 0 | 12.21 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 1.02 | 1.48 | 305,485 | 295,730 | 1,149 | 31 | 0.58 | 2.6 |
| | > 10% to < 100% | / | / | / | / | / | 41.84 | 63.35 | 566 | 560 | 285 | 2 | 47.90 | |

Notes: 1. On the previous page, Sumitomo Mitsui Trust Holdings, Inc., Sumitomo Mitsui Trust Bank, Limited and specific purpose companies (SPCs) engaging in liquidation of receivables, subject to AIRB and FIRB, are counted. On this page, Group companies (i.e. Sumitomo Mitsui Trust Guarantee Co., Ltd., Sumishin Guaranty Company Limited, Sumitomo Mitsui Trust Card Co., Ltd., Sumitomo Mitsui Trust Loan & Finance Co., Ltd., Sumitomo Mitsui Trust Panasonic Finance Co., Ltd., and Sumitomo Mitsui Trust Club Co., Ltd.), subject to FIRB, are counted.

2. Column a: As for "Corporate Exposures (excluding specialised lending)," "Specialised lending (subject to the PD/LGD Approach)," "Equity exposures (subject to the PD/LGD Approach)," and "Purchased receivables (other than those for corporates, etc. subject to top-down approach)," these portfolio classifications have been integrated into "Corporate Exposures". In addition, different rating systems (PD) are used in Japanese rating and Non-Japanese rating, and so "Corporate Exposures" are classified into "Japanese" and "Non-Japanese."

3. Column c: With reference to the internal rating for each obligor, the range of external rating is stated in accordance with the relation between the internal rating and external rating of the internal rules for the SuMi TRUST Group.

4. The PD estimation of the SuMi TRUST Group covers the one-year default results with the reference date being the end of September every year. Accordingly, Column d and Column e were obtained with the reference date being the end of September 2020. In addition, Column g and Column h were obtained by counting the number of defaulted obligors from the end of September 2020 to the end of September 2021.

5. Column f to Column h: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

6. "Average historical annual default rate (5 years)" in column i represents the average value of the actual default rate for each year of the latest nine years rather than the latest five years.

7. The scope of application of the major model used in the consolidation range specified by the capital regulatory standards is determined while considering the portfolio classifications specified by regulations and credit decisions based on the risk driver of each portfolio (explanatory variables of the adopted rating model, etc.). "Credit RWA amounts ratio" of each internal model is stated for each portfolio*.

* "Credit RWA amounts ratio" (obtained with the reference date being the end of September 2021) is the ratio of RWA amounts for each portfolio to the total RWA amounts subject to the IRB approach (excluding counterparty credit risk, the credit risk related to securitisation transactions, and the credit risk related to funds).

8. In the ">10% to <100%" category of "Other retail exposures" of entities subject to FIRB, "Average historical annual default rate (5 years)" in Column i exceeds "Weighted average PD (EAD weighted)" in Column d. This is attributable to the difference in the method for obtaining average values. The appropriateness of the PD estimation in each pool classification is examined regularly every year.

Entities subject to AIRB and FIRB

| CR9 | | %, Cases | | | | | | | | | | | | Credit RWA amounts ratio |
|--|-----------------|--|---------------|---------------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| | | March 31, 2021 (Period covered: September 30, 2019 - September 30, 2020) | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2019 | September 30, 2020 | | | | |
| Sovereign Exposures | — | AAA~ B | Aaa~ B2 | AAA~ B | AAA~ BBB- | AAA~ BBB | 0.00% | 0.09% | 671 | 757 | 0 | 0 | 0.00% | 0.8% |
| Financial Institution Exposures | — | AA~ B- | Aa2~ B3 | AA~ B- | AA+~ BB- | AAA~ BB | 0.08 | 0.22 | 424 | 424 | 0 | 0 | 0.00 | 1.9 |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | AAA~ A- | Aaa~ A3 | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 542 | 523 | 0 | 0 | 0.00 | 59.3 |
| | > 0.03% to 0.1% | BBB+~ BBB- | Baa1~ Baa3 | — | A+~ A- | AA~ A | 0.06 | 0.06 | 508 | 539 | 1 | 0 | 0.02 | |
| | > 0.1% to 0.5% | BB+~ BB- | Ba1~ Ba3 | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.22 | 2,681 | 2,717 | 2 | 0 | 0.02 | |
| | > 0.5% to 5% | B+~ B- | B1~ B3 | — | BB+~ BB- | BBB~ BB | 0.99 | 1.21 | 4,985 | 5,175 | 15 | 0 | 0.18 | |
| | > 5% to < 100% | — | — | — | — | — | 8.41 | 8.88 | 246 | 283 | 21 | 0 | 3.71 | |
| Corporate Exposures (Non-Japanese) | ≥ 0% to 0.03% | AAA~ AA- | Aaa~ Aa3 | AAA~ AA- | — | — | 0.03 | 0.03 | 35 | 40 | 0 | 0 | 0.00 | 9.3 |
| | > 0.03% to 0.1% | A+~ A- | A1~ A3 | A+~ A- | — | — | 0.06 | 0.07 | 111 | 107 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | BBB+~ BBB- | Baa1~ Baa3 | BBB+~ BBB- | — | — | 0.25 | 0.26 | 263 | 255 | 0 | 0 | 0.00 | |
| | > 0.5% to 15% | BB+~ B- | Ba1~ B3 | BB+~ B- | — | — | 2.08 | 2.60 | 590 | 528 | 8 | 0 | 0.23 | |
| | > 15% to < 100% | — | — | — | — | — | 34.71 | 34.71 | 19 | 39 | 7 | 0 | 13.06 | |
| Purchased receivables for corporates, etc. (Top-down approach) | — | — | — | — | AAA~ BB+ | AAA~ BBB- | 3.53 | 3.53 | 314 | 301 | 1 | 0 | 0.59 | 0.0 |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.51 | 0.33 | 41,995 | 41,973 | 36 | 0 | 0.09 | 0.0 |
| | > 10% to < 100% | / | / | / | / | / | 24.13 | 24.13 | 175 | 123 | 28 | 0 | 14.44 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.23 | 0.24 | 502,091 | 521,749 | 390 | 0 | 0.09 | 6.0 |
| | > 2% to < 100% | / | / | / | / | / | 20.50 | 20.41 | 5,205 | 3,817 | 646 | 0 | 12.54 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.65 | 0.63 | 39,766 | 38,141 | 191 | 0 | 0.38 | 0.4 |
| | > 10% to < 100% | / | / | / | / | / | 24.30 | 25.93 | 263 | 159 | 48 | 0 | 17.19 | |

Entities subject to FIRB

| CR9 | | %, Cases | | | | | | | | | | | | Credit RWA amounts ratio |
|--|-----------------|----------------------------|---------|-------|---------------|------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| March 31, 2021 (Period covered: September 30, 2019 - September 30, 2020) | | | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2019 | September 30, 2020 | | | | |
| Sovereign Exposures | — | — | — | — | AAA~ BBB+ | AAA~ A- | 0.03% | 0.04% | 213 | 236 | 0 | 0 | 0.00% | 0.0% |
| Financial Institution Exposures | — | — | — | — | AA+~ BBB+ | AAA~ A- | 0.03 | 0.14 | 5 | 5 | 0 | 0 | 0.00 | 0.0 |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | — | — | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 46 | 40 | 0 | 0 | 0.00 | 3.2 |
| | > 0.03% to 0.1% | — | — | — | A+~ A- | AA~ A | 0.06 | 0.06 | 86 | 77 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | — | — | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.24 | 480 | 450 | 0 | 0 | 0.00 | |
| | > 0.5% to 5% | — | — | — | BB+~ BB- | BBB~ BB | 1.14 | 1.23 | 958 | 885 | 9 | 1 | 0.74 | |
| | > 5% to < 100% | — | — | — | — | — | 8.02 | 7.78 | 260 | 228 | 10 | 1 | 5.15 | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 1.15 | 0.92 | 611,482 | 594,682 | 3,744 | 89 | 0.74 | 0.7 |
| | > 10% to < 100% | / | / | / | / | / | 67.67 | 68.91 | 584 | 499 | 308 | 0 | 58.83 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.65 | 0.73 | 13,129 | 13,031 | 75 | 0 | 0.39 | 0.3 |
| | > 2% to < 100% | / | / | / | / | / | 23.19 | 23.19 | 270 | 316 | 32 | 0 | 12.55 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.96 | 1.50 | 321,946 | 304,605 | 1,891 | 57 | 0.61 | 2.6 |
| | > 10% to < 100% | / | / | / | / | / | 44.78 | 62.54 | 933 | 564 | 458 | 1 | 47.59 | |

Notes: 1. On the previous page, Sumitomo Mitsui Trust Holdings, Inc., Sumitomo Mitsui Trust Bank, Limited and specific purpose companies (SPCs) engaging in liquidation of receivables, subject to AIRB and FIRB, are counted. On this page, Group companies (i.e. Sumitomo Mitsui Trust Guarantee Co., Ltd., Sumishin Guaranty Company Limited, Sumitomo Mitsui Trust Card Co., Ltd., Sumitomo Mitsui Trust Loan & Finance Co., Ltd., Sumitomo Mitsui Trust Panasonic Finance Co., Ltd., and Sumitomo Mitsui Trust Club Co., Ltd.), subject to FIRB, are counted.

2. Column a: As for "Corporate Exposures (excluding specialised lending)," "Specialised lending (subject to the PD/LGD Approach)," Equity exposures (subject to the PD/LGD Approach)," and "Purchased receivables (other than those for corporates, etc. subject to top-down approach)," these portfolio classifications have been integrated into "Corporate Exposures". In addition, different rating systems (PD) are used in Japanese rating and Non-Japanese rating, and so "Corporate Exposures" are classified into "Japanese" and "Non-Japanese."

3. Column c: With reference to the internal rating for each obligor, the range of external rating is stated in accordance with the relation between the internal rating and external rating of the internal rules for the SuMi TRUST Group.

4. The PD estimation of the SuMi TRUST Group covers the one-year default results with the reference date being the end of September every year. Accordingly, Column d and Column e were obtained with the reference date being the end of September 2019. In addition, Column g and Column h were obtained by counting the number of defaulted obligors from the end of September 2019 to the end of September 2020.

5. Column f to Column h: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

6. "Average historical annual default rate (5 years)" in column i represents the average value of the actual default rate for each year of the latest eight years rather than the latest five years.

7. The scope of application of the major model used in the consolidation range specified by the capital regulatory standards is determined while considering the portfolio classifications specified by regulations and credit decisions based on the risk driver of each portfolio (explanatory variables of the adopted rating model, etc.). "Credit RWA amounts ratio" of each internal model is stated for each portfolio*.

* "Credit RWA amounts ratio" (obtained with the reference date being the end of September 2020) is the ratio of RWA amounts for each portfolio to the total RWA amounts subject to the IRB approach (excluding counterparty credit risk, the credit risk related to securitisation transactions, and the credit risk related to funds).

8. In the ">10% to <100%" category of "Other retail exposures" of entities subject to FIRB, "Average historical annual default rate (5 years)" in Column i exceeds "Weighted average PD (EAD weighted)" in Column d. This is attributable to the difference in the method for obtaining average values. The appropriateness of the PD estimation in each pool classification is examined regularly every year.

CR10: IRB – Specialised Lending (Supervisory Slotting Criteria Approach) and Equity Exposures (Market-Based Approach, etc.)

| CR10 | | Millions of Yen, % | | | | | | | | | | |
|---|--------------------|--------------------------|---------------------------|------|------------------------|-----|-----|------|-------|------------------------|--------------------|-----------------|
| March 31, 2022 | | | | | | | | | | | | |
| a | b | c | d | e | f | g | h | i | j | k | l | |
| Specialised lending (supervisory slotting criteria approach) | | | | | | | | | | | | |
| Other than high-volatility commercial real estate (HVCRE) | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | Exposure amounts (EAD) | | | | | Credit RWA amounts | Expected losses | |
| | | | | | PF | OF | CF | IPRE | Total | | | |
| Strong | < 2.5 years | ¥ — | ¥ — | 50% | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| | 2.5 years≤ | — | — | 70% | — | — | — | — | — | — | — | |
| Good | < 2.5 years | — | — | 70% | — | — | — | — | — | — | — | |
| | 2.5 years≤ | — | — | 90% | — | — | — | — | — | — | — | |
| Satisfactory | | — | — | 115% | — | — | — | — | — | — | — | |
| Weak | | — | — | 250% | — | — | — | — | — | — | — | |
| Default | | — | — | — | — | — | — | — | — | — | — | |
| Total | | ¥ — | ¥ — | — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| HVCRE | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | Expected losses |
| Strong | < 2.5 years | 11,006 | 6,383 | 70% | | | | | | 15,794 | 11,055 | 63 |
| | 2.5 years≤ | 2,682 | 4,368 | 95% | | | | | | 5,958 | 5,660 | 23 |
| Good | < 2.5 years | 45,048 | 8,966 | 95% | | | | | | 51,772 | 49,184 | 207 |
| | 2.5 years≤ | 45,247 | 71,026 | 120% | | | | | | 98,516 | 118,220 | 394 |
| Satisfactory | | 50,799 | 95,003 | 140% | | | | | | 122,051 | 170,872 | 3,417 |
| Weak | | — | — | 250% | | | | | | — | — | — |
| Default | | — | — | — | | | | | | — | — | — |
| Total | | ¥ 154,783 | ¥ 185,747 | — | | | | | | ¥ 294,094 | ¥ 354,993 | ¥ 4,105 |
| Equity exposures (Market-Based Approach, etc.) | | | | | | | | | | | | |
| Equity exposures subject to market-based approach | | | | | | | | | | | | |
| Categories | | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | |
| Simple risk weight method – Listed shares | | 9,347 | 15,799 | 300% | | | | | | 25,147 | 75,441 | |
| Simple risk weight method – Unlisted shares | | 35,446 | 3,085 | 400% | | | | | | 37,760 | 151,040 | |
| Internal Models Approach | | — | — | — | | | | | | — | — | |
| Total | | ¥ 44,793 | ¥ 18,884 | — | | | | | | ¥ 62,907 | ¥ 226,481 | |
| Equity exposures subject to 100% risk weight | | | | | | | | | | | | |
| Equity exposures subject to 100% risk weight in accordance with the provisions of Article 166, Paragraph 1 of the FSA Capital Adequacy Notification or Paragraph 1 of Article 144 of the FSA Bank Holding Company Capital Adequacy Notification | | — | — | 100% | | | | | | — | — | |

| CR10 | | Millions of Yen, % | | | | | | | | | | | |
|---|--------------------|--------------------------|---------------------------|------|------------------------|-----|-----|------|-------|------------------------|--------------------|-----------------|-----|
| | | March 31, 2021 | | | | | | | | | | | |
| a | b | c | d | e | f | g | h | i | j | k | l | | |
| Specialised lending (supervisory slotting criteria approach) | | | | | | | | | | | | | |
| Other than high-volatility commercial real estate (HVCRE) | | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | Exposure amounts (EAD) | | | | | Credit RWA amounts | Expected losses | | |
| | | | | | PF | OF | CF | IPRE | Total | | | | |
| Strong | < 2.5 years | ¥ — | ¥ — | 50% | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| | 2.5 years≤ | — | — | 70% | — | — | — | — | — | — | — | — | — |
| Good | < 2.5 years | — | — | 70% | — | — | — | — | — | — | — | — | — |
| | 2.5 years≤ | — | — | 90% | — | — | — | — | — | — | — | — | — |
| Satisfactory | | — | — | 115% | — | — | — | — | — | — | — | — | — |
| Weak | | — | — | 250% | — | — | — | — | — | — | — | — | — |
| Default | | — | — | — | — | — | — | — | — | — | — | — | — |
| Total | | ¥ — | ¥ — | — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| HVCRE | | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | Expected losses | |
| Strong | < 2.5 years | 2,428 | 3,657 | 70% | | | | | | 5,171 | 3,619 | 20 | |
| | 2.5 years≤ | 1,171 | 2,091 | 95% | | | | | | 2,739 | 2,602 | 10 | |
| Good | < 2.5 years | 17,625 | 209 | 95% | | | | | | 17,782 | 16,893 | 71 | |
| | 2.5 years≤ | 42,899 | 53,093 | 120% | | | | | | 82,719 | 99,263 | 330 | |
| Satisfactory | | 61,014 | 69,433 | 140% | | | | | | 113,089 | 158,325 | 3,166 | |
| Weak | | 14,234 | 2,831 | 250% | | | | | | 16,358 | 40,896 | 1,308 | |
| Default | | — | — | — | | | | | | — | — | — | |
| Total | | ¥ 139,373 | ¥131,316 | — | | | | | | ¥ 237,861 | ¥ 321,601 | ¥ 4,908 | |
| Equity exposures (Market-Based Approach, etc.) | | | | | | | | | | | | | |
| Equity exposures subject to market-based approach | | | | | | | | | | | | | |
| Categories | | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | | |
| Simple risk weight method – Listed shares | | 16,759 | 114,751 | 300% | | | | | | 131,511 | 394,534 | | |
| Simple risk weight method – Unlisted shares | | 22,645 | 4,776 | 400% | | | | | | 26,227 | 104,908 | | |
| Internal Models Approach | | — | — | — | | | | | | — | — | | |
| Total | | ¥ 39,404 | ¥119,527 | — | | | | | | ¥ 157,738 | ¥ 499,442 | | |
| Equity exposures subject to 100% risk weight | | | | | | | | | | | | | |
| Equity exposures subject to 100% risk weight in accordance with the provisions of Article 166, Paragraph 1 of the FSA Capital Adequacy Notification or Paragraph 1 of Article 144 of the FSA Bank Holding Company Capital Adequacy Notification | | — | — | 100% | | | | | | — | — | | |

CCR1: Analysis of counterparty credit risk (CCR) exposure by approach

| CCR1 | | Millions of Yen | | | | | |
|----------|---|-----------------|---------|----------------------|---|--------------|-------------|
| | | March 31, 2022 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | RC | PFE | Effective EPE (EEPE) | Alpha used for computing regulatory EAD | EAD post-CRM | RWA amounts |
| 1 | SA-CCR | ¥ — | ¥ — | | 1.4 | ¥ — | ¥ — |
| | Current Exposure Method (CEM) | 640,927 | 611,576 | | | 1,252,504 | 409,215 |
| 2 | Expected Exposure Method (IMM) | | | — | — | — | — |
| 3 | Simple Approach for credit risk mitigation | | | | | — | — |
| 4 | Comprehensive Approach for credit risk mitigation | | | | | 846,397 | 147,482 |
| 5 | Exposure variation estimation model | | | | | — | — |
| 6 | Total | | | | | | ¥ 556,698 |

| CCR1 | | Millions of Yen | | | | | |
|----------|---|-----------------|---------|----------------------|---|--------------|-------------|
| | | March 31, 2021 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | RC | PFE | Effective EPE (EEPE) | Alpha used for computing regulatory EAD | EAD post-CRM | RWA amounts |
| 1 | SA-CCR | ¥ — | ¥ — | | 1.4 | ¥ — | ¥ — |
| | Current Exposure Method (CEM) | 488,830 | 576,002 | | | 1,064,833 | 407,852 |
| 2 | Expected Exposure Method (IMM) | | | — | — | — | — |
| 3 | Simple Approach for credit risk mitigation | | | | | — | — |
| 4 | Comprehensive Approach for credit risk mitigation | | | | | 672,039 | 114,618 |
| 5 | Exposure variation estimation model | | | | | — | — |
| 6 | Total | | | | | | ¥ 522,471 |

CCR2: Credit valuation adjustment (CVA) capital charge

| CCR2 | | Millions of Yen | |
|----------|--|-----------------|---|
| | | March 31, 2022 | |
| | | a | b |
| Item No. | | EAD post-CRM | RWA amounts (Amounts calculated by dividing CVA risk equivalent amounts by 8%) |
| 1 | Total portfolios subject to advanced risk measurement method | ¥ — | ¥ — |
| 2 | (i) Amount of CVA Value at Risk (including the multiplier) | | — |
| 3 | (ii) Amount of CVA Stressed Value at Risk (including the multiplier) | | — |
| 4 | Total portfolios subject to the standardised risk measurement method | 1,209,187 | 660,133 |
| 5 | Total portfolios subject to the CVA capital charge | ¥ 1,209,187 | ¥ 660,133 |

| CCR2 | | Millions of Yen | |
|----------|--|-----------------|---|
| | | March 31, 2021 | |
| | | a | b |
| Item No. | | EAD post-CRM | RWA amounts (Amounts calculated by dividing CVA risk equivalent amounts by 8%) |
| 1 | Total portfolios subject to advanced risk measurement method | ¥ — | ¥ — |
| 2 | (i) Amount of CVA Value at Risk (including the multiplier) | | — |
| 3 | (ii) Amount of CVA Stressed Value at Risk (including the multiplier) | | — |
| 4 | Total portfolios subject to the standardised risk measurement method | 992,801 | 675,826 |
| 5 | Total portfolios subject to the CVA capital charge | ¥ 992,801 | ¥ 675,826 |

CCR3: CCR exposures by regulatory portfolio and risk weights

| CCR3 | | Millions of Yen | | | | | | | | | |
|----------|--|-----------------|--------------------------------------|-----|-----------|-----|-----|------|------|-------|-----------|
| | | March 31, 2022 | | | | | | | | | |
| Item No. | Regulatory portfolio | Risk weight | Credit equivalent amounts (post-CRM) | | | | | | | | Total |
| | | | a | b | c | d | e | f | g | h | |
| | | | 0% | 10% | 20% | 50% | 75% | 100% | 150% | Other | |
| 1 | Government of Japan and Bank of Japan (BOJ) | | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | Foreign central governments and foreign central banks | | — | — | — | — | — | — | — | — | — |
| 3 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — |
| 4 | Local governments of Japan | | — | — | — | — | — | — | — | — | — |
| 5 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | — | — | — |
| 6 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — |
| 7 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — |
| 8 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — |
| 9 | The three local public corporations | | — | — | — | — | — | — | — | — | — |
| 10 | Financial institutions and type I financial instruments business operators | | — | — | 600,903 | — | — | — | — | — | 600,903 |
| 11 | Corporates, etc. | | — | — | — | — | — | — | — | — | — |
| 12 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — |
| 13 | Other than the above | | — | — | — | — | — | 6 | — | — | 6 |
| 14 | Total | | ¥ — | ¥ — | ¥ 600,903 | ¥ — | ¥ — | ¥ 6 | ¥ — | ¥ — | ¥ 600,909 |

Note: The aggregate calculation on this statement includes exposures based on the standardised approach only.

| CCR3 | | Millions of Yen | | | | | | | | | |
|----------|--|-----------------|--------------------------------------|-----|-----------|-----|-----|------|------|-------|-----------|
| | | March 31, 2021 | | | | | | | | | |
| Item No. | Regulatory portfolio | Risk weight | Credit equivalent amounts (post-CRM) | | | | | | | | Total |
| | | | a | b | c | d | e | f | g | h | |
| | | | 0% | 10% | 20% | 50% | 75% | 100% | 150% | Other | |
| 1 | Government of Japan and Bank of Japan (BOJ) | | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | Foreign central governments and foreign central banks | | — | — | — | — | — | — | — | — | — |
| 3 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — |
| 4 | Local governments of Japan | | — | — | — | — | — | — | — | — | — |
| 5 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | — | — | — |
| 6 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — |
| 7 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — |
| 8 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — |
| 9 | The three local public corporations | | — | — | — | — | — | — | — | — | — |
| 10 | Financial institutions and type I financial instruments business operators | | — | — | 431,016 | — | — | — | — | — | 431,016 |
| 11 | Corporates, etc. | | — | — | — | — | — | — | — | — | — |
| 12 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — |
| 13 | Other than the above | | — | — | — | — | — | 5 | — | — | 5 |
| 14 | Total | | ¥ — | ¥ — | ¥ 431,016 | ¥ — | ¥ — | ¥ 5 | ¥ — | ¥ — | ¥ 431,021 |

Note: The aggregate calculation on this statement includes exposures based on the standardised approach only.

CCR4: IRB – CCR exposures by portfolio and PD scale

| CCR4 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|-----------|------------|--------------------|-------------|--|------------------|------------|---------|-------------|
| | | March 31, 2022 | | | | | | | | | |
| | | a | | b | c | d | | e | f | | g |
| Item No. | PD scale | EAD post-CRM | | Average PD | Number of obligors | Average LGD | | Average maturity | Credit RWA | | RWA density |
| Sovereign exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ | 29,100 | 0.01% | 0.0 | 21.10% | | 1.7 | ¥ | 2,338 | 8.03% |
| 2 | 0.15 to < 0.25 | | — | — | — | — | | — | | — | — |
| 3 | 0.25 to < 0.50 | | — | — | — | — | | — | | — | — |
| 4 | 0.50 to < 0.75 | | — | — | — | — | | — | | — | — |
| 5 | 0.75 to < 2.50 | | — | — | — | — | | — | | — | — |
| 6 | 2.50 to < 10.00 | | — | — | — | — | | — | | — | — |
| 7 | 10.00 to < 100.00 | | — | — | — | — | | — | | — | — |
| 8 | 100.00 (Default) | | — | — | — | — | | — | | — | — |
| 9 | Sub-total | | 29,100 | 0.01 | 0.0 | 21.10 | | 1.7 | | 2,338 | 8.03 |
| Financial Institution exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 710,740 | 0.04 | 0.1 | 24.39 | | 2.0 | | 131,195 | 18.45 |
| 2 | 0.15 to < 0.25 | | 201 | 0.20 | 0.0 | 89.61 | | 2.4 | | 126 | 62.85 |
| 3 | 0.25 to < 0.50 | | 18,912 | 0.30 | 0.0 | 35.36 | | 4.4 | | 18,013 | 95.24 |
| 4 | 0.50 to < 0.75 | | — | — | — | — | | — | | — | — |
| 5 | 0.75 to < 2.50 | | — | — | — | — | | — | | — | — |
| 6 | 2.50 to < 10.00 | | — | — | — | — | | — | | — | — |
| 7 | 10.00 to < 100.00 | | — | — | — | — | | — | | — | — |
| 8 | 100.00 (Default) | | — | — | — | — | | — | | — | — |
| 9 | Sub-total | | 729,854 | 0.05 | 0.1 | 24.60 | | 2.0 | | 149,335 | 20.46 |
| Corporate exposures and SME exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 464,563 | 0.04 | 0.3 | 13.70 | | 1.6 | | 85,418 | 18.38 |
| 2 | 0.15 to < 0.25 | | 18,437 | 0.20 | 0.0 | 45.00 | | 2.0 | | 7,429 | 40.29 |
| 3 | 0.25 to < 0.50 | | 17,290 | 0.36 | 0.1 | 45.65 | | 2.3 | | 10,042 | 58.08 |
| 4 | 0.50 to < 0.75 | | — | — | — | — | | — | | — | — |
| 5 | 0.75 to < 2.50 | | 4,088 | 1.64 | 0.1 | 45.00 | | 2.9 | | 4,604 | 112.62 |
| 6 | 2.50 to < 10.00 | | 409 | 4.22 | 0.0 | 45.00 | | 4.6 | | 681 | 166.34 |
| 7 | 10.00 to < 100.00 | | 143 | 35.80 | 0.0 | 45.00 | | 1.0 | | 370 | 258.11 |
| 8 | 100.00 (Default) | | — | — | — | — | | — | | — | — |
| 9 | Sub-total | | 504,932 | 0.09 | 0.6 | 14.48 | | 1.6 | | 108,546 | 21.49 |
| Specialised lending | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 53,459 | 0.09 | 0.1 | 45.00 | | 4.6 | | 23,915 | 44.73 |
| 2 | 0.15 to < 0.25 | | 1,259 | 0.20 | 0.0 | 45.00 | | 4.1 | | 774 | 61.51 |
| 3 | 0.25 to < 0.50 | | 23,255 | 0.31 | 0.0 | 45.00 | | 4.9 | | 18,620 | 80.06 |
| 4 | 0.50 to < 0.75 | | 26,262 | 0.65 | 0.0 | 45.00 | | 4.8 | | 28,109 | 107.03 |
| 5 | 0.75 to < 2.50 | | 23,862 | 1.26 | 0.0 | 45.00 | | 4.7 | | 30,136 | 126.28 |
| 6 | 2.50 to < 10.00 | | 45,807 | 3.11 | 0.0 | 45.00 | | 4.8 | | 72,479 | 158.22 |
| 7 | 10.00 to < 100.00 | | 259 | 13.95 | 0.0 | 45.00 | | 4.9 | | 632 | 243.75 |
| 8 | 100.00 (Default) | | — | — | — | — | | — | | — | — |
| 9 | Sub-total | | 174,167 | 1.18 | 0.3 | 45.00 | | 4.7 | | 174,667 | 100.28 |
| Total (all portfolios) | | ¥ | 1,438,054 | 0.20% | 1.1 | 20.49% | | 2.2 | ¥ | 434,887 | 30.24% |

Note: The SuMi TRUST Group applies the Foundation Internal Ratings-Based Approach to the calculation of risk-weighted assets related to counterparty credit risk.

| CCR4 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|--------------|------------|--------------------|-------------|------------------|---|------------|-------------|
| | | March 31, 2021 | | | | | | | | |
| | | a | | b | c | d | e | f | | g |
| Item No. | PD scale | | EAD post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | | Credit RWA | RWA density |
| Sovereign exposures | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ | 19,904 | 0.02% | 0.0 | 37.92% | 1.7 | ¥ | 2,114 | 10.62% |
| 2 | 0.15 to < 0.25 | | — | — | — | — | — | | — | — |
| 3 | 0.25 to < 0.50 | | — | — | — | — | — | | — | — |
| 4 | 0.50 to < 0.75 | | — | — | — | — | — | | — | — |
| 5 | 0.75 to < 2.50 | | — | — | — | — | — | | — | — |
| 6 | 2.50 to < 10.00 | | — | — | — | — | — | | — | — |
| 7 | 10.00 to < 100.00 | | — | — | — | — | — | | — | — |
| 8 | 100.00 (Default) | | — | — | — | — | — | | — | — |
| 9 | Sub-total | | 19,904 | 0.02 | 0.0 | 37.92 | 1.7 | | 2,114 | 10.62 |
| Financial Institution exposures | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 544,536 | 0.04 | 0.1 | 20.01 | 2.3 | | 102,347 | 18.79 |
| 2 | 0.15 to < 0.25 | | 273 | 0.20 | 0.0 | 45.00 | 2.8 | | 122 | 44.83 |
| 3 | 0.25 to < 0.50 | | 40,354 | 0.28 | 0.0 | 20.83 | 3.8 | | 32,704 | 81.04 |
| 4 | 0.50 to < 0.75 | | 780 | 0.50 | 0.0 | 45.00 | 1.0 | | 409 | 52.44 |
| 5 | 0.75 to < 2.50 | | — | — | — | — | — | | — | — |
| 6 | 2.50 to < 10.00 | | — | — | — | — | — | | — | — |
| 7 | 10.00 to < 100.00 | | — | — | — | — | — | | — | — |
| 8 | 100.00 (Default) | | — | — | — | — | — | | — | — |
| 9 | Sub-total | | 585,944 | 0.06 | 0.1 | 20.08 | 2.4 | | 135,583 | 23.13 |
| Corporate exposures and SME exposures | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 368,702 | 0.05 | 0.3 | 11.49 | 1.7 | | 73,079 | 19.82 |
| 2 | 0.15 to < 0.25 | | 35,152 | 0.20 | 0.0 | 45.00 | 4.1 | | 21,019 | 59.79 |
| 3 | 0.25 to < 0.50 | | 8,399 | 0.30 | 0.0 | 45.00 | 3.3 | | 5,345 | 63.64 |
| 4 | 0.50 to < 0.75 | | 6,391 | 0.51 | 0.0 | 46.46 | 3.6 | | 5,591 | 87.48 |
| 5 | 0.75 to < 2.50 | | 4,604 | 1.45 | 0.0 | 45.00 | 3.8 | | 5,810 | 126.18 |
| 6 | 2.50 to < 10.00 | | 1,470 | 4.42 | 0.0 | 45.00 | 4.3 | | 2,434 | 165.59 |
| 7 | 10.00 to < 100.00 | | 656 | 35.76 | 0.0 | 45.00 | 1.9 | | 1,745 | 265.93 |
| 8 | 100.00 (Default) | | 1 | 100.00 | 0.0 | 45.00 | 1.0 | | 0 | 0.00 |
| 9 | Sub-total | | 425,378 | 0.16 | 0.6 | 12.70 | 2.0 | | 115,026 | 27.04 |
| Specialised lending | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 70,895 | 0.09 | 0.1 | 45.00 | 4.7 | | 30,311 | 42.75 |
| 2 | 0.15 to < 0.25 | | 871 | 0.20 | 0.0 | 45.00 | 3.9 | | 504 | 57.95 |
| 3 | 0.25 to < 0.50 | | 30,711 | 0.29 | 0.0 | 45.00 | 4.9 | | 24,578 | 80.03 |
| 4 | 0.50 to < 0.75 | | 23,901 | 0.63 | 0.0 | 45.00 | 4.8 | | 25,080 | 104.93 |
| 5 | 0.75 to < 2.50 | | 45,409 | 1.54 | 0.0 | 45.00 | 4.8 | | 61,376 | 135.16 |
| 6 | 2.50 to < 10.00 | | 24,687 | 3.17 | 0.0 | 45.00 | 4.8 | | 39,312 | 159.24 |
| 7 | 10.00 to < 100.00 | | 6 | 35.80 | 0.0 | 45.00 | 1.0 | | 14 | 234.20 |
| 8 | 100.00 (Default) | | 46 | 100.00 | 0.0 | 45.00 | 1.0 | | 0 | 0.00 |
| 9 | Sub-total | | 196,529 | 0.93 | 0.2 | 45.00 | 4.8 | | 181,179 | 92.18 |
| Total (all portfolios) | | | ¥ 1,227,758 | 0.23% | 1.1 | 18.05% | 2.6 | ¥ | 433,904 | 35.34% |

Note: The SuMi TRUST Group applies the Foundation Internal Ratings-Based Approach to the calculation of risk-weighted assets related to counterparty credit risk.

CCR5: Composition of collateral for CCR exposure

| CCR5 | | Millions of Yen | | | | | |
|----------|--------------------------|--|--------------|---------------------------------|--------------|--------------------------------------|---------------------------------|
| | | March 31, 2022 | | | | | |
| | | a | b | c | d | e | f |
| | | Collateral used in derivative transactions | | | | Collateral used in repo transactions | |
| | | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | Fair value of posted collateral |
| Item No. | | Segregated | Unsegregated | Segregated | Unsegregated | | |
| 1 | Cash (domestic currency) | ¥ — | ¥ 166,263 | ¥ — | ¥ 480,779 | ¥ 50,028 | ¥ 803,276 |
| 2 | Cash (other currency) | — | 220 | — | 323,716 | 1,435,005 | 972 |
| 3 | Domestic sovereign debt | 12,815 | 858 | 14,455 | 30,797 | 337,823 | 353,438 |
| 4 | Other sovereign debt | 859 | — | — | — | 1,155,773 | 2,738,273 |
| 5 | Government agency debt | — | — | — | — | 129,008 | 97,303 |
| 6 | Corporate bonds | — | — | — | — | 312,503 | 199,355 |
| 7 | Equity securities | — | — | — | 6,995 | 1,074,742 | 819,386 |
| 8 | Other collateral | — | — | — | — | — | — |
| 9 | Total | ¥ 13,674 | ¥ 167,342 | ¥ 14,455 | ¥ 842,289 | ¥ 4,494,884 | ¥ 5,012,006 |

| CCR5 | | Millions of Yen | | | | | |
|----------|--------------------------|--|--------------|---------------------------------|--------------|--------------------------------------|---------------------------------|
| | | March 31, 2021 | | | | | |
| | | a | b | c | d | e | f |
| | | Collateral used in derivative transactions | | | | Collateral used in repo transactions | |
| | | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | Fair value of posted collateral |
| Item No. | | Segregated | Unsegregated | Segregated | Unsegregated | | |
| 1 | Cash (domestic currency) | ¥ — | ¥ 123,752 | ¥ — | ¥ 311,385 | ¥ 30,067 | ¥ 732,944 |
| 2 | Cash (other currency) | — | 3,789 | — | 251,567 | 968,538 | 549 |
| 3 | Domestic sovereign debt | — | 1,081 | — | 19,040 | 228,621 | 354,177 |
| 4 | Other sovereign debt | — | — | — | — | 845,426 | 1,704,208 |
| 5 | Government agency debt | — | — | — | — | 116,000 | 13,375 |
| 6 | Corporate bonds | — | — | — | — | 384,389 | 326,855 |
| 7 | Equity securities | — | — | — | 12,577 | 701,562 | 560,016 |
| 8 | Other collateral | — | — | — | — | — | — |
| 9 | Total | ¥ — | ¥ 128,624 | ¥ — | ¥ 594,572 | ¥ 3,274,606 | ¥ 3,692,125 |

CCR6: Credit derivatives exposures

| Item No. | | Millions of Yen | |
|-------------|----------------------------------|-------------------|-----------------|
| | | March 31, 2022 | |
| | | a | b |
| | | Protection bought | Protection sold |
| Notionals | | | |
| 1 | Single-name credit default swaps | ¥ 29,000 | ¥ 29,000 |
| 2 | Index credit default swaps | 37,392 | — |
| 3 | Total return swaps | — | — |
| 4 | Credit options | — | — |
| 5 | Other credit derivatives | — | — |
| 6 | Total notionals | ¥ 66,392 | ¥ 29,000 |
| Fair values | | | |
| 7 | Positive fair value (asset) | 32 | 643 |
| 8 | Negative fair value (liability) | (2,963) | (32) |

| Item No. | | Millions of Yen | |
|-------------|----------------------------------|-------------------|-----------------|
| | | March 31, 2021 | |
| | | a | b |
| | | Protection bought | Protection sold |
| Notionals | | | |
| 1 | Single-name credit default swaps | ¥ 40,500 | ¥ 40,500 |
| 2 | Index credit default swaps | 5,533 | — |
| 3 | Total return swaps | — | — |
| 4 | Credit options | — | — |
| 5 | Other credit derivatives | — | — |
| 6 | Total notionals | ¥ 46,032 | ¥ 40,500 |
| Fair values | | | |
| 7 | Positive fair value (asset) | 9 | 913 |
| 8 | Negative fair value (liability) | (1,387) | (9) |

CCR7: RWA flow statements of CCR exposures under Internal Model Method (IMM)

As of March 31, 2022

Not applicable.

As of March 31, 2021

Not applicable.

CCR8: Exposures to central counterparties (CCP)

| Item No. | CCR8 | Millions of Yen | |
|----------|---|-----------------------|-------------|
| | | March 31, 2022 | |
| | | a | b |
| | | EAD to CCP (post-CRM) | RWA amounts |
| 1 | Exposures to qualifying central counterparties (QCCPs) (total) | | ¥ 55,007 |
| 2 | Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 1,536,663 | 30,733 |
| 3 | (i) OTC derivatives | 1,241,187 | 24,823 |
| 4 | (ii) Exchange-traded derivatives | 202,133 | 4,042 |
| 5 | (iii) Repo transactions | 93,342 | 1,866 |
| 6 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 7 | Segregated initial margin | — | — |
| 8 | Non-segregated initial margin | 242,227 | 4,844 |
| 9 | Pre-funded default fund contributions | 32,748 | 19,429 |
| 10 | Unfunded default fund contributions | — | — |
| 11 | Exposures to non-QCCPs (total) | | ¥ — |
| 12 | Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | — | — |
| 13 | (i) OTC derivatives | — | — |
| 14 | (ii) Exchange-traded derivatives | — | — |
| 15 | (iii) Repo transactions | — | — |
| 16 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 17 | Segregated initial margin | — | — |
| 18 | Non-segregated initial margin | — | — |
| 19 | Pre-funded default fund contributions | — | — |
| 20 | Unfunded default fund contributions | — | — |

| Item No. | CCR8 | Millions of Yen | |
|----------|---|-----------------------|-------------|
| | | March 31, 2021 | |
| | | a | b |
| | | EAD to CCP (post-CRM) | RWA amounts |
| 1 | Exposures to qualifying central counterparties (QCCPs) (total) | | ¥ 47,434 |
| 2 | Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 1,444,565 | 28,891 |
| 3 | (i) OTC derivatives | 1,208,535 | 24,170 |
| 4 | (ii) Exchange-traded derivatives | 167,635 | 3,352 |
| 5 | (iii) Repo transactions | 68,394 | 1,367 |
| 6 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 7 | Segregated initial margin | — | — |
| 8 | Non-segregated initial margin | 182,733 | 3,654 |
| 9 | Pre-funded default fund contributions | 23,319 | 14,888 |
| 10 | Unfunded default fund contributions | — | — |
| 11 | Exposures to non-QCCPs (total) | | ¥ — |
| 12 | Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | — | — |
| 13 | (i) OTC derivatives | — | — |
| 14 | (ii) Exchange-traded derivatives | — | — |
| 15 | (iii) Repo transactions | — | — |
| 16 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 17 | Segregated initial margin | — | — |
| 18 | Non-segregated initial margin | — | — |
| 19 | Pre-funded default fund contributions | — | — |
| 20 | Unfunded default fund contributions | — | — |

SEC1: Securitisation exposures by underlying asset type (securitisation exposures subject to the calculation of the amount of credit risk-weighted assets only)

| SEC1 | | Millions of Yen | | | | | | | | |
|----------|------------------------------|-------------------------|-----------|-----------|----------------------|-----------|-----------|------------------------|-----------|-----------|
| | | March 31, 2022 | | | | | | | | |
| Item No. | Type of underlying asset | a | b | c | d | e | f | g | h | i |
| | | Bank acts as originator | | | Bank acts as sponsor | | | Banks acts as investor | | |
| | | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) – of which | ¥ 85,983 | ¥ — | ¥ 85,983 | ¥ 377,826 | ¥ — | ¥ 377,826 | ¥ 126,073 | ¥ — | ¥ 126,073 |
| 2 | Residential mortgage | 85,983 | — | 85,983 | 67,793 | — | 67,793 | 87,427 | — | 87,427 |
| 3 | Credit card | — | — | — | 40,787 | — | 40,787 | 28,428 | — | 28,428 |
| 4 | Other retail exposures | — | — | — | 269,245 | — | 269,245 | 10,216 | — | 10,216 |
| 5 | Re-securitisation | — | — | — | — | — | — | — | — | — |
| 6 | Wholesale (total) – of which | 6,548 | — | 6,548 | 14,921 | — | 14,921 | 791,122 | — | 791,122 |
| 7 | Loans to corporates | — | — | — | — | — | — | 791,122 | — | 791,122 |
| 8 | Commercial mortgage | — | — | — | — | — | — | — | — | — |
| 9 | Lease and receivables | 6,548 | — | 6,548 | 14,921 | — | 14,921 | — | — | — |
| 10 | Other wholesale | — | — | — | — | — | — | — | — | — |
| 11 | Re-securitisation | — | — | — | — | — | — | — | — | — |

| SEC1 | | Millions of Yen | | | | | | | | |
|----------|------------------------------|-------------------------|-----------|-----------|----------------------|-----------|-----------|------------------------|-----------|-----------|
| | | March 31, 2021 | | | | | | | | |
| Item No. | Type of underlying asset | a | b | c | d | e | f | g | h | i |
| | | Bank acts as originator | | | Bank acts as sponsor | | | Banks acts as investor | | |
| | | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) – of which | ¥ 86,324 | ¥ — | ¥ 86,324 | ¥ 310,776 | ¥ — | ¥ 310,776 | ¥ 98,354 | ¥ — | ¥ 98,354 |
| 2 | Residential mortgage | 86,324 | — | 86,324 | 75,519 | — | 75,519 | 62,570 | — | 62,570 |
| 3 | Credit card | — | — | — | 40,517 | — | 40,517 | 31,905 | — | 31,905 |
| 4 | Other retail exposures | — | — | — | 194,740 | — | 194,740 | 3,877 | — | 3,877 |
| 5 | Re-securitisation | — | — | — | — | — | — | — | — | — |
| 6 | Wholesale (total) – of which | 7,511 | — | 7,511 | 27,233 | — | 27,233 | 720,685 | — | 720,685 |
| 7 | Loans to corporates | — | — | — | — | — | — | 720,685 | — | 720,685 |
| 8 | Commercial mortgage | — | — | — | — | — | — | — | — | — |
| 9 | Lease and receivables | 7,511 | — | 7,511 | 27,233 | — | 27,233 | — | — | — |
| 10 | Other wholesale | — | — | — | — | — | — | — | — | — |
| 11 | Re-securitisation | — | — | — | — | — | — | — | — | — |

SEC2: Securitisation exposures by underlying asset type (securitisation exposures subject to the calculation of the market risk equivalent amounts only)

As of March 31, 2022

Not applicable.

As of March 31, 2021

Not applicable.

SEC3: Securitisation exposures subject to the calculation of the amount of credit risk-weighted assets and related capital requirements (bank acting as originator or sponsor)

| SEC3 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-----------|-------------------|--------|------------|---------------------------------------|----------------|-----|-------------------|-----------|-------------------|--------|------------|
| | | March 31, 2022 | | | | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| Item No. | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | | Re-securitisation | | | | Securitisation | | | | Re-securitisation | | |
| | | | | Retail underlying | Wholesale | | Senior | Non-senior | | | | Retail underlying | Wholesale | | Senior | Non-senior |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥328,047 | ¥328,047 | ¥328,047 | ¥313,125 | ¥14,921 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 101,665 | 101,665 | 101,665 | 101,665 | — | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 44,314 | 44,314 | 44,314 | 44,314 | — | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 11,224 | 11,224 | 11,224 | 4,676 | 6,548 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 485,006 | 485,006 | 485,006 | 463,535 | 21,470 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 245 | 245 | 245 | 245 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 155,117 | 155,117 | 155,117 | 126,415 | 28,701 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 36 | 36 | 36 | 36 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 352 | 352 | 352 | 352 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 12,409 | 12,409 | 12,409 | 10,113 | 2,296 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 2 | 2 | 2 | 2 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |

| SEC3 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|-----------------|-------------------|---|-----------|-------------------|--------|------------|-----|---------------------------------------|-------------------|-----|-----------|-------------------|--------|------------|
| | | March 31, 2021 | | | | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Item No. | Total | Traditional securitisations (sub-total) | | | | | | Synthetic securitisations (sub-total) | | | | | | |
| | Securitisation | | Retail underlying | | Wholesale | Re-securitisation | Senior | Non-senior | | Securitisation | Retail underlying | | Wholesale | Re-securitisation | Senior | Non-senior |
| | | | | | | | | | | | | | | | | |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥290,498 | ¥290,498 | ¥290,498 | ¥263,264 | ¥27,233 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 83,784 | 83,784 | 83,784 | 83,784 | — | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 40,987 | 40,987 | 40,987 | 40,987 | — | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 16,528 | 16,528 | 16,528 | 9,016 | 7,511 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 431,780 | 431,780 | 431,780 | 397,035 | 34,744 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 17 | 17 | 17 | 17 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 153,520 | 153,520 | 153,520 | 111,402 | 42,117 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 2 | 2 | 2 | 2 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 597 | 597 | 597 | 597 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 12,281 | 12,281 | 12,281 | 8,912 | 3,369 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |

SEC4: Securitisation exposures subject to the calculation of the amount of credit risk-weighted assets and related capital requirements (bank acting as investor)

| SEC4 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-------------------|----------|-----|--------|---------------------------------------|-----|-----|-------------------|-----------|-----|--------|------------|
| | | March 31, 2022 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | Re-securitisation | | | | Securitisation | | | Re-securitisation | | | | |
| | | | | Retail underlying | Wholesale | | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥830,760 | ¥830,760 | ¥830,760 | ¥96,969 | ¥733,790 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 17,672 | 17,672 | 17,672 | 16,024 | 1,647 | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 3,988 | 3,988 | 3,988 | 3,376 | 611 | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 64,773 | 64,773 | 64,773 | 9,701 | 55,071 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 888,767 | 888,767 | 888,767 | 97,644 | 791,122 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 28,428 | 28,428 | 28,428 | 28,428 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 186,688 | 186,688 | 186,688 | 18,116 | 168,571 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 14,815 | 14,815 | 14,815 | 14,815 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 14,935 | 14,935 | 14,935 | 1,449 | 13,485 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 1,185 | 1,185 | 1,185 | 1,185 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |

| SEC4 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-----------|-------------------|-----|--------|---------------------------------------|-----|-----|-------------------|-------------------|-----|--------|------------|
| | | March 31, 2021 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | | Re-securitisation | | | Securitisation | | | | Re-securitisation | | | |
| | | | | Retail underlying | Wholesale | | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥717,104 | ¥717,104 | ¥717,104 | ¥77,100 | ¥640,004 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 55,565 | 55,565 | 55,565 | 3,103 | 52,462 | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 35,834 | 35,834 | 35,834 | 7,614 | 28,219 | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 10,535 | 10,535 | 10,535 | 10,535 | — | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 784,824 | 784,824 | 784,824 | 64,138 | 720,685 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 34,215 | 34,215 | 34,215 | 34,215 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 137,830 | 137,830 | 137,830 | 13,121 | 124,709 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 17,129 | 17,129 | 17,129 | 17,129 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 11,026 | 11,026 | 11,026 | 1,049 | 9,976 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 1,370 | 1,370 | 1,370 | 1,370 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |

MR1: Market risk under standardised approach

| MR1 | | Millions of Yen |
|----------|---|--|
| | | March 31, 2022 |
| Item No. | | RWA (Amounts calculated by dividing risk equivalent amounts by 8%) |
| 1 | Interest rate risk (general and specific) | ¥ 4,521 |
| 2 | Equity risk (general and specific) | — |
| 3 | Foreign exchange risk | 29,197 |
| 4 | Commodity risk | — |
| | Options transactions | |
| 5 | Simplified approach | — |
| 6 | Delta-plus method | — |
| 7 | Scenario approach | — |
| 8 | Specific risk related to securitisation exposures | — |
| 9 | Total | ¥ 33,718 |

| MR1 | | Millions of Yen |
|----------|---|--|
| | | March 31, 2021 |
| Item No. | | RWA (Amounts calculated by dividing risk equivalent amounts by 8%) |
| 1 | Interest rate risk (general and specific) | ¥ 2,640 |
| 2 | Equity risk (general and specific) | — |
| 3 | Foreign exchange risk | 19,376 |
| 4 | Commodity risk | — |
| | Options transactions | |
| 5 | Simplified approach | — |
| 6 | Delta-plus method | — |
| 7 | Scenario approach | — |
| 8 | Specific risk related to securitisation exposures | — |
| 9 | Total | ¥ 22,017 |

MR2: Risk-weighted Assets Flow Statements of Market Risk Exposures under Internal Model Approach

| MR2 | | Billions of Yen | | | | | |
|----------|--|----------------------------|--------------|-----------------|--------------------|--------|-----------|
| | | March 31, 2022 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | VaR | Stressed VaR | Additional risk | Comprehensive risk | Others | Total RWA |
| 1a | RWA at the end of previous reporting period (March 31, 2021) | ¥ 365 | ¥ 1,039 | ¥ — | ¥ — | | ¥ 1,405 |
| 1b | Regulatory adjustment ratio (1a/1c) | 3.13 | 3.08 | — | — | | 3.09 |
| 1c | RWA at the end of the previous fiscal year | 116 | 336 | — | — | | 453 |
| 2 | Movement in risk levels | (9) | (22) | — | — | | (31) |
| 3 | Model updates/changes | (33) | 49 | — | — | | 15 |
| 4 | Factor of RWA changes | Methodology and policy | — | — | — | | — |
| 5 | | Acquisitions and disposals | — | — | — | | — |
| 6 | | Foreign exchange movements | (3) | (55) | — | | (58) |
| 7 | | Others | 36 | (52) | — | | (16) |
| 8a | RWA at the end of the fiscal year | 106 | 255 | — | — | | 362 |
| 8b | Regulatory adjustment ratio (8c/8a) | 2.58 | 3.74 | — | — | | 3.40 |
| 8c | RWA at the end of current reporting period (March 31, 2022) | 275 | 959 | — | — | | 1,234 |

Note: The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

| MR2 | | Billions of Yen | | | | | |
|----------|--|----------------------------|--------------|-----------------|--------------------|--------|-----------|
| | | March 31, 2021 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | VaR | Stressed VaR | Additional risk | Comprehensive risk | Others | Total RWA |
| 1a | RWA at the end of previous reporting period (March 31, 2020) | ¥ 297 | ¥ 1,013 | ¥ — | ¥ — | | ¥ 1,311 |
| 1b | Regulatory adjustment ratio (1a/1c) | 2.69 | 3.72 | — | — | | 3.42 |
| 1c | RWA at the end of the previous fiscal year | 110 | 272 | — | — | | 382 |
| 2 | Movement in risk levels | 62 | 72 | — | — | | 134 |
| 3 | Model updates/changes | — | — | — | — | | — |
| 4 | Factor of RWA changes | Methodology and policy | — | — | — | | — |
| 5 | | Acquisitions and disposals | — | — | — | | — |
| 6 | | Foreign exchange movements | (7) | 1 | — | | (6) |
| 7 | | Others | (48) | (8) | — | | (57) |
| 8a | RWA at the end of the fiscal year | 116 | 336 | — | — | | 453 |
| 8b | Regulatory adjustment ratio (8c/8a) | 3.13 | 3.08 | — | — | | 3.09 |
| 8c | RWA at the end of current reporting period (March 31, 2021) | 365 | 1,039 | — | — | | 1,405 |

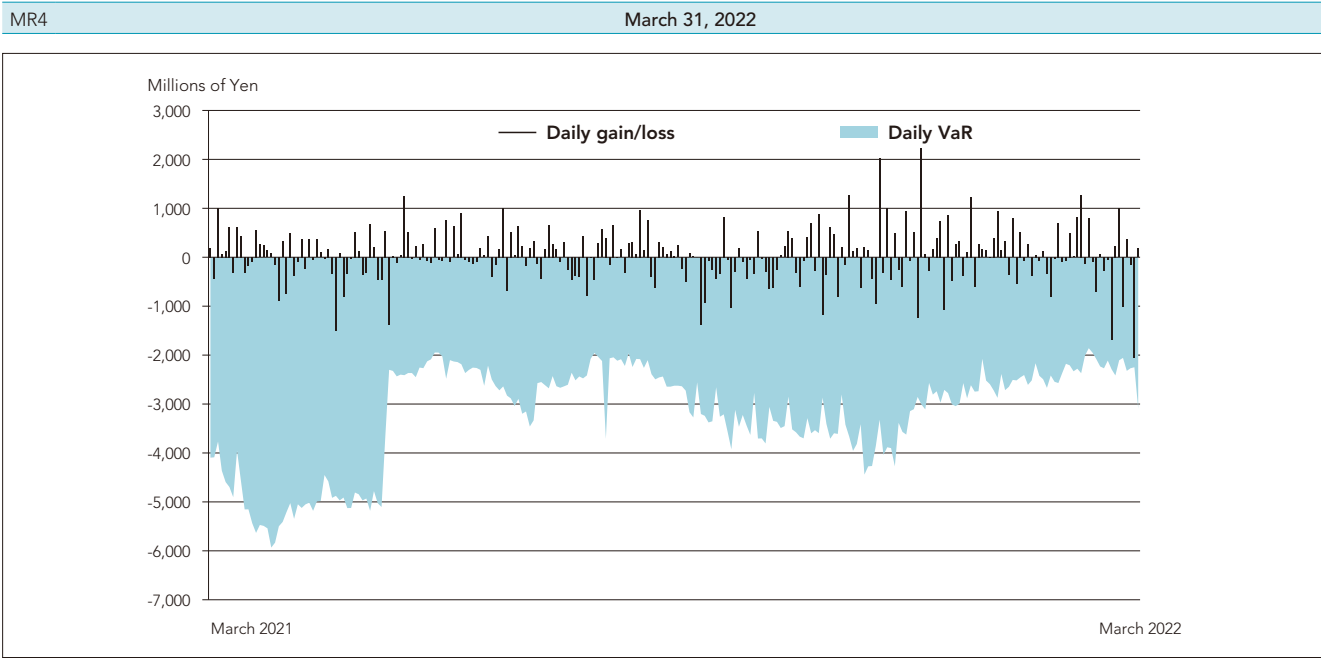
Note: The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

MR3: Values of Internal Model Approaches (IMA) (Market risk)

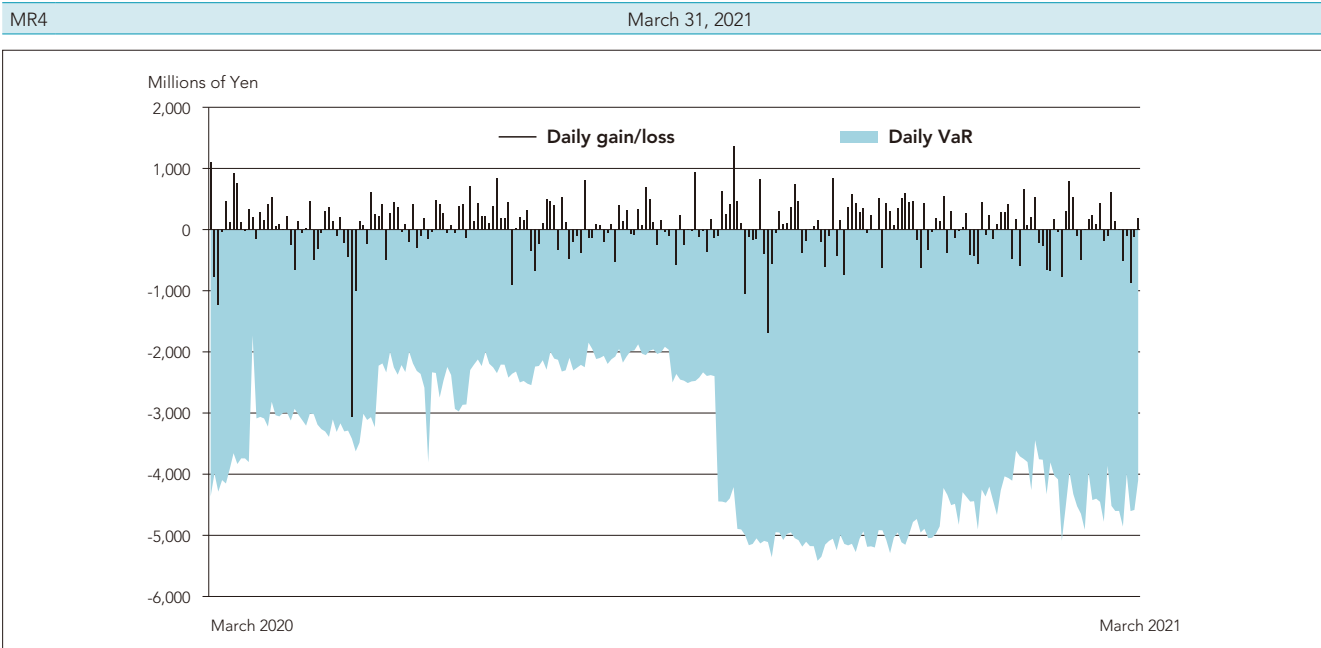
| MR3 | | Millions of Yen |
|---|--|-----------------|
| Item No. | | March 31, 2022 |
| VaR (holding period:10 business days, one-sided confidence interval:99%) | | |
| 1 | Maximum value | ¥ 15,601 |
| 2 | Average value | 8,618 |
| 3 | Minimum value | 5,388 |
| 4 | Period end | 8,552 |
| Stressed VaR (holding period:10 business days, one-sided confidence interval:99%) | | |
| 5 | Maximum value | 46,371 |
| 6 | Average value | 33,841 |
| 7 | Minimum value | 20,195 |
| 8 | Period end | 20,464 |
| Incremental risk charge (one-sided confidence interval: 99.9%) | | |
| 9 | Maximum value | — |
| 10 | Average value | — |
| 11 | Minimum value | — |
| 12 | Period end | — |
| Comprehensive risk capital charge (one-sided confidence interval: 99.9%) | | |
| 13 | Maximum value | — |
| 14 | Average value | — |
| 15 | Minimum value | — |
| 16 | Period end | — |
| 17 | Floor (modified standardised measurement method) | — |

| MR3 Item No. | | Millions of Yen |
|---|--|-----------------|
| | | March 31, 2021 |
| VaR (holding period:10 business days, one-sided confidence interval:99%) | | |
| 1 | Maximum value | ¥ 13,022 |
| 2 | Average value | 8,745 |
| 3 | Minimum value | 4,985 |
| 4 | Period end | 9,347 |
| Stressed VaR (holding period:10 business days, one-sided confidence interval:99%) | | |
| 5 | Maximum value | 34,912 |
| 6 | Average value | 28,314 |
| 7 | Minimum value | 18,982 |
| 8 | Period end | 26,958 |
| Incremental risk charge (one-sided confidence interval: 99.9%) | | |
| 9 | Maximum value | — |
| 10 | Average value | — |
| 11 | Minimum value | — |
| 12 | Period end | — |
| Comprehensive risk capital charge (one-sided confidence interval: 99.9%) | | |
| 13 | Maximum value | — |
| 14 | Average value | — |
| 15 | Minimum value | — |
| 16 | Period end | — |
| 17 | Floor (modified standardised measurement method) | — |

MR4: Backtesting results by Internal Model Approaches (IMA)



Note: As shown above, during the reported period, there was no exceedance occurred in backtesting.



Note: As shown above, during the reported period, three exceedances occurred in backtesting.

IRRBB1: Interest rate risk

| Item No. | IRRBB1 | Millions of Yen | | | |
|----------|-----------------|-----------------|----------------|----------------|----------------|
| | | a | b | c | d |
| | | ΔEVE | | ΔNII | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| 1 | Parallel up | ¥ 94,116 | ¥ 48,562 | ¥ (123,722) | ¥ (77,953) |
| 2 | Parallel down | 2,127 | 81,361 | 119,484 | 76,463 |
| 3 | Steepener | 106,332 | 92,204 | | |
| 4 | Flattener | — | 858 | | |
| 5 | Short rate up | 75 | — | | |
| 6 | Short rate down | 22,118 | 57,337 | | |
| 7 | Maximum | 106,332 | 92,204 | 119,484 | 76,463 |
| | | e | | f | |
| | | March 31, 2022 | | March 31, 2021 | |
| 8 | Tier 1 Capital | ¥ 2,761,527 | | ¥ 2,736,717 | |

CCyB1: Countercyclical buffer requirement: Status by Country or Region

| Country or region | Millions of Yen, % | | | |
|-------------------|-------------------------------------|--|---|--|
| | March 31, 2022 | | | |
| | a | b | c | d |
| | Countercyclical capital buffer rate | Risk-weighted assets used in the computation of the countercyclical capital buffer | Bank-specific countercyclical capital buffer rate | Counter cyclical buffer requirement amount |
| Hong Kong | 1.00% | ¥ 37,060 | | |
| Luxembourg | 0.50% | 79,071 | | |
| Subtotal | | 116,131 | | |
| Total | | ¥ 16,314,922 | 0.00% | ¥ — |

Notes: 1. The amount of credit RWA by country or region is, in principle, calculated on the basis of where the ultimate risk of the exposure resides (based on the country or region where the borrower resides). However, with respect to securitisation exposures and equity investments in funds whose country or region are difficult to identify, calculations are made according to the country or region in which the exposure is booked.

2. The ratio of the SuMi TRUST Group's exposures in the two countries or regions in which the countercyclical buffer requirement set by regulatory authorities exceeded 0 to the SuMi TRUST Group's total exposures was limited.

| Country or region | Millions of Yen, % | | | |
|-------------------|-------------------------------------|--|---|--|
| | March 31, 2021 | | | |
| | a | b | c | d |
| | Countercyclical capital buffer rate | Risk-weighted assets used in the computation of the countercyclical capital buffer | Bank-specific countercyclical capital buffer rate | Counter cyclical buffer requirement amount |
| Hong Kong | 1.00% | ¥ 44,562 | | |
| Luxembourg | 0.50% | 73,617 | | |
| Subtotal | | 118,180 | | |
| Total | | ¥ 16,222,459 | 0.00% | ¥ — |

Notes: 1. The amount of credit RWA by country or region is, in principle, calculated on the basis of where the ultimate risk of the exposure resides (based on the country or region where the borrower resides). However, with respect to securitisation exposures and equity investments in funds whose country or region are difficult to identify, calculations are made according to the country or region in which the exposure is booked.

2. The ratio of the SuMi TRUST Group's exposures in the two countries or regions in which the countercyclical buffer requirement set by regulatory authorities exceeded 0 to the SuMi TRUST Group's total exposures was limited.

Indicators for Assessing Global Systemically Important Banks (G-SIBs)

Consolidated

GSIB1: Indicators for Assessing G-SIBs

| GSIB1 Basel III Template No. | Millions of Yen | | |
|---------------------------------------|---|---|----------------|
| | | March 31, 2022 | March 31, 2021 |
| 1 | Cross-jurisdictional activity | Cross-jurisdictional claims | ¥ 10,557,253 |
| 2 | | Cross-jurisdictional liabilities | ¥ 8,328,718 |
| 3 | Size | Cross-jurisdictional liabilities | 14,163,351 |
| 4 | | Total exposures | 65,923,801 |
| 5 | Interconnectedness | Intra-financial system assets | 6,566,865 |
| 6 | | Intra-financial system liabilities | 5,155,046 |
| 7 | | Securities outstanding | 7,892,338 |
| 8 | Substitutability / Financial institution infrastructure | Assets under custody | 12,552,343 |
| 9 | | Payments through settlement systems | 278,474,007 |
| 10 | | Underwritten transactions in debt and equity markets | 296,607,074 |
| 11 | | Total trading volume | 994,303,631 |
| 12 | Complexity | Notional amount of over-the-counter (OTC) derivatives | 1,369,560 |
| 13 | | Level 3 assets | 186,626,026 |
| | | Trading and available-for-sale (AFS) securities | 171,993,477 |
| | | | 352,601 |
| | | | 3,183,461 |
| | | | 815,084 |
| | | | 3,145,315 |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
Sumitomo Mitsui Trust Bank, LimitedBasel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

Composition of Basel III Leverage Ratio

Consolidated

| As of March 31 | | | Millions of Yen, % | |
|--|--|---|--------------------|--------------|
| Basel III Template No. (Table 2) | Basel III Template No. (Table 1) | Items | 2022 | 2021 |
| On-Balance Sheet Exposures | | | | |
| 1 | | On-Balance Sheet Exposures before Deducting Adjustment Items | ¥ 44,943,111 | ¥ 42,956,670 |
| 1a | 1 | Total Assets Reported in the Consolidated Balance Sheet* | 49,548,958 | 47,137,138 |
| 1b | 2 | The Amount of Assets of Subsidiaries that are not Included in the Scope of the Basel III Leverage Ratio on a Consolidated Basis (Deduction) | — | — |
| 1c | 7 | The Amount of Assets of Subsidiaries that are Included in the Scope of the Basel III Leverage Ratio on a Consolidated Basis(except Those Included in the Total Assets Reported in the Consolidated Balance Sheet) | — | — |
| 1d | 3 | The Amount of Assets that are Deducted from the Total Assets Reported in the Consolidated Balance Sheet (except Adjustment Items) (Deduction)* | 4,605,846 | 4,180,467 |
| 2 | 7 | The Amount of Adjustment Items Pertaining to Tier 1 Capital (Deduction) | 257,093 | 251,073 |
| 3 | | Total On-Balance Sheet Exposures (A) | 44,686,018 | 42,705,596 |
| Exposures Related to Derivative Transactions | | | | |
| 4 | | The Amount Equivalent to Replacement Cost Associated with Derivatives Transactions, etc. Multiplied by 1.4 Replacement Cost Associated with Derivatives Transactions, etc. | 958,636 | 716,500 |
| 5 | | The Amount Equivalent to Potential Future Exposure Associated with Derivatives Transactions, etc. Multiplied by 1.4 Add-On Amount Associated with Derivatives Transactions, etc. | 1,069,627 | 1,038,169 |
| | | The Amount of Receivables Arising from Providing Cash Margin in Relation to Derivatives Transactions, etc. | 804,496 | 562,953 |
| 6 | | The Amount of Receivables Arising from Providing Collateral, Provided where Deducted from the Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | | |
| | | The Amount of Receivables Arising from Providing Cash Margin, Provided where Deducted from the Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | — | — |
| 7 | | The Amount of Deductions of Receivables (out of those Arising from Providing Cash Variation Margin) (Deduction) | 149,682 | 169,107 |
| 8 | | The Amount of Client-Cleared Trade Exposures for which a Bank or Bank Holding Company Acting as Clearing Member is not Obligated to Make Any Indemnification (Deduction) | | |
| 9 | | Adjusted Effective Notional Amount of Written Credit Derivatives | 29,000 | 40,500 |
| 10 | | The Amount of Deductions from Effective Notional Amount of Written Credit Derivatives (Deduction) | 29,000 | 40,500 |
| 11 | 4 | Total Exposures Related to Derivative Transactions (B) | 2,683,078 | 2,148,516 |
| Exposures Related to Repo Transactions | | | | |
| 12 | | The Amount of Assets Related to Repo Transactions, etc. | 803,276 | 887,958 |
| 13 | | The Amount of Deductions from the Assets Above (Line 12) (Deduction) | — | — |
| 14 | | The Exposures for Counterparty Credit Risk for Repo Transactions, etc. | 417,004 | 307,438 |
| 15 | | The Exposures for Agent Repo Transaction | | |
| 16 | 5 | The Total Exposures Related to Repo Transactions, etc. (C) | 1,220,280 | 1,195,397 |
| Exposures Related to Off-Balance Sheet Transactions | | | | |
| 17 | | Notional Amount of Off-Balance Sheet Transactions | 8,399,573 | 8,653,515 |
| 18 | | The Amount of Adjustments for Conversion in Relation to Off-Balance Sheet Transactions (Deduction) | 5,111,999 | 5,261,730 |
| 19 | 6 | Total Exposures Related to Off-Balance Sheet Transactions (D) | 3,287,573 | 3,391,784 |
| Basel III Leverage Ratio on a Consolidated Basis | | | | |
| 20 | | The Amount of Capital (Tier 1 Capital) (E) | 2,761,527 | 2,736,717 |
| 21 | 8 | Total Exposures (F) = (A)+(B)+(C)+(D) | ¥ 51,876,951 | ¥ 49,441,295 |
| 22 | | Basel III Leverage Ratio on a Consolidated Basis (G) = (E)/(F) | 5.32% | 5.53% |
| Basel III Leverage Ratio If Including Deposits Held with the Bank of Japan | | | | |
| | | Total Exposures (F) | ¥ 51,876,951 | 49,441,295 |
| | | Deposits Held with the Bank of Japan | 15,084,261 | 16,231,435 |
| | | Total Exposures If Including Deposits Held with the Bank of Japan (F') | 66,961,213 | 65,672,730 |
| | | Basel III Leverage Ratio If Including Deposits Held with the Bank of Japan (H) = (E)/(F') | 4.12% | 4.16% |

Notes: 1. Previously, derivative transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset. However, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

2. SuMi TRUST Holdings' Basel III leverage ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the Basel III leverage ratio itself or parts of internal control over the procedure to calculate the ratio.

Liquidity Coverage Ratio (LCR)

Consolidated

Quantitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a consolidated basis

| Items | | Millions of Yen, %, the Number of Data | | | |
|---|---|--|----------------------|------------------------------|----------------------|
| | | Fiscal Year 2021 4th Quarter | | Fiscal Year 2021 3rd Quarter | |
| High-Quality Liquid Assets (1) | | | | | |
| 1 | Total high-quality liquid assets (HQLA) | ¥ 19,203,403 | | ¥ 18,647,224 | |
| Cash Outflows (2) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 2 | Cash outflows related to unsecured retail funding | ¥ 18,135,241 | ¥ 873,534 | ¥ 18,200,264 | ¥ 880,676 |
| 3 | of which: Stable deposits | 850,704 | 25,521 | 842,978 | 25,289 |
| 4 | of which: Less stable deposits | 8,447,286 | 848,013 | 8,525,788 | 855,387 |
| 5 | Cash outflows related to unsecured wholesale funding | 13,411,846 | 10,579,241 | 11,666,666 | 9,032,648 |
| 6 | of which: Qualifying operational deposits | — | — | — | — |
| 7 | of which: Cash outflows related to unsecured wholesale funding other than qualifying operational deposits and debt securities | 10,070,757 | 7,238,152 | 9,036,473 | 6,402,455 |
| 8 | of which: Debt securities | 3,341,089 | 3,341,089 | 2,630,193 | 2,630,193 |
| 9 | Cash outflows related to secured funding, etc. | 9,935 | | 5,497 | |
| 10 | Cash outflows related to derivative transactions, etc. funding programs, credit and liquidity facilities | 6,307,256 | 1,681,255 | 6,131,693 | 1,553,527 |
| 11 | of which: Cash outflows related to derivative transactions, etc. | 381,443 | 381,443 | 335,697 | 335,697 |
| 12 | of which: Cash outflows related to funding programs | — | — | — | — |
| 13 | of which: Cash outflows related to credit and liquidity facilities | 5,925,813 | 1,299,812 | 5,795,996 | 1,217,830 |
| 14 | Cash outflows related to contractual funding obligations, etc. | 463,327 | 313,144 | 606,111 | 435,288 |
| 15 | Cash outflows related to contingencies | 10,933,810 | 21,569 | 10,887,395 | 21,489 |
| 16 | Total cash outflows | 13,478,678 | | 11,929,125 | |
| Cash Inflows (3) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 17 | Cash inflows related to secured lending, etc. | ¥ 50,141 | ¥ — | ¥ 55,209 | ¥ — |
| 18 | Cash inflows related to collection of loans, etc. | 3,071,793 | 2,153,086 | 3,989,919 | 3,217,947 |
| 19 | Other cash inflows | 599,597 | 256,431 | 585,442 | 295,855 |
| 20 | Total cash inflows | 3,721,531 | 2,409,517 | 4,630,570 | 3,513,802 |
| Consolidated Liquidity Coverage Ratio (4) | | | | | |
| 21 | Total HQLA allowed to be included in the calculation | ¥ 19,203,403 | | ¥ 18,647,224 | |
| 22 | Net cash outflows | 11,069,161 | | 8,415,323 | |
| 23 | Consolidated Liquidity Coverage Ratio (LCR) | 173.4% | | 221.5% | |
| 24 | The number of data used to calculate the average value | 59 | | 63 | |

Qualitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a consolidated basis

(1) Items concerning fluctuations in the LCR over time

Our consolidated LCR has trended steadily for the most part in the past two years.

(2) Items concerning evaluation of the LCR level

Our consolidated LCR satisfies the regulated level (100%) as required under liquidity ratio regulations and the actual LCR is roughly in line with our initial forecast. Up ahead, we do not expect our LCR to deviate significantly from the current level.

(3) Items concerning the composition of totals for eligible high-quality liquid assets

The majority of our eligible high-quality liquid assets are reserve deposit held at central banks and sovereign bonds. There have been no material fluctuations in the composition of currencies, their types and locations. Furthermore, there has been no material difference between totals for eligible high-quality liquid assets and net cash outflows in major currencies.

(4) Other items concerning LCR

We apply neither the “treatment for qualifying operational deposit” nor the “additional collateral required to market valuation changes based on the scenario approach.”

Furthermore, taking account of the impact to LCR, we are using month-end data in lieu of daily data for the consolidated subsidiary companies of minor importance with practical restrictions.

Net Stable Funding Ratio (NSFR)

Consolidated

Consolidated Net Stable Funding Ratio

Quantitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a consolidated basis

| Item No. | | Millions of Yen, % | | | | | |
|--|---|---------------------------------------|------------|-------------------|------------|--------------|----------------|
| | | Fiscal Year 2021 4th Quarter | | | | | Weighted value |
| | | Unweighted value by residual maturity | | | | | |
| | | No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | | |
| Available stable funding (ASF) items (1) | | | | | | | |
| 1 | Capital | ¥ 3,008,789 | ¥ — | ¥ — | ¥ 315,000 | ¥ 3,323,789 | |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 3,008,789 | — | — | 279,855 | 3,288,644 | |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 35,144 | 35,144 | |
| 4 | Funding from retail and small business customers | 12,527,338 | — | — | 6,179,505 | 17,454,110 | |
| 5 | of which: Stable deposits | — | — | — | — | — | |
| 6 | of which: Less stable deposits | 12,527,338 | — | — | 6,179,505 | 17,454,110 | |
| 7 | Wholesale funding | 4,607,844 | 21,987,806 | 1,787,650 | 9,780,778 | 15,172,588 | |
| 8 | of which: Operational deposits | — | — | — | — | — | |
| 9 | of which: Other wholesale funding | 4,607,844 | 21,987,806 | 1,787,650 | 9,780,778 | 15,172,588 | |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — | |
| 11 | Other liabilities | 279,679 | 1,120,643 | 40,000 | — | 35,181 | |
| 12 | of which: Derivative liabilities | — | — | — | — | — | |
| 13 | of which: All other liabilities and equity not included in the above categories | 279,679 | 1,120,643 | 40,000 | — | 35,181 | |
| 14 | Total available stable funding | — | — | — | — | ¥ 35,985,670 | |
| Required stable funding (RSF) items (2) | | | | | | | |
| 15 | HQLA | — | — | — | — | ¥ 1,099,534 | |
| 16 | Deposits held at financial institutions for operational purposes | — | — | — | 60,499 | 60,499 | |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 174,635 | 5,376,323 | 2,158,814 | 27,127,685 | 25,413,643 | |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 596,518 | — | — | 0 | |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 52,968 | 1,135,698 | 411,567 | 2,300,228 | 2,709,382 | |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 2,940,999 | 1,308,940 | 11,689,669 | 12,029,255 | |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 577,208 | 85,897 | 201,668 | 462,637 | |
| 22 | of which: Residential mortgages | — | 417,061 | 353,125 | 10,994,995 | 8,564,348 | |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 329,949 | 257,961 | 6,469,839 | 4,611,191 | |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 121,666 | 286,045 | 85,180 | 2,142,791 | 2,110,656 | |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — | |
| 26 | Other assets | 935,511 | 350,591 | 3,358 | 2,886,845 | 3,720,864 | |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — | |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | — | — | — | 329,170 | 279,794 | |
| 29 | of which: Derivative assets | — | — | — | 379,155 | 379,155 | |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | — | — | — | 44,169 | 44,169 | |
| 31 | of which: All other assets not included in the above categories | 935,511 | 350,591 | 3,358 | 2,134,350 | 3,017,744 | |
| 32 | Off-balance sheet items | — | — | — | 6,470,431 | 490,351 | |
| 33 | Total required stable funding | — | — | — | — | ¥ 30,784,893 | |
| 34 | Consolidated net stable funding ratio (NSFR) | — | — | — | — | 116.8% | |

| Item No. | | Millions of Yen, % | | | | | |
|--|---|---------------------------------------|------------|-----------|------------|----------------|--|
| | | Fiscal Year 2021 3rd Quarter | | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value | |
| No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | | | | |
| Available stable funding (ASF) items (1) | | | | | | | |
| 1 | Capital | ¥ 3,071,029 | ¥ — | ¥ — | ¥ 310,000 | ¥ 3,381,029 | |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 3,071,029 | — | — | 281,261 | 3,352,291 | |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 28,738 | 28,738 | |
| 4 | Funding from retail and small business customers | 12,483,217 | — | — | 6,265,184 | 17,500,079 | |
| 5 | of which: Stable deposits | — | — | — | — | — | |
| 6 | of which: Less stable deposits | 12,483,217 | — | — | 6,265,184 | 17,500,079 | |
| 7 | Wholesale funding | 4,567,579 | 22,509,435 | 1,726,392 | 9,189,069 | 14,936,290 | |
| 8 | of which: Operational deposits | — | — | — | — | — | |
| 9 | of which: Other wholesale funding | 4,567,579 | 22,509,435 | 1,726,392 | 9,189,069 | 14,936,290 | |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — | |
| 11 | Other liabilities | 238,227 | 1,040,406 | 40,000 | — | 33,986 | |
| 12 | of which: Derivative liabilities | — | — | — | — | — | |
| 13 | of which: All other liabilities and equity not included in the above categories | 238,227 | 1,040,406 | 40,000 | — | 33,986 | |
| 14 | Total available stable funding | | | | | ¥ 35,851,387 | |
| Required stable funding (RSF) items (2) | | | | | | | |
| 15 | HQLA | | | | | ¥ 1,360,580 | |
| 16 | Deposits held at financial institutions for operational purposes | — | — | — | 89,066 | 89,066 | |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 176,610 | 5,960,563 | 2,030,394 | 26,347,210 | 24,925,795 | |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 599,494 | — | — | 0 | |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 45,942 | 1,303,952 | 301,907 | 2,160,809 | 2,539,542 | |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 3,584,812 | 1,093,418 | 11,224,717 | 11,862,979 | |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 726,897 | 19,572 | 127,731 | 456,260 | |
| 22 | of which: Residential mortgages | — | 428,792 | 341,489 | 10,935,675 | 8,521,302 | |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 342,198 | 248,541 | 6,436,722 | 4,590,741 | |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 130,667 | 43,512 | 293,578 | 2,026,007 | 2,001,971 | |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — | |
| 26 | Other assets | 815,085 | 288,419 | 10,066 | 2,402,432 | 3,208,418 | |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — | |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | | | | | 253,041 | |
| 29 | of which: Derivative assets | | | | | 149,893 | |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | | | | | 27,539 | |
| 31 | of which: All other assets not included in the above categories | 815,085 | 288,419 | 10,066 | 1,971,957 | 2,800,379 | |
| 32 | Off-balance sheet items | | | | | 6,198,441 | |
| 33 | Total required stable funding | | | | | ¥ 30,002,508 | |
| 34 | Consolidated net stable funding ratio (NSFR) | | | | | 119.4% | |

Qualitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a consolidated basis**(1) Items concerning fluctuations in the consolidated NSFR over time**

Our consolidated NSFR has remained stable mainly due to our predetermined funding policy on the sticky money.

(2) Items concerning special provisions for interdependent assets and liabilities

The “Special provisions for interdependent assets and liabilities” stipulated in the items under Article 99 of the Financial Services Agency Notification on Liquidity Ratio are not applied on a consolidated basis.

(3) Other items concerning consolidated NSFR

Our consolidated NSFR satisfies the regulated level (100%), and we do not expect NSFR to deviate significantly from the current level in the future.

Currently, the entire amount of funding from retail and small business customers is recorded as “less stable deposits.”

Basel III Disclosure Data

This section outlines matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No.21 of Financial Services Agency, 2012) with regard to the matters regarding compensation as having significant consequences on the business operation or asset status of a bank, a bank holding company, or their subsidiaries, as set forth in Article 19-2, Paragraph 1, Item 6, Article 19-3, Item 4 and Article 34-26, Paragraph 1, Item 5 of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No. 10, 1982).

The following disclosure, unless otherwise stated, is with respect to Sumitomo Mitsui Trust Holdings, Inc. ("SuMi TRUST Holdings") as of the end of March 2022.

[Compensation Disclosure Data: SuMi TRUST Holdings]

| | |
|---|-----|
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Compensation Disclosure Data:

Sumitomo Mitsui Trust Holdings, Inc.

1. Development Status of Organizational Structures Concerning Compensation, etc. for Applicable Officers and Employees within the SuMi TRUST Group

(1) Scope of "Applicable Officers and Employees"

The scope of "applicable officers" and "applicable employees, etc." (collectively the "applicable officers and employees") as defined in the compensation notification to be disclosed is as follows:

(i) Scope of "Applicable Officers"

Applicable officers include directors, and executive officers*¹ of SuMi TRUST Holdings, but exclude external directors.

*¹ Executive officers defined by the Companies Act.

(ii) Scope of "Applicable Employees, etc."

Of SuMi TRUST Holdings' officers and employees outside the scope of applicable officers as well as officers and employees of its significant consolidated subsidiaries, a "person receiving a substantial amount of compensation" with significant consequence on the business operation or asset status of SuMi TRUST Holdings and its significant consolidated subsidiaries, are subject to disclosure as applicable employees, etc.

(a) Scope of "Significant Consolidated Subsidiary"

"Significant consolidated subsidiary" refers to a consolidated subsidiary either with its total assets representing more than 2% of the consolidated total assets, or with significant consequence on the SuMi TRUST Holdings Group's management, namely Sumitomo Mitsui Trust Bank, Limited.

(b) Scope of a "Person Receiving a Substantial Amount of Compensation"

A "person receiving a substantial amount of compensation" refers to a person who receives compensation in excess of a certain threshold amount from SuMi TRUST Holdings or its significant consolidated subsidiaries. Such a threshold amount is set at ¥40 million within the SuMi TRUST Holdings Group. This threshold amount has been determined based on the average compensation for officers paid in fiscal year 2021

(excluding the compensation paid to the officers who were newly appointed or retired in the fiscal year), and is commonly applicable across all significant consolidated subsidiaries, as more or less the same level and system of compensation is shared among all significant consolidated subsidiaries.

With respect to a person receiving lump-sum retirement benefit, this amount is first wholly deducted from the amount of compensation, then the "lump-sum retirement benefit divided by the number of years of service" is added back to calculate the deemed compensation for the purpose of determining whether the compensation is substantial or not.

(c) Scope of "Those with Significant Consequence on the Business Operation or Asset Status of the SuMi TRUST Holdings Group"

"Those with significant consequence on the business operation or asset status of the group" refers to the persons who normally conduct transactions, or manage business affairs that have considerable impact on the business operation of SuMi TRUST Holdings, the SuMi TRUST Holdings Group or its significant consolidated subsidiaries, or whose transactions can cause loss with significant impact on their asset status. Specifically, they include executive officers*² of SuMi TRUST Holdings and employees equivalent to general managers in the departments involving loan operations and market risk management.

*² Executive officers defined in internal policy.

(2) Names, Compositions, and Duties of the Committees and Other Major Institutions Which Supervise the Determination, Payment, and the Execution of Other Duties Regarding the Compensation, etc. for Applicable Officers and Employees

(i) Establishment and Securement of the Compensation Committee, etc.

SuMi TRUST Holdings is a company with Three Committees and has established a Compensation Committee, a statutory committee, to deliberate and decide the compensation system of directors and executive officers*¹ and the content of the compensation. The Committee shall prescribe policy on decisions on the content of remuneration for individual directors and executive officers*¹ of SuMi TRUST Holdings, and

decide the content of remuneration for individual executive officers*¹ and directors. In addition, the amounts of remuneration for individual executive officers*² of SuMi TRUST Holdings are reported to the Compensation Committee.

The Compensation Committee is chaired by an external director, and a majority of the committee members are external directors. The committee oversees and checks the operation of the remuneration system for directors, executive officers*¹, and executive officers*², and has the authority to determine the policy for setting remuneration while being independent of the business promotion department.

(ii) Determination of Compensation for Applicable Employees, etc.

Compensation for employees, etc. within the SuMi TRUST Holdings Group is payable, subject to the policies established primarily by the Boards of Directors and others of SuMi TRUST Holdings and its significant consolidated subsidiaries. According to such policies, compensation systems are designed by human resources departments of SuMi TRUST Holdings and its significant consolidated subsidiaries, independent of the business promotion departments and documented as payroll rules, etc. Information on the compensation systems of the significant consolidated subsidiaries is reported to, and verified by, the Human Resources Department of SuMi TRUST Holdings on a regular basis.

(iii) Determination of Compensation, etc. for Overseas Employees, etc.

Compensation for overseas employees, etc. are determined and payable under the local compensation system established by each overseas operation on its own, in compliance with local laws and regulations and local employment practice. Establishment and change of overseas compensation systems require consultation with, and validity verification by, the Human Resources Department of SuMi TRUST Holdings.

(iv) Total Amount of Compensation Paid to the Members of the Compensation Committee, etc. and the Number of Meetings Held for Compensation Committee, etc.

| | The number of meetings held (April 1, 2021-March 31, 2022) | Total amount of compensation* |
|---|---|----------------------------------|
| Compensation Committee (SuMi TRUST Holdings) | 10 times | — |
| Board of Directors (SuMi TRUST Bank) | 1 time | — |

Note: The total amount of compensation, etc. is not stated as the amount equivalent to the compensation related to the execution of the duties for the Compensation Committee, etc. alone cannot be calculated separately.

2. Adequacy Evaluation of Design and Operation of the Compensation System for Applicable Officers and Employees of SuMi TRUST Holdings

(1) Policies Concerning Compensation, etc. for Applicable Officers and Employees

(i) Policies Concerning Compensation for “Applicable Officers”

The Group has defined its “Purpose” as “Creating new value with the power of trusts and let prosperous future for our clients and society bloom,” and placed at the core of its management philosophy the notion of “balanced creation of both social value and economic value” with the goal of realizing the development of a sustainable society and achieving sustainable and stable growth for the Group. Recognizing the role that officer compensation plays in each and every executive’s efforts to realize the goal and act in a manner that embodies its “Purpose,” SuMi TRUST Holdings will constantly review its policies and systems to ensure that they are based on the philosophy.

The Compensation Committee determines the content of remuneration for individual directors and executive officers.*¹

Our aim is for the remunerations for directors and executive officers*¹ to function effectively as an incentive for improvement of corporate performance and expansion of enterprise value in order to realize stable and sustainable growth of the SuMi TRUST Group, including its core subsidiary, SuMi TRUST Bank. Furthermore, we have created a remuneration structure that considers the balance of short-term incentives and medium- to long-term incentives. This

is to ensure remuneration that is not focusing on single-year performance evaluation in which short-term contribution to profit is emphasized, but focusing on officers' qualifications and capabilities as senior management, and based on a comprehensive evaluation that reflects assessment of medium- to long-term performance. As a holding company, in order to ensure that the supervisory function is fully exercised at each Group company, SuMi TRUST Holdings determines individual remuneration based on an accurate recognition of the role that corporate officers are expected to play in terms of business management and their results, and highly transparent, fair and objective evaluations.

Furthermore, we have introduced a share delivery trust system as a form of stock compensation linked to our medium-term performance to further enhance the motivation and morale of directors and executive officers so as to help drive stock price increases, improve our medium- to long-term performance, and ultimately boost shareholder profits.

(ii) Policies Concerning Compensation for "Applicable Employees, etc."

Compensations for the applicable employees, etc. of the SuMi TRUST Group are determined by performance assessments, to reflect each employee's contribution to corporate performance in determining a performance-linked portion and evaluating target achieving performance. The human resources departments at each company have ensured that compensation payments are not excessively performance-oriented, on the basis of the compensation system in place, current status of performance assessment and actual payment records.

On the other hand, compensations for applicable overseas employees, etc. are determined under a basic principle by which payrolls are determined based on job description and responsibility, while bonuses are determined based on performance. Meanwhile, the total compensation budget is capped locally, based on the performance of each operation, preventing excessive impact on the overall compensation fund from individual employees' extraordinary performance.

(2) Regarding the influence of the overall level of remuneration on capital

(i) Officer compensation

The Compensation Committee determines remuneration for officers after checking the situation of profit and loss in the current term and the consistency with future management strategies. It has been confirmed that the total payment amount of officer compensation in the current term does not produce significant effects, considering the profit level, etc. in the current term.

(ii) Salaries for employees

As for the salaries for employees, the business situation of SuMi TRUST Holdings is reflected in the part that changes according to the performance of SuMi TRUST Holdings and individuals and bonuses. It has been confirmed that the total payment amount of salaries for employees in the current term does not produce significant effects, considering the profit level, etc. in the current term.

(3) Regarding the monitoring of the operation of the remuneration system

As for performance-based variable remuneration, such as directors' bonuses, the Compensation Committee monitors the operation of the remuneration system by checking the ratio of variable remuneration to the total amount of remuneration and the appropriateness of the payment amount, and confirms that performance-based pay is not excessive.

3. Regarding the Items about the Consistency between the Systems of Remuneration for Target Executives and Employees of SuMi TRUST Holdings and Risk Management, and the Linkage between the Remuneration and Performance of Target Employees of the SuMi TRUST Group

The remunerations for target executives are determined by the Compensation Committee. Budget allocation is conducted while taking into account the financial condition, etc. of the SuMi TRUST Group in order to determine remuneration for target employees.

4. Types, Total Amount of Payment, and Payment Method of Compensation, etc. for Applicable Officers and Employees of the SuMi TRUST Group

(1) REM1: Compensation, etc. Allocated to the Fiscal Year under Review

| REM1: Compensation, etc. allocated to the fiscal year under review | | Persons, Millions of Yen | |
|--|---|--------------------------|----------------------------|
| | | a | b |
| Item No. | | Applicable Officers | Applicable Employees, etc. |
| 1 | The number of applicable officers and employees, etc. | 16 | 25 |
| 2 | Total amount of fixed compensation (3+5+7) | ¥ 282 | ¥ 740 |
| 3 | of Which: Cash compensation amount | 282 | 740 |
| 4 | of 3 above: Deferred amount | — | — |
| 5 | of Which: Stock compensation amount or Stock-linked compensation amount | — | — |
| 6 | of 5 above: Deferred amount | — | — |
| 7 | of Which: Other compensation amount | — | — |
| 8 | of 7 above: Deferred amount | — | — |
| 9 | The number of applicable officers and employees, etc. | 11 | 23 |
| 10 | Total amount of variable compensation (11+13+15) | ¥ 253 | ¥ 546 |
| 11 | of Which: Cash compensation amount | 194 | 471 |
| 12 | of 11 above: Deferred amount | — | — |
| 13 | of Which: Stock compensation amount or Stock-linked compensation amount | 58 | 74 |
| 14 | of 13 above: Deferred amount | — | — |
| 15 | of Which: Other compensation amount | — | — |
| 16 | of 15 above: Deferred amount | — | — |
| 17 | The number of applicable officers and employees, etc. | — | — |
| 18 | Total amount of Retirement benefits | ¥ — | ¥ — |
| 19 | of Which: Deferred amount | — | — |
| 20 | The number of applicable officers and employees, etc. | 1 | 2 |
| 21 | Total amount of other compensations | ¥ 1 | ¥ 2 |
| 22 | of Which: Deferred amount | — | — |
| 23 | Total amount of compensations (2+10+18+21) | ¥ 538 | ¥ 1,288 |

(2) REM2: Special Rewards, etc.

| REM2: Special rewards, etc. | Persons, Millions of Yen | | | | | |
|-----------------------------|--------------------------|--------------|------------------------------|--------------|----------------------------|--------------|
| | a | b | c | d | e | f |
| | Bonus guarantee | | Lump-sum payment when hiring | | Premium retirement payment | |
| | Headcount | Total amount | Headcount | Total amount | Headcount | Total amount |
| Applicable Officers | — | — | — | — | — | — |
| Applicable Employees, etc. | — | — | — | — | — | — |

5. Other Items to be Referred Concerning the Compensation System for Applicable Officers and Employees of the SuMi TRUST Group

Not applicable, other than those items raised in the preceding sections.

Basel III Disclosure Data

Sumitomo Mitsui Trust Bank, Limited

This section outlines matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No. 7 of Financial Services Agency, 2014) with regard to the status of capital adequacy as set forth in Article 19-2, Paragraph 1, Item 5-(d) of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No. 10, 1982).

The following disclosure, unless otherwise stated, is with respect to Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank") as of the end of March 2022.

[Qualitative Disclosure Data: SuMi TRUST Bank]

Qualitative disclosure data of SuMi TRUST Bank is stated in line with the qualitative disclosure data of SuMi TRUST Holdings. Please refer to pages 217-248.

This section outlines and discloses matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No.7 of Financial Services Agency, 2014) with regard to the status of capital adequacy, as set forth in Article 19-2, Paragraph 1, Item 5-(d) of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No.10, 1982), as well as separately stipulated by the Commissioner of the Financial Services Agency (Notification No.7 of Financial Services Agency, 2015) with regard to the status of management soundness relating to liquidity, as set forth in Article 19-2, Paragraph 1, Item 5-(e) of the Ordinance for Enforcement of the Banking Act.

[Quantitative Disclosure Data: SuMi TRUST Bank]

| Consolidated | | Non-consolidated | |
|--|-----|--|-----|
| KM1: Key Metrics | 330 | KM1: Key Metrics | 401 |
| Capital Adequacy Ratio | 331 | Composition of Capital (Non-consolidated BIS capital adequacy ratio) | 402 |
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| Composition of Capital (Consolidated BIS capital adequacy ratio) | 332 | Disclosure Data Designated as Per the Appended Forms | 416 |
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| Explanation on Reconciliation between Balance Sheet Items and Regulatory Capital Elements | 335 | Liquidity Coverage Ratio (LCR) | 419 |
| Credit Risk | 347 | Net Stable Funding Ratio (NSFR) | 420 |
| Equity Investments in Funds | 349 | | |
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| Composition of Basel III Leverage Ratio | 396 | | |
| Liquidity Coverage Ratio (LCR) | 397 | | |
| Net Stable Funding Ratio (NSFR) | 398 | | |

Quantitative Disclosure Data:

Sumitomo Mitsui Trust Bank, Limited

KM1: Key Metrics

Consolidated

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|---|--------------------|----------------------|-----------------------|------------------|-------------------|
| | | a | b | c | d | e |
| | | March 31, 2022 | December 31, 2021 | September 30, 2021 | June 30, 2021 | March 31, 2021 |
| Available capital (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | ¥ 2,142,557 | ¥ 2,167,789 | ¥ 2,153,079 | ¥ 2,119,624 | ¥ 2,108,049 |
| 2 | Tier 1 | 2,423,927 | 2,449,701 | 2,434,644 | 2,400,860 | 2,389,620 |
| 3 | Total capital | 2,806,835 | 2,903,438 | 2,871,228 | 2,845,768 | 2,843,843 |
| Risk-weighted assets (amounts) | | | | | | |
| 4 | Total risk-weighted assets (RWA) | 19,590,422 | 19,436,911 | 19,147,719 | 19,509,687 | 19,794,125 |
| Risk-based capital ratios as a percentage of RWA | | | | | | |
| 5 | Common Equity Tier 1 ratio | 10.93% | 11.15% | 11.24% | 10.86% | 10.64% |
| 6 | Tier 1 ratio | 12.37% | 12.60% | 12.71% | 12.30% | 12.07% |
| 7 | Total capital ratio | 14.32% | 14.93% | 14.99% | 14.58% | 14.36% |
| Basel III leverage ratio | | | | | | |
| 13 | Total Basel III leverage ratio exposure measure | 51,640,697 | 49,455,315 | 48,720,059 | 48,757,446 | 49,247,112 |
| 14 | Basel III leverage ratio | 4.69% | 4.95% | 4.99% | 4.92% | 4.85% |

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | | Fiscal Year 2021 4th Quarter | Fiscal Year 2021 3rd Quarter | Fiscal Year 2021 2nd Quarter | Fiscal Year 2021 1st Quarter | Fiscal Year 2020 4th Quarter |
| Consolidated Liquidity Coverage Ratio (LCR) | | | | | | |
| 15 | Total HQLA allowed to be included in the calculation | ¥ 19,203,403 | ¥ 18,647,224 | ¥ 18,861,288 | ¥ 18,228,161 | ¥ 18,052,471 |
| 16 | Net cash outflows | 11,104,073 | 8,451,472 | 9,690,946 | 9,720,773 | 10,920,820 |
| 17 | Consolidated LCR | 172.9% | 220.6% | 194.6% | 187.5% | 165.3% |
| Consolidated Net Stable Funding Ratio (NSFR) | | | | | | |
| 18 | Total available stable funding | 35,600,930 | 35,459,141 | 35,769,056 | | |
| 19 | Total required stable funding | 30,504,195 | 29,725,694 | 29,740,751 | | |
| 20 | Consolidated NSFR | 116.7% | 119.2% | 120.2% | | |

Capital Adequacy Ratio

Consolidated

We calculate the BIS capital adequacy ratio on both a consolidated and non-consolidated basis in line with provisions of Article 14-2 of the Banking Act and on the basis of calculation formula prescribed under the criteria for judging whether a bank's capital adequacy ratio is appropriate in light of assets held (the Financial Services Agency 2006 Notification No. 19, hereinafter referred to as the "FSA Capital Adequacy Notification").

As of the end of March 2022, we used the Advanced Internal Ratings-Based (IRB) Approach for the calculation of credit risk-weighted assets, the Advanced Measurement Approach for the calculation of operational risk, and market risk regulations.

Scope of Consolidation

Consolidated

(1) There is no difference between companies belonging to the group of companies subject to the consolidated BIS capital adequacy ratio as prescribed by the FSA Capital Adequacy Notification, Article 3 (hereinafter referred to as the "SuMi TRUST Bank Group") and the companies included in the scope of accounting consolidation.

(2) The number of consolidated subsidiaries that belong to the SuMi TRUST Bank Group is 38. The principal companies are the following.

| Name | Principal Business Operations |
|---|--|
| Sumitomo Mitsui Trust Loan & Finance Co., Ltd. | Money Lending Business |
| Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. | General Leasing, Installment Purchase Services, Credit Card Business |
| Sumitomo Mitsui Trust Realty Co., Ltd. | Real Estate Brokerage Business |
| Sumitomo Mitsui Trust Guarantee Co., Ltd. | Loan Guarantee Business |
| Sumitomo Mitsui Trust Club Co., Ltd. | Credit Card Business |
| Sumitomo Mitsui Trust Bank (U.S.A.) Limited | Banking, Trust Business |

(3) There is no affiliated company that undertakes financial services subject to the FSA Capital Adequacy Notification, Article 9.

(4) There are no particular restrictions on the transfer of funds and capital within the SuMi TRUST Bank Group.

(5) Of the subsidiaries which are banking, financial and insurance entities that are outside the scope of regulatory consolidation, none failed to meet the regulatory required capital.

Composition of Capital (Consolidated BIS capital adequacy ratio)

Consolidated

CC1:Composition of Capital

| CC1 As of March 31 | Items | Millions of Yen, % | | |
|--|--|--------------------|-------------|--|
| | | a | b | c |
| Basel III Template No. | | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Common Equity Tier 1 Capital: Instruments and Reserves | | | | |
| 1a+2-1c-26 | Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,091,170 | ¥ 2,004,745 | |
| 1a | of Which: Capital Stock and Capital Surplus | 684,890 | 684,890 | |
| 2 | of Which: Retained Earnings | 1,429,874 | 1,339,698 | |
| 1c | of Which: Treasury Stock (Deduction) | — | — | |
| 26 | of Which: Earnings to be Distributed (Deduction) | 23,594 | 19,843 | |
| | of Which: Others | — | — | |
| 1b | Subscription Rights to Common Shares | — | — | |
| 3 | Accumulated Other Comprehensive Income | 205,045 | 289,269 | (a) |
| 5 | Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | — | — | |
| 6 | Common Equity Tier 1 Capital: Instruments and Reserves (A) | 2,296,216 | 2,294,014 | |
| Common Equity Tier 1 Capital: Regulatory Adjustments | | | | |
| 8+9 | Intangible Assets Other than Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | 73,197 | 65,013 | |
| 8 | of Which: Goodwill (Including Those Equivalent) | 12,478 | 17,554 | |
| 9 | of Which: Other Intangible Assets | 60,719 | 47,459 | |
| 10 | Deferred Tax Assets That Rely on Future Profitability Excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 450 | 44 | |
| 11 | Deferred Gains or Losses on Derivatives under Hedge Accounting | (60,924) | (40,559) | |
| 12 | Shortfall of Eligible Provisions to Expected Losses | — | — | |
| 13 | Securitisation Gain on Sale | 1,344 | 1,111 | |
| 14 | Gains and Losses Due to Changes in Own Credit Risk on Fair Valued Liabilities | 6,253 | — | |
| 15 | Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | 133,337 | 160,355 | |
| 16 | Investments in Own Shares (Excluding Those Reported in the Net Assets Section) | — | — | |
| 17 | Reciprocal Cross-Holdings in Common Equity | — | — | |
| 18 | Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does Not Own More than 10% of the Issued Share Capital (Amount above 10% Threshold) | — | — | |
| 19+20+21 | Amount above the 10% Threshold on the Specified Items | — | — | |
| 19 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 20 | of Which: Mortgage Servicing Rights | — | — | |
| 21 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 22 | Amount Exceeding the 15% Threshold on the Specified Items | — | — | |
| 23 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 24 | of Which: Mortgage Servicing Rights | — | — | |
| 25 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 27 | Regulatory Adjustments Applied to Common Equity Tier 1 Due to Insufficient Additional Tier 1 and Tier 2 to Cover Deductions | — | — | |
| 28 | Common Equity Tier 1 Capital: Regulatory Adjustments (B) | 153,658 | 185,965 | |
| Common Equity Tier 1 Capital (CET1) | | | | |
| 29 | Common Equity Tier 1 Capital (C) = (A)-(B) | ¥ 2,142,557 | ¥ 2,108,049 | |

| CC1 | | Millions of Yen, % | | |
|---|--|--------------------|-----------|--|
| As of March 31 | | a | b | c |
| Basel III Template No. | Items | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Additional Tier 1 Capital: Instruments | | | | |
| 30 | 31a Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | ¥ — | ¥ — | |
| | 31b Subscription Rights to Additional Tier 1 Instruments | — | — | |
| | 32 Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 270,000 | 270,000 | |
| | Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | — | |
| | 34–35 Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,379 | 11,571 | |
| 33+35 | Eligible Tier 1 Capital Instruments Subject to Phase out from Additional Tier 1 Capital | — | — | |
| 33 | of Which: Directly Issued and Issued by Special Purpose Vehicles | — | — | |
| 35 | of Which: Issued by Subsidiaries | — | — | |
| 36 | Additional Tier 1 Capital: Instruments (D) | 281,379 | 281,571 | |
| Additional Tier 1 Capital: Regulatory Adjustments | | | | |
| 37 | Investments in Own Additional Tier 1 Instruments | — | — | |
| 38 | Reciprocal Cross-Holdings in Additional Tier 1 Instruments | — | — | |
| 39 | Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| 40 | Significant Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 10 | — | |
| 42 | Regulatory Adjustments Applied to Additional Tier 1 Due to Insufficient Tier 2 to Cover Deductions | — | — | |
| 43 | Additional Tier 1 Capital: Regulatory Adjustments (E) | 10 | — | |
| Additional Tier 1 Capital (AT1) | | | | |
| 44 | Additional Tier 1 Capital (F) = (D) – (E) | 281,369 | 281,571 | |
| Tier 1 Capital (T1 = CET1 + AT1) | | | | |
| 45 | Tier 1 Capital (G) = (C) + (F) | 2,423,927 | 2,389,620 | |
| Tier 2 Capital: Instruments and Provisions | | | | |
| 46 | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | — | |
| | Subscription Rights to Tier 2 Instruments | — | — | |
| | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | 335,153 | |
| | Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | — | |
| 48–49 | Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,163 | 2,100 | |
| 47+49 | Eligible Tier 2 Capital Instruments Subject to Phase out from Tier 2 Capital | — | 85,790 | |
| 47 | of Which: Directly Issued and Issued by Special Purpose Vehicles | — | 85,790 | |
| 49 | of Which: Issued by Subsidiaries | — | — | |
| 50 | Provisions Allowed in Group Tier 2 | 42,429 | 32,718 | |
| 50a | of Which: General Allowance for Credit Losses | 3,050 | 3,280 | |
| 50b | of Which: Excess Amount of Eligible Provisions to Expected Losses | 39,379 | 29,437 | |
| 51 | Tier 2 Capital: Instruments and Provisions (H) ¥ | 384,448 | ¥ 455,762 | |

| CC1 | | Millions of Yen, % | | |
|---|--|--------------------|------------|--|
| As of March 31 | | a | b | c |
| Basel III Template No. | Items | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Tier 2 Capital: Regulatory Adjustments | | | | |
| 52 | Investments in Own Tier 2 Instruments | ¥ — | ¥ — | |
| 53 | Reciprocal Cross-Holdings in Tier 2 Instruments and Other TLAC Liabilities | — | — | |
| 54 | Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| 55 | Significant Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 1,540 | 1,540 | |
| 57 | Tier 2 Capital: Regulatory Adjustments (I) | 1,540 | 1,540 | |
| Tier 2 Capital (T2) | | | | |
| 58 | Tier 2 Capital (J) = (H) – (I) | 382,908 | 454,222 | |
| Total Capital (TC = T1 + T2) | | | | |
| 59 | Total Capital (K) = (G) + (J) | 2,806,835 | 2,843,843 | |
| Total Risk Weighted Assets | | | | |
| 60 | Total Risk Weighted Assets (L) | 19,590,422 | 19,794,125 | |
| Capital Ratios (Consolidated) | | | | |
| 61 | Common Equity Tier 1 Capital Ratio (C)/(L) | 10.93% | 10.64% | |
| 62 | Tier 1 Capital Ratio (G)/(L) | 12.37% | 12.07% | |
| 63 | Total Capital Ratio (K)/(L) | 14.32% | 14.36% | |
| Regulatory Adjustments (before Risk Weighting) | | | | |
| 72 | Investments in the Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital (Amount below the Threshold for Deduction) | 98,717 | 126,945 | |
| 73 | Significant Investments in the Common Stock of Banking, Financial and Insurance Entities (Amount below the Thresholds for Deduction) | 131,359 | 113,764 | |
| 74 | Mortgage Servicing Rights (Amount below the Thresholds for Deduction) | — | — | |
| 75 | Deferred Tax Assets Arising from Temporary Differences (Amount below the Thresholds for Deduction) | 56,041 | 25,717 | |
| Provisions Included in Tier 2 Capital: Instruments and Provisions | | | | |
| 76 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Standardised Approach (Prior to Applicable of Cap) | 3,050 | 3,280 | |
| 77 | Cap on Inclusion of Provisions in Tier 2 under Standardised Approach | 10,695 | 8,883 | |
| 78 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Internal Ratings-Based Approach (Prior to Applicable of Cap) | 39,379 | 29,437 | |
| 79 | Cap on Inclusion of Provisions in Tier 2 under Internal Ratings-Based Approach | 95,763 | 96,539 | |
| Capital Instruments Subject to Phase out Arrangements | | | | |
| 82 | Current Cap on Additional Tier 1 Instruments Subject to Phase out Arrangements | — | 38,900 | |
| 83 | Amount Excluded from Additional Tier 1 Due to Cap (Excess over Cap after Redemptions and Maturities) | — | — | |
| 84 | Current Cap on Tier 2 Instruments Subject to Phase out Arrangements | — | 85,790 | |
| 85 | Amount Excluded from Tier 2 Due to Cap (Excess over Cap after Redemptions and Maturities) | — | 69,699 | |

Note: SuMi TRUST Holdings' consolidated capital adequacy ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the consolidated BIS capital adequacy ratio itself or parts of internal control over the procedure to calculate the ratio.

Main Features and Further Information of Regulatory Capital Instruments

Consolidated

Main Features and Further Information of Regulatory Capital Instruments are available on our website (<https://www.smth.jp/english/investors/report/basel>).

Explanation on Reconciliation between Balance Sheet Items and Regulatory Capital Elements

Consolidated

Fiscal Year 2021

CC2: Reconciliation of Regulatory Capital to Balance Sheet

| CC2 | Items | a | c | d |
|---|-------|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | |
| Cash and Due from Banks | ¥ | 18,142,775 | | |
| Call Loans and Bills Bought | | 5,000 | | |
| Receivables under Resale Agreements | | 150,741 | | |
| Receivables under Securities Borrowing Transactions | | 652,534 | | |
| Monetary Claims Bought | | 854,093 | | |
| Trading Assets | | 967,565 | | |
| Money Held in Trust | | 1,395 | | |
| Securities | | 7,748,019 | | 2-b, 6-a |
| Loans and Bills Discounted | | 30,876,507 | | 6-b |
| Foreign Exchanges | | 29,494 | | |
| Lease Receivables and Investment Assets | | 688,141 | | |
| Other Assets | | 3,302,723 | | 6-c |
| Tangible Fixed Assets | | 231,770 | | |
| Intangible Fixed Assets | | 100,109 | | 2-a |
| Assets for Retirement Benefits | | 192,204 | | 3 |
| Deferred Tax Assets | | 25,791 | | 4-a |
| Customers' Liabilities for Acceptances and Guarantees | | 541,228 | | |
| Allowance for Loan Losses | | (163,369) | | |
| Total Assets | ¥ | 64,346,726 | | |

| CC2 | Items | a | c | d |
|-----|--|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| | (Liabilities) | | | |
| | Deposits | ¥ 33,271,789 | | |
| | Negotiable Certificates of Deposit | 6,691,944 | | |
| | Call Money and Bills Sold | 799,524 | | |
| | Payables under Repurchase Agreements | 1,485,033 | | |
| | Trading Liabilities | 906,686 | | |
| | Borrowed Money | 7,783,498 | | 8 |
| | Foreign Exchanges | 1,275 | | |
| | Short-term Bonds Payable | 2,387,553 | | |
| | Bonds Payable | 1,446,604 | | |
| | Borrowed Money from Trust Account | 4,298,827 | | |
| | Other Liabilities | 2,279,211 | | 6-d |
| | Provision for Bonuses | 12,668 | | |
| | Provision for Directors' Bonuses | 98 | | |
| | Provision for Stocks Payment | 569 | | |
| | Liabilities for Retirement Benefits | 11,380 | | |
| | Provision for Reward Points Program | 19,965 | | |
| | Provision for Reimbursement of Deposits | 3,626 | | |
| | Provision for Contingent Losses | 1,649 | | |
| | Deferred Tax Liabilities | 52,690 | | 4-b |
| | Deferred Tax Liabilities for Land Revaluation | 2,388 | | 4-c |
| | Acceptances and Guarantees | 541,228 | | |
| | Total Liabilities | 61,998,216 | | |
| | (Net Assets) | | | |
| | Capital Stock | 342,037 | | 1-a |
| | Capital Surplus | 342,853 | | 1-b |
| | Retained Earnings | 1,429,874 | | 1-c |
| | Total Shareholders' Equity | 2,114,764 | | |
| | Valuation Differences on Available-for-Sale Securities | 290,154 | | |
| | Deferred Gains (Losses) on Hedges | (41,661) | | 5 |
| | Revaluation Reserve for Land | (4,456) | | |
| | Foreign Currency Translation Adjustments | 3,713 | | |
| | Adjustments for Retirement Benefits | (42,703) | | |
| | Total Accumulated Other Comprehensive Income | 205,045 | (a) | |
| | Non-controlling Interests | 28,699 | | 7 |
| | Total Net Assets | 2,348,510 | | |
| | Total Liabilities and Net Assets | ¥ 64,346,726 | | |

Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appendix)

1. Shareholders' equity

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 342,037 | | 1-a |
| Capital Surplus | 342,853 | | 1-b |
| Retained Earnings | 1,429,874 | | 1-c |
| Total Shareholders' Equity | ¥ 2,114,764 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,114,764 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 684,890 | | 1a |
| of Which: Retained Earnings | 1,429,874 | | 2 |
| of Which: Treasury Stock (Deduction) | — | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Intangible assets

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 100,109 | | 2-a |
| Securities | 7,748,019 | | 2-b |
| of Which: Goodwill Arising on the Application of the Equity Method | — | | |
| Associated Deferred Tax Liabilities | 26,912 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ 12,478 | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 60,719 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

3. Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits)**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-------------------------------------|-----------------------------|---------|----------|
| Assets for Retirement Benefits | ¥ 192,204 | | 3 |
| Associated Deferred Tax Liabilities | 58,866 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | ¥ 133,337 | | 15 |

4. Deferred tax assets**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Assets | ¥ 25,791 | | 4-a |
| Deferred Tax Liabilities | 52,690 | | 4-b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 4-c |
| Associated Intangible Fixed Assets | 26,912 | | |
| Associated Assets for Retirement Benefits | 58,866 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ 450 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 56,041 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 56,041 | | 75 |

5. Deferred gains or losses on hedges

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-----------------------------------|-----------------------------|---------|----------|
| Deferred Gains (Losses) on Hedges | ¥ (41,661) | | 5 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|--|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (60,924) | Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income" | 11 |

6. Investments in the Capital and Other TLAC Liabilities of Financial Entities

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 7,748,019 | | 6-a |
| Loans and Bills Discounted | 30,876,507 | Including Subordinated Debts | 6-b |
| Other Assets | 3,302,723 | Including derivatives | 6-c |
| Other Liabilities | ¥ 2,279,211 | Including derivatives | 6-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---------|---------------------------|
| Investments in Own Capital | ¥ — | | |
| Common Equity Tier 1 Capital | — | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-Holdings in the Capital and Other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 98,717 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before risk weighting) | 98,717 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 132,909 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | 10 | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before risk weighting) | 131,359 | | 73 |

7. Non-controlling Interests

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Non-controlling Interests | ¥ 28,699 | | 7 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | ¥ — | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 5 |
| Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | | 30–31ab–32 |
| Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,379 | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 34–35 |
| Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | | 46 |
| Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,163 | After Reflecting Amounts Eligible for Inclusion (after Non-controlling Interest Adjustments) | 48–49 |

8. Other Capital Instruments

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 7,783,498 | | 8 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | | 46 |

Fiscal Year 2020

| CC2 | Items | a | c | d |
|----------|---|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | |
| | Cash and Due from Banks | ¥ 18,430,787 | | |
| | Call Loans and Bills Bought | 8,766 | | |
| | Receivables under Resale Agreements | 160,268 | | |
| | Receivables under Securities Borrowing Transactions | 727,689 | | |
| | Monetary Claims Bought | 892,309 | | |
| | Trading Assets* | 962,849 | | |
| | Money Held in Trust | 1,365 | | |
| | Securities | 6,882,670 | | 2-b, 6-a |
| | Loans and Bills Discounted | 30,506,968 | | 6-b |
| | Foreign Exchanges | 25,396 | | |
| | Lease Receivables and Investment Assets | 695,172 | | |
| | Other Assets* | 2,892,922 | | 6-c |
| | Tangible Fixed Assets | 235,430 | | |
| | Intangible Fixed Assets | 85,397 | | 2-a |
| | Assets for Retirement Benefits | 231,145 | | 3 |
| | Deferred Tax Assets | 27,544 | | 4-a |
| | Customers' Liabilities for Acceptances and Guarantees | 511,782 | | |
| | Allowance for Loan Losses | (129,223) | | |
| | Total Assets* | ¥ 63,149,243 | | |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
Sumitomo Mitsui Trust Bank, LimitedBasel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

| CC2 | Items | a | c | d |
|---|--------------|--|--|-------------------------|
| | | Consolidated Balance Sheet (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Liabilities) | | | | |
| Deposits | ¥ 33,494,433 | | | |
| Negotiable Certificates of Deposit | 7,324,594 | | | |
| Call Money and Bills Sold | 60,675 | | | |
| Payables under Repurchase Agreements | 1,628,440 | | | |
| Trading Liabilities* | 850,660 | | | |
| Borrowed Money | 6,392,602 | | | 8 |
| Foreign Exchanges | 577 | | | |
| Short-term Bonds Payable | 2,545,049 | | | |
| Bonds Payable | 935,605 | | | |
| Borrowed Money from Trust Account | 4,915,208 | | | |
| Other Liabilities* | 2,005,525 | | | 6–d |
| Provision for Bonuses | 12,025 | | | |
| Provision for Directors’ Bonuses | 103 | | | |
| Provision for Stocks Payment | 417 | | | |
| Liabilities for Retirement Benefits | 11,696 | | | |
| Provision for Reward Points Program | 18,945 | | | |
| Provision for Reimbursement of Deposits | 4,138 | | | |
| Provision for Contingent Losses | 1,633 | | | |
| Deferred Tax Liabilities | 91,243 | | | 4–b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | | 4–c |
| Acceptances and Guarantees | 511,782 | | | |
| Total Liabilities* | 60,807,748 | | | |
| (Net Assets) | | | | |
| Capital Stock | 342,037 | | | 1–a |
| Capital Surplus | 342,853 | | | 1–b |
| Retained Earnings | 1,339,698 | | | 1–c |
| Total Shareholders’ Equity | 2,024,588 | | | |
| Valuation Difference on Available-for-Sale Securities | 345,053 | | | |
| Deferred Gains or Losses on Hedges | (44,836) | | | 5 |
| Revaluation Reserve for Land | (4,016) | | | |
| Foreign Currency Translation Adjustment | (2,452) | | | |
| Adjustments for Retirement Benefits | (4,477) | | | |
| Total Accumulated Other Comprehensive Income | 289,269 | (a) | | |
| Non-controlling Interests | 27,637 | | | 7 |
| Total Net Assets | 2,341,495 | | | |
| Total Liabilities and Net Assets* | ¥ 63,149,243 | | | |

Notes: 1. Previously, transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset against each other. However, in order to properly indicate the credit risk due to the presence or absence of collateral related to derivative transactions, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

2. The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appendix)

Note: Amounts in the "Composition of Capital" exclude items for regulatory purpose under transitional arrangement.

1. Shareholders' equity

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 342,037 | | 1-a |
| Capital Surplus | 342,853 | | 1-b |
| Retained Earnings | 1,339,698 | | 1-c |
| Total Shareholders' Equity | ¥ 2,024,588 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 2,024,588 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 684,890 | | 1a |
| of Which: Retained Earnings | 1,339,698 | | 2 |
| of Which: Treasury Stock (Deduction) | — | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Intangible assets

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 85,397 | | 2-a |
| Securities | 6,882,670 | | 2-b |
| of Which: Goodwill Arising on the Application of the Equity Method | 676 | | |
| Associated Deferred Tax Liabilities | 21,060 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ 17,554 | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 47,459 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

3. Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits)**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|-------------------------------------|-----------------------------|---------|----------|
| Assets for Retirement Benefits | ¥ 231,145 | | 3 |
| Associated Deferred Tax Liabilities | 70,789 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Assets for Retirement Benefits) (Net of Related Deferred Tax Liabilities) | ¥ 160,355 | | 15 |

4. Deferred tax assets**(1) Consolidated balance sheet**

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Assets | ¥ 27,544 | | 4-a |
| Deferred Tax Liabilities | 91,243 | | 4-b |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 4-c |
| Associated Intangible Fixed Assets | 21,060 | | |
| Associated Assets for Retirement Benefits | 70,789 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|--|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ 44 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 25,717 | This Item Does not Agree with the Amount Reported on the Consolidated Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 25,717 | | 75 |

5. Deferred gains or losses on hedges

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|------------------------------------|-----------------------------|---------|----------|
| Deferred Gains or Losses on Hedges | ¥ (44,836) | | 5 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|--|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (40,559) | Excluding those items whose valuation differences arising from hedged items are recognized as "Accumulated other comprehensive income" | 11 |

6. Investments in the capital of financial entities

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 6,882,670 | | 6-a |
| Loans and Bills Discounted | 30,506,968 | Including Subordinated Debts | 6-b |
| Other Assets | 2,892,922 | Including derivatives | 6-c |
| Other Liabilities | ¥ 2,005,525 | Including derivatives | 6-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---------|---------------------------|
| Investments in Own Capital | ¥ — | | |
| Common Equity Tier 1 Capital | — | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-Holdings in the Capital and Other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 126,945 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before risk weighting) | 126,945 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 115,304 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | — | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before risk weighting) | 113,764 | | 73 |

7. Non-controlling Interests

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Non-controlling Interests | ¥ 27,637 | | 7 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Common Share Capital Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Common Equity Tier 1) | ¥ — | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 5 |
| Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | | 30–31ab–32 |
| Additional Tier 1 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Additional Tier 1) | 11,571 | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 34–35 |
| Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | | 46 |
| Tier 2 Instruments Issued by Subsidiaries and Held by Third Parties (Amount Allowed in Group Tier 2) | 2,100 | Maximum Amount (after Accounting for Adjustments for Non-controlling Interests) | 48–49 |

8. Other Capital Instruments

(1) Consolidated balance sheet

| Consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|----------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 6,392,602 | | 8 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 335,153 | | 46 |

Credit Risk

Consolidated

Term-end Balance of Credit Risk Exposures by Category and their Breakdown by Major Type of Assets

| As of March 31 | Millions of Yen | | | | | | | |
|--|-------------------------------|---|-------------|---|-------------------------------|---|-------------|---|
| | 2022 | | | | 2021 | | | |
| | Term-end balance of exposures | | | | Term-end balance of exposures | | | |
| | Total | Loans, Call Loans, Deposits, etc. | Securities | Other Off-balance Sheet Transactions | Total | Loans, Call Loans, Deposits, etc. | Securities | Other Off-balance Sheet Transactions |
| Japan | ¥ 52,637,996 | ¥ 44,467,458 | ¥ 4,389,401 | ¥ 3,781,137 | ¥ 53,065,755 | ¥ 45,633,963 | ¥ 3,196,622 | ¥ 4,235,169 |
| Outside Japan | 7,000,315 | 5,432,862 | 1,102,540 | 464,912 | 5,889,971 | 4,343,171 | 1,187,530 | 359,269 |
| Total for Geographic Regions | ¥ 59,638,311 | ¥ 49,900,320 | ¥ 5,491,941 | ¥ 4,246,049 | ¥ 58,955,726 | ¥ 49,977,134 | ¥ 4,384,153 | ¥ 4,594,438 |
| Manufacturing | 4,713,051 | 3,092,841 | 351,745 | 1,268,464 | 5,016,114 | 3,256,604 | 315,765 | 1,443,744 |
| Agriculture and Forestry | 4,117 | 4,117 | 0 | — | 4,154 | 4,154 | 0 | — |
| Fisheries | 66 | 1 | 64 | — | 38 | 1 | 37 | — |
| Mining and Quarrying of Stones and Gravel | 80,924 | 68,005 | 162 | 12,756 | 74,942 | 62,221 | 109 | 12,611 |
| Construction | 335,291 | 212,858 | 22,894 | 99,538 | 368,244 | 222,976 | 18,705 | 126,562 |
| Electricity, Gas, Heat Supply and Water | 1,604,628 | 1,309,216 | 29,248 | 266,163 | 1,553,939 | 1,206,212 | 18,525 | 329,201 |
| Information and Communication | 463,918 | 358,425 | 3,259 | 102,233 | 479,086 | 388,544 | 4,754 | 85,787 |
| Transport and Postal Activities | 1,578,711 | 1,250,310 | 110,113 | 218,286 | 1,679,221 | 1,333,397 | 99,257 | 246,566 |
| Wholesale and Retail Trade | 1,993,066 | 1,618,779 | 56,561 | 317,725 | 1,903,462 | 1,503,008 | 54,963 | 345,489 |
| Finance and Insurance | 2,132,779 | 1,379,681 | 489,019 | 264,078 | 2,195,409 | 1,438,388 | 479,009 | 278,011 |
| Real Estate | 4,157,535 | 3,513,530 | 363,138 | 280,866 | 4,236,947 | 3,592,190 | 345,093 | 299,662 |
| Goods Rental and Leasing | 1,282,325 | 1,109,573 | 3,632 | 169,119 | 1,407,714 | 1,209,085 | 5,344 | 193,283 |
| Local Public Bodies | 153,741 | 114,366 | 33,919 | 5,455 | 137,536 | 108,188 | 23,686 | 5,661 |
| Individuals | 11,798,546 | 11,509,294 | — | 289,252 | 11,416,713 | 11,099,558 | — | 317,154 |
| Others | 29,339,607 | 24,359,317 | 4,028,181 | 952,108 | 28,482,201 | 24,552,601 | 3,018,897 | 910,701 |
| Total for Industry Sectors | ¥ 59,638,311 | ¥ 49,900,320 | ¥ 5,491,941 | ¥ 4,246,049 | ¥ 58,955,726 | ¥ 49,977,134 | ¥ 4,384,153 | ¥ 4,594,438 |
| To 1 year | 25,729,450 | 22,023,311 | 2,259,777 | 1,446,360 | 25,903,094 | 23,053,371 | 1,417,435 | 1,432,287 |
| > 1 year to 3 years | 7,275,422 | 5,104,110 | 801,988 | 1,369,323 | 6,718,722 | 4,503,309 | 675,992 | 1,539,420 |
| > 3 years to 5 years | 7,305,938 | 5,755,275 | 933,053 | 617,609 | 6,879,541 | 5,486,323 | 878,780 | 514,438 |
| > 5 years | 19,327,501 | 17,017,623 | 1,497,122 | 812,755 | 19,454,367 | 16,934,130 | 1,411,944 | 1,108,292 |
| Total for Residual Maturity | ¥ 59,638,311 | ¥ 49,900,320 | ¥ 5,491,941 | ¥ 4,246,049 | ¥ 58,955,726 | ¥ 49,977,134 | ¥ 4,384,153 | ¥ 4,594,438 |

Notes: 1. Of exposures subject to the calculation of credit risk-weighted assets, the above lists corporate, retail, equities, etc., purchased receivables, lease transactions as well as exposures subject to phased rollout of the IRB Approach.
2. "Others" in the industry sectors include non-residents and state public services. Exposures for residual maturity of over 5 years include those with no fixed maturities.
3. The above data represents amounts after credit risk mitigation effects of netting contracts allowed under the law and netting against the obligor's cash on deposit.

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
Sumitomo Mitsui Trust Bank, LimitedBasel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

Term-end Balance of Obligors' exposures related to Loans prescribed in the provisions of the Ordinance for Enforcement of the Act on Emergency Measures for the Revitalization of the Financial Functions, Allowances, and Write-offs, as well as their Breakdown by Geographic Regions and Industry Sectors

| | Millions of Yen | | | | | |
|---|-------------------------------|----------------------------|------------|-------------------------------|----------------------------|------------|
| | As of March 31, 2022 | | FY2021 | As of March 31, 2021 | | FY2020 |
| | Term-end balance of exposures | Allowances for loan losses | Write-offs | Term-end balance of exposures | Allowances for loan losses | Write-offs |
| Japan | ¥ 184,932 | ¥ 78,127 | ¥ 10,974 | ¥ 105,091 | ¥ 28,908 | ¥ 8,793 |
| Outside Japan | 54,258 | 7,989 | 2,675 | 52,385 | 9,760 | 2,595 |
| Total for Geographic Regions | ¥ 239,191 | ¥ 86,116 | ¥ 13,650 | ¥ 157,476 | ¥ 38,669 | ¥ 11,389 |
| Manufacturing | 101,488 | 60,168 | 5,743 | 11,863 | 6,669 | 690 |
| Agriculture and Forestry | 144 | 86 | — | 228 | 132 | 5 |
| Fisheries | 3 | 3 | — | 2 | 2 | 4 |
| Mining and Quarrying of Stones and Gravel | 10 | 1 | — | 1,328 | 14 | 330 |
| Construction | 599 | 458 | 24 | 685 | 543 | 2 |
| Electricity, Gas, Heat Supply and Water | 41 | 0 | — | 3,320 | 2,759 | — |
| Information and Communication | 88 | 72 | 4 | 109 | 87 | 8 |
| Transport and Postal Activities | 2,501 | 791 | 5 | 1,891 | 732 | 32 |
| Wholesale and Retail Trade | 8,226 | 5,779 | 6 | 8,602 | 5,969 | 402 |
| Finance and Insurance | 1,636 | 264 | 5 | 197 | 146 | 5 |
| Real Estate | 15,142 | 709 | 171 | 15,705 | 1,290 | 232 |
| Goods Rental and Leasing | 3,136 | 2,710 | 0 | 3,429 | 2,979 | 0 |
| Local Public Bodies | — | — | — | — | — | — |
| Individuals | 44,953 | 4,057 | 4,972 | 50,781 | 5,046 | 6,852 |
| Others | 61,218 | 11,012 | 2,717 | 59,330 | 12,293 | 2,819 |
| Total for Industry Sectors | ¥ 239,191 | ¥ 86,116 | ¥ 13,650 | ¥ 157,476 | ¥ 38,669 | ¥ 11,389 |

Notes: 1. "Others" in the industry sectors include non-residents.

2. Allowances for loan losses include "general allowances for loan losses" and "specific allowances for loan losses", etc.

Term-end Balance of Exposures by Past Due Periods (excluding "Doubtful Claims" and "Bankrupt and substantially bankrupt Claims")

| As of March 31 | Millions of Yen | |
|--------------------------|-----------------|----------|
| | 2022 | 2021 |
| < 1 month | ¥ 57,015 | ¥ 58,814 |
| ≥ 1 month to < 2 months | 11,072 | 10,491 |
| ≥ 2 months to < 3 months | 9,053 | 8,556 |
| ≥ 3 months | — | 2,041 |
| Total | ¥ 77,141 | ¥ 79,904 |

Note: Among the term-end balance of exposures for each past due period, "Doubtful Claims" and "Bankrupt and substantially bankrupt Claims" prescribed in the provisions of the Ordinance for Enforcement of the Act on Emergency Measures for the Revitalization of the Financial Functions are excluded, in aggregate calculation.

Term-end Balance of Exposures of obligors whose loan conditions were Restructured for the purpose of restructuring or supporting business management ; of which Amounts of Increased Allowances for such exposures and Other Amounts due to the restructuring of the loan conditions

| As of March 31 | Millions of Yen | |
|--|-----------------|----------|
| | 2022 | 2021 |
| Amounts of Increased Allowances for Such Exposures Due to the Restructuring of the Loan Conditions | ¥ 80,131 | ¥ 59,840 |
| Other Amounts | — | — |
| Term-end Balance of Exposures | ¥ 80,131 | ¥ 59,840 |

Note: Restructured loans are those loans that provide some arrangements favorable to the obligors for the purpose of restructuring or supporting business management, such as by reducing or exempting interest, postponing principal or interest payments, forgiving loans, and providing other benefits to the obligors, excluding those loans classified as "Loans in Bankruptcy Procedures", "Delinquent Loans", and "Loans past due three months or more". In principle, the allowances for restructured loans has been all increased after restructuring loan conditions.

Equity Investments in Funds

Consolidated

Exposures Relating to Funds

| As of March 31 | Millions of Yen | |
|--|-----------------|-------------|
| | 2022 | 2021 |
| Total exposures relating to funds | ¥ 1,163,332 | ¥ 1,135,640 |
| Look-through Approach | 803,115 | 906,967 |
| Mandate-based Approach | 360,100 | 228,585 |
| Probability Approach (subject to 250% risk weight) | — | — |
| Probability Approach (subject to 400% risk weight) | — | — |
| Fall-Back Approach (subject to 1,250% risk weight) | 115 | 87 |

Note: Exposures subject to the calculation of credit risk-weighted assets under the provisions of Article 76-5 and 167 of the FSA Capital Adequacy Notification are shown.

Disclosure Data Designated as Per the Appended Forms

Consolidated

OV1: Overview of Risk-weighted assets (RWA)

| OV1 Basel III Template No. | | Millions of Yen | | | |
|-------------------------------------|---|----------------------------|-------------------|------------------------------|-------------------|
| | | Risk-weighted assets (RWA) | | Minimum capital requirements | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| 1 | Credit risk (excluding counterparty credit risk) | ¥ 12,355,554 | ¥ 12,418,284 | ¥ 1,042,867 | ¥ 1,048,654 |
| 2 | of Which: Standardised Approach (SA) | 396,270 | 357,889 | 31,701 | 28,631 |
| 3 | of Which: Internal Ratings-Based (IRB) Approach | 11,338,133 | 11,498,202 | 961,473 | 975,047 |
| | of Which: Significant investments in commercial entities | — | — | — | — |
| | of Which: Lease residual value | 66,079 | 76,111 | 5,286 | 6,088 |
| | Other assets | 555,070 | 486,080 | 44,405 | 38,886 |
| 4 | Counterparty credit risk (CCR) | 1,271,434 | 1,245,363 | 103,802 | 101,711 |
| 5 | of Which: Standardised Approach for Counterparty Credit Risk (SA-CCR) | — | — | — | — |
| | of Which: Current Exposure Method (CEM) | 408,955 | 407,578 | 34,671 | 34,551 |
| 6 | of Which: Expected Positive Exposure (EPE) | — | — | — | — |
| | of Which: Credit Valuation Adjustment (CVA) | 659,988 | 675,731 | 52,799 | 54,058 |
| | of Which: Central Counterparty (CCP) | 55,007 | 47,434 | 4,400 | 3,794 |
| | Others | 147,482 | 114,618 | 11,930 | 9,307 |
| 7 | Equity positions in banking book under market-based approach | 207,882 | 499,375 | 17,628 | 42,347 |
| 8 | Equity investment in funds (Look-Through Approach (LTA)) | 893,938 | 1,054,083 | 71,515 | 84,326 |
| 9 | Equity investment in funds (Mandate-Based Approach (MBA)) | 1,228,579 | 949,128 | 98,286 | 75,930 |
| | Equity investment in funds (Probability Approach (PA) subject to 250% risk weight) | — | — | — | — |
| | Equity investment in funds (Probability Approach (PA) subject to 400% risk weight) | — | — | — | — |
| | Equity investment in funds (Fall-Back Approach (FBA) subject to 1,250% risk weight) | 1,448 | 1,091 | 115 | 87 |
| 10 | Settlement risk | — | — | — | — |
| 11 | Securitisation exposures in banking book | 357,010 | 309,080 | 28,560 | 24,726 |
| 12 | of Which: Internal Rating-Based Approach (SEC-IRBA) | 341,805 | 291,351 | 27,344 | 23,308 |
| 13 | of Which: External Rating-Based Approach (SEC-ERBA) | 14,852 | 17,132 | 1,188 | 1,370 |
| 14 | of Which: Standardised Approach (SEC-SA) | — | — | — | — |
| 15 | of Which: Subject to 1,250% risk weight | 352 | 597 | 28 | 47 |
| 16 | Market risk | 1,252,756 | 1,417,864 | 100,220 | 113,429 |
| 17 | of Which: Standardised Approach (SA) | 17,900 | 12,605 | 1,432 | 1,008 |
| 18 | of Which: Internal Model Approaches (IMA) | 1,234,856 | 1,405,258 | 98,788 | 112,420 |
| 19 | Operational risk | 806,414 | 852,497 | 64,513 | 68,199 |
| 20 | of Which: Basic Indicator Approach (BIA) | 129,679 | 148,187 | 10,374 | 11,854 |
| 21 | of Which: The Standardised Approach (TSA) | — | — | — | — |
| 22 | of Which: Advanced Measurement Approach (AMA) | 676,735 | 704,309 | 54,138 | 56,344 |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 468,441 | 284,402 | 39,723 | 24,117 |
| | Amounts included under transitional arrangements | — | — | — | — |
| 24 | Floor adjustment | — | — | — | — |
| 25 | Total (after applying scaling factor) | ¥ 19,590,422 | ¥ 19,794,125 | ¥ 1,567,233 | ¥ 1,583,530 |

Note: Total risk-weighted assets of Template No.25 are only applied scaling factor.

LI1: Differences between accounting and regulatory scopes of consolidation and mapping of consolidated financial statement categories with regulatory risk categories

| LI1 | Millions of Yen | | | | | | |
|---|---|---|---|--------------------------|---|---------------------|--|
| | March 31, 2022 | | | | | | |
| | a | b | c | d | e | f | g |
| | Carrying values of items | | | | | | |
| | Carrying values as reported in published consolidated financial statement | Carrying values under scope of regulatory consolidation | Credit risk (excluding amounts relevant to columns d and e) | Counterparty credit risk | Securitisation (excluding amounts relevant to column f) | Market risk | Items not subject to capital requirements or subject to deduction from capital |
| Assets: | | | | | | | |
| Cash and Due from Banks | ¥ 18,142,775 | ¥ 18,142,775 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 5,000 | 5,000 | — | — | — | — | — |
| Receivables under Resale Agreements | 150,741 | — | 150,741 | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 652,534 | — | 652,534 | — | — | — | — |
| Monetary Claims Bought | 854,093 | 749,019 | — | 105,073 | — | — | — |
| Trading Assets | 967,565 | — | 954,747 | — | 967,565 | — | — |
| Money Held in Trust | 1,395 | 1,395 | — | — | — | — | — |
| Securities | 7,748,019 | 7,149,882 | — | 598,136 | — | — | — |
| Loans and Bills Discounted | 30,876,507 | 30,511,438 | — | 365,069 | — | — | — |
| Foreign Exchanges | 29,494 | 29,494 | — | — | — | — | — |
| Lease Receivables and Investment Assets | 688,141 | 688,141 | — | — | — | — | — |
| Other Assets | 3,302,723 | 109,357 | 2,562,911 | 1,570 | 1,500,702 | 628,884 | — |
| Tangible Fixed Assets | 231,770 | 231,770 | — | — | — | — | — |
| Intangible Fixed Assets | 100,109 | 26,912 | — | — | — | 73,197 | — |
| Assets for Retirement Benefits | 192,204 | 58,866 | — | — | — | 133,337 | — |
| Deferred Tax Assets | 25,791 | 25,341 | — | — | — | 450 | — |
| Customers' Liabilities for Acceptances and Guarantees | 541,228 | 541,228 | — | — | — | — | — |
| Allowance for Loan Losses | (163,369) | (163,369) | — | — | — | — | — |
| Total Assets | ¥ 64,346,726 | ¥ 58,107,254 | ¥ 4,320,935 | ¥ 1,069,850 | ¥ 2,468,267 | ¥ 835,868 | |
| Liabilities: | | | | | | | |
| Deposits | ¥ 33,271,789 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 33,271,789 | — |
| Negotiable Certificates of Deposit | 6,691,944 | — | — | — | — | 6,691,944 | — |
| Call Money and Bills Sold | 799,524 | — | — | — | — | 799,524 | — |
| Payables under Repurchase Agreements | 1,485,033 | — | 1,485,033 | — | — | — | — |
| Trading Liabilities | 906,686 | — | 906,686 | — | 906,686 | — | — |
| Borrowed Money | 7,783,498 | — | — | — | — | 7,783,498 | — |
| Foreign Exchanges | 1,275 | — | — | — | — | 1,275 | — |
| Short-Term Bonds Payable | 2,387,553 | — | — | — | — | 2,387,553 | — |
| Bonds Payable | 1,446,604 | — | — | — | — | 1,446,604 | — |
| Borrowed Money from Trust Account | 4,298,827 | — | — | — | — | 4,298,827 | — |
| Other Liabilities | 2,279,211 | — | 1,732,753 | — | 1,571,382 | 546,457 | — |
| Provision for Bonuses | 12,668 | — | — | — | — | 12,668 | — |
| Provision for Directors' Bonuses | 98 | — | — | — | — | 98 | — |
| Provision for Stocks Payment | 569 | — | — | — | — | 569 | — |
| Liabilities for Retirement Benefits | 11,380 | — | — | — | — | 11,380 | — |
| Provision for Reward Points Program | 19,965 | — | — | — | — | 19,965 | — |
| Provision for Reimbursement of Deposits | 3,626 | — | — | — | — | 3,626 | — |
| Provision for Contingent Losses | 1,649 | — | — | — | — | 1,649 | — |
| Deferred Tax Liabilities | 52,690 | — | — | — | — | 52,690 | — |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | — | — | — | — | 2,388 | — |
| Acceptances and Guarantees | 541,228 | — | — | — | — | 541,228 | — |
| Total Liabilities | ¥ 61,998,216 | ¥ — | ¥ 4,124,474 | ¥ — | ¥ 2,478,068 | ¥ 57,873,742 | |

Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the sum of amounts in Columns a and b is not equal to the sum of amounts in Columns c to g.

2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.

| LI1 | Millions of Yen | | | | | | |
|---|---|---|---|--------------------------|---|--------------|--|
| | March 31, 2021 | | | | | | |
| | a | b | c | d | e | f | g |
| | Carrying values of items | | | | | | |
| | Carrying values as reported in published consolidated financial statement | Carrying values under scope of regulatory consolidation | Credit risk (excluding amounts relevant to columns d and e) | Counterparty credit risk | Securitisation (excluding amounts relevant to column f) | Market risk | Items not subject to capital requirements or subject to deduction from capital |
| Assets: | | | | | | | |
| Cash and Due from Banks | ¥ 18,430,787 | ¥ 18,430,787 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| Call Loans and Bills Bought | 8,766 | 8,766 | — | — | — | — | — |
| Receivables under Resale Agreements | 160,268 | — | 160,268 | — | — | — | — |
| Receivables under Securities Borrowing Transactions | 727,689 | — | 727,689 | — | — | — | — |
| Monetary Claims Bought | 892,309 | 807,105 | — | 85,203 | — | — | — |
| Trading Assets | 962,849 | — | 918,327 | — | 962,849 | — | — |
| Money Held in Trust | 1,365 | 1,365 | — | — | — | — | — |
| Securities | 6,882,670 | 6,348,720 | — | 533,950 | — | — | — |
| Loans and Bills Discounted | 30,506,968 | 30,123,331 | — | 383,636 | — | — | — |
| Foreign Exchanges | 25,396 | 25,396 | — | — | — | — | — |
| Lease Receivables and Investment Assets | 695,172 | 695,172 | — | — | — | — | — |
| Other Assets | 2,892,922 | 440,374 | 2,097,170 | 1,668 | 1,296,874 | 353,708 | — |
| Tangible Fixed Assets | 235,430 | 235,430 | — | — | — | — | — |
| Intangible Fixed Assets | 85,397 | 21,060 | — | — | — | 64,337 | — |
| Assets for Retirement Benefits | 231,145 | 70,789 | — | — | — | 160,355 | — |
| Deferred Tax Assets | 27,544 | 27,499 | — | — | — | 44 | — |
| Customers' Liabilities for Acceptances and Guarantees | 511,782 | 511,782 | — | — | — | — | — |
| Allowance for Loan Losses | (129,223) | (129,223) | — | — | — | — | — |
| Total Assets | ¥ 63,149,243 | ¥ 57,618,360 | ¥ 3,903,456 | ¥ 1,004,459 | ¥ 2,259,723 | ¥ 578,445 | — |
| Liabilities: | | | | | | | |
| Deposits | ¥ 33,494,433 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ 33,494,433 | — |
| Negotiable Certificates of Deposit | 7,324,594 | — | — | — | — | 7,324,594 | — |
| Call Money and Bills Sold | 60,675 | — | — | — | — | 60,675 | — |
| Payables under Repurchase Agreements | 1,628,440 | — | 1,628,440 | — | — | — | — |
| Trading Liabilities | 850,660 | — | 850,660 | — | 850,660 | — | — |
| Borrowed Money | 6,392,602 | — | — | — | — | 6,392,602 | — |
| Foreign Exchanges | 577 | — | — | — | — | 577 | — |
| Short-Term Bonds Payable | 2,545,049 | — | — | — | — | 2,545,049 | — |
| Bonds Payable | 935,605 | — | — | — | — | 935,605 | — |
| Borrowed Money from Trust Account | 4,915,208 | — | — | — | — | 4,915,208 | — |
| Other Liabilities | 2,005,525 | — | 1,471,233 | — | 1,339,876 | 534,291 | — |
| Provision for Bonuses | 12,025 | — | — | — | — | 12,025 | — |
| Provision for Directors' Bonuses | 103 | — | — | — | — | 103 | — |
| Provision for Stocks Payment | 417 | — | — | — | — | 417 | — |
| Liabilities for Retirement Benefits | 11,696 | — | — | — | — | 11,696 | — |
| Provision for Reward Points Program | 18,945 | — | — | — | — | 18,945 | — |
| Provision for Reimbursement of Deposits | 4,138 | — | — | — | — | 4,138 | — |
| Provision for Contingent Losses | 1,633 | — | — | — | — | 1,633 | — |
| Deferred Tax Liabilities | 91,243 | — | — | — | — | 91,243 | — |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | — | — | — | — | 2,388 | — |
| Acceptances and Guarantees | 511,782 | — | — | — | — | 511,782 | — |
| Total Liabilities | ¥ 60,807,748 | ¥ — | ¥ 3,950,334 | ¥ — | ¥ 2,190,536 | ¥ 56,857,414 | — |

Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the sum of amounts in Columns a and b is not equal to the sum of amounts in Columns c to g.

2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.

3. Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

LI2: Main sources of differences between regulatory exposure amounts and carrying values in financial statements

| Item No. | LI2 | Millions of Yen | | | | |
|----------|---|-------------------|---|--------------------------|---|-------------|
| | | March 31, 2022 | | | | |
| | | a | b | c | d | e |
| | | Items subject to: | | | | |
| | | Total | Credit risk (excluding amounts relevant to columns c and d) | Counterparty credit risk | Securitisation (excluding amounts relevant to column e) | Market risk |
| 1 | Asset carrying value amount under scope of regulatory consolidation | ¥ 63,510,857 | ¥ 58,107,254 | ¥ 4,320,935 | ¥ 1,069,850 | ¥ 2,468,267 |
| 2 | Liabilities carrying value amount under scope of regulatory consolidation | 4,124,474 | — | 4,124,474 | — | 2,478,068 |
| 3 | Total net amount under regulatory scope of consolidation | 59,386,383 | 58,107,254 | 196,460 | 1,069,850 | (9,801) |
| 4 | Off-balance sheet amounts | 4,268,179 | 3,934,062 | — | 334,117 | — |
| 5 | Differences due to netting, the exposure calculation method, etc. | 2,753,459 | — | 2,866,381 | — | (112,922) |
| 6 | Differences due to consideration of allowances and write-offs | 30,373 | 30,373 | — | — | — |
| 7 | Other | 56,041 | 56,041 | — | — | — |
| 8 | Regulatory exposure amounts | 66,494,437 | 62,127,732 | 3,062,842 | 1,403,967 | (122,723) |

- Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the amount in Column a is not equal to the sum of amounts in Columns b to e, for Item No. 1, 2, 3, and 8.
2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.
3. The major factors in the difference between the amount of exposure in the capital regulatory standards and the amount posted in the consolidated balance sheet for each risk category are as follows:
- Credit Risk and Securitisation Exposures: Differences due to off-balance sheet amounts, consideration of allowances and write-offs, and other adjustments such as deferred tax assets (temporary differences)
 - Counterparty credit risk: Difference due to netting, the application of the credit risk mitigation techniques, and the application of the Current Exposure Method to the exposure calculation method
 - Market risk: Difference due to netting, etc.

| LI2 | Item No. | Millions of Yen | | | | |
|-----|---|-------------------|--|-----------------------------|---|----------------|
| | | March 31, 2021 | | | | |
| | | a | b | c | d | e |
| | | Items subject to: | | | | |
| | | Total | Credit risk (excluding amounts relevant to columns c and d) | Counterparty credit risk | Securitisation (excluding amounts relevant to column e) | Market risk |
| 1 | Asset carrying value amount under scope of regulatory consolidation | ¥ 62,570,798 | ¥ 57,618,360 | ¥ 3,903,456 | ¥ 1,004,459 | ¥ 2,259,723 |
| 2 | Liabilities carrying value amount under scope of regulatory consolidation | 3,950,334 | — | 3,950,334 | — | 2,190,536 |
| 3 | Total net amount under regulatory scope of consolidation | 58,620,463 | 57,618,360 | (46,877) | 1,004,459 | 69,187 |
| 4 | Off-balance sheet amounts | 4,533,097 | 4,284,638 | — | 248,459 | — |
| 5 | Differences due to netting, the exposure calculation method, etc. | 2,433,938 | — | 2,760,956 | — | (327,018) |
| 6 | Differences due to consideration of allowances and write-offs | 36,982 | 36,982 | — | — | — |
| 7 | Regulatory exposure amounts | 65,624,482 | 61,939,982 | 2,714,078 | 1,252,918 | (257,830) |

- Notes: 1. Derivatives transactions included in "trading assets" and "trading liabilities" and foreign exchanges included in "other assets" and "other liabilities" are subject to capital charge in both counterparty credit risk and market risk. Accordingly, the amount in Column a is not equal to the sum of amounts in Columns b to e, for Item No. 1, 2, 3, and 7.
2. Among market risks, the foreign exchange risk in banking accounts is not easily linked to individual items of accounts in the consolidated balance sheet. Accordingly, it is not included in the above figures.
3. The major factors in the difference between the amount of exposure in the capital regulatory standards and the amount posted in the consolidated balance sheet for each risk category are as follows:
- Credit Risk and Securitisation Exposures: Differences due to off-balance sheet amounts and differences due to consideration of allowances and write-offs
 - Counterparty credit risk: Difference due to netting, the application of the credit risk mitigation techniques, and the application of the Current Exposure Method to the exposure calculation method
 - Market risk: Difference due to netting, etc.
4. Previously, derivative transactions included in "Trading Assets," "Trading Liabilities," "Other Assets," and "Other Liabilities" were presented on a net basis for transactions that met the requirements under the practical guidance for accounting for financial instruments. However, for the purpose of accurately presenting credit risks with and without collateral for derivative transactions, financial assets and liabilities for derivative transactions measured at fair value are now presented on a gross basis based on a principle from the current fiscal year ended March 31, 2022. To reflect this change in presentation, reclassifications have been made in the consolidated financial statements for the fiscal year ended March 31, 2021.

CR1: Credit quality of assets

| CR1 | | Millions of Yen | | | |
|--------------------------|---|--------------------------|-------------------------|------------|--------------------|
| | | March 31, 2022 | | | |
| Item No. | | a | b | c | d |
| | | Gross carrying values of | | Allowances | Net values (a+b-c) |
| | | Defaulted exposures | Non-defaulted exposures | | |
| On-balance sheet assets | | | | | |
| 1 | Loans and Bills Discounted | ¥ 227,989 | ¥ 30,269,561 | ¥ 147,852 | ¥ 30,349,699 |
| 2 | Debt Securities | 749 | 4,663,271 | — | 4,664,020 |
| 3 | Other on-balance sheet assets (debt-based assets) | 16,124 | 19,689,885 | 14,630 | 19,691,380 |
| 4 | Total on-balance sheet assets (1+2+3) | 244,863 | 54,622,718 | 162,482 | 54,705,099 |
| Off-balance sheet assets | | | | | |
| 5 | Acceptances and Guarantees, etc. | 143 | 541,084 | 886 | 540,341 |
| 6 | Commitments, etc. | 1,367 | 4,328,591 | 1,649 | 4,328,309 |
| 7 | Total off-balance sheet assets (5+6) | 1,510 | 4,869,676 | 2,536 | 4,868,651 |
| Total | | | | | |
| 8 | Total (4+7) | ¥ 246,374 | ¥ 59,492,395 | ¥ 165,019 | ¥ 59,573,751 |

Note: The aggregate calculation on this statement does not include counterparty credit risk, the credit risk related to securitisation transactions, or the credit risk related to funds.

| CR1 | | Millions of Yen | | | |
|--------------------------|---|--------------------------|-------------------------|------------|--------------------|
| | | March 31, 2021 | | | |
| Item No. | | a | b | c | d |
| | | Gross carrying values of | | Allowances | Net values (a+b-c) |
| | | Defaulted exposures | Non-defaulted exposures | | |
| On-balance sheet assets | | | | | |
| 1 | Loans and Bills Discounted | ¥ 143,700 | ¥ 29,962,652 | ¥ 113,277 | ¥ 29,993,075 |
| 2 | Debt Securities | 761 | 3,657,103 | — | 3,657,864 |
| 3 | Other on-balance sheet assets (debt-based assets) | 16,811 | 19,696,009 | 14,961 | 19,697,859 |
| 4 | Total on-balance sheet assets (1+2+3) | 161,273 | 53,315,765 | 128,238 | 53,348,799 |
| Off-balance sheet assets | | | | | |
| 5 | Acceptances and Guarantees, etc. | 157 | 511,624 | 985 | 510,797 |
| 6 | Commitments, etc. | 2,323 | 5,037,694 | 1,633 | 5,038,384 |
| 7 | Total off-balance sheet assets (5+6) | 2,481 | 5,549,319 | 2,619 | 5,549,181 |
| Total | | | | | |
| 8 | Total (4+7) | ¥ 163,754 | ¥ 58,865,085 | ¥ 130,857 | ¥ 58,897,981 |

Note: The aggregate calculation on this statement does not include counterparty credit risk, the credit risk related to securitisation transactions, or the credit risk related to funds.

CR2: Changes in stock of defaulted loans and debt securities

| CR2 Item No. | | Millions of Yen | |
|--------------------|--|---|--|
| | | March 31, 2022 | |
| | | Amounts | |
| 1 | Stock of defaulted loans and debt securities at the end of the previous fiscal year | ¥ 161,273 | |
| 2 | Of which: Newly defaulted | 131,922 | |
| 3 | Changes in stock of loans and debt securities | Of which: Returning to non-defaulted status | |
| 4 | for each factor during the fiscal year | Of which: Written-offs | |
| 5 | Of which: Other factors | (27,251) | |
| 6 | Stock of defaulted loans and debt securities at the end of the fiscal year (1+2-3-4+5) | 244,863 | |

Notes: 1. The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

2. The main factor for the item 5. "Of which: Other factors" is the stock decrease caused by the collection of defaulted exposures.

| CR2 Item No. | | Millions of Yen | |
|--------------------|--|---|--|
| | | March 31, 2021 | |
| | | Amounts | |
| 1 | Stock of defaulted loans and debt securities at the end of the previous fiscal year | ¥ 143,609 | |
| 2 | Of which: Newly defaulted | 57,773 | |
| 3 | Changes in stock of loans and debt securities | Of which: Returning to non-defaulted status | |
| 4 | for each factor during the fiscal year | Of which: Written-offs | |
| 5 | Of which: Other factors | (16,661) | |
| 6 | Stock of defaulted loans and debt securities at the end of the fiscal year (1+2-3-4+5) | 161,273 | |

Notes: 1. The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

2. The main factor for the item 5. "Of which: Other factors" is the stock decrease caused by the collection of defaulted exposures.

CR3: Credit risk mitigation techniques (CRM) – overview

| CR3 Item No. | | Millions of Yen | | | | |
|--------------------|---|------------------------|----------------------|---------------------------------------|--|--|
| | | March 31, 2022 | | | | |
| | | a | b | c | d | e |
| | | Exposures unsecured | Exposures secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| 1 | Loans and Bills Discounted | ¥ 29,144,608 | ¥ 1,205,090 | ¥ 336,640 | ¥ 164,745 | ¥ — |
| 2 | Debt Securities | 4,645,034 | 18,986 | — | 18,900 | — |
| 3 | Other on-balance sheet assets (debt-based assets) | 19,691,285 | 94 | 91 | 3 | — |
| 4 | Total (1+2+3) | ¥ 53,480,928 | ¥ 1,224,171 | ¥ 336,731 | ¥ 183,648 | ¥ — |
| 5 | Of which defaulted | 161,567 | 5,861 | 4,555 | — | — |

| CR3 Item No. | | Millions of Yen | | | | |
|--------------------|---|------------------------|----------------------|---------------------------------------|--|--|
| | | March 31, 2021 | | | | |
| | | a | b | c | d | e |
| | | Exposures unsecured | Exposures secured | Exposures secured by collateral | Exposures secured by financial guarantees | Exposures secured by credit derivatives |
| 1 | Loans and Bills Discounted | ¥ 29,344,915 | ¥ 648,159 | ¥ 294,113 | ¥ 181,098 | ¥ — |
| 2 | Debt Securities | 3,626,036 | 31,828 | — | 31,500 | — |
| 3 | Other on-balance sheet assets (debt-based assets) | 19,697,505 | 353 | 181 | 171 | — |
| 4 | Total (1+2+3) | ¥ 52,668,457 | ¥ 680,342 | ¥ 294,294 | ¥ 212,769 | ¥ — |
| 5 | Of which defaulted | 127,803 | 6,038 | 4,791 | — | — |

CR4: Standardised approach – Credit risk exposure and Credit risk mitigation (CRM) effects

| CR4 | | Millions of Yen, % | | | | | |
|----------|--|-------------------------------|--------------------------|---------------------------------|--------------------------|-------------------|-------------|
| | | March 31, 2022 | | | | | |
| Item No. | Asset classes | a | b | c | d | e | f |
| | | Exposures pre-CCF and pre-CRM | | Exposures post-CCF and post-CRM | | Credit RWA amount | RWA density |
| | | On-balance sheet amount | Off-balance sheet amount | On-balance sheet amount | Off-balance sheet amount | | |
| 1 | Cash | ¥ 36 | ¥ — | ¥ 36 | ¥ — | ¥ — | —% |
| 2 | Government of Japan and Bank of Japan (BOJ) | 60 | — | 60 | — | — | — |
| 3 | Foreign central governments and foreign central banks | 272,010 | — | 272,010 | — | 17,736 | 6.52 |
| 4 | Bank for International Settlements, etc. | — | — | — | — | — | — |
| 5 | Local governments of Japan | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | 13,898 | — | 13,898 | — | 13,898 | 100.00 |
| 7 | Multilateral development banks (MDBs) | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | — | — | — | — | — | — |
| 10 | The three local public corporations | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | 172,997 | — | 172,997 | — | 73,590 | 42.53 |
| 12 | Corporates, etc. | 279,092 | 135,587 | 279,092 | 12,053 | 291,045 | 99.96 |
| 13 | SMEs, etc. and individuals | — | — | — | — | — | — |
| 14 | Residential mortgage loans | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | 0 | — | 0 | — | 0 | 146.97 |
| 17 | Past due loans for three months or more (residential mortgage loans) | — | — | — | — | — | — |
| 18 | Uncollected notes | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | — | — | — | — | — | — |
| 22 | Total | ¥ 738,094 | ¥ 135,587 | ¥ 738,094 | ¥ 12,053 | ¥ 396,270 | 52.82% |

| CR4 | | Millions of Yen, % | | | | | |
|----------|--|-------------------------------|--------------------------|---------------------------------|--------------------------|-------------------|-------------|
| | | March 31, 2021 | | | | | |
| Item No. | Asset classes | a | b | c | d | e | f |
| | | Exposures pre-CCF and pre-CRM | | Exposures post-CCF and post-CRM | | Credit RWA amount | RWA density |
| | | On-balance sheet amount | Off-balance sheet amount | On-balance sheet amount | Off-balance sheet amount | | |
| 1 | Cash | ¥ 13 | ¥ — | ¥ 13 | ¥ — | ¥ — | —% |
| 2 | Government of Japan and Bank of Japan (BOJ) | 60 | — | 60 | — | — | — |
| 3 | Foreign central governments and foreign central banks | 338,001 | — | 338,001 | — | 35,594 | 10.53 |
| 4 | Bank for International Settlements, etc. | — | — | — | — | — | — |
| 5 | Local governments of Japan | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | — | — | — | — | — | — |
| 7 | Multilateral development banks (MDBs) | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | — | — | — | — | — | — |
| 10 | The three local public corporations | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | 170,640 | — | 170,640 | — | 107,765 | 63.15 |
| 12 | Corporates, etc. | 191,677 | 282,315 | 191,677 | 22,975 | 214,530 | 99.94 |
| 13 | SMEs, etc. and individuals | — | — | — | — | — | — |
| 14 | Residential mortgage loans | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | 0 | — | 0 | — | 1 | 150.00 |
| 17 | Past due loans for three months or more (residential mortgage loans) | — | — | — | — | — | — |
| 18 | Uncollected notes | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | — | — | — | — | — | — |
| 22 | Total | ¥ 700,392 | ¥ 282,315 | ¥ 700,392 | ¥ 22,975 | ¥ 357,890 | 49.48% |

CR5: Standardised approach – Exposures by asset classes and risk weights

| CR5 | | Millions of Yen | | | | | | | | | | | |
|----------|--|-----------------|--|-----|-----------|-----|----------|-----|-----------|------|------|--------|-----------|
| | | March 31, 2022 | | | | | | | | | | | |
| Item No. | Asset classes | Risk weight | Credit risk exposure amounts (post-CCF and post-CRM) | | | | | | | | | | |
| | | | a | b | c | d | e | f | g | h | i | j | k |
| | | | 0% | 10% | 20% | 35% | 50% | 75% | 100% | 150% | 250% | 1,250% | Total |
| 1 | Cash | ¥ | 36 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | 36 |
| 2 | Government of Japan and Bank of Japan (BOJ) | | 60 | — | — | — | — | — | — | — | — | — | 60 |
| 3 | Foreign central governments and foreign central banks | | 236,538 | — | — | — | 35,472 | — | — | — | — | — | 272,010 |
| 4 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 5 | Local governments of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | 13,898 | — | — | — | 13,898 |
| 7 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 10 | The three local public corporations | | — | — | — | — | — | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | | — | — | 120,188 | — | 6,511 | — | 46,297 | — | — | — | 172,997 |
| 12 | Corporates, etc. | | — | — | — | — | 201 | — | 290,944 | — | — | — | 291,146 |
| 13 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — | — | — |
| 14 | Residential mortgage loans | | — | — | — | — | — | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | | — | — | — | — | 0 | — | — | 0 | — | — | 0 |
| 17 | Past due loans for three months or more (residential mortgage loans) | | — | — | — | — | — | — | — | — | — | — | — |
| 18 | Uncollected notes | | — | — | — | — | — | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | | — | — | — | — | — | — | — | — | — | — | — |
| 22 | Total | ¥ | 236,634 | ¥ — | ¥ 120,188 | ¥ — | ¥ 42,184 | ¥ — | ¥ 351,140 | ¥ 0 | ¥ — | ¥ — | ¥ 750,148 |

| CR5 | | Millions of Yen | | | | | | | | | | | |
|----------|--|-----------------|--|-----|----------|-----|----------|-----|-----------|------|------|--------|-----------|
| | | March 31, 2021 | | | | | | | | | | | |
| Item No. | Asset classes | Risk weight | a | b | c | d | e | f | g | h | i | j | k |
| | | | Credit risk exposure amounts (post-CCF and post-CRM) | | | | | | | | | | |
| | | | 0% | 10% | 20% | 35% | 50% | 75% | 100% | 150% | 250% | 1,250% | Total |
| 1 | Cash | ¥ | 13 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | 13 |
| 2 | Government of Japan and Bank of Japan (BOJ) | | 60 | — | — | — | — | — | — | — | — | — | 60 |
| 3 | Foreign central governments and foreign central banks | | 266,923 | — | — | — | 70,967 | — | 111 | — | — | — | 338,001 |
| 4 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 5 | Local governments of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 6 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | — | — | — | — | — |
| 7 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — | — | — |
| 10 | The three local public corporations | | — | — | — | — | — | — | — | — | — | — | — |
| 11 | Financial institutions and type I financial instruments business operators | | — | — | 78,391 | — | 325 | — | 91,924 | — | — | — | 170,640 |
| 12 | Corporates, etc. | | — | — | — | — | 245 | — | 214,408 | — | — | — | 214,652 |
| 13 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — | — | — |
| 14 | Residential mortgage loans | | — | — | — | — | — | — | — | — | — | — | — |
| 15 | Real estate acquisition activities, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Past due loans for three months or more, etc. (excluding residential mortgage loans) | | — | — | — | — | 0 | — | — | 0 | — | — | 0 |
| 17 | Past due loans for three months or more (residential mortgage loans) | | — | — | — | — | — | — | — | — | — | — | — |
| 18 | Uncollected notes | | — | — | — | — | — | — | — | — | — | — | — |
| 19 | Guaranteed by credit guarantee corporations, etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 20 | Guaranteed by the Regional Economy Vitalization Corporation of Japan (REVIC), etc. | | — | — | — | — | — | — | — | — | — | — | — |
| 21 | Investments, etc. (excluding significant investments) | | — | — | — | — | — | — | — | — | — | — | — |
| 22 | Total | ¥ | 266,997 | ¥ — | ¥ 78,391 | ¥ — | ¥ 71,537 | ¥ — | ¥ 306,443 | ¥ 0 | ¥ — | ¥ — | ¥ 723,367 |

CR6: IRB – Credit risk exposures by portfolio and PD range

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|------|---------------------|
| Item No. | PD scale | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Sovereign exposures (Advanced Internal Ratings-Based Approach (AIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 3,587,234 | ¥ 33 | 75.00% | ¥ 3,602,414 | 0.00% | 0.0 | 32.09% | 1.9 | ¥ 27,695 | 0.76% | ¥ 16 | |
| 2 | 0.15 to < 0.25 | 2,223 | — | — | 385 | 0.20 | 0.0 | 31.83 | 2.6 | 125 | 32.41 | 0 | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 3,589,457 | 33 | 75.00 | 3,602,800 | 0.00 | 0.0 | 32.09 | 1.9 | 27,820 | 0.77 | 16 | ¥ 44 |
| Sovereign exposures (Foundation Internal Ratings-Based Approach (FIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 18,540,535 | 122,103 | 75.34 | 18,651,439 | 0.00 | 0.1 | 44.99 | 1.0 | 101,782 | 0.54 | 123 | |
| 2 | 0.15 to < 0.25 | 0 | — | — | 0 | 0.20 | 0.0 | 45.00 | 1.0 | 0 | 30.44 | 0 | |
| 3 | 0.25 to < 0.50 | 21,628 | 0 | 75.00 | 12,728 | 0.29 | 0.0 | 45.00 | 3.0 | 8,750 | 68.74 | 16 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | 10,082 | — | — | 82 | 35.80 | 0.0 | 45.00 | 1.0 | 213 | 258.11 | 13 | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 18,572,246 | 122,103 | 75.34 | 18,664,250 | 0.00 | 0.1 | 44.99 | 1.0 | 110,746 | 0.59 | 154 | 185 |
| Financial Institution exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 512,156 | 8,500 | 100.00 | 534,878 | 0.05 | 0.0 | 31.10 | 2.8 | 106,014 | 19.82 | 88 | |
| 2 | 0.15 to < 0.25 | 51,000 | 9,000 | 75.00 | 57,750 | 0.20 | 0.0 | 32.10 | 1.3 | 13,788 | 23.87 | 37 | |
| 3 | 0.25 to < 0.50 | 8,800 | 7,575 | 86.79 | 15,375 | 0.49 | 0.0 | 32.10 | 1.0 | 5,762 | 37.48 | 24 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 6,277 | 1,996 | 91.28 | 8,099 | 1.43 | 0.0 | 30.58 | 1.4 | 4,803 | 59.31 | 34 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 578,233 | 27,071 | 87.35 | 616,102 | 0.09 | 0.0 | 31.21 | 2.6 | 130,368 | 21.16 | 185 | 343 |
| Financial Institution exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 158,235 | 113,103 | 75.00 | 243,063 | 0.05 | 0.0 | 48.01 | 1.3 | 52,966 | 21.79 | 70 | |
| 2 | 0.15 to < 0.25 | 1,729 | — | — | 1,729 | 0.20 | 0.0 | 71.02 | 2.3 | 1,180 | 68.25 | 2 | |
| 3 | 0.25 to < 0.50 | 22,314 | — | — | 22,314 | 0.27 | 0.0 | 58.44 | 1.5 | 14,312 | 64.14 | 36 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 3,167 | — | — | 3,167 | 1.76 | 0.0 | 45.00 | 3.8 | 4,206 | 132.80 | 25 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 185,447 | 113,103 | 75.00 | 270,274 | 0.09 | 0.0 | 48.98 | 1.3 | 72,665 | 26.88 | 134 | 61 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|---------|---------------------|
| Item No. | PD scale | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Corporate exposures (excluding SME exposures and specialised lending) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 7,149,077 | ¥ 2,801,193 | 76.04% | ¥ 9,339,244 | 0.07% | 0.6 | 31.42% | 2.5 | ¥ 1,713,083 | 18.34% | ¥ 2,268 | |
| 2 | 0.15 to < 0.25 | 1,722,211 | 466,183 | 75.89 | 2,044,349 | 0.20 | 0.3 | 30.61 | 2.1 | 597,443 | 29.22 | 1,278 | |
| 3 | 0.25 to < 0.50 | 2,267,134 | 500,491 | 72.10 | 2,629,361 | 0.38 | 1.1 | 30.20 | 2.2 | 1,049,116 | 39.90 | 2,997 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 998,803 | 202,761 | 70.49 | 1,099,367 | 1.58 | 0.7 | 28.36 | 2.2 | 717,185 | 65.23 | 4,930 | |
| 6 | 2.50 to < 10.00 | 66,860 | 11,808 | 79.03 | 78,106 | 7.07 | 0.0 | 24.74 | 1.7 | 67,830 | 86.84 | 1,345 | |
| 7 | 10.00 to < 100.00 | 7,590 | 234 | 75.00 | 6,067 | 18.41 | 0.0 | 23.85 | 2.2 | 7,265 | 119.75 | 266 | |
| 8 | 100.00 (Default) | 122,147 | — | — | 127,932 | 100.00 | 0.0 | 32.09 | 1.0 | 52,602 | 41.11 | 36,851 | |
| 9 | Sub-total | 12,333,824 | 3,982,671 | 75.25 | 15,324,428 | 1.13 | 3.0 | 30.85 | 2.3 | 4,204,527 | 27.43 | 49,938 | ¥106,738 |
| Corporate exposures (excluding SME exposures and specialised lending) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 839,060 | 121,671 | 78.78 | 939,667 | 0.07 | 0.8 | 52.29 | 2.8 | 323,649 | 34.44 | 366 | |
| 2 | 0.15 to < 0.25 | 45,696 | 66,740 | 100.00 | 112,581 | 0.20 | 0.3 | 54.03 | 2.2 | 67,955 | 60.36 | 124 | |
| 3 | 0.25 to < 0.50 | 501,230 | 65,356 | 74.16 | 548,835 | 0.33 | 1.3 | 46.32 | 2.7 | 350,565 | 63.87 | 820 | |
| 4 | 0.50 to < 0.75 | 88,007 | 13,159 | 75.00 | 97,877 | 0.62 | 0.0 | 45.00 | 3.7 | 93,440 | 95.46 | 276 | |
| 5 | 0.75 to < 2.50 | 375,270 | 21,737 | 75.53 | 391,737 | 1.44 | 1.3 | 44.12 | 3.7 | 473,425 | 120.85 | 2,503 | |
| 6 | 2.50 to < 10.00 | 116,417 | 2,218 | 78.30 | 118,270 | 5.36 | 0.2 | 44.35 | 4.1 | 202,528 | 171.24 | 2,816 | |
| 7 | 10.00 to < 100.00 | 71,076 | — | — | 71,077 | 30.21 | 0.0 | 44.99 | 3.8 | 190,956 | 268.65 | 9,662 | |
| 8 | 100.00 (Default) | 31,604 | 896 | 96.65 | 37,803 | 100.00 | 0.0 | 44.51 | 1.0 | 0 | 0.00 | 16,830 | |
| 9 | Sub-total | 2,068,364 | 291,779 | 82.24 | 2,317,850 | 3.22 | 4.2 | 48.52 | 3.0 | 1,702,520 | 73.45 | 33,398 | 18,463 |
| SME exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 55,704 | 582 | 75.00 | 54,187 | 0.12 | 0.0 | 30.59 | 2.2 | 11,006 | 20.31 | 20 | |
| 2 | 0.15 to < 0.25 | 102,593 | — | — | 96,153 | 0.20 | 0.0 | 30.14 | 3.2 | 28,887 | 30.04 | 59 | |
| 3 | 0.25 to < 0.50 | 85,649 | 7,119 | 90.09 | 89,560 | 0.41 | 0.0 | 24.74 | 2.8 | 27,195 | 30.36 | 88 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 111,412 | 18,255 | 76.77 | 122,834 | 1.59 | 0.1 | 21.85 | 2.7 | 56,253 | 45.79 | 418 | |
| 6 | 2.50 to < 10.00 | 6,530 | 111 | 77.53 | 6,616 | 7.34 | 0.0 | 20.54 | 1.5 | 3,898 | 58.91 | 102 | |
| 7 | 10.00 to < 100.00 | 1,292 | — | — | 1,292 | 18.41 | 0.0 | 22.32 | 2.8 | 1,281 | 99.16 | 53 | |
| 8 | 100.00 (Default) | 1,277 | — | — | 1,306 | 100.00 | 0.0 | 21.50 | 1.0 | 349 | 26.71 | 253 | |
| 9 | Sub-total | 364,460 | 26,068 | 80.37 | 371,950 | 1.24 | 0.3 | 25.94 | 2.8 | 128,873 | 34.64 | 995 | 1,097 |
| SME exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 15 | — | — | 15 | 0.11 | 0.0 | 45.00 | 1.0 | 2 | 18.80 | 0 | |
| 2 | 0.15 to < 0.25 | 45 | — | — | 45 | 0.20 | 0.0 | 45.00 | 1.0 | 12 | 26.98 | 0 | |
| 3 | 0.25 to < 0.50 | 106,414 | 1,412 | 75.00 | 105,982 | 0.48 | 0.6 | 38.22 | 4.6 | 67,536 | 63.72 | 197 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 314,453 | 1,986 | 77.62 | 313,489 | 1.67 | 1.7 | 39.36 | 4.8 | 292,822 | 93.40 | 2,066 | |
| 6 | 2.50 to < 10.00 | 6,748 | — | — | 6,762 | 7.32 | 0.0 | 38.55 | 4.1 | 8,285 | 122.53 | 188 | |
| 7 | 10.00 to < 100.00 | 2,195 | — | — | 2,223 | 18.41 | 0.0 | 45.00 | 1.4 | 4,356 | 195.98 | 184 | |
| 8 | 100.00 (Default) | 5,992 | 0 | 0.00 | 6,184 | 100.00 | 0.0 | 40.10 | 1.0 | 0 | 0.00 | 2,480 | |
| 9 | Sub-total | 435,864 | 3,399 | 76.52 | 434,703 | 2.95 | 2.5 | 39.11 | 4.7 | 373,016 | 85.80 | 5,117 | 405 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|--------|---------------------|
| | | March 31, 2022 | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Specialised lending (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 1,320,005 | ¥ 101,243 | 75.00% | ¥ 1,395,938 | 0.08% | 0.3 | 26.30% | 4.1 | ¥ 312,385 | 22.37% | ¥ 314 | |
| 2 | 0.15 to < 0.25 | 85,887 | 22,114 | 75.00 | 102,472 | 0.20 | 0.0 | 30.80 | 3.8 | 42,750 | 41.71 | 64 | |
| 3 | 0.25 to < 0.50 | 869,979 | 143,937 | 74.99 | 977,920 | 0.33 | 0.2 | 24.34 | 4.3 | 404,129 | 41.32 | 795 | |
| 4 | 0.50 to < 0.75 | 151,786 | 52,471 | 75.18 | 191,238 | 0.64 | 0.0 | 25.07 | 4.3 | 105,239 | 55.03 | 309 | |
| 5 | 0.75 to < 2.50 | 363,252 | 47,578 | 73.65 | 398,295 | 1.48 | 0.0 | 24.74 | 3.4 | 253,091 | 63.54 | 1,467 | |
| 6 | 2.50 to < 10.00 | 99,872 | 55,054 | 73.27 | 140,211 | 3.92 | 0.0 | 23.35 | 3.6 | 110,294 | 78.66 | 1,230 | |
| 7 | 10.00 to < 100.00 | 73,761 | 18,286 | 75.00 | 87,475 | 22.66 | 0.0 | 38.88 | 4.0 | 185,006 | 211.49 | 8,065 | |
| 8 | 100.00 (Default) | 15,398 | 1,331 | 75.00 | 16,401 | 100.00 | 0.0 | 28.29 | 1.0 | 5,570 | 33.96 | 4,195 | |
| 9 | Sub-total | 2,979,942 | 442,016 | 74.65 | 3,309,953 | 1.61 | 0.8 | 25.82 | 4.1 | 1,418,468 | 42.85 | 16,443 | ¥ 5,257 |
| Specialised lending (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,213 | — | — | 1,213 | 0.08 | 0.2 | 45.00 | 1.0 | 197 | 16.26 | 0 | |
| 2 | 0.15 to < 0.25 | 71 | — | — | 71 | 0.20 | 0.0 | 45.00 | 1.0 | 21 | 30.44 | 0 | |
| 3 | 0.25 to < 0.50 | 1,371 | — | — | 1,371 | 0.32 | 0.1 | 45.00 | 1.0 | 557 | 40.62 | 2 | |
| 4 | 0.50 to < 0.75 | 270 | — | — | 270 | 0.63 | 0.0 | 45.00 | 1.0 | 159 | 59.19 | 0 | |
| 5 | 0.75 to < 2.50 | 550 | — | — | 550 | 1.44 | 0.0 | 45.00 | 1.0 | 461 | 83.78 | 3 | |
| 6 | 2.50 to < 10.00 | 78 | — | — | 78 | 3.67 | 0.0 | 45.00 | 1.0 | 91 | 116.67 | 1 | |
| 7 | 10.00 to < 100.00 | 203 | — | — | 203 | 17.87 | 0.0 | 45.00 | 1.0 | 418 | 205.72 | 16 | |
| 8 | 100.00 (Default) | 0 | — | — | 0 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 0 | |
| 9 | Sub-total | 3,759 | — | — | 3,759 | 1.46 | 0.6 | 45.00 | 1.0 | 1,907 | 50.73 | 24 | — |
| Equity exposures (PD/LGD Approach) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,104,134 | — | — | 539,199 | 0.07 | 0.3 | 90.00 | 5.0 | 616,046 | 114.25 | — | |
| 2 | 0.15 to < 0.25 | 121,984 | — | — | 63,337 | 0.20 | 0.1 | 90.00 | 5.0 | 92,724 | 146.39 | — | |
| 3 | 0.25 to < 0.50 | 94,437 | — | — | 51,148 | 0.36 | 0.3 | 90.00 | 5.0 | 92,865 | 181.56 | — | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 36,490 | — | — | 28,958 | 1.79 | 0.2 | 90.00 | 5.0 | 89,224 | 308.10 | — | |
| 6 | 2.50 to < 10.00 | 3,009 | — | — | 2,198 | 6.57 | 0.0 | 90.00 | 5.0 | 9,283 | 422.29 | — | |
| 7 | 10.00 to < 100.00 | 415 | — | — | 415 | 18.41 | 0.0 | 90.00 | 5.0 | 2,560 | 616.26 | — | |
| 8 | 100.00 (Default) | 283 | — | — | 160 | 100.00 | 0.0 | 90.00 | 5.0 | 1,804 | 1,125.00 | — | |
| 9 | Sub-total | 1,360,754 | — | — | 685,418 | 0.23 | 1.1 | 90.00 | 5.0 | 904,510 | 131.96 | — | |
| Purchased receivables for corporates, etc. (default risk) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 12,881 | — | — | 12,881 | 0.10 | 0.0 | 32.10 | 3.3 | 3,531 | 27.41 | 4 | |
| 2 | 0.15 to < 0.25 | 7,000 | — | — | 7,000 | 0.20 | 0.0 | 32.10 | 5.0 | 3,379 | 48.27 | 4 | |
| 3 | 0.25 to < 0.50 | 11,578 | — | — | 11,578 | 0.31 | 0.0 | 32.10 | 2.3 | 4,608 | 39.80 | 11 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 64,425 | — | — | 64,425 | 1.53 | 0.0 | 31.60 | 4.0 | 57,110 | 88.64 | 313 | |
| 6 | 2.50 to < 10.00 | 2,018 | — | — | 2,018 | 7.88 | 0.0 | 32.10 | 3.6 | 2,740 | 135.78 | 51 | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | 2,895 | — | — | 2,895 | 100.00 | 0.0 | 32.10 | 1.0 | 1,190 | 41.12 | 834 | |
| 9 | Sub-total | 100,799 | — | — | 100,799 | 4.07 | 0.0 | 31.78 | 3.7 | 72,560 | 71.98 | 1,219 | 488 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-------|---------------------|
| | | March 31, 2022 | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 4,442 | ¥ — | —% | ¥ 4,442 | 0.12% | 0.0 | 100.00% | 1.0 | ¥ 2,208 | 49.70% | ¥ — | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 4,442 | — | — | 4,442 | 0.12 | 0.0 | 100.00 | 1.0 | 2,208 | 49.70 | — | ¥ — |
| Purchased receivables for corporates, etc. (default risk) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 306,276 | 4,019 | 100.00 | 310,295 | 0.06 | 0.2 | 45.00 | 1.0 | 42,010 | 13.53 | 89 | |
| 2 | 0.15 to < 0.25 | 81,589 | — | — | 81,589 | 0.20 | 0.1 | 45.00 | 1.0 | 25,312 | 31.02 | 75 | |
| 3 | 0.25 to < 0.50 | 112,416 | 2,892 | 75.00 | 114,585 | 0.37 | 1.0 | 45.00 | 1.1 | 51,756 | 45.16 | 192 | |
| 4 | 0.50 to < 0.75 | 423 | 2,639 | 75.00 | 2,402 | 0.62 | 0.0 | 45.00 | 4.5 | 2,452 | 102.08 | 6 | |
| 5 | 0.75 to < 2.50 | 47,170 | — | — | 47,170 | 1.52 | 3.3 | 45.00 | 1.1 | 38,989 | 82.65 | 323 | |
| 6 | 2.50 to < 10.00 | 4,330 | — | — | 4,330 | 6.56 | 0.5 | 45.00 | 1.0 | 6,384 | 147.43 | 127 | |
| 7 | 10.00 to < 100.00 | 522 | — | — | 522 | 18.41 | 0.0 | 45.00 | 1.0 | 1,140 | 218.32 | 43 | |
| 8 | 100.00 (Default) | 4,546 | — | — | 4,546 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 2,045 | |
| 9 | Sub-total | 557,274 | 9,550 | 85.52 | 565,442 | 1.14 | 5.4 | 45.00 | 1.1 | 168,046 | 29.71 | 2,903 | 365 |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 386,470 | 6,658 | 90.09 | 392,468 | 0.06 | 0.3 | 92.50 | 1.1 | 113,138 | 28.82 | 13 | |
| 2 | 0.15 to < 0.25 | 54,292 | — | — | 54,292 | 0.21 | 0.1 | 92.00 | 1.0 | 35,343 | 65.09 | 7 | |
| 3 | 0.25 to < 0.50 | 16,136 | 2,892 | 75.00 | 18,305 | 0.40 | 0.1 | 73.75 | 1.6 | 15,796 | 86.29 | 12 | |
| 4 | 0.50 to < 0.75 | 18 | — | — | 18 | 0.62 | 0.0 | 45.00 | 1.0 | 10 | 58.78 | 0 | |
| 5 | 0.75 to < 2.50 | 1,521 | — | — | 1,521 | 1.01 | 0.1 | 91.46 | 1.2 | 8,840 | 581.09 | 1 | |
| 6 | 2.50 to < 10.00 | 3,250 | — | — | 3,250 | 6.88 | 0.0 | 100.00 | 1.0 | 10,750 | 330.68 | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 461,689 | 9,550 | 85.52 | 469,857 | 0.14 | 0.7 | 91.76 | 1.1 | 183,879 | 39.13 | 35 | — |
| Purchased receivables for retail (default risk) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | — | — | — | — | — | — | — | — | — | — | — | |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | |
| 3 | 0.25 to < 0.50 | 32,046 | — | — | 32,046 | 0.30 | 29.5 | 70.83 | — | 12,135 | 37.86 | 69 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 32,046 | — | — | 32,046 | 0.30 | 29.5 | 70.83 | — | 12,135 | 37.86 | 69 | 88 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----------|---------------------|
| Item No. | PD scale | March 31, 2022 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Qualifying revolving retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 0 | ¥ 39,550 | 27.13% | ¥ 10,730 | 0.09% | 42.7 | 59.37% | — | ¥ 380 | 3.55% | ¥ 6 | |
| 2 | 0.15 to < 0.25 | 41,972 | 706,261 | 11.31 | 121,914 | 0.22 | 197.3 | 70.80 | — | 10,120 | 8.30 | 193 | |
| 3 | 0.25 to < 0.50 | 19,951 | 945,124 | 7.43 | 90,210 | 0.35 | 137.6 | 75.96 | — | 11,682 | 12.94 | 244 | |
| 4 | 0.50 to < 0.75 | 34,826 | 242,256 | 11.31 | 62,247 | 0.54 | 79.0 | 70.80 | — | 10,488 | 16.84 | 239 | |
| 5 | 0.75 to < 2.50 | 11,201 | 212,375 | 12.36 | 37,469 | 1.15 | 109.8 | 70.10 | — | 10,956 | 29.24 | 302 | |
| 6 | 2.50 to < 10.00 | 31,691 | 62,122 | 12.05 | 39,181 | 4.82 | 38.7 | 70.96 | — | 31,356 | 80.03 | 1,341 | |
| 7 | 10.00 to < 100.00 | 188 | 1,166 | 11.09 | 317 | 48.23 | 0.5 | 67.08 | — | 538 | 169.51 | 107 | |
| 8 | 100.00 (Default) | 42 | 3,374 | 8.53 | 7,708 | 100.00 | 8.7 | 71.20 | — | 8,856 | 114.89 | 4,779 | |
| 9 | Sub-total | 139,872 | 2,212,231 | 10.05 | 369,779 | 3.00 | 614.6 | 71.68 | — | 84,378 | 22.81 | 7,214 | 9,047 |
| Residential mortgage exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 4,595,396 | 11,505 | 100.00 | 4,606,902 | 0.10 | 154.3 | 17.46 | — | 195,407 | 4.24 | 833 | |
| 2 | 0.15 to < 0.25 | 2,156,221 | 28 | 100.00 | 2,156,249 | 0.17 | 96.0 | 17.19 | — | 132,592 | 6.14 | 636 | |
| 3 | 0.25 to < 0.50 | 3,535,196 | 1,269 | 100.00 | 3,536,476 | 0.33 | 210.5 | 16.56 | — | 338,399 | 9.56 | 1,944 | |
| 4 | 0.50 to < 0.75 | 81,937 | — | — | 81,937 | 0.69 | 6.1 | 21.18 | — | 17,059 | 20.81 | 121 | |
| 5 | 0.75 to < 2.50 | 95,837 | 19 | 100.00 | 95,857 | 0.89 | 9.9 | 19.15 | — | 21,364 | 22.28 | 164 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | 62,721 | 4 | 100.00 | 62,726 | 19.28 | 3.6 | 17.40 | — | 60,537 | 96.51 | 2,126 | |
| 8 | 100.00 (Default) | 32,338 | 14 | 100.00 | 33,402 | 100.00 | 1.8 | 18.54 | — | 9,503 | 28.45 | 5,432 | |
| 9 | Sub-total | 10,559,648 | 12,843 | 100.00 | 10,573,551 | 0.63 | 482.5 | 17.15 | — | 774,863 | 7.32 | 11,258 | 25,355 |
| Other retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 0 | 21,411 | 21.91 | 4,691 | 0.09 | 19.2 | 18.44 | — | 213 | 4.54 | 0 | |
| 2 | 0.15 to < 0.25 | 165,451 | — | — | 165,451 | 0.24 | 50.6 | 68.65 | — | 52,725 | 31.86 | 278 | |
| 3 | 0.25 to < 0.50 | 192,735 | — | — | 192,735 | 0.37 | 67.0 | 37.89 | — | 45,478 | 23.59 | 286 | |
| 4 | 0.50 to < 0.75 | 352,775 | 404 | 100.00 | 353,475 | 0.54 | 85.4 | 34.12 | — | 92,673 | 26.21 | 680 | |
| 5 | 0.75 to < 2.50 | 176,754 | 136,520 | 31.29 | 219,477 | 1.17 | 256.4 | 60.29 | — | 141,121 | 64.29 | 1,606 | |
| 6 | 2.50 to < 10.00 | 38,864 | 15,414 | 36.74 | 44,528 | 6.35 | 38.6 | 33.76 | — | 23,177 | 52.05 | 1,001 | |
| 7 | 10.00 to < 100.00 | 2,547 | 859 | 93.07 | 3,382 | 35.60 | 0.7 | 30.39 | — | 2,350 | 69.47 | 454 | |
| 8 | 100.00 (Default) | 8,847 | 1,767 | 31.23 | 18,773 | 100.00 | 10.2 | 48.33 | — | 9,125 | 48.60 | 8,344 | |
| 9 | Sub-total | 937,976 | 176,377 | 31.08 | 1,002,517 | 2.83 | 528.4 | 46.44 | — | 366,866 | 36.59 | 12,654 | 15,552 |
| Lease transactions | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 213,286 | — | — | 213,286 | 0.07 | 0.4 | 45.00 | 2.6 | 52,422 | 24.57 | 75 | |
| 2 | 0.15 to < 0.25 | 128,970 | — | — | 128,970 | 0.20 | 0.1 | 45.00 | 3.9 | 74,446 | 57.72 | 118 | |
| 3 | 0.25 to < 0.50 | 53,527 | — | — | 53,527 | 0.43 | 0.3 | 45.00 | 2.5 | 35,242 | 65.83 | 104 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | 43,152 | — | — | 43,152 | 1.74 | 0.3 | 45.00 | 2.6 | 44,873 | 103.98 | 338 | |
| 6 | 2.50 to < 10.00 | 14,226 | — | — | 14,226 | 5.25 | 0.0 | 45.00 | 3.7 | 23,615 | 165.99 | 336 | |
| 7 | 10.00 to < 100.00 | 5,028 | — | — | 5,028 | 18.41 | 0.0 | 45.00 | 3.9 | 12,178 | 242.16 | 416 | |
| 8 | 100.00 (Default) | — | — | — | 513 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 231 | |
| 9 | Sub-total | 458,193 | — | — | 458,707 | 0.78 | 1.2 | 45.00 | 3.0 | 242,778 | 52.92 | 1,621 | 5,251 |
| Total (all portfolios) | | ¥ 55,724,300 | ¥ 7,428,799 | 55.05% | ¥ 59,178,635 | 0.74% | 1,675.9 | 35.43% | 2.0 | ¥ 10,983,140 | 18.55% | ¥ 143,385 | ¥ 188,749 |

Notes: 1. "Number of obligors" in Column f: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

2. Purchased receivables for retail (dilution risk and originator risk of loan participation) are not applicable.

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----|---------------------|
| Item No. | PD scale | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Sovereign exposures (Advanced Internal Ratings-Based Approach (AIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 2,621,257 | ¥ 33 | 75.00% | ¥ 2,638,281 | 0.00% | 0.0 | 32.09% | 2.1 | ¥ 16,876 | 0.63% | ¥ 9 | |
| 2 | 0.15 to < 0.25 | 1,837 | — | — | 45 | 0.20 | 0.0 | 27.64 | 1.8 | 10 | 24.17 | 0 | |
| 3 | 0.25 to < 0.50 | 2,304 | — | — | 113 | 0.30 | 0.0 | 32.10 | 1.0 | 31 | 28.18 | 0 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 2,625,399 | 33 | 75.00 | 2,638,440 | 0.00 | 0.0 | 32.09 | 2.1 | 16,919 | 0.64 | 9 | ¥ 51 |
| Sovereign exposures (Foundation Internal Ratings-Based Approach (FIRB)) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 18,897,473 | 71,113 | 75.67 | 18,982,865 | 0.00 | 0.0 | 44.99 | 1.1 | 86,554 | 0.45 | 118 | |
| 2 | 0.15 to < 0.25 | 0 | — | — | 0 | 0.20 | 0.0 | 45.00 | 1.0 | 0 | 30.51 | 0 | |
| 3 | 0.25 to < 0.50 | 34,451 | 338 | 75.00 | 20,905 | 0.29 | 0.0 | 45.00 | 3.5 | 14,777 | 70.68 | 27 | |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 6 | 2.50 to < 10.00 | 7,771 | — | — | 71 | 8.63 | 0.0 | 45.00 | 1.0 | 118 | 165.28 | 2 | |
| 7 | 10.00 to < 100.00 | 10,188 | — | — | 188 | 13.42 | 0.0 | 45.00 | 1.5 | 383 | 203.73 | 11 | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 18,949,885 | 71,451 | 75.66 | 19,004,030 | 0.00 | 0.1 | 44.99 | 1.1 | 101,833 | 0.53 | 159 | 150 |
| Financial Institution exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 476,380 | 12,000 | 100.00 | 514,048 | 0.05 | 0.0 | 31.27 | 3.4 | 117,915 | 22.93 | 84 | |
| 2 | 0.15 to < 0.25 | 39,500 | 9,000 | 75.00 | 46,250 | 0.20 | 0.0 | 32.10 | 1.2 | 10,815 | 23.38 | 30 | |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | |
| 4 | 0.50 to < 0.75 | 1,400 | 1,000 | 75.00 | 2,150 | 0.50 | 0.0 | 32.10 | 1.0 | 806 | 37.49 | 3 | |
| 5 | 0.75 to < 2.50 | 19,251 | 5,883 | 95.71 | 24,882 | 1.16 | 0.0 | 31.96 | 1.0 | 13,767 | 55.33 | 92 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 536,531 | 27,883 | 90.13 | 587,330 | 0.11 | 0.0 | 31.36 | 3.1 | 143,305 | 24.39 | 211 | 324 |
| Financial Institution exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 151,116 | 103,873 | 75.00 | 229,188 | 0.06 | 0.0 | 47.89 | 1.5 | 61,404 | 26.79 | 72 | |
| 2 | 0.15 to < 0.25 | 1,729 | — | — | 1,729 | 0.20 | 0.0 | 71.02 | 3.1 | 1,415 | 81.85 | 2 | |
| 3 | 0.25 to < 0.50 | 8,900 | — | — | 8,854 | 0.28 | 0.0 | 45.00 | 1.1 | 4,622 | 52.20 | 11 | |
| 4 | 0.50 to < 0.75 | 1 | — | — | 1 | 0.50 | 0.0 | 45.00 | 1.0 | 0 | 52.44 | 0 | |
| 5 | 0.75 to < 2.50 | 3,255 | — | — | 3,255 | 1.71 | 0.0 | 45.00 | 4.3 | 4,442 | 136.46 | 25 | |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | |
| 9 | Sub-total | 165,003 | 103,873 | 75.00 | 243,029 | 0.09 | 0.0 | 47.91 | 1.6 | 71,885 | 29.57 | 111 | 57 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|---------|---------------------|
| Item No. | PD scale | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Corporate exposures (excluding SME exposures and specialised lending) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 7,084,227 | ¥ 3,087,710 | 75.91% | ¥ 9,484,269 | 0.07% | 0.7 | 31.38% | 2.5 | ¥ 1,732,515 | 18.26% | ¥ 2,267 | |
| 2 | 0.15 to < 0.25 | 1,948,161 | 485,776 | 74.77 | 2,281,047 | 0.20 | 0.4 | 30.62 | 2.3 | 719,975 | 31.56 | 1,432 | |
| 3 | 0.25 to < 0.50 | 1,429,315 | 361,884 | 74.26 | 1,689,333 | 0.30 | 0.5 | 31.40 | 2.2 | 662,085 | 39.19 | 1,637 | |
| 4 | 0.50 to < 0.75 | 1,116,000 | 249,616 | 77.45 | 1,305,426 | 0.50 | 0.7 | 29.27 | 2.3 | 587,601 | 45.01 | 1,929 | |
| 5 | 0.75 to < 2.50 | 828,406 | 148,090 | 69.03 | 895,076 | 1.39 | 0.7 | 28.80 | 2.1 | 579,000 | 64.68 | 3,611 | |
| 6 | 2.50 to < 10.00 | 170,224 | 9,048 | 81.90 | 178,311 | 6.28 | 0.1 | 24.05 | 2.2 | 148,773 | 83.43 | 2,714 | |
| 7 | 10.00 to < 100.00 | 88,691 | 775 | 75.00 | 88,695 | 18.67 | 0.0 | 31.70 | 3.2 | 151,091 | 170.34 | 5,252 | |
| 8 | 100.00 (Default) | 32,151 | — | — | 38,465 | 100.00 | 0.0 | 31.68 | 1.0 | 15,605 | 40.56 | 10,940 | |
| 9 | Sub-total | 12,697,179 | 4,342,903 | 75.51 | 15,960,626 | 0.64 | 3.2 | 30.88 | 2.4 | 4,596,649 | 28.79 | 29,786 | ¥ 69,700 |
| Corporate exposures (excluding SME exposures and specialised lending) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 899,338 | 102,406 | 77.51 | 985,091 | 0.07 | 0.8 | 53.50 | 2.9 | 355,587 | 36.09 | 390 | |
| 2 | 0.15 to < 0.25 | 61,692 | 69,755 | 100.00 | 131,486 | 0.20 | 0.4 | 55.86 | 2.5 | 86,795 | 66.01 | 150 | |
| 3 | 0.25 to < 0.50 | 342,976 | 57,183 | 74.51 | 384,532 | 0.29 | 0.6 | 48.74 | 2.4 | 246,337 | 64.06 | 560 | |
| 4 | 0.50 to < 0.75 | 181,158 | 21,981 | 75.22 | 197,820 | 0.56 | 0.8 | 40.57 | 3.1 | 149,273 | 75.45 | 457 | |
| 5 | 0.75 to < 2.50 | 360,802 | 5,053 | 78.52 | 365,135 | 1.42 | 1.1 | 44.25 | 3.9 | 453,885 | 124.30 | 2,293 | |
| 6 | 2.50 to < 10.00 | 125,848 | 4,555 | 88.54 | 130,162 | 5.59 | 0.3 | 45.63 | 4.2 | 233,969 | 179.75 | 3,319 | |
| 7 | 10.00 to < 100.00 | 67,302 | — | — | 65,480 | 28.54 | 0.0 | 44.80 | 3.8 | 173,578 | 265.08 | 8,368 | |
| 8 | 100.00 (Default) | 30,202 | — | — | 34,889 | 100.00 | 0.0 | 44.63 | 1.0 | 0 | 0.00 | 15,572 | |
| 9 | Sub-total | 2,069,322 | 260,935 | 82.88 | 2,294,598 | 3.02 | 4.3 | 49.42 | 3.0 | 1,699,426 | 74.06 | 31,113 | 17,866 |
| SME exposures (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 81,031 | 7,010 | 75.00 | 84,387 | 0.12 | 0.0 | 31.19 | 2.1 | 17,141 | 20.31 | 33 | |
| 2 | 0.15 to < 0.25 | 82,986 | — | — | 76,288 | 0.20 | 0.0 | 31.76 | 3.1 | 24,024 | 31.49 | 49 | |
| 3 | 0.25 to < 0.50 | 31,264 | — | — | 31,114 | 0.30 | 0.0 | 30.01 | 3.2 | 10,688 | 34.35 | 28 | |
| 4 | 0.50 to < 0.75 | 43,671 | 542 | 75.00 | 42,339 | 0.50 | 0.0 | 23.60 | 2.4 | 12,940 | 30.56 | 50 | |
| 5 | 0.75 to < 2.50 | 118,751 | 7,605 | 79.46 | 121,704 | 1.56 | 0.1 | 22.37 | 2.8 | 58,076 | 47.71 | 426 | |
| 6 | 2.50 to < 10.00 | 9,458 | 15 | 100.00 | 9,474 | 6.65 | 0.0 | 17.19 | 2.6 | 4,826 | 50.94 | 113 | |
| 7 | 10.00 to < 100.00 | 2,259 | — | — | 1,563 | 18.67 | 0.0 | 22.94 | 2.7 | 1,676 | 107.21 | 67 | |
| 8 | 100.00 (Default) | 1,325 | — | — | 2,646 | 100.00 | 0.0 | 26.97 | 1.0 | 903 | 34.14 | 641 | |
| 9 | Sub-total | 370,749 | 15,173 | 77.26 | 369,518 | 1.63 | 0.3 | 27.01 | 2.7 | 130,277 | 35.25 | 1,411 | 2,625 |
| SME exposures (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 9 | — | — | 9 | 0.11 | 0.0 | 45.00 | 1.0 | 1 | 19.55 | 0 | |
| 2 | 0.15 to < 0.25 | 43 | — | — | 43 | 0.20 | 0.0 | 45.00 | 1.0 | 11 | 26.61 | 0 | |
| 3 | 0.25 to < 0.50 | 315 | — | — | 315 | 0.30 | 0.0 | 45.00 | 2.1 | 150 | 47.63 | 0 | |
| 4 | 0.50 to < 0.75 | 102,607 | 891 | 75.00 | 101,845 | 0.50 | 0.6 | 38.31 | 4.6 | 66,525 | 65.32 | 196 | |
| 5 | 0.75 to < 2.50 | 299,196 | 2,132 | 80.09 | 298,332 | 1.59 | 1.7 | 39.83 | 4.8 | 279,128 | 93.56 | 1,898 | |
| 6 | 2.50 to < 10.00 | 7,572 | — | — | 7,578 | 7.24 | 0.0 | 39.22 | 4.3 | 9,495 | 125.29 | 213 | |
| 7 | 10.00 to < 100.00 | 366 | — | — | 382 | 18.67 | 0.0 | 45.00 | 3.2 | 767 | 200.57 | 32 | |
| 8 | 100.00 (Default) | 5,479 | 159 | 68.00 | 5,746 | 100.00 | 0.0 | 39.40 | 1.0 | 0 | 0.00 | 2,264 | |
| 9 | Sub-total | 415,591 | 3,183 | 78.05 | 414,253 | 2.81 | 2.4 | 39.45 | 4.7 | 356,081 | 85.95 | 4,606 | 487 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|--|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|--------|---------------------|
| | | March 31, 2021 | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Specialised lending (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 1,285,800 | ¥ 89,285 | 75.45% | ¥ 1,353,168 | 0.08% | 0.3 | 26.69% | 4.2 | ¥ 320,557 | 23.68% | ¥ 325 | |
| 2 | 0.15 to < 0.25 | 83,351 | 5,047 | 75.00 | 87,137 | 0.20 | 0.0 | 28.32 | 3.5 | 30,991 | 35.56 | 50 | |
| 3 | 0.25 to < 0.50 | 656,681 | 110,796 | 74.55 | 739,284 | 0.29 | 0.1 | 22.88 | 4.3 | 276,271 | 37.37 | 505 | |
| 4 | 0.50 to < 0.75 | 257,189 | 164,593 | 75.07 | 380,751 | 0.58 | 0.0 | 23.14 | 4.5 | 191,839 | 50.38 | 515 | |
| 5 | 0.75 to < 2.50 | 324,249 | 68,959 | 73.14 | 374,690 | 1.42 | 0.0 | 25.01 | 3.6 | 246,085 | 65.67 | 1,355 | |
| 6 | 2.50 to < 10.00 | 101,129 | 40,266 | 75.00 | 131,329 | 4.78 | 0.0 | 26.32 | 3.4 | 120,959 | 92.10 | 1,649 | |
| 7 | 10.00 to < 100.00 | 71,700 | 9,653 | 75.00 | 78,940 | 24.77 | 0.0 | 38.88 | 4.0 | 168,930 | 213.99 | 7,951 | |
| 8 | 100.00 (Default) | 14,993 | 2,288 | 75.00 | 16,714 | 100.00 | 0.0 | 24.65 | 1.0 | 5,331 | 31.89 | 3,694 | |
| 9 | Sub-total | 2,795,097 | 490,891 | 74.74 | 3,162,017 | 1.69 | 0.7 | 25.50 | 4.1 | 1,360,966 | 43.04 | 16,047 | ¥ 7,858 |
| Specialised lending (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,149 | — | — | 1,149 | 0.09 | 0.2 | 45.00 | 1.0 | 203 | 17.73 | 0 | |
| 2 | 0.15 to < 0.25 | 72 | — | — | 72 | 0.20 | 0.0 | 45.00 | 1.0 | 22 | 30.51 | 0 | |
| 3 | 0.25 to < 0.50 | 989 | — | — | 989 | 0.30 | 0.1 | 45.00 | 1.0 | 385 | 38.98 | 1 | |
| 4 | 0.50 to < 0.75 | 249 | — | — | 249 | 0.55 | 0.0 | 45.00 | 1.0 | 137 | 55.21 | 0 | |
| 5 | 0.75 to < 2.50 | 493 | — | — | 493 | 1.43 | 0.0 | 45.00 | 1.0 | 413 | 83.77 | 3 | |
| 6 | 2.50 to < 10.00 | 68 | — | — | 68 | 4.59 | 0.0 | 45.00 | 1.0 | 86 | 126.34 | 1 | |
| 7 | 10.00 to < 100.00 | 185 | — | — | 185 | 20.40 | 0.0 | 45.00 | 1.0 | 388 | 209.70 | 16 | |
| 8 | 100.00 (Default) | 18 | — | — | 18 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 8 | |
| 9 | Sub-total | 3,226 | — | — | 3,226 | 2.22 | 0.6 | 45.00 | 1.0 | 1,637 | 50.76 | 32 | — |
| Equity exposures (PD/LGD Approach) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 1,319,041 | — | — | 504,805 | 0.07 | 0.3 | 90.00 | 5.0 | 592,987 | 117.46 | — | |
| 2 | 0.15 to < 0.25 | 132,789 | — | — | 55,109 | 0.20 | 0.1 | 90.00 | 5.0 | 83,725 | 151.92 | — | |
| 3 | 0.25 to < 0.50 | 73,600 | — | — | 27,779 | 0.30 | 0.2 | 90.00 | 5.0 | 47,776 | 171.98 | — | |
| 4 | 0.50 to < 0.75 | 42,046 | — | — | 21,255 | 0.50 | 0.2 | 90.00 | 5.0 | 43,143 | 202.97 | — | |
| 5 | 0.75 to < 2.50 | 18,885 | — | — | 14,115 | 1.45 | 0.2 | 90.00 | 5.0 | 41,568 | 294.48 | — | |
| 6 | 2.50 to < 10.00 | 4,768 | — | — | 2,460 | 6.76 | 0.0 | 90.00 | 5.0 | 10,778 | 438.03 | — | |
| 7 | 10.00 to < 100.00 | 0 | — | — | 0 | 18.68 | 0.0 | 90.00 | 5.0 | 0 | 722.93 | — | |
| 8 | 100.00 (Default) | 135 | — | — | 48 | 100.00 | 0.0 | 90.00 | 5.0 | 546 | 1,125.00 | — | |
| 9 | Sub-total | 1,591,267 | — | — | 625,575 | 0.18 | 1.3 | 90.00 | 5.0 | 820,527 | 131.16 | — | |
| Purchased receivables for corporates, etc. (default risk) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 6,452 | — | — | 6,452 | 0.09 | 0.0 | 32.10 | 2.9 | 1,591 | 24.67 | 1 | |
| 2 | 0.15 to < 0.25 | 9,820 | — | — | 9,820 | 0.20 | 0.0 | 32.10 | 4.6 | 4,590 | 46.73 | 6 | |
| 3 | 0.25 to < 0.50 | 14,399 | — | — | 14,399 | 0.30 | 0.0 | 32.10 | 2.9 | 6,316 | 43.86 | 14 | |
| 4 | 0.50 to < 0.75 | 6,835 | — | — | 6,835 | 0.50 | 0.0 | 31.89 | 4.5 | 5,571 | 81.49 | 11 | |
| 5 | 0.75 to < 2.50 | 25,171 | — | — | 25,171 | 1.58 | 0.0 | 31.12 | 3.6 | 21,075 | 83.72 | 124 | |
| 6 | 2.50 to < 10.00 | 480 | — | — | 480 | 7.65 | 0.0 | 32.10 | 3.8 | 652 | 135.94 | 11 | |
| 7 | 10.00 to < 100.00 | 371 | — | — | 371 | 18.67 | 0.0 | 32.10 | 3.1 | 639 | 172.07 | 22 | |
| 8 | 100.00 (Default) | 2,527 | — | — | 2,527 | 100.00 | 0.0 | 32.10 | 1.0 | 1,039 | 41.12 | 728 | |
| 9 | Sub-total | 66,059 | — | — | 66,059 | 4.74 | 0.0 | 31.70 | 3.5 | 41,477 | 62.78 | 920 | 499 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-------|---------------------|
| Item No. | PD scale | March 31, 2021 | | | | | | | | | | | |
| | | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (AIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 2,280 | ¥ — | —% | ¥ 2,280 | 0.13% | 0.0 | 100.00% | 1.0 | ¥ 1,191 | 52.25% | ¥ — | — |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | — |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — | — | — | — | — | — |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | — |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | — |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Sub-total | 2,280 | — | — | 2,280 | 0.13 | 0.0 | 100.00 | 1.0 | 1,191 | 52.25 | — | ¥ — |
| Purchased receivables for corporates, etc. (default risk) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 322,172 | 21,997 | 100.00 | 344,169 | 0.05 | 0.2 | 45.00 | 1.0 | 44,378 | 12.89 | 98 | — |
| 2 | 0.15 to < 0.25 | 67,853 | 30 | 75.00 | 67,876 | 0.20 | 0.1 | 45.00 | 1.0 | 21,260 | 31.32 | 62 | — |
| 3 | 0.25 to < 0.50 | 63,775 | 3,319 | 75.00 | 66,265 | 0.30 | 0.2 | 45.00 | 1.1 | 27,513 | 41.51 | 92 | — |
| 4 | 0.50 to < 0.75 | 47,014 | 2,386 | 75.00 | 48,804 | 0.51 | 0.9 | 45.00 | 1.3 | 27,711 | 56.78 | 112 | — |
| 5 | 0.75 to < 2.50 | 39,785 | — | — | 39,785 | 1.49 | 3.8 | 45.00 | 1.3 | 33,365 | 83.86 | 267 | — |
| 6 | 2.50 to < 10.00 | 4,304 | — | — | 4,304 | 6.33 | 0.7 | 45.00 | 1.0 | 6,236 | 144.89 | 122 | — |
| 7 | 10.00 to < 100.00 | 169 | — | — | 169 | 35.75 | 0.0 | 45.00 | 4.9 | 446 | 264.09 | 27 | — |
| 8 | 100.00 (Default) | 4,110 | — | — | 4,110 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 1,849 | — |
| 9 | Sub-total | 549,186 | 27,733 | 94.82 | 575,485 | 1.01 | 6.1 | 45.00 | 1.1 | 160,912 | 27.96 | 2,632 | 428 |
| Purchased receivables for corporates, etc. (dilution risk and originator risk of loan participation) (FIRB) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 366,598 | 2,386 | 75.00 | 368,388 | 0.05 | 0.2 | 92.91 | 1.0 | 113,991 | 30.94 | 10 | — |
| 2 | 0.15 to < 0.25 | 46,796 | 30 | 75.00 | 46,818 | 0.20 | 0.1 | 99.72 | 1.0 | 13,453 | 28.73 | 0 | — |
| 3 | 0.25 to < 0.50 | 47,941 | 3,319 | 75.00 | 50,431 | 0.30 | 0.1 | 88.27 | 1.1 | 22,730 | 45.07 | 14 | — |
| 4 | 0.50 to < 0.75 | 4,451 | — | — | 4,451 | 0.50 | 0.0 | 45.00 | 4.7 | 4,365 | 98.06 | 10 | — |
| 5 | 0.75 to < 2.50 | 8,504 | — | — | 8,504 | 1.70 | 0.2 | 97.90 | 1.0 | 11,806 | 138.83 | 2 | — |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Sub-total | 474,292 | 5,735 | 75.00 | 478,594 | 0.12 | 0.6 | 92.73 | 1.1 | 166,347 | 34.75 | 37 | — |
| Purchased receivables for retail (default risk) | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | — | — | — | — | — | — | — | — | — | — | — | — |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — | — | — | — | — | — |
| 3 | 0.25 to < 0.50 | 45,085 | — | — | 45,085 | 0.30 | 33.6 | 76.75 | — | 18,581 | 41.21 | 106 | — |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — | — | — | — | — | — |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — | — | — | — | — | — |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — | — | — | — | — | — |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | Sub-total | 45,085 | — | — | 45,085 | 0.30 | 33.6 | 76.75 | — | 18,581 | 41.21 | 106 | 174 |

| CR6 | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|---|-------------|---------------------------|------------|--------------------|-------------|------------------|--------------------|-------------|-----------|---------------------|
| | | March 31, 2021 | | | | | | | | | | | |
| Item No. | PD scale | a | b | c | d | e | f | g | h | i | j | k | l |
| | | On-balance sheet gross exposures | Off-balance sheet exposures pre-CCF and pre-CRM | Average CCF | EAD post-CCF and post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA amounts | RWA density | EL | Eligible provisions |
| Qualifying revolving retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 0 | ¥ 42,074 | 27.62% | ¥ 11,624 | 0.10% | 44.3 | 60.85% | — | ¥ 441 | 3.79% | ¥ 7 | |
| 2 | 0.15 to < 0.25 | 37,654 | 798,901 | 11.49 | 129,504 | 0.23 | 195.3 | 67.87 | — | 10,515 | 8.11 | 202 | |
| 3 | 0.25 to < 0.50 | 19,844 | 898,112 | 7.78 | 89,802 | 0.35 | 144.5 | 75.82 | — | 11,625 | 12.94 | 243 | |
| 4 | 0.50 to < 0.75 | 30,851 | 267,810 | 11.49 | 61,641 | 0.55 | 82.0 | 67.87 | — | 10,146 | 16.46 | 232 | |
| 5 | 0.75 to < 2.50 | 12,116 | 233,306 | 12.57 | 41,465 | 1.15 | 120.9 | 68.73 | — | 11,922 | 28.75 | 329 | |
| 6 | 2.50 to < 10.00 | 32,204 | 77,185 | 12.23 | 41,647 | 4.86 | 41.6 | 68.47 | — | 32,357 | 77.69 | 1,387 | |
| 7 | 10.00 to < 100.00 | 198 | 1,182 | 12.05 | 340 | 46.18 | 0.5 | 66.17 | — | 582 | 170.95 | 108 | |
| 8 | 100.00 (Default) | 129 | 5,197 | 8.72 | 11,131 | 100.00 | 13.5 | 69.15 | — | 11,554 | 103.79 | 6,773 | |
| 9 | Sub-total | 132,999 | 2,323,770 | 10.48 | 387,158 | 3.81 | 642.9 | 69.70 | — | 89,144 | 23.02 | 9,284 | ¥ 12,489 |
| Residential mortgage exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 4,396,104 | 13,743 | 100.00 | 4,409,848 | 0.11 | 152.1 | 17.71 | — | 201,011 | 4.55 | 873 | |
| 2 | 0.15 to < 0.25 | 2,297,518 | 51 | 100.00 | 2,297,570 | 0.17 | 105.9 | 17.47 | — | 146,476 | 6.37 | 707 | |
| 3 | 0.25 to < 0.50 | 3,197,850 | 1,881 | 100.00 | 3,199,741 | 0.33 | 190.3 | 17.19 | — | 324,265 | 10.13 | 1,877 | |
| 4 | 0.50 to < 0.75 | 39,795 | — | — | 39,795 | 0.65 | 2.6 | 22.05 | — | 8,285 | 20.82 | 57 | |
| 5 | 0.75 to < 2.50 | 136,691 | 19 | 100.00 | 136,711 | 0.87 | 13.6 | 20.55 | — | 32,008 | 23.41 | 244 | |
| 6 | 2.50 to < 10.00 | 3,745 | — | — | 3,745 | 2.92 | 0.1 | 16.17 | — | 1,486 | 39.69 | 17 | |
| 7 | 10.00 to < 100.00 | 58,509 | 12 | 100.00 | 58,522 | 19.97 | 3.4 | 18.18 | — | 59,453 | 101.59 | 2,147 | |
| 8 | 100.00 (Default) | 34,066 | 16 | 100.00 | 35,591 | 100.00 | 2.0 | 19.33 | — | 10,027 | 28.17 | 6,079 | |
| 9 | Sub-total | 10,164,281 | 15,724 | 100.00 | 10,181,524 | 0.67 | 470.3 | 17.56 | — | 783,016 | 7.69 | 12,004 | 25,829 |
| Other retail exposures | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 0 | 22,625 | 22.13 | 5,008 | 0.10 | 20.4 | 21.29 | — | 272 | 5.44 | 1 | |
| 2 | 0.15 to < 0.25 | 153,768 | — | — | 153,768 | 0.24 | 47.2 | 73.50 | — | 52,388 | 34.06 | 276 | |
| 3 | 0.25 to < 0.50 | 205,871 | — | — | 205,871 | 0.38 | 70.4 | 38.42 | — | 49,928 | 24.25 | 317 | |
| 4 | 0.50 to < 0.75 | 339,598 | 384 | 100.00 | 340,279 | 0.56 | 88.3 | 35.80 | — | 95,289 | 28.00 | 711 | |
| 5 | 0.75 to < 2.50 | 177,771 | 145,035 | 31.83 | 223,949 | 1.20 | 271.2 | 61.10 | — | 147,492 | 65.85 | 1,713 | |
| 6 | 2.50 to < 10.00 | 36,806 | 16,542 | 36.49 | 42,843 | 6.83 | 41.8 | 33.57 | — | 22,467 | 52.44 | 1,020 | |
| 7 | 10.00 to < 100.00 | 2,928 | 799 | 91.92 | 3,716 | 34.59 | 0.7 | 32.17 | — | 2,724 | 73.30 | 522 | |
| 8 | 100.00 (Default) | 10,241 | 1,712 | 30.30 | 21,756 | 100.00 | 11.4 | 47.72 | — | 6,344 | 29.15 | 9,874 | |
| 9 | Sub-total | 926,986 | 187,100 | 31.45 | 997,193 | 3.18 | 551.7 | 47.91 | — | 376,907 | 37.79 | 14,438 | 18,178 |
| Lease transactions | | | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | 219,164 | — | — | 219,164 | 0.07 | 0.4 | 45.00 | 2.7 | 53,869 | 24.57 | 74 | |
| 2 | 0.15 to < 0.25 | 151,854 | — | — | 151,854 | 0.20 | 0.1 | 45.00 | 4.1 | 90,665 | 59.70 | 140 | |
| 3 | 0.25 to < 0.50 | 21,951 | — | — | 21,951 | 0.30 | 0.1 | 45.00 | 2.4 | 12,083 | 55.04 | 30 | |
| 4 | 0.50 to < 0.75 | 41,661 | — | — | 41,661 | 0.50 | 0.2 | 45.00 | 3.2 | 32,672 | 78.42 | 94 | |
| 5 | 0.75 to < 2.50 | 38,027 | — | — | 38,027 | 1.62 | 0.3 | 45.00 | 2.8 | 39,528 | 103.94 | 277 | |
| 6 | 2.50 to < 10.00 | 3,989 | — | — | 3,989 | 5.92 | 0.0 | 45.00 | 3.5 | 6,217 | 155.85 | 106 | |
| 7 | 10.00 to < 100.00 | 1,856 | — | — | 1,856 | 18.67 | 0.0 | 45.00 | 3.8 | 4,473 | 241.00 | 156 | |
| 8 | 100.00 (Default) | — | — | — | 326 | 100.00 | 0.0 | 45.00 | 1.0 | 0 | 0.00 | 146 | |
| 9 | Sub-total | 478,504 | — | — | 478,830 | 0.47 | 1.2 | 45.00 | 3.2 | 239,510 | 50.01 | 1,026 | 5,319 |
| Total (all portfolios) | | ¥ 55,058,928 | ¥ 7,876,394 | 55.59% | ¥ 58,514,858 | 0.63% | 1,720.2 | 35.73% | 2.0 | ¥ 11,176,600 | 19.10% | ¥ 123,940 | ¥ 162,039 |

Notes: 1. "Number of obligors" in Column f: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.

2. Purchased receivables for retail (dilution risk and originator risk of loan participation) are not applicable.

CR7: IRB – Effect on RWA of credit derivatives used as CRM technique

| CR7 | | Millions of Yen | |
|----------|--|---|---------------------------|
| | | March 31, 2022 | |
| | | a | b |
| Item No. | Portfolio | Pre-credit derivatives credit RWA amounts | Actual credit RWA amounts |
| 1 | Sovereign Exposures – FIRB | ¥ 110,746 | ¥ 110,746 |
| 2 | Sovereign Exposures – AIRB | 26,586 | 26,586 |
| 3 | Financial Institution Exposures – FIRB | 72,665 | 72,665 |
| 4 | Financial Institution Exposures – AIRB | 128,594 | 128,594 |
| 5 | Corporate exposures (excluding specialised lending) – FIRB | 2,075,536 | 2,075,536 |
| 6 | Corporate exposures (excluding specialised lending) – AIRB | 4,336,409 | 4,336,409 |
| 7 | Specialised lending – FIRB | 356,900 | 356,900 |
| 8 | Specialised lending – AIRB | 1,418,468 | 1,418,468 |
| 9 | Retail – Qualifying revolving retail exposures | 84,378 | 84,378 |
| 10 | Retail – Residential mortgage exposures | 774,863 | 774,863 |
| 11 | Retail – Other retail exposures | 366,866 | 366,866 |
| 12 | Equity Exposures – FIRB | 1,112,392 | 1,112,392 |
| 13 | Equity Exposures – AIRB | — | — |
| 14 | Purchased receivables – FIRB | 364,060 | 364,060 |
| 15 | Purchased receivables – AIRB | 74,768 | 74,768 |
| 16 | Total | ¥ 11,303,237 | ¥ 11,303,237 |

Note: The SuMi TRUST Bank Group does not use credit derivatives as credit risk mitigation techniques.

| CR7 | | Millions of Yen | |
|----------|--|---|---------------------------|
| | | March 31, 2021 | |
| | | a | b |
| Item No. | Portfolio | Pre-credit derivatives credit RWA amounts | Actual credit RWA amounts |
| 1 | Sovereign Exposures – FIRB | ¥ 101,827 | ¥ 101,827 |
| 2 | Sovereign Exposures – AIRB | 15,677 | 15,677 |
| 3 | Financial Institution Exposures – FIRB | 71,870 | 71,870 |
| 4 | Financial Institution Exposures – AIRB | 139,834 | 139,834 |
| 5 | Corporate exposures (excluding specialised lending) – FIRB | 2,055,530 | 2,055,530 |
| 6 | Corporate exposures (excluding specialised lending) – AIRB | 4,731,640 | 4,731,640 |
| 7 | Specialised lending – FIRB | 323,239 | 323,239 |
| 8 | Specialised lending – AIRB | 1,360,966 | 1,360,966 |
| 9 | Retail – Qualifying revolving retail exposures | 89,144 | 89,144 |
| 10 | Retail – Residential mortgage exposures | 783,016 | 783,016 |
| 11 | Retail – Other retail exposures | 376,907 | 376,907 |
| 12 | Equity Exposures – FIRB | 1,319,902 | 1,319,902 |
| 13 | Equity Exposures – AIRB | — | — |
| 14 | Purchased receivables – FIRB | 345,841 | 345,841 |
| 15 | Purchased receivables – AIRB | 42,668 | 42,668 |
| 16 | Total | ¥ 11,758,067 | ¥ 11,758,067 |

Note: The SuMi TRUST Bank Group does not use credit derivatives as credit risk mitigation techniques.

CR8: RWA flow statements of credit risk exposures under IRB

| CR8 Item No. | | Billions of Yen | |
|--------------------|--|------------------------|--|
| | | March 31, 2022 | |
| | | RWA amounts | |
| 1 | RWA at the end of the previous fiscal year | ¥ 12,580 | |
| 2 | Asset size | 1 | |
| 3 | Asset quality | (548) | |
| 4 | Model updates | — | |
| 5 | Factor of RWA changes | Methodology and policy | |
| 6 | Acquisitions and disposals | — | |
| 7 | Foreign exchange movements | 265 | |
| 8 | Others | — | |
| 9 | RWA at the end of the fiscal year | ¥ 12,298 | |

Note: The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

| CR8 Item No. | | Billions of Yen | |
|--------------------|--|------------------------|--|
| | | March 31, 2021 | |
| | | RWA amounts | |
| 1 | RWA at the end of the previous fiscal year | ¥ 12,056 | |
| 2 | Asset size | 458 | |
| 3 | Asset quality | (53) | |
| 4 | Model updates | — | |
| 5 | Factor of RWA changes | Methodology and policy | |
| 6 | Acquisitions and disposals | — | |
| 7 | Foreign exchange movements | 118 | |
| 8 | Others | — | |
| 9 | RWA at the end of the fiscal year | ¥ 12,580 | |

Note: The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

CR9: IRB – Backtesting of probability of default (PD) per portfolio

Entities subject to AIRB and FIRB

| CR9 | | %, Cases | | | | | | | | | | | | Credit RWA amounts ratio |
|--|-----------------|--|---------------|---------------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| | | March 31, 2022 (Period covered: September 30, 2020 - September 30, 2021) | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2020 | September 30, 2021 | | | | |
| Sovereign Exposures | — | AAA~ B- | Aaa~ B3 | AAA~ B- | AAA~ BBB- | AAA~ BBB | 0.00% | 0.10% | 757 | 792 | 0 | 0 | 0.00% | |
| Financial Institution Exposures | — | AA~ B- | Aa2~ B3 | AA~ B- | AA+~ BB- | AAA~ BB | 0.10 | 0.19 | 422 | 420 | 0 | 0 | 0.00 | |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | AAA~ A- | Aaa~ A3 | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 542 | 522 | 0 | 0 | 0.00 | |
| | > 0.03% to 0.1% | BBB+~ BBB- | Baa1~ Baa3 | — | A+~ A- | AA~ A | 0.06 | 0.06 | 572 | 560 | 0 | 0 | 0.02 | |
| | > 0.1% to 0.5% | BB+~ BB- | Ba1~ Ba3 | — | BBB+~ BBB- | A~ BBB | 0.20 | 0.22 | 2,763 | 2,730 | 0 | 0 | 0.01 | |
| | > 0.5% to 5% | B+~ B- | B1~ B3 | — | BB+~ BB- | BBB~ BB | 1.02 | 1.22 | 5,212 | 5,497 | 9 | 0 | 0.18 | |
| | > 5% to <100% | — | — | — | — | — | 9.74 | 7.89 | 294 | 285 | 7 | 0 | 3.57 | |
| Corporate Exposures (Non-Japanese) | ≥ 0% to 0.03% | AAA~ AA- | Aaa~ Aa3 | AAA~ AA- | — | — | 0.03 | 0.03 | 48 | 48 | 0 | 0 | 0.00 | |
| | > 0.03% to 0.1% | A+~ A- | A1~ A3 | A+~ A- | — | — | 0.06 | 0.06 | 128 | 135 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | BBB+~ BBB- | Baa1~ Baa3 | BBB+~ BBB- | — | — | 0.23 | 0.24 | 281 | 310 | 0 | 0 | 0.00 | |
| | > 0.5% to 15% | BB+~ B- | Ba1~ B3 | BB+~ B- | — | — | 2.35 | 2.87 | 570 | 599 | 1 | 0 | 0.22 | |
| | > 15% to <100% | — | — | — | — | — | 34.71 | 34.71 | 53 | 58 | 3 | 0 | 12.24 | |
| Purchased receivables for corporates, etc. (Top-down approach) | — | — | — | — | AAA~ BB+ | AAA~ BBB- | 3.53 | 3.53 | 301 | 253 | 0 | 0 | 0.53 | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.46 | 0.30 | 41,973 | 41,170 | 30 | 0 | 0.09 | |
| | > 10% to < 100% | / | / | / | / | / | 23.78 | 23.78 | 124 | 90 | 20 | 0 | 14.63 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.20 | 0.22 | 521,749 | 544,382 | 328 | 0 | 0.09 | |
| | > 2% to < 100% | / | / | / | / | / | 19.97 | 19.93 | 3,817 | 3,576 | 552 | 0 | 12.75 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.61 | 0.61 | 38,141 | 36,933 | 99 | 0 | 0.36 | |
| | > 10% to < 100% | / | / | / | / | / | 23.90 | 25.63 | 160 | 147 | 33 | 0 | 17.57 | |

Entities subject to FIRB

| CR9 | | % , Cases | | | | | | | | | | | | Credit RWA amounts ratio |
|---|-----------------|--|---------|-------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| | | March 31, 2022 (Period covered: September 30, 2020 - September 30, 2021) | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2020 | September 30, 2021 | | | | |
| Sovereign Exposures | — | — | — | — | AAA~ BBB | AAA~ BBB+ | 0.02% | 0.03% | 236 | 225 | 0 | 0 | 0.00% | 0.0% |
| Financial Institution Exposures | — | — | — | — | AA+~ BBB | AAA~ BBB+ | 0.13 | 0.18 | 5 | 3 | 0 | 0 | 0.00 | 0.0 |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | — | — | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 40 | 36 | 0 | 0 | 0.00 | 3.2 |
| | > 0.03% to 0.1% | — | — | — | A+~ A- | AA~ A | 0.06 | 0.06 | 77 | 83 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | — | — | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.19 | 450 | 420 | 1 | 0 | 0.02 | |
| | > 0.5% to 5% | — | — | — | BB+~ BB- | BBB~ BB | 1.19 | 1.12 | 885 | 834 | 10 | 0 | 0.78 | |
| | > 5% to < 100% | — | — | — | — | — | 7.55 | 7.87 | 228 | 200 | 8 | 0 | 4.97 | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.95 | 0.82 | 594,682 | 566,943 | 3,445 | 110 | 0.72 | 0.7 |
| | > 10% to < 100% | / | / | / | / | / | 63.20 | 62.95 | 499 | 490 | 314 | 0 | 59.29 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.65 | 0.72 | 13,031 | 12,670 | 41 | 0 | 0.38 | 0.3 |
| | > 2% to < 100% | / | / | / | / | / | 22.51 | 22.51 | 316 | 339 | 30 | 0 | 12.21 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 1.02 | 1.48 | 305,485 | 295,730 | 1,149 | 31 | 0.58 | 2.6 |
| | > 10% to < 100% | / | / | / | / | / | 41.84 | 63.35 | 566 | 560 | 285 | 2 | 47.90 | |

- Notes: 1. On the previous page, Sumitomo Mitsui Trust Bank, Limited and specific purpose companies (SPCs) engaging in liquidation of receivables, subject to AIRB and FIRB, are counted. On this page, Group companies (i.e. Sumitomo Mitsui Trust Guaranty Co., Ltd., Sumishin Guaranty Company Limited, Sumitomo Mitsui Trust Card Co., Ltd., Sumitomo Mitsui Trust Loan & Finance Co., Ltd., Sumitomo Mitsui Trust Panasonic Finance Co., Ltd., and Sumitomo Mitsui Trust Club Co., Ltd.), subject to FIRB, are counted.
2. Column a: As for "Corporate Exposures (excluding specialised lending)," "Specialised lending (subject to the PD/LGD Approach)," "Equity exposures (subject to the PD/LGD Approach)," and "Purchased receivables (other than those for corporates, etc. subject to top-down approach)," these portfolio classifications have been integrated into "Corporate Exposures". In addition, different rating systems (PD) are used in Japanese rating and Non-Japanese rating, and so "Corporate Exposures" are classified into "Japanese" and "Non-Japanese".
3. Column c: With reference to the internal rating for each obligor, the range of external rating is stated in accordance with the relation between the internal rating and external rating of the internal rules for the SuMi TRUST Group.
4. The PD estimation of the SuMi TRUST Group covers the one-year default results with the reference date being the end of September every year. Accordingly, Column d and Column e were obtained with the reference date being the end of September 2020. In addition, Column g and Column h were obtained by counting the number of defaulted obligors from the end of September 2020 to the end of September 2021.
5. Column f to Column h: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.
6. "Average historical annual default rate (5 years)" in column i represents the average value of the actual default rate for each year of the latest nine years rather than the latest five years.
7. The scope of application of the major model used in the consolidation range specified by the capital regulatory standards is determined while considering the portfolio classifications specified by regulations and credit decisions based on the risk driver of each portfolio (explanatory variables of the adopted rating model, etc.). "Credit RWA amounts ratio" of each internal model is stated for each portfolio*.
- * "Credit RWA amounts ratio" (obtained with the reference date being the end of September 2021) is the ratio of RWA amounts for each portfolio to the total RWA amounts subject to the IRB approach (excluding counterparty credit risk, the credit risk related to securitisation transactions, and the credit risk related to funds).
8. In the ">10% to <100%" category of "Other retail exposures" of entities subject to FIRB, "Average historical annual default rate (5 years)" in Column i exceeds "Weighted average PD (EAD weighted)" in Column d. This is attributable to the difference in the method for obtaining average values. The appropriateness of the PD estimation in each pool classification is examined regularly every year.

Entities subject to AIRB and FIRB

| CR9 | | %, Cases | | | | | | | | | | | | |
|--|-----------------|--|---------------|---------------|---------------|--------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|
| | | March 31, 2021 (Period covered: September 30, 2019 - September 30, 2020) | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | Credit RWA amounts ratio |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2019 | September 30, 2020 | | | | |
| Sovereign Exposures | — | AAA~ B | Aaa~ B2 | AAA~ B | AAA~ BBB- | AAA~ BBB | 0.00% | 0.09% | 671 | 757 | 0 | 0 | 0.00% | 0.8% |
| Financial Institution Exposures | — | AA~ B- | Aa2~ B3 | AA~ B- | AA+~ BB- | AAA~ BB | 0.08 | 0.22 | 424 | 424 | 0 | 0 | 0.00 | 1.9 |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | AAA~ A- | Aaa~ A3 | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 542 | 523 | 0 | 0 | 0.00 | 59.9 |
| | > 0.03% to 0.1% | BBB+~ BBB- | Baa1~ Baa3 | — | A+~ A- | AA~ A | 0.06 | 0.06 | 508 | 539 | 1 | 0 | 0.02 | |
| | > 0.1% to 0.5% | BB+~ BB- | Ba1~ Ba3 | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.22 | 2,679 | 2,715 | 2 | 0 | 0.02 | |
| | > 0.5% to 5% | B+~ B- | B1~ B3 | — | BB+~ BB- | BBB~ BB | 0.99 | 1.21 | 4,984 | 5,174 | 15 | 0 | 0.18 | |
| | > 5% to <100% | — | — | — | — | — | 8.41 | 8.88 | 246 | 283 | 21 | 0 | 3.71 | |
| Corporate Exposures (Non-Japanese) | ≥ 0% to 0.03% | AAA~ AA- | Aaa~ Aa3 | AAA~ AA- | — | — | 0.03 | 0.03 | 35 | 40 | 0 | 0 | 0.00 | 9.4 |
| | > 0.03% to 0.1% | A+~ A- | A1~ A3 | A+~ A- | — | — | 0.06 | 0.07 | 111 | 107 | 0 | 0 | 0.00 | |
| | > 0.1% to 0.5% | BBB+~ BBB- | Baa1~ Baa3 | BBB+~ BBB- | — | — | 0.25 | 0.26 | 263 | 255 | 0 | 0 | 0.00 | |
| | > 0.5% to 15% | BB+~ B- | Ba1~ B3 | BB+~ B- | — | — | 2.08 | 2.60 | 590 | 528 | 8 | 0 | 0.23 | |
| | > 15% to <100% | — | — | — | — | — | 34.71 | 34.71 | 19 | 39 | 7 | 0 | 13.06 | |
| Purchased receivables for corporates, etc. (Top-down approach) | — | — | — | — | AAA~ BB+ | AAA~ BBB- | 3.53 | 3.53 | 314 | 301 | 1 | 0 | 0.59 | 0.0 |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.51 | 0.33 | 41,995 | 41,973 | 36 | 0 | 0.09 | 0.0 |
| | > 10% to < 100% | / | / | / | / | / | 24.13 | 24.13 | 175 | 123 | 28 | 0 | 14.44 | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.23 | 0.24 | 502,091 | 521,749 | 390 | 0 | 0.09 | 6.1 |
| | > 2% to < 100% | / | / | / | / | / | 20.50 | 20.41 | 5,205 | 3,817 | 646 | 0 | 12.54 | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.65 | 0.63 | 39,766 | 38,141 | 191 | 0 | 0.38 | 0.4 |
| | > 10% to < 100% | / | / | / | / | / | 24.30 | 25.93 | 263 | 159 | 48 | 0 | 17.19 | |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
Sumitomo Mitsui Trust Bank, LimitedBasel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

Entities subject to FIRB

| CR9 | | %, Cases | | | | | | | | | | | | Credit RWA amounts ratio | |
|---|-----------------|--|---------|-------|---------------|------------|--|---|-----------------------|-----------------------|---|---|---|-----------------------------------|--|
| | | March 31, 2021 (Period covered: September 30, 2019 - September 30, 2020) | | | | | | | | | | | | | |
| a | b | c | | | | | d | e | f | | g | h | i | | |
| Portfolio | PD Range | External rating equivalent | | | | | Weighted average PD (EAD weighted) | Arithmetic average PD (by obligors) | Number of obligors | | Defaulted obligors during the reported period | Of which: new defaulted obligors during the reported period | Average historical annual default rate (5 years) | | |
| | | S&P | Moody's | Fitch | R&I | JCR | | | September 30, 2019 | September 30, 2020 | | | | | |
| Sovereign Exposures | — | — | — | — | AAA~ BBB+ | AAA~ A- | 0.03% | 0.04% | 213 | 236 | 0 | 0 | 0.00% | 0.0% | |
| Financial Institution Exposures | — | — | — | — | AA+~ BBB+ | AAA~ A- | 0.03 | 0.14 | 5 | 5 | 0 | 0 | 0.00 | 0.0 | |
| Corporate Exposures (Japanese) | ≥ 0% to 0.03% | — | — | — | AAA~ AA- | AAA~ AA | 0.03 | 0.03 | 46 | 40 | 0 | 0 | 0.00 | 3.2 | |
| | > 0.03% to 0.1% | — | — | — | A+~ A- | AA~ A | 0.06 | 0.06 | 86 | 77 | 0 | 0 | 0.00 | | |
| | > 0.1% to 0.5% | — | — | — | BBB+~ BBB- | A~ BBB | 0.19 | 0.24 | 480 | 450 | 0 | 0 | 0.00 | | |
| | > 0.5% to 5% | — | — | — | BB+~ BB- | BBB~ BB | 1.14 | 1.23 | 958 | 885 | 9 | 1 | 0.74 | | |
| | > 5% to < 100% | — | — | — | — | — | 8.02 | 7.78 | 260 | 228 | 10 | 1 | 5.15 | | |
| Qualifying revolving retail exposures | ≥ 0% to 10% | / | / | / | / | / | 1.15 | 0.92 | 611,482 | 594,682 | 3,744 | 89 | 0.74 | 0.7 | |
| | > 10% to < 100% | / | / | / | / | / | 67.67 | 68.91 | 584 | 499 | 308 | 0 | 58.83 | | |
| Residential mortgage exposures | ≥ 0% to 2% | / | / | / | / | / | 0.65 | 0.73 | 13,129 | 13,031 | 75 | 0 | 0.39 | 0.3 | |
| | > 2% to < 100% | / | / | / | / | / | 23.19 | 23.19 | 270 | 316 | 32 | 0 | 12.55 | | |
| Other retail exposures | ≥ 0% to 10% | / | / | / | / | / | 0.96 | 1.50 | 321,946 | 304,605 | 1,891 | 57 | 0.61 | 2.6 | |
| | > 10% to < 100% | / | / | / | / | / | 44.78 | 62.54 | 933 | 564 | 458 | 1 | 47.59 | | |

- Notes: 1. On the previous page, Sumitomo Mitsui Trust Bank, Limited and specific purpose companies (SPCs) engaging in liquidation of receivables, subject to AIRB and FIRB, are counted. On this page, Group companies (i.e. Sumitomo Mitsui Trust Guarantee Co., Ltd., Sumishin Guaranty Company Limited, Sumitomo Mitsui Trust Card Co., Ltd., Sumitomo Mitsui Trust Loan & Finance Co., Ltd., Sumitomo Mitsui Trust Panasonic Finance Co., Ltd. and Sumitomo Mitsui Trust Club Co., Ltd.), subject to FIRB, are counted.
2. Column a: As for "Corporate Exposures (excluding specialised lending)," "Specialised lending (subject to the PD/LGD Approach)," Equity exposures (subject to the PD/LGD Approach)," and "Purchased receivables (other than those for corporates, etc. subject to top-down approach)," these portfolio classifications have been integrated into "Corporate Exposures". In addition, different rating systems (PD) are used in Japanese rating and Non-Japanese rating, and so "Corporate Exposures" are classified into "Japanese" and "Non-Japanese".
3. Column c: With reference to the internal rating for each obligor, the range of external rating is stated in accordance with the relation between the internal rating and external rating of the internal rules for the SuMi TRUST Group.
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5. Column f to Column h: "Qualifying revolving retail exposures," "Residential mortgage exposures," and "Other retail exposures" are tallied with the number of loans, because it is difficult to grasp the number of some obligors.
6. "Average historical annual default rate (5 years)" in column i represents the average value of the actual default rate for each year of the latest eight years rather than the latest five years.
7. The scope of application of the major model used in the consolidation range specified by the capital regulatory standards is determined while considering the portfolio classifications specified by regulations and credit decisions based on the risk driver of each portfolio (explanatory variables of the adopted rating model, etc.). "Credit RWA amounts ratio" of each internal model is stated for each portfolio*.
- * "Credit RWA amounts ratio" (obtained with the reference date being the end of September 2020) is the ratio of RWA amounts for each portfolio to the total RWA amounts subject to the IRB approach (excluding counterparty credit risk, the credit risk related to securitisation transactions, and the credit risk related to funds).
8. In the ">10% to <100%" category of "Other retail exposures" of entities subject to FIRB, "Average historical annual default rate (5 years)" in Column i exceeds "Weighted average PD (EAD weighted)" in Column d. This is attributable to the difference in the method for obtaining average values. The appropriateness of the PD estimation in each pool classification is examined regularly every year.

CR10: IRB – Specialised Lending (Supervisory Slotting Criteria Approach) and Equity Exposures (Market-Based Approach, etc.)

| CR10 | | Millions of Yen, % | | | | | | | | | | |
|---|--------------------|--------------------------|---------------------------|------|------------------------|-----|-----|------|-------|------------------------|--------------------|-----------------|
| March 31, 2022 | | | | | | | | | | | | |
| a | b | c | d | e | f | g | h | i | j | k | l | |
| Specialised lending (supervisory slotting criteria approach) | | | | | | | | | | | | |
| Other than high-volatility commercial real estate (HVCRE) | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | Exposure amounts (EAD) | | | | | Credit RWA amounts | Expected losses | |
| | | | | | PF | OF | CF | IPRE | Total | | | |
| Strong | < 2.5 years | ¥ — | ¥ — | 50% | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| | 2.5 years≤ | — | — | 70% | — | — | — | — | — | — | — | |
| Good | < 2.5 years | — | — | 70% | — | — | — | — | — | — | — | |
| | 2.5 years≤ | — | — | 90% | — | — | — | — | — | — | — | |
| Satisfactory | | — | — | 115% | — | — | — | — | — | — | — | |
| Weak | | — | — | 250% | — | — | — | — | — | — | — | |
| Default | | — | — | — | — | — | — | — | — | — | — | |
| Total | | ¥ — | ¥ — | — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| HVCRE | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | Expected losses |
| Strong | < 2.5 years | 11,006 | 6,383 | 70% | | | | | | 15,794 | 11,055 | 63 |
| | 2.5 years≤ | 2,682 | 4,368 | 95% | | | | | | 5,958 | 5,660 | 23 |
| Good | < 2.5 years | 45,048 | 8,966 | 95% | | | | | | 51,772 | 49,184 | 207 |
| | 2.5 years≤ | 45,247 | 71,026 | 120% | | | | | | 98,516 | 118,220 | 394 |
| Satisfactory | | 50,799 | 95,003 | 140% | | | | | | 122,051 | 170,872 | 3,417 |
| Weak | | — | — | 250% | | | | | | — | — | — |
| Default | | — | — | — | | | | | | — | — | — |
| Total | | ¥ 154,783 | ¥ 185,747 | — | | | | | | ¥ 294,094 | ¥ 354,993 | ¥ 4,105 |
| Equity exposures (Market-Based Approach, etc.) | | | | | | | | | | | | |
| Equity exposures subject to market-based approach | | | | | | | | | | | | |
| Categories | | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | |
| Simple risk weight method – Listed shares | | 5,707 | 15,799 | 300% | | | | | | 21,506 | 64,520 | |
| Simple risk weight method – Unlisted shares | | 33,526 | 3,085 | 400% | | | | | | 35,840 | 143,361 | |
| Internal Models Approach | | — | — | — | | | | | | — | — | |
| Total | | ¥ 39,233 | ¥ 18,884 | — | | | | | | ¥ 57,347 | ¥ 207,882 | |
| Equity exposures subject to 100% risk weight | | | | | | | | | | | | |
| Equity exposures subject to 100% risk weight in accordance with the provisions of Article 166, Paragraph 1 of the FSA Capital Adequacy Notification or Paragraph 1 of Article 144 of the FSA Bank Holding Company Capital Adequacy Notification | | — | — | 100% | | | | | | — | — | |

| CR10 | | Millions of Yen, % | | | | | | | | | | |
|---|--------------------|--------------------------|---------------------------|------|------------------------|-----|-----|------|-------|------------------------|--------------------|-----------------|
| March 31, 2021 | | | | | | | | | | | | |
| a | b | c | d | e | f | g | h | i | j | k | l | |
| Specialised lending (supervisory slotting criteria approach) | | | | | | | | | | | | |
| Other than high-volatility commercial real estate (HVCRE) | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | Exposure amounts (EAD) | | | | | Credit RWA amounts | Expected losses | |
| | | | | | PF | OF | CF | IPRE | Total | | | |
| Strong | < 2.5 years | ¥ — | ¥ — | 50% | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| | 2.5 years≤ | — | — | 70% | — | — | — | — | — | — | — | |
| Good | < 2.5 years | — | — | 70% | — | — | — | — | — | — | — | |
| | 2.5 years≤ | — | — | 90% | — | — | — | — | — | — | — | |
| Satisfactory | | — | — | 115% | — | — | — | — | — | — | — | |
| Weak | | — | — | 250% | — | — | — | — | — | — | — | |
| Default | | — | — | — | — | — | — | — | — | — | — | |
| Total | | ¥ — | ¥ — | — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | |
| HVCRE | | | | | | | | | | | | |
| Regulatory categories | Remaining maturity | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | Expected losses |
| Strong | < 2.5 years | 2,428 | 3,657 | 70% | | | | | | 5,171 | 3,619 | 20 |
| | 2.5 years≤ | 1,171 | 2,091 | 95% | | | | | | 2,739 | 2,602 | 10 |
| Good | < 2.5 years | 17,625 | 209 | 95% | | | | | | 17,782 | 16,893 | 71 |
| | 2.5 years≤ | 42,899 | 53,093 | 120% | | | | | | 82,719 | 99,263 | 330 |
| Satisfactory | | 61,014 | 69,433 | 140% | | | | | | 113,089 | 158,325 | 3,166 |
| Weak | | 14,234 | 2,831 | 250% | | | | | | 16,358 | 40,896 | 1,308 |
| Default | | — | — | — | | | | | | — | — | — |
| Total | | ¥ 139,373 | ¥ 131,316 | — | | | | | | ¥ 237,861 | ¥ 321,601 | ¥ 4,908 |
| Equity exposures (Market-Based Approach, etc.) | | | | | | | | | | | | |
| Equity exposures subject to market-based approach | | | | | | | | | | | | |
| Categories | | On-balance sheet amounts | Off-balance sheet amounts | RW | | | | | | Exposure amounts (EAD) | Credit RWA amounts | |
| Simple risk weight method – Listed shares | | 16,759 | 114,751 | 300% | | | | | | 131,511 | 394,534 | |
| Simple risk weight method – Unlisted shares | | 22,628 | 4,776 | 400% | | | | | | 26,210 | 104,841 | |
| Internal Models Approach | | — | — | — | | | | | | — | — | |
| Total | | ¥ 39,387 | ¥ 119,527 | — | | | | | | ¥ 157,721 | ¥ 499,375 | |
| Equity exposures subject to 100% risk weight | | | | | | | | | | | | |
| Equity exposures subject to 100% risk weight in accordance with the provisions of Article 166, Paragraph 1 of the FSA Capital Adequacy Notification or Paragraph 1 of Article 144 of the FSA Bank Holding Company Capital Adequacy Notification | | — | — | 100% | | | | | | — | — | |

CCR1: Analysis of counterparty credit risk (CCR) exposure by approach

| CCR1 | | Millions of Yen | | | | | |
|----------|---|-----------------|---------|----------------------|---|--------------|-------------|
| | | March 31, 2022 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | RC | PFE | Effective EPE (EEPE) | Alpha used for computing regulatory EAD | EAD post-CRM | RWA amounts |
| 1 | SA-CCR | ¥ — | ¥ — | | 1.4 | ¥ — | ¥ — |
| | Current Exposure Method (CEM) | 639,628 | 611,575 | | | 1,251,203 | 408,955 |
| 2 | Expected Exposure Method (IMM) | | | — | — | — | — |
| 3 | Simple Approach for credit risk mitigation | | | | | — | — |
| 4 | Comprehensive Approach for credit risk mitigation | | | | | 846,397 | 147,482 |
| 5 | Exposure variation estimation model | | | | | — | — |
| 6 | Total | | | | | | ¥ 556,438 |

| CCR1 | | Millions of Yen | | | | | |
|----------|---|-----------------|---------|----------------------|---|--------------|-------------|
| | | March 31, 2021 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | RC | PFE | Effective EPE (EEPE) | Alpha used for computing regulatory EAD | EAD post-CRM | RWA amounts |
| 1 | SA-CCR | ¥ — | ¥ — | | 1.4 | ¥ — | ¥ — |
| | Current Exposure Method (CEM) | 487,457 | 576,002 | | | 1,063,460 | 407,578 |
| 2 | Expected Exposure Method (IMM) | | | — | — | — | — |
| 3 | Simple Approach for credit risk mitigation | | | | | — | — |
| 4 | Comprehensive Approach for credit risk mitigation | | | | | 672,039 | 114,618 |
| 5 | Exposure variation estimation model | | | | | — | — |
| 6 | Total | | | | | | ¥ 522,196 |

CCR2: Credit valuation adjustment (CVA) capital charge

| CCR2 | | Millions of Yen | |
|----------|--|-----------------|---|
| | | March 31, 2022 | |
| | | a | b |
| Item No. | | EAD post-CRM | RWA amounts (Amounts calculated by dividing CVA risk equivalent amounts by 8%) |
| 1 | Total portfolios subject to advanced risk measurement method | ¥ — | ¥ — |
| 2 | (i) Amount of CVA Value at Risk (including the multiplier) | | — |
| 3 | (ii) Amount of CVA Stressed Value at Risk (including the multiplier) | | — |
| 4 | Total portfolios subject to the standardised risk measurement method | 1,207,886 | 659,988 |
| 5 | Total portfolios subject to the CVA capital charge | ¥ 1,207,886 | ¥ 659,988 |

| CCR2 | | Millions of Yen | |
|----------|--|-----------------|---|
| | | March 31, 2021 | |
| | | a | b |
| Item No. | | EAD post-CRM | RWA amounts (Amounts calculated by dividing CVA risk equivalent amounts by 8%) |
| 1 | Total portfolios subject to advanced risk measurement method | ¥ — | ¥ — |
| 2 | (i) Amount of CVA Value at Risk (including the multiplier) | | — |
| 3 | (ii) Amount of CVA Stressed Value at Risk (including the multiplier) | | — |
| 4 | Total portfolios subject to the standardised risk measurement method | 991,777 | 675,731 |
| 5 | Total portfolios subject to the CVA capital charge | ¥ 991,777 | ¥ 675,731 |

CCR3: CCR exposures by regulatory portfolio and risk weights

| CCR3 | | Millions of Yen | | | | | | | | | |
|----------|--|-----------------|--------------------------------------|-----|-----------|-----|-----|------|------|-------|-----------|
| | | March 31, 2022 | | | | | | | | | |
| Item No. | Regulatory portfolio | Risk weight | a | b | c | d | e | f | g | h | i |
| | | | Credit equivalent amounts (post-CRM) | | | | | | | | |
| | | | 0% | 10% | 20% | 50% | 75% | 100% | 150% | Other | Total |
| 1 | Government of Japan and Bank of Japan (BOJ) | | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | Foreign central governments and foreign central banks | | — | — | — | — | — | — | — | — | — |
| 3 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — |
| 4 | Local governments of Japan | | — | — | — | — | — | — | — | — | — |
| 5 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | — | — | — |
| 6 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — |
| 7 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — |
| 8 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — |
| 9 | The three local public corporations | | — | — | — | — | — | — | — | — | — |
| 10 | Financial institutions and type I financial instruments business operators | | — | — | 599,601 | — | — | — | — | — | 599,601 |
| 11 | Corporates, etc. | | — | — | — | — | — | — | — | — | — |
| 12 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — |
| 13 | Other than the above | | — | — | — | — | — | 6 | — | — | 6 |
| 14 | Total | | ¥ — | ¥ — | ¥ 599,601 | ¥ — | ¥ — | ¥ 6 | ¥ — | ¥ — | ¥ 599,608 |

Note: The aggregate calculation on this statement includes exposures based on the standardised approach only.

| CCR3 | | Millions of Yen | | | | | | | | | |
|----------|--|-----------------|--------------------------------------|-----|-----------|-----|-----|------|------|-------|-----------|
| | | March 31, 2021 | | | | | | | | | |
| Item No. | Regulatory portfolio | Risk weight | a | b | c | d | e | f | g | h | i |
| | | | Credit equivalent amounts (post-CRM) | | | | | | | | |
| | | | 0% | 10% | 20% | 50% | 75% | 100% | 150% | Other | Total |
| 1 | Government of Japan and Bank of Japan (BOJ) | | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | Foreign central governments and foreign central banks | | — | — | — | — | — | — | — | — | — |
| 3 | Bank for International Settlements, etc. | | — | — | — | — | — | — | — | — | — |
| 4 | Local governments of Japan | | — | — | — | — | — | — | — | — | — |
| 5 | Foreign non-central government public sector entities (PSEs) | | — | — | — | — | — | — | — | — | — |
| 6 | Multilateral development banks (MDBs) | | — | — | — | — | — | — | — | — | — |
| 7 | Japan Finance Organization for Municipalities (JFM) | | — | — | — | — | — | — | — | — | — |
| 8 | Government-affiliated agencies of Japan | | — | — | — | — | — | — | — | — | — |
| 9 | The three local public corporations | | — | — | — | — | — | — | — | — | — |
| 10 | Financial institutions and type I financial instruments business operators | | — | — | 429,643 | — | — | — | — | — | 429,643 |
| 11 | Corporates, etc. | | — | — | — | — | — | — | — | — | — |
| 12 | SMEs, etc. and individuals | | — | — | — | — | — | — | — | — | — |
| 13 | Other than the above | | — | — | — | — | — | 5 | — | — | 5 |
| 14 | Total | | ¥ — | ¥ — | ¥ 429,643 | ¥ — | ¥ — | ¥ 5 | ¥ — | ¥ — | ¥ 429,648 |

Note: The aggregate calculation on this statement includes exposures based on the standardised approach only.

CCR4: IRB – CCR exposures by portfolio and PD scale

| CCR4 | | Millions of Yen, %, 1,000 cases, Year | | | | | | |
|---------------------------------------|-------------------|---------------------------------------|------------|--------------------|-------------|------------------|------------|-------------|
| Item No. | PD scale | March 31, 2022 | | | | | | |
| | | a | b | c | d | e | f | g |
| | | EAD post-CRM | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA | RWA density |
| Sovereign exposures | | | | | | | | |
| 1 | 0.00 to < 0.15 | ¥ 29,100 | 0.01% | 0.0 | 21.10% | 1.7 | ¥ 2,338 | 8.03% |
| 2 | 0.15 to < 0.25 | — | — | — | — | — | — | — |
| 3 | 0.25 to < 0.50 | — | — | — | — | — | — | — |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — |
| 9 | Sub-total | 29,100 | 0.01 | 0.0 | 21.10 | 1.7 | 2,338 | 8.03 |
| Financial Institution exposures | | | | | | | | |
| 1 | 0.00 to < 0.15 | 710,740 | 0.04 | 0.1 | 24.39 | 2.0 | 131,195 | 18.45 |
| 2 | 0.15 to < 0.25 | 201 | 0.20 | 0.0 | 89.61 | 2.4 | 126 | 62.85 |
| 3 | 0.25 to < 0.50 | 18,912 | 0.30 | 0.0 | 35.36 | 4.4 | 18,013 | 95.21 |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — |
| 5 | 0.75 to < 2.50 | — | — | — | — | — | — | — |
| 6 | 2.50 to < 10.00 | — | — | — | — | — | — | — |
| 7 | 10.00 to < 100.00 | — | — | — | — | — | — | — |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — |
| 9 | Sub-total | 729,854 | 0.05 | 0.1 | 24.60 | 2.0 | 149,335 | 20.46 |
| Corporate exposures and SME exposures | | | | | | | | |
| 1 | 0.00 to < 0.15 | 464,563 | 0.04 | 0.3 | 13.70 | 1.6 | 85,418 | 18.38 |
| 2 | 0.15 to < 0.25 | 18,437 | 0.20 | 0.0 | 45.00 | 2.0 | 7,429 | 40.29 |
| 3 | 0.25 to < 0.50 | 17,290 | 0.36 | 0.1 | 45.65 | 2.3 | 10,042 | 58.08 |
| 4 | 0.50 to < 0.75 | — | — | — | — | — | — | — |
| 5 | 0.75 to < 2.50 | 4,088 | 1.64 | 0.1 | 45.00 | 2.9 | 4,604 | 112.62 |
| 6 | 2.50 to < 10.00 | 409 | 4.22 | 0.0 | 45.00 | 4.6 | 681 | 166.34 |
| 7 | 10.00 to < 100.00 | 143 | 35.80 | 0.0 | 45.00 | 1.0 | 370 | 258.11 |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — |
| 9 | Sub-total | 504,932 | 0.09 | 0.6 | 14.48 | 1.6 | 108,546 | 21.49 |
| Specialised lending | | | | | | | | |
| 1 | 0.00 to < 0.15 | 53,459 | 0.09 | 0.1 | 45.00 | 4.6 | 23,915 | 44.73 |
| 2 | 0.15 to < 0.25 | 1,259 | 0.20 | 0.0 | 45.00 | 4.1 | 774 | 61.51 |
| 3 | 0.25 to < 0.50 | 23,255 | 0.31 | 0.0 | 45.00 | 4.9 | 18,620 | 80.06 |
| 4 | 0.50 to < 0.75 | 26,262 | 0.65 | 0.0 | 45.00 | 4.8 | 28,109 | 107.03 |
| 5 | 0.75 to < 2.50 | 23,862 | 1.26 | 0.0 | 45.00 | 4.7 | 30,136 | 126.28 |
| 6 | 2.50 to < 10.00 | 45,807 | 3.11 | 0.0 | 45.00 | 4.8 | 72,479 | 158.22 |
| 7 | 10.00 to < 100.00 | 259 | 13.95 | 0.0 | 45.00 | 4.9 | 632 | 243.75 |
| 8 | 100.00 (Default) | — | — | — | — | — | — | — |
| 9 | Sub-total | 174,167 | 1.18 | 0.3 | 45.00 | 4.7 | 174,667 | 100.28 |
| Total (all portfolios) | | ¥ 1,438,054 | 0.20% | 1.1 | 20.49% | 2.2 | ¥ 434,887 | 30.24% |

Note: The SuMi TRUST Bank Group applies the Foundation Internal Ratings-Based Approach to the calculation of risk-weighted assets related to counterparty credit risk.

| CCR4 | | | Millions of Yen, %, 1,000 cases, Year | | | | | | | | |
|---------------------------------------|-------------------|--|---------------------------------------|-----------|------------|--------------------|-------------|------------------|------------|---------|-------------|
| | | | March 31, 2021 | | | | | | | | |
| | | | a | | b | c | d | e | f | | g |
| Item No. | PD scale | | EAD post-CRM | | Average PD | Number of obligors | Average LGD | Average maturity | Credit RWA | | RWA density |
| Sovereign exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | ¥ | 19,904 | 0.02% | 0.0 | 37.92% | 1.7 | ¥ | 2,114 | 10.62% |
| 2 | 0.15 to < 0.25 | | — | | — | — | — | — | — | | — |
| 3 | 0.25 to < 0.50 | | — | | — | — | — | — | — | | — |
| 4 | 0.50 to < 0.75 | | — | | — | — | — | — | — | | — |
| 5 | 0.75 to < 2.50 | | — | | — | — | — | — | — | | — |
| 6 | 2.50 to < 10.00 | | — | | — | — | — | — | — | | — |
| 7 | 10.00 to < 100.00 | | — | | — | — | — | — | — | | — |
| 8 | 100.00 (Default) | | — | | — | — | — | — | — | | — |
| 9 | Sub-total | | 19,904 | | 0.02 | 0.0 | 37.92 | 1.7 | 2,114 | | 10.62 |
| Financial Institution exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 544,536 | | 0.04 | 0.1 | 20.01 | 2.3 | 102,347 | | 18.79 |
| 2 | 0.15 to < 0.25 | | 273 | | 0.20 | 0.0 | 45.00 | 2.8 | 122 | | 44.83 |
| 3 | 0.25 to < 0.50 | | 40,354 | | 0.28 | 0.0 | 20.83 | 3.8 | 32,704 | | 81.04 |
| 4 | 0.50 to < 0.75 | | 780 | | 0.50 | 0.0 | 45.00 | 1.0 | 409 | | 52.44 |
| 5 | 0.75 to < 2.50 | | — | | — | — | — | — | — | | — |
| 6 | 2.50 to < 10.00 | | — | | — | — | — | — | — | | — |
| 7 | 10.00 to < 100.00 | | — | | — | — | — | — | — | | — |
| 8 | 100.00 (Default) | | — | | — | — | — | — | — | | — |
| 9 | Sub-total | | 585,944 | | 0.06 | 0.1 | 20.08 | 2.4 | 135,583 | | 23.13 |
| Corporate exposures and SME exposures | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 368,702 | | 0.05 | 0.3 | 11.49 | 1.7 | 73,079 | | 19.82 |
| 2 | 0.15 to < 0.25 | | 35,152 | | 0.20 | 0.0 | 45.00 | 4.1 | 21,019 | | 59.79 |
| 3 | 0.25 to < 0.50 | | 8,399 | | 0.30 | 0.0 | 45.00 | 3.3 | 5,345 | | 63.64 |
| 4 | 0.50 to < 0.75 | | 6,391 | | 0.51 | 0.0 | 46.46 | 3.6 | 5,591 | | 87.48 |
| 5 | 0.75 to < 2.50 | | 4,604 | | 1.45 | 0.0 | 45.00 | 3.8 | 5,810 | | 126.18 |
| 6 | 2.50 to < 10.00 | | 1,470 | | 4.42 | 0.0 | 45.00 | 4.3 | 2,434 | | 165.59 |
| 7 | 10.00 to < 100.00 | | 656 | | 35.76 | 0.0 | 45.00 | 1.9 | 1,745 | | 265.93 |
| 8 | 100.00 (Default) | | 1 | | 100.00 | 0.0 | 45.00 | 1.0 | 0 | | 0.00 |
| 9 | Sub-total | | 425,378 | | 0.16 | 0.6 | 12.70 | 2.0 | 115,026 | | 27.04 |
| Specialised lending | | | | | | | | | | | |
| 1 | 0.00 to < 0.15 | | 70,895 | | 0.09 | 0.1 | 45.00 | 4.7 | 30,311 | | 42.75 |
| 2 | 0.15 to < 0.25 | | 871 | | 0.20 | 0.0 | 45.00 | 3.9 | 504 | | 57.95 |
| 3 | 0.25 to < 0.50 | | 30,711 | | 0.29 | 0.0 | 45.00 | 4.9 | 24,578 | | 80.03 |
| 4 | 0.50 to < 0.75 | | 23,901 | | 0.63 | 0.0 | 45.00 | 4.8 | 25,080 | | 104.93 |
| 5 | 0.75 to < 2.50 | | 45,409 | | 1.54 | 0.0 | 45.00 | 4.8 | 61,376 | | 135.16 |
| 6 | 2.50 to < 10.00 | | 24,687 | | 3.17 | 0.0 | 45.00 | 4.8 | 39,312 | | 159.24 |
| 7 | 10.00 to < 100.00 | | 6 | | 35.80 | 0.0 | 45.00 | 1.0 | 14 | | 234.20 |
| 8 | 100.00 (Default) | | 46 | | 100.00 | 0.0 | 45.00 | 1.0 | 0 | | 0.00 |
| 9 | Sub-total | | 196,529 | | 0.93 | 0.2 | 45.00 | 4.8 | 181,179 | | 92.18 |
| Total (all portfolios) | | | ¥ | 1,227,758 | 0.23% | 1.1 | 18.05% | 2.6 | ¥ | 433,904 | 35.34% |

Note: The SuMI TRUST Bank Group applies the Foundation Internal Ratings-Based Approach to the calculation of risk-weighted assets related to counterparty credit risk.

CCR5: Composition of collateral for CCR exposure

| CCR5 | | Millions of Yen | | | | | |
|----------|--------------------------|--|--------------|---------------------------------|--------------|--------------------------------------|---------------------------------|
| | | March 31, 2022 | | | | | |
| Item No. | | a | b | c | d | e | f |
| | | Collateral used in derivative transactions | | | | Collateral used in repo transactions | |
| | | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | Fair value of posted collateral |
| | | Segregated | Unsegregated | Segregated | Unsegregated | | |
| 1 | Cash (domestic currency) | ¥ — | ¥ 166,263 | ¥ — | ¥ 480,779 | ¥ 50,028 | ¥ 803,276 |
| 2 | Cash (other currency) | — | 220 | — | 323,716 | 1,435,005 | 972 |
| 3 | Domestic sovereign debt | 12,815 | 858 | 14,455 | 30,797 | 337,823 | 353,438 |
| 4 | Other sovereign debt | 859 | — | — | — | 1,155,773 | 2,738,273 |
| 5 | Government agency debt | — | — | — | — | 129,008 | 97,303 |
| 6 | Corporate bonds | — | — | — | — | 312,503 | 199,355 |
| 7 | Equity securities | — | — | — | 6,995 | 1,074,742 | 819,386 |
| 8 | Other collateral | — | — | — | — | — | — |
| 9 | Total | ¥ 13,674 | ¥ 167,342 | ¥ 14,455 | ¥ 842,289 | ¥ 4,494,884 | ¥ 5,012,006 |

| CCR5 | | Millions of Yen | | | | | |
|----------|--------------------------|--|--------------|---------------------------------|--------------|--------------------------------------|---------------------------------|
| | | March 31, 2021 | | | | | |
| Item No. | | a | b | c | d | e | f |
| | | Collateral used in derivative transactions | | | | Collateral used in repo transactions | |
| | | Fair value of collateral received | | Fair value of posted collateral | | Fair value of collateral received | Fair value of posted collateral |
| | | Segregated | Unsegregated | Segregated | Unsegregated | | |
| 1 | Cash (domestic currency) | ¥ — | ¥ 123,752 | ¥ — | ¥ 311,385 | ¥ 30,067 | ¥ 732,944 |
| 2 | Cash (other currency) | — | 3,789 | — | 251,567 | 968,538 | 549 |
| 3 | Domestic sovereign debt | — | 1,081 | — | 19,040 | 228,621 | 354,177 |
| 4 | Other sovereign debt | — | — | — | — | 845,426 | 1,704,208 |
| 5 | Government agency debt | — | — | — | — | 116,000 | 13,375 |
| 6 | Corporate bonds | — | — | — | — | 384,389 | 326,855 |
| 7 | Equity securities | — | — | — | 12,577 | 701,562 | 560,016 |
| 8 | Other collateral | — | — | — | — | — | — |
| 9 | Total | ¥ — | ¥ 128,624 | ¥ — | ¥ 594,572 | ¥ 3,274,606 | ¥ 3,692,125 |

CCR6: Credit derivatives exposures

| CCR6 | | Millions of Yen | |
|-------------|----------------------------------|-------------------|-----------------|
| | | March 31, 2022 | |
| Item No. | | a | b |
| | | Protection bought | Protection sold |
| Notionals | | | |
| 1 | Single-name credit default swaps | ¥ 29,000 | ¥ 29,000 |
| 2 | Index credit default swaps | 37,392 | — |
| 3 | Total return swaps | — | — |
| 4 | Credit options | — | — |
| 5 | Other credit derivatives | — | — |
| 6 | Total notionals | ¥ 66,392 | ¥ 29,000 |
| Fair values | | | |
| 7 | Positive fair value (asset) | 32 | 643 |
| 8 | Negative fair value (liability) | (2,963) | (32) |

| CCR6 | | Millions of Yen | |
|-------------|----------------------------------|-------------------|-----------------|
| | | March 31, 2021 | |
| Item No. | | a | b |
| | | Protection bought | Protection sold |
| Notionals | | | |
| 1 | Single-name credit default swaps | ¥ 40,500 | ¥ 40,500 |
| 2 | Index credit default swaps | 5,533 | — |
| 3 | Total return swaps | — | — |
| 4 | Credit options | — | — |
| 5 | Other credit derivatives | — | — |
| 6 | Total notionals | ¥ 46,032 | ¥ 40,500 |
| Fair values | | | |
| 7 | Positive fair value (asset) | 9 | 913 |
| 8 | Negative fair value (liability) | (1,387) | (9) |

CCR7: RWA flow statements of CCR exposures under Internal Model Method (IMM)

As of March 31, 2022

Not applicable.

As of March 31, 2021

Not applicable.

CCR8: Exposures to central counterparties (CCP)

| CCR8 | | Millions of Yen | |
|----------|---|-----------------------|-------------|
| | | March 31, 2022 | |
| Item No. | | a | b |
| | | EAD to CCP (post-CRM) | RWA amounts |
| 1 | Exposures to qualifying central counterparties (QCCPs) (total) | | ¥ 55,007 |
| 2 | Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 1,536,663 | 30,733 |
| 3 | (i) OTC derivatives | 1,241,187 | 24,823 |
| 4 | (ii) Exchange-traded derivatives | 202,133 | 4,042 |
| 5 | (iii) Repo transactions | 93,342 | 1,866 |
| 6 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 7 | Segregated initial margin | — | — |
| 8 | Non-segregated initial margin | 242,227 | 4,844 |
| 9 | Pre-funded default fund contributions | 32,748 | 19,429 |
| 10 | Unfunded default fund contributions | — | — |
| 11 | Exposures to non-QCCPs (total) | | ¥ — |
| 12 | Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | — | — |
| 13 | (i) OTC derivatives | — | — |
| 14 | (ii) Exchange-traded derivatives | — | — |
| 15 | (iii) Repo transactions | — | — |
| 16 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 17 | Segregated initial margin | — | — |
| 18 | Non-segregated initial margin | — | — |
| 19 | Pre-funded default fund contributions | — | — |
| 20 | Unfunded default fund contributions | — | — |

| CCR8 | | Millions of Yen | |
|----------|---|-----------------------|-------------|
| | | March 31, 2021 | |
| Item No. | | a | b |
| | | EAD to CCP (post-CRM) | RWA amounts |
| 1 | Exposures to qualifying central counterparties (QCCPs) (total) | | ¥ 47,434 |
| 2 | Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 1,444,565 | 28,891 |
| 3 | (i) OTC derivatives | 1,208,535 | 24,170 |
| 4 | (ii) Exchange-traded derivatives | 167,635 | 3,352 |
| 5 | (iii) Repo transactions | 68,394 | 1,367 |
| 6 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 7 | Segregated initial margin | — | — |
| 8 | Non-segregated initial margin | 182,733 | 3,654 |
| 9 | Pre-funded default fund contributions | 23,319 | 14,888 |
| 10 | Unfunded default fund contributions | — | — |
| 11 | Exposures to non-QCCPs (total) | | ¥ — |
| 12 | Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | — | — |
| 13 | (i) OTC derivatives | — | — |
| 14 | (ii) Exchange-traded derivatives | — | — |
| 15 | (iii) Repo transactions | — | — |
| 16 | (iv) Netting sets where cross-product netting has been approved | — | — |
| 17 | Segregated initial margin | — | — |
| 18 | Non-segregated initial margin | — | — |
| 19 | Pre-funded default fund contributions | — | — |
| 20 | Unfunded default fund contributions | — | — |

SEC1: Securitisation exposures by underlying asset type (securitisation exposures subject to the calculation of the amount of credit risk-weighted assets only)

| SEC1 | | Millions of Yen | | | | | | | | |
|----------|------------------------------|-------------------------|-----------|-----------|----------------------|-----------|-----------|------------------------|-----------|-----------|
| | | March 31, 2022 | | | | | | | | |
| Item No. | Type of underlying asset | a | b | c | d | e | f | g | h | i |
| | | Bank acts as originator | | | Bank acts as sponsor | | | Banks acts as investor | | |
| | | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) – of which | ¥ 85,983 | ¥ — | ¥ 85,983 | ¥ 377,826 | ¥ — | ¥ 377,826 | ¥ 126,073 | ¥ — | ¥ 126,073 |
| 2 | Residential mortgage | 85,983 | — | 85,983 | 67,793 | — | 67,793 | 87,427 | — | 87,427 |
| 3 | Credit card | — | — | — | 40,787 | — | 40,787 | 28,428 | — | 28,428 |
| 4 | Other retail exposures | — | — | — | 269,245 | — | 269,245 | 10,216 | — | 10,216 |
| 5 | Re-securitisation | — | — | — | — | — | — | — | — | — |
| 6 | Wholesale (total) – of which | 6,548 | — | 6,548 | 14,921 | — | 14,921 | 791,122 | — | 791,122 |
| 7 | Loans to corporates | — | — | — | — | — | — | 791,122 | — | 791,122 |
| 8 | Commercial mortgage | — | — | — | — | — | — | — | — | — |
| 9 | Lease and receivables | 6,548 | — | 6,548 | 14,921 | — | 14,921 | — | — | — |
| 10 | Other wholesale | — | — | — | — | — | — | — | — | — |
| 11 | Re-securitisation | — | — | — | — | — | — | — | — | — |

| SEC1 | | Millions of Yen | | | | | | | | |
|----------|------------------------------|-------------------------|-----------|-----------|----------------------|-----------|-----------|------------------------|-----------|-----------|
| | | March 31, 2021 | | | | | | | | |
| Item No. | Type of underlying asset | a | b | c | d | e | f | g | h | i |
| | | Bank acts as originator | | | Bank acts as sponsor | | | Banks acts as investor | | |
| | | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) – of which | ¥ 86,324 | ¥ — | ¥ 86,324 | ¥ 310,776 | ¥ — | ¥ 310,776 | ¥ 98,354 | ¥ — | ¥ 98,354 |
| 2 | Residential mortgage | 86,324 | — | 86,324 | 75,519 | — | 75,519 | 62,570 | — | 62,570 |
| 3 | Credit card | — | — | — | 40,517 | — | 40,517 | 31,905 | — | 31,905 |
| 4 | Other retail exposures | — | — | — | 194,740 | — | 194,740 | 3,877 | — | 3,877 |
| 5 | Re-securitisation | — | — | — | — | — | — | — | — | — |
| 6 | Wholesale (total) – of which | 7,511 | — | 7,511 | 27,233 | — | 27,233 | 720,685 | — | 720,685 |
| 7 | Loans to corporates | — | — | — | — | — | — | 720,685 | — | 720,685 |
| 8 | Commercial mortgage | — | — | — | — | — | — | — | — | — |
| 9 | Lease and receivables | 7,511 | — | 7,511 | 27,233 | — | 27,233 | — | — | — |
| 10 | Other wholesale | — | — | — | — | — | — | — | — | — |
| 11 | Re-securitisation | — | — | — | — | — | — | — | — | — |

SEC2: Securitisation exposures by underlying asset type (securitisation exposures subject to the calculation of the market risk equivalent amounts only)

As of March 31, 2022

Not applicable.

As of March 31, 2021

Not applicable.

SEC3: Securitisation exposures subject to the calculation of the amount of credit risk-weighted assets and related capital requirements (bank acting as originator or sponsor)

| SEC3 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-----------|-------------------|--------|------------|---------------------------------------|-----|-------------------|-----------|-------------------|--------|------------|-----|
| | | March 31, 2022 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | | Re-securitisation | | | Securitisation | | | | Re-securitisation | | | |
| | | | | Retail underlying | Wholesale | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior | |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥328,047 | ¥328,047 | ¥328,047 | ¥313,125 | ¥14,921 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 101,665 | 101,665 | 101,665 | 101,665 | — | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 44,314 | 44,314 | 44,314 | 44,314 | — | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 11,224 | 11,224 | 11,224 | 4,676 | 6,548 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 485,006 | 485,006 | 485,006 | 463,535 | 21,470 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 245 | 245 | 245 | 245 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 155,117 | 155,117 | 155,117 | 126,415 | 28,701 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 36 | 36 | 36 | 36 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 352 | 352 | 352 | 352 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 12,409 | 12,409 | 12,409 | 10,113 | 2,296 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 2 | 2 | 2 | 2 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 28 | 28 | 28 | 28 | — | — | — | — | — | — | — | — | — | — | — |

| SEC3 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-----------|-------------------|--------|------------|---------------------------------------|-----|-------------------|-----------|-------------------|--------|------------|-----|
| | | March 31, 2021 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | | Re-securitisation | | | Securitisation | | | | Re-securitisation | | | |
| | | | | Retail underlying | Wholesale | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior | |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥290,498 | ¥290,498 | ¥290,498 | ¥263,264 | ¥27,233 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 83,784 | 83,784 | 83,784 | 83,784 | — | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 40,987 | 40,987 | 40,987 | 40,987 | — | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 16,528 | 16,528 | 16,528 | 9,016 | 7,511 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 431,780 | 431,780 | 431,780 | 397,035 | 34,744 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 17 | 17 | 17 | 17 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 153,520 | 153,520 | 153,520 | 111,402 | 42,117 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 2 | 2 | 2 | 2 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 597 | 597 | 597 | 597 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 12,281 | 12,281 | 12,281 | 8,912 | 3,369 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 47 | 47 | 47 | 47 | — | — | — | — | — | — | — | — | — | — | — |

SEC4: Securitisation exposures subject to the calculation of the amount of credit risk-weighted assets and related capital requirements (bank acting as investor)

| SEC4 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-----------|-------------------|--------|------------|---------------------------------------|-----|-------------------|-----------|-------------------|--------|------------|-----|
| | | March 31, 2022 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | | Re-securitisation | | | Securitisation | | | | Re-securitisation | | | |
| | | | | Retail underlying | Wholesale | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior | |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥830,760 | ¥830,760 | ¥830,760 | ¥96,969 | ¥733,790 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 17,672 | 17,672 | 17,672 | 16,024 | 1,647 | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 3,988 | 3,988 | 3,988 | 3,376 | 611 | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 64,773 | 64,773 | 64,773 | 9,701 | 55,071 | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 888,767 | 888,767 | 888,767 | 97,644 | 791,122 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 28,428 | 28,428 | 28,428 | 28,428 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 186,688 | 186,688 | 186,688 | 18,116 | 168,571 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 14,815 | 14,815 | 14,815 | 14,815 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 14,935 | 14,935 | 14,935 | 1,449 | 13,485 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 1,185 | 1,185 | 1,185 | 1,185 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |

| SEC4 | | Millions of Yen | | | | | | | | | | | | | | |
|---|---|---|----------|-------------------|-------------------|----------|--------|------------|---------------------------------------|-----|-------------------|-------------------|-----|--------|------------|-----|
| | | March 31, 2021 | | | | | | | | | | | | | | |
| Item No. | | a | b | c | d | e | f | g | h | i | j | k | l | m | n | o |
| | | Total | | | | | | | | | | | | | | |
| | | Traditional securitisations (sub-total) | | | | | | | Synthetic securitisations (sub-total) | | | | | | | |
| | | Securitisation | | | Re-securitisation | | | | Securitisation | | | Re-securitisation | | | | |
| | | | | Retail underlying | Wholesale | | Senior | Non-senior | | | Retail underlying | Wholesale | | Senior | Non-senior | |
| Exposure values (by RW bands) | | | | | | | | | | | | | | | | |
| 1 | ≤ 20% risk weight | ¥717,104 | ¥717,104 | ¥717,104 | ¥77,100 | ¥640,004 | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — | ¥ — |
| 2 | > 20% to 50% risk weight | 55,565 | 55,565 | 55,565 | 3,103 | 52,462 | — | — | — | — | — | — | — | — | — | — |
| 3 | > 50% to 100% risk weight | 35,834 | 35,834 | 35,834 | 7,614 | 28,219 | — | — | — | — | — | — | — | — | — | — |
| 4 | > 100% to < 1,250% risk weight | 10,535 | 10,535 | 10,535 | 10,535 | — | — | — | — | — | — | — | — | — | — | — |
| 5 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Exposure Values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 6 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 784,824 | 784,824 | 784,824 | 64,138 | 720,685 | — | — | — | — | — | — | — | — | — | — |
| 7 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 34,215 | 34,215 | 34,215 | 34,215 | — | — | — | — | — | — | — | — | — | — | — |
| 8 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 9 | 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| RWA (by regulatory approach) | | | | | | | | | | | | | | | | |
| 10 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 137,830 | 137,830 | 137,830 | 13,121 | 124,709 | — | — | — | — | — | — | — | — | — | — |
| 11 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 17,129 | 17,129 | 17,129 | 17,129 | — | — | — | — | — | — | — | — | — | — | — |
| 12 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 13 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |
| Capital requirement values (by regulatory approach) | | | | | | | | | | | | | | | | |
| 14 | Subject to the Internal Ratings-Based Approach (SEC-IRBA) or Internal Assessment Approach (IAA) | 11,026 | 11,026 | 11,026 | 1,049 | 9,976 | — | — | — | — | — | — | — | — | — | — |
| 15 | Subject to the External Ratings-Based Approach (SEC-ERBA) | 1,370 | 1,370 | 1,370 | 1,370 | — | — | — | — | — | — | — | — | — | — | — |
| 16 | Subject to the Standardised Approach (SEC-SA) | — | — | — | — | — | — | — | — | — | — | — | — | — | — | — |
| 17 | Subject to 1,250% risk weight | 0 | 0 | 0 | 0 | — | — | — | — | — | — | — | — | — | — | — |

MR1: Market risk under standardised approach

| MR1 | | Millions of Yen |
|----------|---|--|
| Item No. | | March 31, 2022 |
| | | RWA (Amounts calculated by dividing risk equivalent amounts by 8%) |
| 1 | Interest rate risk (general and specific) | ¥ 4,521 |
| 2 | Equity risk (general and specific) | — |
| 3 | Foreign exchange risk | 13,379 |
| 4 | Commodity risk | — |
| | Options transactions | |
| 5 | Simplified approach | — |
| 6 | Delta-plus method | — |
| 7 | Scenario approach | — |
| 8 | Specific risk related to securitisation exposures | — |
| 9 | Total | ¥ 17,900 |

| MR1 | | Millions of Yen |
|----------|---|--|
| Item No. | | March 31, 2021 |
| | | RWA (Amounts calculated by dividing risk equivalent amounts by 8%) |
| 1 | Interest rate risk (general and specific) | ¥ 2,640 |
| 2 | Equity risk (general and specific) | — |
| 3 | Foreign exchange risk | 9,965 |
| 4 | Commodity risk | — |
| | Options transactions | |
| 5 | Simplified approach | — |
| 6 | Delta-plus method | — |
| 7 | Scenario approach | — |
| 8 | Specific risk related to securitisation exposures | — |
| 9 | Total | ¥ 12,605 |

MR2: Risk-weighted Assets Flow Statements of Market Risk Exposures under Internal Model Approach

| MR2 | | Billions of Yen | | | | | |
|----------|--|-----------------|--------------|-----------------|--------------------|--------|-----------|
| | | March 31, 2022 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | VaR | Stressed VaR | Additional risk | Comprehensive risk | Others | Total RWA |
| 1a | RWA at the end of previous reporting period (March 31, 2021) | ¥ 365 | ¥ 1,039 | ¥ — | ¥ — | | ¥ 1,405 |
| 1b | Regulatory adjustment ratio (1a/1c) | 3.13 | 3.08 | — | — | | 3.09 |
| 1c | RWA at the end of the previous fiscal year | 116 | 336 | — | — | | 453 |
| 2 | Movement in risk levels | (9) | (22) | — | — | | (31) |
| 3 | Model updates/changes | (33) | 49 | — | — | | 15 |
| 4 | Factor of | — | — | — | — | | — |
| 5 | RWA changes | — | — | — | — | | — |
| 6 | Acquisitions and disposals | (3) | (55) | — | — | | (58) |
| 7 | Foreign exchange movements | 36 | (52) | — | — | | (16) |
| | Others | | | | | | |
| 8a | RWA at the end of the fiscal year | 106 | 255 | — | — | | 362 |
| 8b | Regulatory adjustment ratio (8c/8a) | 2.58 | 3.74 | — | — | | 3.40 |
| 8c | RWA at the end of current reporting period (March 31, 2022) | 275 | 959 | — | — | | 1,234 |

Note: The end of the previous fiscal year indicates March 31, 2021, and the end of the fiscal year indicates March 31, 2022.

| MR2 | | Billions of Yen | | | | | |
|----------|--|-----------------|--------------|-----------------|--------------------|--------|-----------|
| | | March 31, 2021 | | | | | |
| | | a | b | c | d | e | f |
| Item No. | | VaR | Stressed VaR | Additional risk | Comprehensive risk | Others | Total RWA |
| 1a | RWA at the end of previous reporting period (March 31, 2020) | ¥ 297 | ¥ 1,013 | ¥ — | ¥ — | | ¥ 1,311 |
| 1b | Regulatory adjustment ratio (1a/1c) | 2.69 | 3.72 | — | — | | 3.42 |
| 1c | RWA at the end of the previous fiscal year | 110 | 272 | — | — | | 382 |
| 2 | Movement in risk levels | 62 | 72 | — | — | | 134 |
| 3 | Model updates/changes | — | — | — | — | | — |
| 4 | Factor of | — | — | — | — | | — |
| 5 | RWA changes | — | — | — | — | | — |
| 6 | Acquisitions and disposals | (7) | 1 | — | — | | (6) |
| 7 | Foreign exchange movements | (48) | (8) | — | — | | (57) |
| | Others | | | | | | |
| 8a | RWA at the end of the fiscal year | 116 | 336 | — | — | | 453 |
| 8b | Regulatory adjustment ratio (8c/8a) | 3.13 | 3.08 | — | — | | 3.09 |
| 8c | RWA at the end of current reporting period (March 31, 2021) | 365 | 1,039 | — | — | | 1,405 |

Note: The end of the previous fiscal year indicates March 31, 2020, and the end of the fiscal year indicates March 31, 2021.

MR3: Values of Internal Model Approaches (IMA) (Market risk)

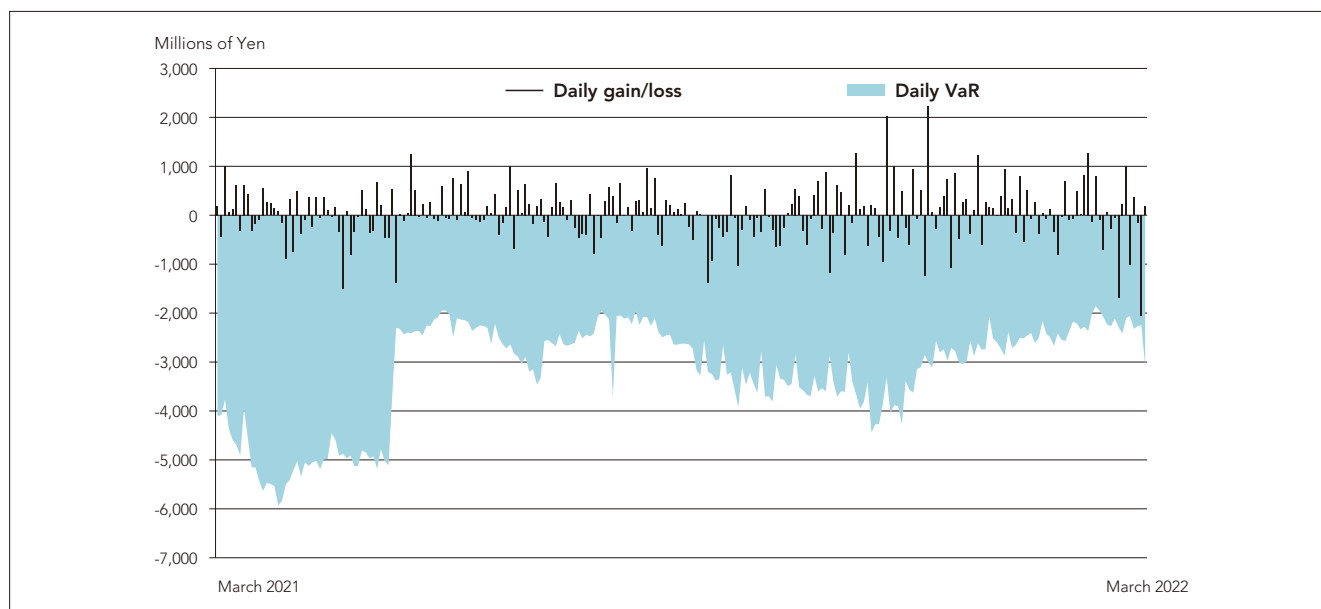
| MR3 Item No. | Millions of Yen March 31, 2022 |
|---|-----------------------------------|
| VaR (holding period:10 business days, one-sided confidence interval:99%) | |
| 1 Maximum value | ¥ 15,601 |
| 2 Average value | 8,618 |
| 3 Minimum value | 5,388 |
| 4 Period end | 8,552 |
| Stressed VaR (holding period:10 business days, one-sided confidence interval:99%) | |
| 5 Maximum value | 46,371 |
| 6 Average value | 33,841 |
| 7 Minimum value | 20,195 |
| 8 Period end | 20,464 |
| Incremental risk charge (one-sided confidence interval: 99.9%) | |
| 9 Maximum value | — |
| 10 Average value | — |
| 11 Minimum value | — |
| 12 Period end | — |
| Comprehensive risk capital charge (one-sided confidence interval: 99.9%) | |
| 13 Maximum value | — |
| 14 Average value | — |
| 15 Minimum value | — |
| 16 Period end | — |
| 17 Floor (modified standardised measurement method) | — |

| MR3 Item No. | Millions of Yen March 31, 2021 |
|---|-----------------------------------|
| VaR (holding period:10 business days, one-sided confidence interval:99%) | |
| 1 Maximum value | ¥ 13,022 |
| 2 Average value | 8,745 |
| 3 Minimum value | 4,985 |
| 4 Period end | 9,347 |
| Stressed VaR (holding period:10 business days, one-sided confidence interval:99%) | |
| 5 Maximum value | 34,912 |
| 6 Average value | 28,314 |
| 7 Minimum value | 18,982 |
| 8 Period end | 26,958 |
| Incremental risk charge (one-sided confidence interval: 99.9%) | |
| 9 Maximum value | — |
| 10 Average value | — |
| 11 Minimum value | — |
| 12 Period end | — |
| Comprehensive risk capital charge (one-sided confidence interval: 99.9%) | |
| 13 Maximum value | — |
| 14 Average value | — |
| 15 Minimum value | — |
| 16 Period end | — |
| 17 Floor (modified standardised measurement method) | — |

MR4: Backtesting results by Internal Model Approaches (IMA)

MR4

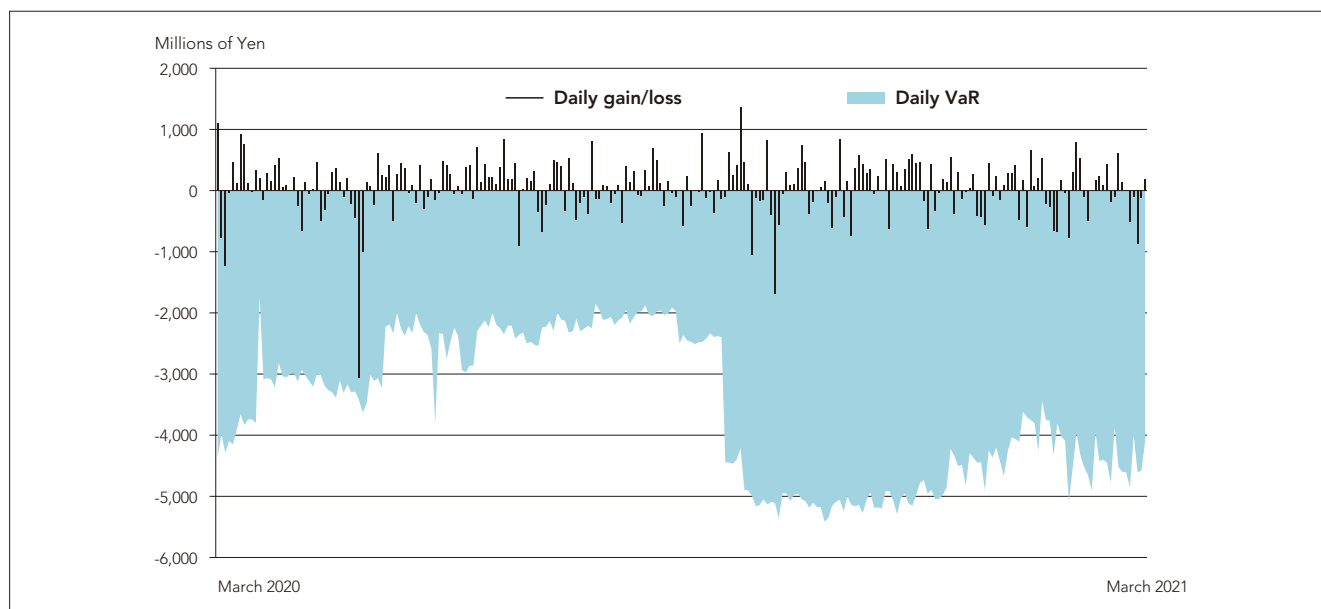
March 31, 2022



Note: As shown above, during the reported period, there was no exceedance occurred in backtesting.

MR4

March 31, 2021



Note: As shown above, during the reported period, three exceedances occurred in backtesting.

IRRBB1: Interest rate risk

| IRRBB1 | | Millions of Yen | | | |
|----------|-----------------|-----------------|----------------|----------------|----------------|
| | | a | b | c | d |
| | | ΔEVE | | ΔNII | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Item No. | | | | | |
| 1 | Parallel up | ¥ 94,116 | ¥ 48,562 | ¥ (123,722) | ¥ (77,953) |
| 2 | Parallel down | 2,127 | 81,361 | 119,484 | 76,463 |
| 3 | Steepener | 106,332 | 92,204 | | |
| 4 | Flattener | — | 858 | | |
| 5 | Short rate up | 75 | — | | |
| 6 | Short rate down | 22,118 | 57,337 | | |
| 7 | Maximum | 106,332 | 92,204 | 119,484 | 76,463 |
| | | e | | f | |
| | | March 31, 2022 | | March 31, 2021 | |
| 8 | Tier 1 Capital | ¥ 2,423,927 | | ¥ 2,389,620 | |

Composition of Basel III Leverage Ratio

Consolidated

| As of March 31 | | | Millions of Yen, % | |
|---|--|--|--------------------|--------------|
| Basel III Template No. (Table 2) | Basel III Template No. (Table 1) | Items | 2022 | 2021 |
| On-Balance Sheet Exposures | | | | |
| 1 | | On-Balance Sheet Exposures before Deducting Adjustment Items | ¥ 44,658,060 | ¥ 42,737,760 |
| 1a | 1 | Total Assets Reported in the Consolidated Balance Sheet* | 49,262,464 | 46,917,808 |
| 1b | 2 | The Amount of Assets of Subsidiaries that are not Included in the Scope of the Basel III Leverage Ratio on a Consolidated Basis (Deduction) | — | — |
| 1c | 7 | The Amount of Assets of Subsidiaries that are Included in the Scope of the Basel III Leverage Ratio on a Consolidated Basis (except Those Included in the Total Assets Reported in the Consolidated Balance Sheet) | — | — |
| 1d | 3 | The Amount of Assets that are Deducted from the Total Assets Reported in the Consolidated Balance Sheet (except Adjustment Items) (Deduction)* | 4,604,404 | 4,180,048 |
| 2 | 7 | The Amount of Adjustment Items Pertaining to Tier 1 Capital (Deduction) | 206,994 | 225,413 |
| 3 | | Total On-Balance Sheet Exposures (A) | 44,451,065 | 42,512,347 |
| Exposures Related to Derivative Transactions | | | | |
| 4 | | The Amount Equivalent to Replacement Cost Associated with Derivatives Transactions, etc. Multiplied by 1.4 | | |
| | | Replacement Cost Associated with Derivatives Transactions, etc. | 958,635 | 716,497 |
| 5 | | The Amount Equivalent to Potential Future Exposure Associated with Derivatives Transactions, etc. Multiplied by 1.4 | | |
| | | Add-On Amount Associated with Derivatives Transactions, etc. | 1,068,328 | 1,037,147 |
| | | The Amount of Receivables Arising from Providing Cash Margin in Relation to Derivatives Transactions, etc. | 804,496 | 562,953 |
| 6 | | The Amount of Receivables Arising from Providing Collateral, Provided where Deducted from the Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | | |
| | | The Amount of Receivables Arising from Providing Cash Margin, Provided where Deducted from the Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | — | — |
| 7 | | The Amount of Deductions of Receivables (out of those Arising from Providing Cash Variation Margin) (Deduction) | 149,682 | 169,107 |
| 8 | | The Amount of Client-Cleared Trade Exposures for which a Bank or Bank Holding Company Acting as Clearing Member is not Obligated to Make Any Indemnification (Deduction) | | |
| 9 | | Adjusted Effective Notional Amount of Written Credit Derivatives | 29,000 | 40,500 |
| 10 | | The Amount of Deductions from Effective Notional Amount of Written Credit Derivatives (Deduction) | 29,000 | 40,500 |
| 11 | 4 | Total Exposures Related to Derivative Transactions (B) | 2,681,776 | 2,147,492 |
| Exposures Related to Repo Transactions | | | | |
| 12 | | The Amount of Assets Related to Repo Transactions, etc. | 803,276 | 887,958 |
| 13 | | The Amount of Deductions from the Assets Above (Line 12) (Deduction) | — | — |
| 14 | | The Exposures for Counterparty Credit Risk for Repo Transactions, etc. | 417,004 | 307,438 |
| 15 | | The Exposures for Agent Repo Transaction | | |
| 16 | 5 | The Total Exposures Related to Repo Transactions, etc. (C) | 1,220,280 | 1,195,397 |
| Exposures Related to Off-Balance Sheet Transactions | | | | |
| 17 | | Notional Amount of Off-Balance Sheet Transactions | 8,399,573 | 8,653,606 |
| 18 | | The Amount of Adjustments for Conversion in Relation to Off-Balance Sheet Transactions (Deduction) | 5,111,999 | 5,261,730 |
| 19 | 6 | Total Exposures Related to Off-Balance Sheet Transactions (D) | 3,287,573 | 3,391,875 |
| Basel III Leverage Ratio on a Consolidated Basis | | | | |
| 20 | | The Amount of Capital (Tier 1 Capital) (E) | 2,423,927 | 2,389,620 |
| 21 | 8 | Total Exposures (F) = (A)+(B)+(C)+(D) | ¥ 51,640,697 | ¥ 49,247,112 |
| 22 | | Basel III Leverage Ratio on a Consolidated Basis (G) = (E)/(F) | 4.69% | 4.85% |
| Basel III Leverage Ratio on a Consolidated Basis If Including Deposits Held with the Bank of Japan | | | | |
| | | Total Exposure (F) | ¥ 51,640,697 | ¥ 49,247,112 |
| | | Deposits Held with the Bank of Japan | 15,084,261 | 16,231,435 |
| | | Total Exposure If Including Deposits Held with the Bank of Japan (F') | 66,724,959 | 65,478,547 |
| | | Basel III Leverage Ratio on a Consolidated Basis If Including Deposits Held with the Bank of Japan (H) = (E)/(F') | 3.63% | 3.64% |

Notes: 1. Previously, derivative transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset. However, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

2. SuMi TRUST Holdings' Basel III leverage ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the Basel III leverage ratio itself or parts of internal control over the procedure to calculate the ratio.

Liquidity Coverage Ratio (LCR)

Consolidated

Quantitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a consolidated basis

| Items | | Millions of Yen, %, the Number of Data | | | |
|---|---|--|----------------------|------------------------------|----------------------|
| | | Fiscal Year 2021 4th Quarter | | Fiscal Year 2021 3rd Quarter | |
| High-Quality Liquid Assets (1) | | | | | |
| 1 | Total high-quality liquid assets (HQLA) | ¥ 19,203,403 | | ¥ 18,647,224 | |
| Cash Outflows (2) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 2 | Cash outflows related to unsecured retail funding | ¥ 18,135,246 | ¥ 873,535 | ¥ 18,200,264 | ¥ 880,676 |
| 3 | of which: Stable deposits | 850,704 | 25,521 | 842,978 | 25,289 |
| 4 | of which: Less stable deposits | 8,447,291 | 848,013 | 8,525,788 | 855,387 |
| 5 | Cash outflows related to unsecured wholesale funding | 13,488,689 | 10,655,399 | 11,731,752 | 9,097,230 |
| 6 | of which: Qualifying operational deposits | — | — | — | — |
| 7 | of which: Cash outflows related to unsecured wholesale funding other than qualifying operational deposits and debt securities | 10,096,227 | 7,262,937 | 9,058,987 | 6,424,465 |
| 8 | of which: Debt securities | 3,392,462 | 3,392,462 | 2,672,765 | 2,672,765 |
| 9 | Cash outflows related to secured funding, etc. | 9,935 | | 5,497 | |
| 10 | Cash outflows related to derivative transactions, etc. funding programs, credit and liquidity facilities | 6,312,256 | 1,683,255 | 6,136,693 | 1,555,527 |
| 11 | of which: Cash outflows related to derivative transactions, etc. | 381,443 | 381,443 | 335,697 | 335,697 |
| 12 | of which: Cash outflows related to funding programs | — | — | — | — |
| 13 | of which: Cash outflows related to credit and liquidity facilities | 5,930,813 | 1,301,812 | 5,800,996 | 1,219,830 |
| 14 | Cash outflows related to contractual funding obligations, etc. | 420,080 | 269,897 | 575,677 | 404,855 |
| 15 | Cash outflows related to contingencies | 10,933,810 | 21,569 | 10,887,395 | 21,489 |
| 16 | Total cash outflows | 13,513,590 | | 11,965,274 | |
| Cash Inflows (3) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 17 | Cash inflows related to secured lending, etc. | ¥ 50,141 | ¥ — | ¥ 55,209 | ¥ — |
| 18 | Cash inflows related to collection of loans, etc. | 3,071,793 | 2,153,086 | 3,989,919 | 3,217,947 |
| 19 | Other cash inflows | 599,597 | 256,431 | 585,442 | 295,855 |
| 20 | Total cash inflows | 3,721,531 | 2,409,517 | 4,630,570 | 3,513,802 |
| Consolidated Liquidity Coverage Ratio (4) | | | | | |
| 21 | Total HQLA allowed to be included in the calculation | ¥ 19,203,403 | | ¥ 18,647,224 | |
| 22 | Net cash outflows | 11,104,073 | | 8,451,472 | |
| 23 | Consolidated Liquidity Coverage Ratio (LCR) | 172.9% | | 220.6% | |
| 24 | The number of data used to calculate the average value | 59 | | 63 | |

Qualitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a consolidated basis

(1) Items concerning fluctuations in the LCR over time

Our consolidated LCR has trended steadily for the most part in the past two years.

(2) Items concerning evaluation of the LCR level

Our consolidated LCR satisfies the regulated level (100%) as required under liquidity ratio regulations and the actual LCR is roughly in line with our initial forecast. Up ahead, we do not expect our LCR to deviate significantly from the current level.

(3) Items concerning the composition of totals for eligible high-quality liquid assets

The majority of our eligible high-quality liquid assets are reserve deposit held at central banks and sovereign bonds. There have been no material fluctuations in the composition of currencies, their types and locations. Furthermore, there has been no material difference between totals for eligible high-quality liquid assets and net cash outflows in major currencies.

(4) Other items concerning LCR

We apply neither the “treatment for qualifying operational deposit” nor the “additional collateral required to market valuation changes based on the scenario approach.”

Furthermore, taking account of the impact to LCR, we are using month-end data in lieu of daily data for the consolidated subsidiary companies of minor importance with practical restrictions.

Net Stable Funding Ratio (NSFR)

Consolidated

Consolidated Net Stable Funding Ratio

Quantitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a consolidated basis

| Item No. | | Millions of Yen, % | | | | | |
|--|---|---------------------------------------|------------|-------------------|------------|--------------|----------------|
| | | Fiscal Year 2021 4th Quarter | | | | | Weighted value |
| | | Unweighted value by residual maturity | | | | | |
| | | No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | | |
| Available stable funding (ASF) items (1) | | | | | | | |
| 1 | Capital | ¥ 2,622,188 | ¥ — | ¥ — | ¥ 315,000 | ¥ 2,937,188 | |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 2,622,188 | — | — | 279,855 | 2,902,043 | |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 35,144 | 35,144 | |
| 4 | Funding from retail and small business customers | 12,527,338 | — | — | 6,179,505 | 17,454,110 | |
| 5 | of which: Stable deposits | — | — | — | — | — | |
| 6 | of which: Less stable deposits | 12,527,338 | — | — | 6,179,505 | 17,454,110 | |
| 7 | Wholesale funding | 4,642,472 | 22,096,806 | 1,789,650 | 9,780,778 | 15,174,474 | |
| 8 | of which: Operational deposits | — | — | — | — | — | |
| 9 | of which: Other wholesale funding | 4,642,472 | 22,096,806 | 1,789,650 | 9,780,778 | 15,174,474 | |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — | |
| 11 | Other liabilities | 289,354 | 1,075,606 | 40,000 | — | 35,156 | |
| 12 | of which: Derivative liabilities | — | — | — | — | — | |
| 13 | of which: All other liabilities and equity not included in the above categories | 289,354 | 1,075,606 | 40,000 | — | 35,156 | |
| 14 | Total available stable funding | — | — | — | — | ¥ 35,600,930 | |
| Required stable funding (RSF) items (2) | | | | | | | |
| 15 | HQLA | — | — | — | — | ¥ 1,099,534 | |
| 16 | Deposits held at financial institutions for operational purposes | — | — | — | 60,499 | 60,499 | |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 174,635 | 5,376,323 | 2,158,814 | 27,127,685 | 25,413,643 | |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 596,518 | — | — | 0 | |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 52,968 | 1,135,698 | 411,567 | 2,300,228 | 2,709,382 | |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 2,940,999 | 1,308,940 | 11,689,669 | 12,029,255 | |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 577,208 | 85,897 | 201,668 | 462,637 | |
| 22 | of which: Residential mortgages | — | 417,061 | 353,125 | 10,994,995 | 8,564,348 | |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 329,949 | 257,961 | 6,469,839 | 4,611,191 | |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 121,666 | 286,045 | 85,180 | 2,142,791 | 2,110,656 | |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — | |
| 26 | Other assets | 917,529 | 350,591 | 3,358 | 2,623,880 | 3,439,916 | |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — | |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | — | — | — | 329,170 | 279,794 | |
| 29 | of which: Derivative assets | — | — | — | 379,155 | 379,155 | |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | — | — | — | 44,169 | 44,169 | |
| 31 | of which: All other assets not included in the above categories | 917,529 | 350,591 | 3,358 | 1,871,385 | 2,736,797 | |
| 32 | Off-balance sheet items | — | — | — | 6,475,431 | 490,601 | |
| 33 | Total required stable funding | — | — | — | — | ¥ 30,504,195 | |
| 34 | Consolidated net stable funding ratio (NSFR) | — | — | — | — | 116.7% | |

| Item No. | | Millions of Yen, % | | | | |
|--|---|---------------------------------------|------------|-------------------|------------|----------------|
| | | Fiscal Year 2021 3rd Quarter | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | |
| Available stable funding (ASF) items (1) | | | | | | |
| 1 | Capital | ¥ 2,675,262 | ¥ — | ¥ — | ¥ 310,000 | ¥ 2,985,262 |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 2,675,262 | — | — | 281,261 | 2,956,523 |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 28,738 | 28,738 |
| 4 | Funding from retail and small business customers | 12,483,515 | — | — | 6,265,184 | 17,500,348 |
| 5 | of which: Stable deposits | — | — | — | — | — |
| 6 | of which: Less stable deposits | 12,483,515 | — | — | 6,265,184 | 17,500,348 |
| 7 | Wholesale funding | 4,584,050 | 22,631,985 | 1,731,392 | 9,189,069 | 14,939,565 |
| 8 | of which: Operational deposits | — | — | — | — | — |
| 9 | of which: Other wholesale funding | 4,584,050 | 22,631,985 | 1,731,392 | 9,189,069 | 14,939,565 |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — |
| 11 | Other liabilities | 238,211 | 1,010,118 | 40,000 | — | 33,964 |
| 12 | of which: Derivative liabilities | — | — | — | — | — |
| 13 | of which: All other liabilities and equity not included in the above categories | 238,211 | 1,010,118 | 40,000 | — | 33,964 |
| 14 | Total available stable funding | — | — | — | — | ¥ 35,459,141 |
| Required stable funding (RSF) items (2) | | | | | | |
| 15 | HQLA | — | — | — | — | ¥ 1,360,580 |
| 16 | Deposits held at financial institutions for operational purposes | — | — | — | 89,066 | 89,066 |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 176,610 | 5,960,563 | 2,030,394 | 26,347,210 | 24,925,795 |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 599,494 | — | — | 0 |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 45,942 | 1,303,952 | 301,907 | 2,160,809 | 2,539,542 |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 3,584,812 | 1,093,418 | 11,224,717 | 11,862,979 |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 726,897 | 19,572 | 127,731 | 456,260 |
| 22 | of which: Residential mortgages | — | 428,792 | 341,489 | 10,935,675 | 8,521,302 |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 342,198 | 248,541 | 6,436,722 | 4,590,741 |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 130,667 | 43,512 | 293,578 | 2,026,007 | 2,001,971 |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — |
| 26 | Other assets | 798,849 | 288,419 | 10,066 | 2,141,604 | 2,931,355 |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | — | — | — | 253,041 | 230,606 |
| 29 | of which: Derivative assets | — | — | — | 149,893 | 149,893 |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | — | — | — | 27,539 | 27,539 |
| 31 | of which: All other assets not included in the above categories | 798,849 | 288,419 | 10,066 | 1,711,130 | 2,523,316 |
| 32 | Off-balance sheet items | — | — | — | 6,203,441 | 418,895 |
| 33 | Total required stable funding | — | — | — | — | ¥ 29,725,694 |
| 34 | Consolidated net stable funding ratio (NSFR) | — | — | — | — | 119.2% |

Qualitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a consolidated basis

(1) Items concerning fluctuations in the consolidated NSFR over time

Our consolidated NSFR has remained stable mainly due to our predetermined funding policy on the sticky money.

(2) Items concerning special provisions for interdependent assets and liabilities

The “Special provisions for interdependent assets and liabilities” stipulated in the items under Article 101 of the Financial Services Agency Notification on Liquidity Ratio are not applied on a consolidated basis.

(3) Other items concerning consolidated NSFR

Our consolidated NSFR satisfies the regulated level (100%), and we do not expect NSFR to deviate significantly from the current level in the future.

Currently, the entire amount of funding from retail and small business customers is recorded as “less stable deposits.”

KM1: Key Metrics

Non-consolidated

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|---|--------------------|----------------------|-----------------------|------------------|-------------------|
| | | a | b | c | d | e |
| | | March 31, 2022 | December 31, 2021 | September 30, 2021 | June 30, 2021 | March 31, 2021 |
| Available capital (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | ¥ 1,852,771 | ¥ 1,891,736 | ¥ 1,891,607 | ¥ 1,868,971 | ¥ 1,858,096 |
| 2 | Tier 1 | 2,122,761 | 2,161,726 | 2,161,597 | 2,138,961 | 2,128,096 |
| 3 | Total capital | 2,486,809 | 2,592,234 | 2,574,977 | 2,560,419 | 2,559,523 |
| Risk-weighted assets (amounts) | | | | | | |
| 4 | Total risk-weighted assets (RWA) | 18,815,901 | 18,666,117 | 18,484,376 | 18,872,154 | 19,165,759 |
| Risk-based capital ratios as a percentage of RWA | | | | | | |
| 5 | Common Equity Tier 1 ratio | 9.84% | 10.13% | 10.23% | 9.90% | 9.69% |
| 6 | Tier 1 ratio | 11.28% | 11.58% | 11.69% | 11.33% | 11.10% |
| 7 | Total capital ratio | 13.21% | 13.88% | 13.93% | 13.56% | 13.35% |
| Basel III leverage ratio | | | | | | |
| 13 | Total Basel III leverage ratio exposure measure | 49,725,068 | 47,457,727 | 46,865,337 | 46,838,519 | 47,356,321 |
| 14 | Basel III leverage ratio | 4.26% | 4.55% | 4.61% | 4.56% | 4.49% |

| KM1 Basel III Template No. | | Millions of Yen, % | | | | |
|--|--|------------------------------------|------------------------------------|------------------------------------|------------------------------------|------------------------------------|
| | | a | b | c | d | e |
| | | Fiscal Year 2021 4th Quarter | Fiscal Year 2021 3rd Quarter | Fiscal Year 2021 2nd Quarter | Fiscal Year 2021 1st Quarter | Fiscal Year 2020 4th Quarter |
| Non-consolidated Liquidity Coverage Ratio (LCR) | | | | | | |
| 15 | Total HQLA allowed to be included in the calculation | ¥ 18,957,174 | ¥ 18,392,482 | ¥ 18,617,493 | ¥ 17,994,265 | ¥ 17,824,739 |
| 16 | Net cash outflows | 10,155,805 | 7,412,781 | 8,728,516 | 8,716,289 | 9,993,155 |
| 17 | Non-consolidated LCR | 186.6% | 248.1% | 213.2% | 206.4% | 178.3% |
| Non-consolidated Net Stable Funding Ratio (NSFR) | | | | | | |
| 18 | Total available stable funding | 34,769,782 | 34,606,743 | 34,937,986 | | |
| 19 | Total required stable funding | 28,267,940 | 27,545,952 | 27,602,145 | | |
| 20 | Non-consolidated NSFR | 123.0% | 125.6% | 126.5% | | |

Composition of Capital (Non-consolidated BIS capital adequacy ratio)

Non-consolidated

CC1: Composition of Capital

| CC1 As of March 31 | Items | Millions of Yen, % | | |
|--|--|--------------------|-------------|--|
| | | a | b | c |
| | Basel III Template No. | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Common Equity Tier 1 Capital: Instruments and Reserves | | | | |
| 1a+2-1c-26 | Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 1,783,447 | ¥ 1,732,212 | |
| 1a | of Which: Capital Stock and Capital Surplus | 685,103 | 685,103 | |
| 2 | of Which: Retained Earnings | 1,121,938 | 1,066,952 | |
| 1c | of Which: Treasury Stock (Deduction) | — | — | |
| 26 | of Which: Earnings to be Distributed (Deduction) | 23,594 | 19,843 | |
| | of Which: Others | — | — | |
| 1b | Subscription Rights to Common Shares | — | — | |
| 3 | Valuation and Translation Adjustments | 244,263 | 297,484 | (a) |
| 6 | Common Equity Tier 1 Capital: Instruments and Reserves (A) | 2,027,711 | 2,029,696 | |
| Common Equity Tier 1 Capital: Regulatory Adjustments | | | | |
| 8+9 | Intangible Assets Other than Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | 53,947 | 40,851 | |
| 8 | of Which: Goodwill (Including Those Equivalent) | — | — | |
| 9 | of Which: Other Intangible Assets | 53,947 | 40,851 | |
| 10 | Deferred Tax Assets That Rely on Future Profitability Excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 11 | Deferred Gains or Losses on Derivatives under Hedge Accounting | (61,694) | (35,018) | |
| 12 | Shortfall of Eligible Provisions to Expected Losses | — | — | |
| 13 | Securitisation Gain on Sale | 993 | 1,202 | |
| 14 | Gains and Losses Due to Changes in Own Credit Risk on Fair Valued Liabilities | 6,253 | — | |
| 15 | Defined-Benefit Pension Fund Net Assets (Prepaid Pension Expenses) (Net of Related Deferred Tax Liabilities) | 175,440 | 164,563 | |
| 16 | Investments in Own Shares (Excluding Those Reported in the Net Assets Section) | — | — | |
| 17 | Reciprocal Cross-Holdings in Common Equity | — | — | |
| 18 | Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does Not Own More than 10% of the Issued Share Capital (Amount above 10% Threshold) | — | — | |
| 19+20+21 | Amount above the 10% Threshold on the Specified Items | — | — | |
| 19 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 20 | of Which: Mortgage Servicing Rights | — | — | |
| 21 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 22 | Amount Exceeding the 15% Threshold on the Specified Items | — | — | |
| 23 | of Which: Significant Investments in the Common Stock of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | — | — | |
| 24 | of Which: Mortgage Servicing Rights | — | — | |
| 25 | of Which: Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | — | |
| 27 | Regulatory Adjustments Applied to Common Equity Tier 1 Due to Insufficient Additional Tier 1 and Tier 2 to Cover Deductions | — | — | |
| 28 | Common Equity Tier 1 Capital: Regulatory Adjustments (B) | 174,939 | 171,599 | |
| Common Equity Tier 1 Capital (CET1) | | | | |
| 29 | Common Equity Tier 1 Capital (C) = (A)-(B) | ¥ 1,852,771 | ¥ 1,858,096 | |

| CC1 | | Millions of Yen, % | | |
|---|--|--------------------|-----------|--|
| As of March 31 | | a | b | c |
| Basel III Template No. | Items | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| Additional Tier 1 Capital: Instruments | | | | |
| 30 | Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | — | |
| | 31a | | | |
| | 31b | — | — | |
| | 32 | — | — | |
| | Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | ¥ 270,000 | |
| | Qualifying Additional Tier 1 Instruments Issued by Special Purpose Vehicles | — | — | |
| 33+35 | Eligible Tier 1 Capital Instruments Subject to Phase out from Additional Tier 1 Capital | — | — | |
| 36 | Additional Tier 1 Capital: Instruments (D) | 270,000 | 270,000 | |
| Additional Tier 1 Capital: Regulatory Adjustments | | | | |
| 37 | Investments in Own Additional Tier 1 Instruments | — | — | |
| 38 | Reciprocal Cross-Holdings in Additional Tier 1 Instruments | — | — | |
| 39 | Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| 40 | Significant Investments in the Additional Tier 1 Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 10 | — | |
| 42 | Regulatory Adjustments Applied to Additional Tier 1 Due to Insufficient Tier 2 to Cover Deductions | — | — | |
| 43 | Additional Tier 1 Capital: Regulatory Adjustments (E) | 10 | — | |
| Additional Tier 1 Capital (AT1) | | | | |
| 44 | Additional Tier 1 Capital (F) = (D) – (E) | 269,990 | 270,000 | |
| Tier 1 Capital (T1 = CET1 + AT1) | | | | |
| 45 | Tier 1 Capital (G) = (C) + (F) | 2,122,761 | 2,128,096 | |
| Tier 2 Capital: Instruments and Provisions | | | | |
| 46 | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | — | |
| | Subscription Rights to Tier 2 Instruments | — | — | |
| | Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | 335,153 | |
| | Qualifying Tier 2 Instruments Issued by Special Purpose Vehicles | — | — | |
| 47+49 | Eligible Tier 2 Capital Instruments Subject to Phase out from Tier 2 Capital | — | 85,790 | |
| 50 | Provisions Allowed in Group Tier 2 | 25,733 | 12,022 | |
| 50a | of Which: General Allowance for Credit Losses | — | — | |
| 50b | of Which: Excess Amount of Eligible Provisions to Expected Losses | 25,733 | 12,022 | |
| 51 | Tier 2 Capital: Instruments and Provisions (H) | ¥ 365,588 | ¥ 432,966 | |

| CC1 As of March 31 | Items | Millions of Yen, % | | |
|-----------------------|--|--------------------|------------|--|
| | | a | b | c |
| | | 2022 | 2021 | Reference Numbers to Reconciliation with the Balance Sheet |
| | Tier 2 Capital: Regulatory Adjustments | | | |
| 52 | Investments in Own Tier 2 Instruments | ¥ — | ¥ — | |
| 53 | Reciprocal Cross-Holdings in Tier 2 Instruments and Other TLAC Liabilities | — | — | |
| 54 | Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions, Where the Bank Does not Own More than 10% of the Issued Common Share Capital of the Entity (Amount above 10% Threshold) | — | — | |
| 55 | Significant Investments in the Tier 2 Instruments and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 1,540 | 1,540 | |
| 57 | Tier 2 Capital: Regulatory Adjustments (I) | 1,540 | 1,540 | |
| | Tier 2 Capital (T2) | | | |
| 58 | Tier 2 Capital (J) = (H) – (I) | 364,048 | 431,426 | |
| | Total Capital (TC = T1 + T2) | | | |
| 59 | Total Capital (K) = (G) + (J) | 2,486,809 | 2,559,523 | |
| | Total Risk Weighted Assets | | | |
| 60 | Total Risk Weighted Assets (L) | 18,815,901 | 19,165,759 | |
| | Capital Ratios (Non-consolidated) | | | |
| 61 | Common Equity Tier 1 Capital Ratio (C)/(L) | 9.84% | 9.69% | |
| 62 | Tier 1 Capital Ratio (G)/(L) | 11.28% | 11.10% | |
| 63 | Total Capital Ratio (K)/(L) | 13.21% | 13.35% | |
| | Regulatory Adjustments (before Risk Weighting) | | | |
| 72 | Investments in the Instruments of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital (Amount below the Threshold for Deduction) | 95,249 | 123,647 | |
| 73 | Significant Investments in the Common Stock of Banking, Financial and Insurance Entities (Amount below the Thresholds for Deduction) | 66,072 | 63,134 | |
| 74 | Mortgage Servicing Rights (Amount below the Thresholds for Deduction) | — | — | |
| 75 | Deferred Tax Assets Arising from Temporary Differences (Amount below the Thresholds for Deduction) | 31,220 | — | |
| | Provisions Included in Tier 2 Capital: Instruments and Provisions | | | |
| 76 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Standardised Approach (Prior to Applicable of Cap) | — | — | |
| 77 | Cap on Inclusion of Provisions in Tier 2 under Standardised Approach | 3,221 | 2,412 | |
| 78 | Provisions Eligible for Inclusion in Tier 2 in Respect of Exposures Subject to Internal Ratings-Based Approach (Prior to Applicable of Cap) | 25,733 | 12,022 | |
| 79 | Cap on Inclusion of Provisions in Tier 2 under Internal Ratings-Based Approach | 95,829 | 97,113 | |
| | Capital Instruments Subject to Phase out Arrangements | | | |
| 82 | Current Cap on Additional Tier 1 Instruments Subject to Phase out Arrangements | — | 38,900 | |
| 83 | Amount Excluded from Additional Tier 1 Due to Cap (Excess over Cap after Redemptions and Maturities) | — | — | |
| 84 | Current Cap on Tier 2 Instruments Subject to Phase out Arrangements | — | 85,790 | |
| 85 | Amount Excluded from Tier 2 Due to Cap (Excess over Cap after Redemptions and Maturities) | ¥ — | ¥ 69,699 | |

Note: SuMi TRUST Holdings' non-consolidated capital adequacy ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the non-consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the non-consolidated BIS capital adequacy ratio itself or parts of internal control over the procedure to calculate the ratio.

Explanation on Reconciliation between Balance Sheet Items and Regulatory Capital Elements Non-consolidated

Fiscal Year 2021

CC2: Reconciliation of Regulatory Capital to Balance Sheet

| CC2 | a | b | c | d |
|---|--|--|--|-------------------------|
| Items | Non-consolidated Balance Sheet (Millions of Yen) | Under Regulatory Scope of Consolidation (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | |
| Cash and Due from Banks | ¥ 17,925,030 | ¥ 17,925,031 | | |
| Call Loans | 5,000 | 5,000 | | |
| Receivables under Resale Agreements | 150,741 | 150,741 | | |
| Receivables under Securities Borrowing Transactions | 652,534 | 652,534 | | |
| Monetary Claims Bought | 123,567 | 123,567 | | |
| Trading Assets | 1,048,258 | 1,048,258 | | |
| Money Held in Trust | 99 | 99 | | |
| Securities | 7,951,169 | 7,951,168 | | 6-a |
| Loans and Bills Discounted | 30,916,363 | 30,916,363 | | 6-b |
| Foreign Exchanges | 29,494 | 29,494 | | |
| Other Assets | 2,922,768 | 2,922,768 | | 6-c |
| Tangible Fixed Assets | 184,334 | 184,334 | | |
| Intangible Fixed Assets | 77,756 | 77,756 | | 2 |
| Prepaid Pension Expenses | 252,869 | 252,869 | | 3 |
| Customers' Liabilities for Acceptances and Guarantees | 426,405 | 426,405 | | |
| Allowance for Loan Losses | (136,300) | (136,300) | | |
| Total Assets | ¥ 62,530,092 | ¥ 62,530,092 | | |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.

Financial Data/
Sumitomo Mitsui Trust Bank, Limited

Basel III Disclosure Data/
Sumitomo Mitsui Trust Holdings, Inc.

Basel III Disclosure Data/
Sumitomo Mitsui Trust Bank, Limited

| CC2 | a | b | c | d |
|--|--|--|--|-------------------------|
| Items | Non-consolidated Balance Sheet (Millions of Yen) | Under Regulatory Scope of Consolidation (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Liabilities) | | | | |
| Deposits | ¥ 32,898,724 | ¥ 32,898,724 | | |
| Negotiable Certificates of Deposit | 6,809,644 | 6,809,644 | | |
| Call Money | 932,640 | 932,640 | | |
| Payables under Repurchase Agreements | 1,485,033 | 1,485,033 | | |
| Trading Liabilities | 906,686 | 906,686 | | |
| Borrowed Money | 7,335,261 | 7,335,261 | | 7 |
| Foreign Exchanges | 15,362 | 15,362 | | |
| Short-term Bonds Payable | 1,845,782 | 1,845,782 | | |
| Bonds Payable | 1,371,604 | 1,371,604 | | |
| Borrowed Money from Trust Account | 4,298,827 | 4,298,827 | | |
| Other Liabilities | 2,066,310 | 2,066,310 | | 6-d |
| Provision for Bonuses | 9,599 | 9,599 | | |
| Provision for Directors' Bonuses | 98 | 98 | | |
| Provision for Stocks Payment | 569 | 569 | | |
| Provision for Retirement Benefits | 940 | 940 | | |
| Provision for Reimbursement of Deposits | 3,626 | 3,626 | | |
| Provision for Contingent Losses | 1,649 | 1,649 | | |
| Deferred Tax Liabilities | 67,628 | 67,628 | | 4-a |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | 2,388 | | 4-b |
| Acceptances and Guarantees | 426,405 | 426,405 | | |
| Total Liabilities | 60,478,786 | 60,478,786 | | |
| (Net Assets) | | | | |
| Capital Stock | 342,037 | 342,037 | | 1-a |
| Capital Surplus | 343,066 | 343,066 | | 1-b |
| Retained Earnings | 1,121,938 | 1,121,938 | | 1-c |
| Total Shareholders' Equity | 1,807,041 | 1,807,041 | | |
| Valuation Differences on Available-for-Sale Securities | 291,152 | 291,152 | | |
| Deferred Gains (Losses) on Hedges | (42,431) | (42,431) | | 5 |
| Revaluation Reserve for Land | (4,456) | (4,456) | | |
| Foreign Currency Translation Adjustments | — | (0) | | |
| Total Valuation and Translation Adjustments | 244,263 | 244,263 | (a) | |
| Total Net Assets | 2,051,305 | 2,051,305 | | |
| Total Liabilities and Net Assets | ¥ 62,530,092 | ¥ 62,530,092 | | |

(Appendix)

1. Shareholders' equity

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 342,037 | | 1-a |
| Capital Surplus | 343,066 | | 1-b |
| Retained Earnings | 1,121,938 | | 1-c |
| Total Shareholders' Equity | ¥ 1,807,041 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 1,807,041 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 685,103 | | 1a |
| of Which: Retained Earnings | 1,121,938 | | 2 |
| of Which: Treasury Stock (Deduction) | — | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Intangible assets

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 77,756 | | 2 |
| Associated Deferred Tax Liabilities | 23,808 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ — | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 53,947 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

3. Defined-benefit pension fund net assets (prepaid pension Expenses)**(1) Non-consolidated balance sheet**

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Prepaid Pension Expenses | ¥ 252,869 | | 3 |
| Associated Deferred Tax Liabilities | 77,428 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Prepaid Pension Expenses) (Net of Related Deferred Tax Liabilities) | ¥ 175,440 | | 15 |

4. Deferred tax assets**(1) Non-consolidated balance sheet**

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Liabilities | ¥ 67,628 | | 4-a |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 4-b |
| Associated Intangible Fixed Assets | 23,808 | | |
| Associated Prepaid Pension Expenses | 77,428 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ — | This Item Does not Agree with the Amount Reported on the Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | 31,220 | This Item Does not Agree with the Amount Reported on the Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | 31,220 | | 75 |

5. Deferred gains or losses on hedges

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Deferred Gains (Losses) on Hedges | ¥ (42,431) | | 5 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (61,694) | Excluding those items whose valuation differences arising from hedged items are recognized as "Valuation and translation adjustments" | 11 |

6. Investments in the Capital and Other TLAC Liabilities of Financial Entities

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 7,951,169 | | 6-a |
| Loans and Bills Discounted | 30,916,363 | Including Subordinated Debts | 6-b |
| Other Assets | 2,922,768 | Including derivatives | 6-c |
| Other Liabilities | ¥ 2,066,310 | Including derivatives | 6-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---------|---------------------------|
| Investments in Own Capital | ¥ — | | |
| Common Equity Tier 1 Capital | — | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-Holdings in the Capital and Other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 95,249 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before risk weighting) | 95,249 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 67,622 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | 10 | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before risk weighting) | 66,072 | | 73 |

7. Other Capital Instruments

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 7,335,261 | | 7 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 339,855 | | 46 |

Fiscal Year 2020

| CC2 | Items | a | b | c | d |
|----------|---|--|--|--|-------------------------|
| | | Non-consolidated Balance Sheet (Millions of Yen) | Under Regulatory Scope of Consolidation (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Assets) | | | | | |
| | Cash and Due from Banks | ¥ 18,216,321 | ¥ 18,216,322 | | |
| | Call Loans | 8,766 | 8,766 | | |
| | Receivables under Resale Agreements | 160,268 | 160,268 | | |
| | Receivables under Securities Borrowing Transactions | 727,689 | 727,689 | | |
| | Monetary Claims Bought | 105,830 | 105,830 | | |
| | Trading Assets* | 1,042,356 | 1,042,356 | | |
| | Money Held in Trust | 99 | 99 | | |
| | Securities | 7,090,335 | 7,090,333 | | 6-a |
| | Loans and Bills Discounted | 30,691,618 | 30,691,618 | | 6-b |
| | Foreign Exchanges | 25,396 | 25,396 | | |
| | Other Assets* | 2,488,201 | 2,488,201 | | 6-c |
| | Tangible Fixed Assets | 186,717 | 186,717 | | |
| | Intangible Fixed Assets | 58,880 | 58,880 | | 2 |
| | Prepaid Pension Expenses | 237,191 | 237,191 | | 3 |
| | Customers' Liabilities for Acceptances and Guarantees | 383,537 | 383,537 | | |
| | Allowance for Loan Losses | (100,846) | (100,846) | | |
| | Total Assets* | ¥ 61,322,366 | ¥ 61,322,366 | | |

| CC2 | a | b | c | d |
|---|--|--|--|-------------------------|
| Items | Non-consolidated Balance Sheet (Millions of Yen) | Under Regulatory Scope of Consolidation (Millions of Yen) | Ref. No. of Composition of Capital | Ref. No. of Appendix |
| (Liabilities) | | | | |
| Deposits | ¥ 33,174,292 | ¥ 33,174,292 | | |
| Negotiable Certificates of Deposit | 7,444,194 | 7,444,194 | | |
| Call Money | 180,886 | 180,886 | | |
| Payables under Repurchase Agreements | 1,628,440 | 1,628,440 | | |
| Trading Liabilities* | 850,660 | 850,660 | | |
| Borrowed Money | 5,883,091 | 5,883,091 | | 7 |
| Foreign Exchanges | 16,631 | 16,631 | | |
| Short-term Bonds Payable | 2,013,793 | 2,013,793 | | |
| Bonds Payable | 865,605 | 865,605 | | |
| Borrowed Money from Trust Account | 4,915,208 | 4,915,208 | | |
| Other Liabilities* | 1,806,666 | 1,806,666 | | 6-d |
| Provision for Bonuses | 9,009 | 9,009 | | |
| Provision for Directors' Bonuses | 103 | 103 | | |
| Provision for Stocks Payment | 417 | 417 | | |
| Provision for Retirement Benefits | 783 | 783 | | |
| Provision for Reimbursement of Deposits | 4,138 | 4,138 | | |
| Provision for Contingent Loss | 1,633 | 1,633 | | |
| Deferred Tax Liabilities | 91,342 | 91,342 | | 4-a |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | 2,388 | | 4-b |
| Acceptances and Guarantees | 383,537 | 383,537 | | |
| Total Liabilities* | 59,272,826 | 59,272,826 | | |
| (Net Assets) | | | | |
| Capital Stock | 342,037 | 342,037 | | 1-a |
| Capital Surplus | 343,066 | 343,066 | | 1-b |
| Retained Earnings | 1,066,952 | 1,066,952 | | 1-c |
| Total Shareholders' Equity | 1,752,055 | 1,752,055 | | |
| Valuation Difference on Available-for-Sale Securities | 340,796 | 340,796 | | |
| Deferred Gains or Losses on Hedges | (39,295) | (39,295) | | 5 |
| Revaluation Reserve for Land | (4,016) | (4,016) | | |
| Foreign Currency Translation Adjustments | — | (0) | | |
| Total Valuation and Translation Adjustments | 297,484 | 297,484 | (a) | |
| Total Net Assets | 2,049,539 | 2,049,539 | | |
| Total Liabilities and Net Assets* | ¥ 61,322,366 | ¥ 61,322,366 | | |

Note: Previously, transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset against each other. However, in order to properly indicate the credit risk due to the presence or absence of collateral related to derivative transactions, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

(Appendix)

Note: Amounts in the "Composition of Capital" exclude items for regulatory purpose under transitional arrangement.

1. Shareholders' equity

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Capital Stock | ¥ 342,037 | | 1-a |
| Capital Surplus | 343,066 | | 1-b |
| Retained Earnings | 1,066,952 | | 1-c |
| Total Shareholders' Equity | ¥ 1,752,055 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Directly Issued Qualifying Common Share Capital Plus Related Capital Surplus and Retained Earnings | ¥ 1,752,055 | Shareholders' Equity Attributable to Common Shares (before Adjusting National Specific Regulatory Adjustments (Earnings to be Distributed)) | |
| of Which: Capital Stock and Capital Surplus | 685,103 | | 1a |
| of Which: Retained Earnings | 1,066,952 | | 2 |
| of Which: Treasury Stock (Deduction) | — | | 1c |
| of Which: Others | — | | |
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Equity under Applicable Accounting Standards | — | Shareholders' Equity Attributable to Preferred Shares with a Loss Absorbency at the Point of Non-Viability | 31a |

2. Intangible assets

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Intangible Fixed Assets | ¥ 58,880 | | 2 |
| Associated Deferred Tax Liabilities | 18,029 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Goodwill (Net of Related Deferred Tax Liabilities, Including Those Equivalent) | ¥ — | | 8 |
| Other Intangible Assets (Net of Related Deferred Tax Liabilities) | 40,851 | Excluding Goodwill, Mortgage Servicing Rights (Software, etc.) | 9 |
| Mortgage Servicing Rights (Net of Related Deferred Tax Liabilities) | — | | |
| Amount above the 10% Threshold on the Specified Items | — | | 20 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 24 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 74 |

3. Defined-benefit pension fund net assets (prepaid pension Expenses)

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Prepaid Pension Expenses | ¥ 237,191 | | 3 |
| Associated Deferred Tax Liabilities | 72,628 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Defined-Benefit Pension Fund Net Assets (Prepaid Pension Expenses) (Net of Related Deferred Tax Liabilities) | ¥ 164,563 | | 15 |

4. Deferred tax assets

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|---|-----------------------------|---------|----------|
| Deferred Tax Liabilities | ¥ 91,342 | | 4-a |
| Deferred Tax Liabilities for Land Revaluation | 2,388 | | 4-b |
| Associated Intangible Fixed Assets | 18,029 | | |
| Associated Prepaid Pension Expenses | 72,628 | | |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---|---------------------------|
| Deferred Tax Assets That Rely on Future Profitability excluding Those Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | ¥ — | This Item Does not Agree with the Amount Reported on the Balance Sheet Due to Offsetting of Assets and Liabilities. | 10 |
| Deferred Tax Assets Arising from Temporary Differences (Net of Related Deferred Tax Liabilities) | — | This Item Does not Agree with the Amount Reported on the Balance Sheet Due to Offsetting of Assets and Liabilities. | |
| Amount above the 10% Threshold on the Specified Items | — | | 21 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 25 |
| Amount below the Thresholds for Deduction (before Risk Weighting) | — | | 75 |

5. Deferred gains or losses on hedges

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Deferred Gains or Losses on Hedges | ¥ (39,295) | | 5 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|---|-----------------------------|---|---------------------------|
| Deferred Gains or Losses on Derivatives under Hedge Accounting | ¥ (35,018) | Excluding those items whose valuation differences arising from hedged items are recognized as "Valuation and translation adjustments" | 11 |

6. Investments in the capital of financial entities

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|------------------------------|----------|
| Securities | ¥ 7,090,335 | | 6-a |
| Loans and Bills Discounted | 30,691,618 | Including subordinated loans | 6-b |
| Other Assets | 2,488,201 | Including derivatives | 6-c |
| Other Liabilities | ¥ 1,806,666 | Including derivatives | 6-d |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Investments in Own Capital | ¥ — | | |
| Common Equity Tier 1 Capital | — | | 16 |
| Additional Tier 1 Capital | — | | 37 |
| Tier 2 Capital | — | | 52 |
| Reciprocal Cross-Holdings in the Capital and Other TLAC Liabilities | — | | |
| Common Equity Tier 1 Capital | — | | 17 |
| Additional Tier 1 Capital | — | | 38 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 53 |
| Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Where the Bank Does not Own More than 10% of the Issued Share Capital | 123,647 | | |
| Common Equity Tier 1 Capital | — | | 18 |
| Additional Tier 1 Capital | — | | 39 |
| Tier 2 Capital and Other TLAC Liabilities | — | | 54 |
| Amount below the Thresholds for Deduction (before risk weighting) | 123,647 | | 72 |
| Significant Investments in the Capital and Other TLAC Liabilities of Banking, Financial and Insurance Entities That are Outside the Scope of Regulatory Consolidation, Net of Eligible Short Positions | 64,674 | | |
| Amount above the 10% Threshold on the Specified Items | — | | 19 |
| Amount exceeding the 15% Threshold on the Specified Items | — | | 23 |
| Additional Tier 1 Capital | — | | 40 |
| Tier 2 Capital and Other TLAC Liabilities | 1,540 | | 55 |
| Amount below the Thresholds for Deduction (before risk weighting) | 63,134 | | 73 |

7. Other Capital Instruments

(1) Non-consolidated balance sheet

| Non-consolidated Balance Sheet Items | Amount (Millions of Yen) | Remarks | Ref. No. |
|--------------------------------------|-----------------------------|---------|----------|
| Borrowed Money | ¥ 5,883,091 | | 7 |

(2) Composition of capital

| Items in the Composition of Capital | Amount (Millions of Yen) | Remarks | Basel III Template No. |
|--|-----------------------------|---------|---------------------------|
| Directly Issued Qualifying Additional Tier 1 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | ¥ 270,000 | | 32 |
| Directly Issued Qualifying Tier 2 Instruments Plus Related Capital Surplus of Which Classified as Liabilities under Applicable Accounting Standards | 335,153 | | 46 |

Disclosure Data Designated as Per the Appended Forms

Non-consolidated

OV1: Overview of Risk-weighted assets (RWA)

| OV1 Base III Template No. | | Millions of Yen | | | |
|------------------------------------|--|----------------------------|-------------------|------------------------------|-------------------|
| | | Risk-weighted assets (RWA) | | Minimum capital requirements | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| 1 | Credit risk (excluding counterparty credit risk) | ¥ 12,290,526 | ¥ 12,381,768 | ¥ 1,032,083 | ¥ 1,040,123 |
| 2 | of Which: Standardised Approach (SA) | 827 | 1,106 | 66 | 88 |
| 3 | of Which: Internal Ratings-Based (IRB) Approach | 10,175,272 | 10,329,612 | 862,863 | 875,951 |
| | of Which: Significant investments in commercial entities | — | — | — | — |
| | of Which: Lease residual value | — | — | — | — |
| | Other assets | 2,114,426 | 2,051,049 | 169,154 | 164,083 |
| 4 | Counterparty credit risk (CCR) | 1,149,099 | 1,155,749 | 94,014 | 94,542 |
| 5 | of Which: Standardised Approach for Counterparty Credit Risk (SA-CCR) | — | — | — | — |
| | of Which: Current Exposure Method (CEM) | 407,204 | 405,097 | 34,530 | 34,352 |
| 6 | of Which: Expected Positive Exposure (EPE) | — | — | — | — |
| | of Which: Credit Valuation Adjustment (CVA) | 659,325 | 674,527 | 52,746 | 53,962 |
| | of Which: Central Counterparty (CCP) | 55,007 | 47,434 | 4,400 | 3,794 |
| | Others | 27,562 | 28,689 | 2,337 | 2,432 |
| 7 | Equity positions in banking book under market-based approach | 186,018 | 482,003 | 15,774 | 40,873 |
| 8 | Equity Investments in Funds (Look-through Approach) | 893,938 | 1,054,083 | 71,515 | 84,326 |
| 9 | Equity Investments in Funds (Mandate-based Approach) | 1,228,015 | 948,627 | 98,241 | 75,890 |
| | Equity Investments in Funds (Probability Approach 250%) | — | — | — | — |
| | Equity Investments in Funds (Probability Approach 400%) | — | — | — | — |
| 10 | Equity Investments in Funds (Probability Approach 1,250%) | 1,448 | 1,091 | 115 | 87 |
| 11 | Settlement risk | — | — | — | — |
| 12 | Securitisation exposures in banking book | 289,158 | 235,194 | 23,132 | 18,815 |
| 13 | of Which: Internal Rating-Based Approach (SEC-IRBA) | 274,306 | 218,062 | 21,944 | 17,444 |
| 14 | of Which: External Rating-Based Approach (SEC-ERBA) | 14,852 | 17,132 | 1,188 | 1,370 |
| 15 | of Which: Standardised Approach (SEC-SA) | — | — | — | — |
| | of Which: Subject to 1,250% risk weight | 0 | 0 | 0 | 0 |
| 16 | Market risk | 1,240,649 | 1,407,899 | 99,251 | 112,631 |
| 17 | of Which: Standardised Approach (SA) | 5,793 | 2,640 | 463 | 211 |
| 18 | of Which: Internal Model Approaches (IMA) | 1,234,856 | 1,405,258 | 98,788 | 112,420 |
| 19 | Operational risk | 631,520 | 657,321 | 50,521 | 52,585 |
| 20 | of Which: Basic Indicator Approach (BIA) | — | — | — | — |
| 21 | of Which: The Standardised Approach (TSA) | — | — | — | — |
| 22 | of Which: Advanced Measurement Approach (AMA) | 631,520 | 657,321 | 50,521 | 52,585 |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 243,170 | 157,826 | 20,620 | 13,383 |
| | Amounts included under transitional arrangements | — | — | — | — |
| 24 | Floor adjustment | — | — | — | — |
| 25 | Total (after applying scaling factor) | ¥ 18,815,901 | ¥ 19,165,759 | ¥ 1,505,272 | ¥ 1,533,260 |

Note: Total risk-weighted assets of Template No.25 are only applied scaling factor.

IRRBB1: Interest rate risk

| IRRBB1 | | Millions of Yen | | | |
|----------|-----------------|-----------------|----------------|----------------|----------------|
| | | a | | b | |
| | | c | | d | |
| | | e | | f | |
| Item No. | | ΔEVE | | ΔNII | |
| | | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| 1 | Parallel up | ¥ 74,043 | ¥ 41,776 | ¥ (124,791) | ¥ (79,319) |
| 2 | Parallel down | 2,132 | 98,554 | 120,552 | 77,829 |
| 3 | Steepener | 98,697 | 86,223 | | |
| 4 | Flattener | — | 854 | | |
| 5 | Short rate up | 75 | — | | |
| 6 | Short rate down | 28,865 | 63,474 | | |
| 7 | Maximum | 98,697 | 98,554 | 120,552 | 77,829 |
| | | e | | f | |
| | | March 31, 2022 | | March 31, 2021 | |
| 8 | Tier 1 Capital | ¥ 2,122,761 | | ¥ 2,128,096 | |

Composition of Basel III Leverage Ratio

Non-consolidated

| As of March 31 | | | Millions of Yen, % | |
|--|---------------------------------------|--|--------------------|--------------|
| Basel III Template No. (Table2) | Basel III Template No. (Table1) | Items | 2022 | 2021 |
| On-Balance Sheet Exposures | | | | |
| 1 | | On-balance Sheet Exposures before Deducting Adjustment Items | ¥ 42,957,850 | ¥ 41,041,954 |
| 1a | 1 | Total Assets Reported in the Non-consolidated Balance Sheet* | 47,445,830 | 45,090,930 |
| 1b | 3 | The Amount of Assets that are Deducted from the Total Assets Reported in the Non-consolidated Balance Sheet (except adjustment items) (Deduction)* | 4,487,979 | 4,048,976 |
| 2 | 7 | The Amount of Adjustment Items Pertaining to Tier1 Capital (Deduction) | 229,397 | 205,415 |
| 3 | | Total On-Balance Sheet Exposures (A) | 42,728,453 | 40,836,539 |
| Exposures Related to Derivative Transactions | | | | |
| 4 | | The Amount Equivalent to Replacement Cost Associated with Derivatives Transactions, etc. Multiplied by 1.4 | | |
| | | Replacement Cost Associated with Derivatives Transactions, etc. | 957,062 | 713,671 |
| 5 | | The Amount Equivalent to Potential Future Exposure Associated with Derivatives Transactions, etc. Multiplied by 1.4 | | |
| | | Add-On Amount Associated with Derivatives Transactions, etc. | 1,066,025 | 1,034,582 |
| | | The Amount of Receivables Arising from Providing Cash Margin in Relation to Derivatives Transactions, etc. | 804,496 | 562,953 |
| 6 | | The Amount of Receivables Arising from Providing Collateral, Provided where Deducted from the Non-Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | | |
| | | The Amount of Receivables Arising from Providing Cash Margin, Provided where Deducted from the Non-Consolidated Balance Sheet Pursuant to the Operative Accounting Framework | — | — |
| 7 | | The Amount of Deductions of Receivables (out of those Arising from Providing Cash Variation Margin) (Deduction) | 149,682 | 169,107 |
| 8 | | The Amount of Client-Cleared Trade Exposures for which a Bank Acting as Clearing Member is not Obligated to Make any Indemnification (Deduction) | | |
| 9 | | Adjusted Effective Notional Amount of Written Credit Derivatives | 29,000 | 40,500 |
| 10 | | The Amount of Deductions from Effective Notional Amount of Written Credit Derivatives (Deduction) | 29,000 | 40,500 |
| 11 | 4 | Total Exposures Related to Derivative Transactions (B) | 2,677,901 | 2,142,099 |
| Exposures Related to Repo Transactions | | | | |
| 12 | | The Amount of Assets Related to Repo Transactions, etc. | 803,276 | 887,958 |
| 13 | | The Amount of Deductions from the Assets Above (Line 12) (Deduction) | — | — |
| 14 | | The Exposures for Counterparty Credit Risk for Repo Transactions, etc. | 406,377 | 291,231 |
| 15 | | The Exposures for Agent Repo Transaction | | |
| 16 | 5 | The Total Exposures Related to Repo Transactions, etc. (C) | 1,209,654 | 1,179,190 |
| Exposures Related to Off-Balance Sheet Transactions | | | | |
| 17 | | Notional Amount of Off-Balance Sheet Transactions | 5,936,622 | 6,138,198 |
| 18 | | The Amount of Adjustments for Conversion in Relation to Off-Balance Sheet Transactions (Deduction) | 2,827,562 | 2,939,706 |
| 19 | 6 | Total Exposures Related to Off-Balance Sheet Transactions (D) | 3,109,059 | 3,198,491 |
| Basel III Leverage ratio on a Non-consolidated Basis | | | | |
| 20 | | The Amount of Capital (Tier 1 Capital) (E) | 2,122,761 | 2,128,096 |
| 21 | 8 | Total Exposures (F) = (A)+(B)+(C)+(D) | ¥ 49,725,068 | ¥ 47,356,321 |
| 22 | | Basel III Leverage Ratio on a Non-consolidated Basis (G) = (E)/(F) | 4.26% | 4.49% |
| Basel III Leverage Ratio on a Non-consolidated Basis If Including Deposits Held with the Bank of Japan | | | | |
| | | Total Exposures (F) | ¥ 49,725,068 | ¥ 47,356,321 |
| | | Deposits held with the Bank of Japan | 15,084,261 | 16,231,435 |
| | | Total exposure if including deposits held with the Bank of Japan (F') | 64,809,330 | 63,587,756 |
| | | Basel III Leverage Ratio on a Non-consolidated Basis If Including Deposits Held with the Bank of Japan (H) = (E)/(F') | 3.27% | 3.34% |

Notes: 1. Previously, derivative transactions that fulfilled the requirements stipulated in the Practical Guidelines for Accounting for Financial Instruments were offset. However, starting from the current fiscal year, we have changed to the method of presenting on a gross basis as a general rule. The financial statements for the previous fiscal year have been reclassified to reflect this change in presentation.

2. SuMi TRUST Holdings' Basel III leverage ratio calculation was audited by KPMG AZSA LLC, an external auditor, in accordance with "Practical Guidance on Agreed-Upon Procedures Engagement for Capital Adequacy Ratio and Leverage Ratio Calculation" (Practical Guidance 4465 for Specialized Business of the Japanese Institute of Certified Public Accountants).

The certain procedure is not part of the audit of the non-consolidated financial statements or the audit of the internal control over the financial reporting but was conducted by the external auditor on the agreed-upon scope and under agreed-upon examination procedures, and is a report of the results presented to us. It thus does not represent an opinion or conclusion by the external auditor regarding the Basel III leverage ratio itself or parts of internal control over the procedure to calculate the ratio.

Liquidity Coverage Ratio (LCR)

Non-consolidated

Quantitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a non-consolidated basis

| Items | | Millions of Yen, %, the Number of Data | | | |
|---|---|--|----------------------|------------------------------|----------------------|
| | | Fiscal Year 2021 4th Quarter | | Fiscal Year 2021 3rd Quarter | |
| High-Quality Liquid Assets (1) | | | | | |
| 1 | Total high-quality liquid assets (HQLA) | ¥ 18,957,174 | | ¥ 18,392,482 | |
| Cash Outflows (2) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 2 | Cash outflows related to unsecured retail funding | ¥ 18,135,309 | ¥ 873,553 | ¥ 18,200,310 | ¥ 880,689 |
| 3 | of which: Stable deposits | 850,704 | 25,521 | 842,978 | 25,289 |
| 4 | of which: Less stable deposits | 8,447,354 | 848,032 | 8,525,834 | 855,400 |
| 5 | Cash outflows related to unsecured wholesale funding | 13,068,138 | 10,241,070 | 11,279,490 | 8,647,513 |
| 6 | of which: Qualifying operational deposits | — | — | — | — |
| 7 | of which: Cash outflows related to unsecured wholesale funding other than qualifying operational deposits and debt securities | 9,828,434 | 7,001,366 | 8,764,265 | 6,132,288 |
| 8 | of which: Debt securities | 3,239,704 | 3,239,704 | 2,515,225 | 2,515,225 |
| 9 | Cash outflows related to secured funding, etc. | 9,935 | | 5,497 | |
| 10 | Cash outflows related to derivative transactions, etc. funding programs, credit and liquidity facilities | 5,345,635 | 1,574,038 | 5,215,262 | 1,476,112 |
| 11 | of which: Cash outflows related to derivative transactions, etc. | 320,088 | 320,088 | 302,792 | 302,792 |
| 12 | of which: Cash outflows related to funding programs | — | — | — | — |
| 13 | of which: Cash outflows related to credit and liquidity facilities | 5,025,547 | 1,253,950 | 4,912,470 | 1,173,320 |
| 14 | Cash outflows related to contractual funding obligations, etc. | 313,870 | 163,735 | 398,131 | 227,346 |
| 15 | Cash outflows related to contingencies | 12,485,793 | 21,982 | 12,436,517 | 21,897 |
| 16 | Total cash outflows | 12,884,313 | | 11,259,054 | |
| Cash Inflows (3) | | Total Unweighted Value | Total Weighted Value | Total Unweighted Value | Total Weighted Value |
| 17 | Cash inflows related to secured lending, etc. | ¥ 50,141 | ¥ — | ¥ 55,209 | ¥ — |
| 18 | Cash inflows related to collection of loans, etc. | 3,409,491 | 2,533,005 | 4,314,430 | 3,584,277 |
| 19 | Other cash inflows | 535,116 | 195,503 | 550,537 | 261,996 |
| 20 | Total cash inflows | 3,994,748 | 2,728,508 | 4,920,176 | 3,846,273 |
| Non-consolidated Liquidity Coverage Ratio (4) | | | | | |
| 21 | Total HQLA allowed to be included in the calculation | ¥ 18,957,174 | | ¥ 18,392,482 | |
| 22 | Net cash outflows | 10,155,805 | | 7,412,781 | |
| 23 | Non-consolidated Liquidity Coverage Ratio (LCR) | 186.6% | | 248.1% | |
| 24 | The number of data used to calculate the average value | 59 | | 63 | |

Qualitative Disclosure Items for the Liquidity Coverage Ratio (LCR) on a non-consolidated basis

(1) Items concerning fluctuations in the LCR over time

Our non-consolidated LCR has trended steadily for the most part in the past two years.

(2) Items concerning evaluation of the LCR level

Our non-consolidated LCR satisfies the regulated level (100%) as required under liquidity ratio regulations and the actual LCR is roughly in line with our initial forecast. Up ahead, we do not expect our LCR to deviate significantly from the current level.

(3) Items concerning the composition of totals for eligible high-quality liquid assets

The majority of our eligible high-quality liquid assets are reserve deposit held at central banks and sovereign bonds. There have been no material fluctuations in the composition of currencies, their types and locations. Furthermore, there has been no material difference between totals for eligible high-quality liquid assets and net cash outflows in major currencies.

(4) Other items concerning LCR

We apply neither the “treatment for qualifying operational deposit” nor the “additional collateral required to market valuation changes based on the scenario approach.”

Net Stable Funding Ratio (NSFR)

Non-consolidated

Non-consolidated Net Stable Funding Ratio

Quantitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a non-consolidated basis

| Item No. | | Millions of Yen, % | | | | | |
|--|---|---------------------------------------|------------|-------------------|------------|--------------|----------------|
| | | Fiscal Year 2021 4th Quarter | | | | | Weighted value |
| | | Unweighted value by residual maturity | | | | | |
| | | No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | | |
| Available stable funding (ASF) items (1) | | | | | | | |
| 1 | Capital | ¥ 2,323,444 | ¥ — | ¥ — | ¥ 315,000 | ¥ 2,638,444 | |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 2,323,444 | — | — | 279,855 | 2,603,299 | |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 35,144 | 35,144 | |
| 4 | Funding from retail and small business customers | 12,531,767 | — | — | 6,179,505 | 17,458,096 | |
| 5 | of which: Stable deposits | — | — | — | — | — | |
| 6 | of which: Less stable deposits | 12,531,767 | — | — | 6,179,505 | 17,458,096 | |
| 7 | Wholesale funding | 4,740,018 | 21,813,313 | 1,683,131 | 9,412,897 | 14,653,241 | |
| 8 | of which: Operational deposits | — | — | — | — | — | |
| 9 | of which: Other wholesale funding | 4,740,018 | 21,813,313 | 1,683,131 | 9,412,897 | 14,653,241 | |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — | |
| 11 | Other liabilities | 386,684 | 195,708 | 40,000 | — | 20,000 | |
| 12 | of which: Derivative liabilities | — | — | — | — | — | |
| 13 | of which: All other liabilities and equity not included in the above categories | 386,684 | 195,708 | 40,000 | — | 20,000 | |
| 14 | Total available stable funding | — | — | — | — | ¥ 34,769,782 | |
| Required stable funding (RSF) items (2) | | | | | | | |
| 15 | HQLA | — | — | — | — | ¥ 1,099,534 | |
| 16 | Deposits held at financial institutions for operational purposes | — | 98,722 | 4,500 | 75,104 | 126,715 | |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 181,066 | 6,184,436 | 2,043,833 | 26,090,058 | 24,558,259 | |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 596,518 | — | — | 0 | |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 59,400 | 2,064,132 | 433,582 | 2,393,077 | 2,953,469 | |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 2,940,999 | 1,308,940 | 11,689,669 | 12,029,255 | |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 577,208 | 85,897 | 201,668 | 462,637 | |
| 22 | of which: Residential mortgages | — | 216,047 | 216,129 | 9,864,519 | 7,424,531 | |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 136,605 | 136,266 | 6,431,029 | 4,416,493 | |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 121,666 | 366,738 | 85,180 | 2,142,791 | 2,151,003 | |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — | |
| 26 | Other assets | 1,211,241 | 350,591 | 3,358 | 922,021 | 2,031,770 | |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — | |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | — | — | — | 329,170 | 279,794 | |
| 29 | of which: Derivative assets | — | — | — | 379,155 | 379,155 | |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | — | — | — | 44,169 | 44,169 | |
| 31 | of which: All other assets not included in the above categories | 1,211,241 | 350,591 | 3,358 | 169,526 | 1,328,650 | |
| 32 | Off-balance sheet items | — | — | — | 5,705,009 | 451,660 | |
| 33 | Total required stable funding | — | — | — | — | ¥ 28,267,940 | |
| 34 | Non-consolidated net stable funding ratio (NSFR) | — | — | — | — | 123.0% | |

| Item No. | | Millions of Yen, % | | | | |
|--|---|---------------------------------------|------------|-------------------|------------|----------------|
| | | Fiscal Year 2021 3rd Quarter | | | | |
| | | Unweighted value by residual maturity | | | | Weighted value |
| | | No maturity | < 6 months | 6 months to < 1yr | ≥ 1yr | |
| Available stable funding (ASF) items (1) | | | | | | |
| 1 | Capital | ¥ 2,351,474 | ¥ — | ¥ — | ¥ 310,000 | ¥ 2,661,474 |
| 2 | of which: Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions | 2,351,474 | — | — | 281,261 | 2,632,735 |
| 3 | of which: Other capital instruments that are not included in the above category | — | — | — | 28,738 | 28,738 |
| 4 | Funding from retail and small business customers | 12,486,548 | — | — | 6,265,184 | 17,503,077 |
| 5 | of which: Stable deposits | — | — | — | — | — |
| 6 | of which: Less stable deposits | 12,486,548 | — | — | 6,265,184 | 17,503,077 |
| 7 | Wholesale funding | 4,662,115 | 22,215,111 | 1,712,664 | 8,823,476 | 14,422,191 |
| 8 | of which: Operational deposits | — | — | — | — | — |
| 9 | of which: Other wholesale funding | 4,662,115 | 22,215,111 | 1,712,664 | 8,823,476 | 14,422,191 |
| 10 | Liabilities with matching interdependent assets | — | — | — | — | — |
| 11 | Other liabilities | 352,629 | 106,410 | 40,000 | — | 20,000 |
| 12 | of which: Derivative liabilities | — | — | — | — | — |
| 13 | of which: All other liabilities and equity not included in the above categories | 352,629 | 106,410 | 40,000 | — | 20,000 |
| 14 | Total available stable funding | | | | | ¥ 34,606,743 |
| Required stable funding (RSF) items (2) | | | | | | |
| 15 | HQLA | | | | | ¥ 1,360,580 |
| 16 | Deposits held at financial institutions for operational purposes | — | 122,235 | 8,500 | 51,166 | 116,533 |
| 17 | Loans, repo transactions-related assets, securities and other similar assets | 182,815 | 6,571,315 | 1,935,195 | 25,320,323 | 24,050,257 |
| 18 | of which: Loans to- and repo transactions with- financial institutions (secured by level 1 HQLA) | — | 599,494 | — | — | 0 |
| 19 | of which: Loans to- and repo transactions with- financial institutions (not included in item 18) | 52,147 | 2,064,972 | 333,615 | 2,260,691 | 2,770,362 |
| 20 | of which: Loans and repo transactions-related assets (not included in item 18, 19 and 22) | — | 3,584,812 | 1,093,418 | 11,224,717 | 11,862,979 |
| 21 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 726,897 | 19,572 | 127,731 | 456,260 |
| 22 | of which: Residential mortgages | — | 214,919 | 214,582 | 9,808,905 | 7,383,141 |
| 23 | of which: With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk | — | 135,139 | 134,832 | 6,399,354 | 4,394,184 |
| 24 | of which: Securities that are not in default and do not qualify as HQLA and other similar assets | 130,667 | 107,115 | 293,578 | 2,026,007 | 2,033,773 |
| 25 | Assets with matching interdependent liabilities | — | — | — | — | — |
| 26 | Other assets | 1,112,126 | 288,419 | 10,066 | 535,998 | 1,639,026 |
| 27 | of which: Physical traded commodities, including gold | — | — | — | — | — |
| 28 | of which: Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) | | | | 253,041 | 230,606 |
| 29 | of which: Derivative assets | | | | 149,893 | 149,893 |
| 30 | of which: Derivative liabilities (before deduction of variation margin posted) | | | | 27,539 | 27,539 |
| 31 | of which: All other assets not included in the above categories | 1,112,126 | 288,419 | 10,066 | 105,523 | 1,230,987 |
| 32 | Off-balance sheet items | | | | 5,425,020 | 379,554 |
| 33 | Total required stable funding | | | | | ¥ 27,545,952 |
| 34 | Non-consolidated net stable funding ratio (NSFR) | | | | | 125.6% |

Qualitative Disclosure Items for the Net Stable Funding Ratio (NSFR) on a non-consolidated basis

(1) Items concerning fluctuations in the non-consolidated NSFR over time

Our non-consolidated NSFR has remained stable mainly due to our predetermined funding policy on the sticky money.

(2) Items concerning special provisions for interdependent assets and liabilities

The “Special provisions for interdependent assets and liabilities” stipulated in the items under Article 101 of the Financial Services Agency Notification on Liquidity Ratio are not applied on a non-consolidated basis.

(3) Other items concerning non-consolidated NSFR

Our non-consolidated NSFR satisfies the regulated level (100%), and we do not expect NSFR to deviate significantly from the current level in the future.

Currently, the entire amount of funding from retail and small business customers is recorded as “less stable deposits.”

Basel III Disclosure Data

This section outlines matters to be stated in explanatory documents relating to the fiscal year, separately stipulated by the Commissioner of the Financial Services Agency (Notification No.21 of Financial Services Agency, 2012) with regard to the matters regarding compensation as having significant consequences on the business operation or asset status of a bank, a bank holding company, or their subsidiaries, as set forth in Article 19-2, Paragraph 1, Item 6, Article 19-3, Item 4 and Article 34-26, Paragraph 1, Item 5 of the Ordinance for Enforcement of the Banking Act (Ministry of Finance Ordinance No.10, 1982).

The following disclosure, unless otherwise stated, is with respect to Sumitomo Mitsui Trust Bank, Limited ("SuMi TRUST Bank") as of the end of March 2022.

[Compensation Disclosure Data: SuMi TRUST Bank]

| | |
|--|-----|
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Compensation Disclosure Data:

Sumitomo Mitsui Trust Bank, Limited

1. Development Status of Organizational Structures Concerning Compensation, etc. for Applicable Officers and Employees within the SuMi TRUST Bank Group**(1) Scope of "Applicable Officers and Employees"**

The scope of "applicable officers" and "applicable employees, etc." (collectively "applicable officers and employees") as defined in the compensation notification to be disclosed is as follows:

(i) Scope of "Applicable Officers"

Applicable officers include directors of the Company, and exclude external directors.

(ii) Scope of "Applicable Employees, etc."

Of SuMi TRUST Bank's officers and employees outside the scope of applicable officers as well as officers and employees of its significant consolidated subsidiaries, a "person receiving a substantial amount of compensation" with significant consequence on the business operation or asset status of SuMi TRUST Bank and its significant consolidated subsidiaries, are subject to disclosure as applicable employees, etc.

(a) Scope of "Significant Consolidated Subsidiary"

"Significant consolidated subsidiary" refers to a consolidated subsidiary either with its total assets representing more than 2% of the consolidated total assets or with significant consequence on Group management. No entities qualify.

(b) Scope of a "Person Receiving a Substantial Amount of Compensation"

A "person receiving a substantial amount of compensation" refers to a person who receives compensation in excess of a certain threshold amount from SuMi TRUST Bank or its significant consolidated subsidiaries. Such a threshold amount is set at ¥40 million within the SuMi TRUST Bank Group.

With respect to a person receiving lump-sum retirement benefit, this amount is first wholly deducted from the amount of compensation, then the "lump-sum retirement benefit divided by the number of years of service" is added back

to calculate the deemed compensation for the purpose of determining whether the compensation is substantial or not.

(c) Scope of "Those with Significant Consequence on the Business Operation or Asset Status of the SuMi TRUST Bank Group"

"Those with significant consequence on the business operation or asset status of the group" refers to the persons who normally conduct transactions, or manage business affairs that have considerable impact on the business operation of SuMi TRUST Bank, the SuMi TRUST Bank Group or its significant consolidated subsidiaries, or whose transactions can cause loss with significant impact on their asset status. Specifically, they include executive officers and employees equivalent to general managers in the departments involving loan operations and market risk management.

(2) Names, Compositions, and Duties of the Committees and Other Major Institutions Which Supervise the Determination, Payment, and the Execution of Other Duties Regarding the Compensation, etc. for Applicable Officers and Employees**(i) Establishment and Securement of the Compensation Committee, etc.**

SuMi TRUST Bank determines the total amount of remuneration for directors and executive officers at the General Meeting of Shareholders. In determining remuneration for directors and executive officers for this fiscal year, the allocation of remuneration for individual directors, excluding Audit and Supervisory Committee members, is decided by the Board of Directors, while that for individual corporate auditors and directors that are members of the Audit and Supervisory Committee is entrusted to deliberations by corporate auditors and directors that are members of the Audit and Supervisory Committee, within the total amount of remuneration for directors and executive officers decided by the General Meeting of Shareholders.

SuMi TRUST Bank consults the Compensation Committee of SuMi TRUST Holdings on the policy regarding decisions on the content of compensation for directors (excluding Audit and Supervisory Committee members) and executive

officers and reports the findings to the Board of Directors. The amounts of remuneration, etc. determined for individual directors and executive officers are also reported to the Compensation Committee.

(ii) Determination of Compensation for Applicable Employees, etc.

Compensation for employees, etc. within the SuMi TRUST Bank Group is payable, subject to the policies established primarily by the Boards of Directors, etc. of SuMi TRUST Bank and its significant consolidated subsidiaries. According to such policies, compensation systems are designed by human resources departments of SuMi TRUST Bank and its significant consolidated subsidiaries, independent of the business promotion departments and documented as payroll rules, etc. Information on the compensation systems of the significant consolidated subsidiaries is reported to, and verified by, the Human Resources Department of SuMi TRUST Bank on a regular basis.

(iii) Determination of Compensation, etc. for Overseas Employees, etc.

Compensation for overseas employees, etc. are determined and payable under the local compensation system established by each overseas operation on its own, in compliance with local laws and regulations and local employment practice. Establishment and change of overseas compensation systems require consultation with, and validity verification by, the Human Resources Department of SuMi TRUST Bank.

(iv) Total Amount of Compensation Paid to the Members of the Compensation Committee, etc. and the Number of Meetings Held for Compensation Committee, etc.

| | The number of meetings held (April 1, 2021-March 31, 2022) | Total amount of compensation* |
|---|---|----------------------------------|
| Board of Directors (SuMi TRUST Bank) | 1 time | — |

Note: The total amount of compensation, etc. is not stated as the amount equivalent to the compensation related to the execution of the duties for the Board of Directors alone cannot be calculated separately.

2. Adequacy Evaluation of Design and Operation of the Compensation System for Applicable Officers and Employees of SuMi TRUST Bank

(1) Policies Concerning Compensation, etc. for Applicable Officers and Employees

(i) Policies Concerning the Compensation for “Applicable Officers”

The Group has defined its “Purpose” as “Creating new value with the power of trusts and let prosperous future for our clients and society bloom,” and placed at the core of its management philosophy the notion of “balanced creation of both social value and economic value” with the goal of realizing the development of a sustainable society and achieving sustainable and stable growth for the Group. Recognizing the role that officer compensation plays in each and every executive’s efforts to realize the goal and act in a manner that embodies its “Purpose,” SuMi TRUST Holdings will constantly review its policies and systems to ensure that they are based on the philosophy.

The limit on compensation for directors and officers for this fiscal year as decided by the General Meeting of Shareholders is ¥1,160 million per year for directors, excluding Audit and Supervisory Committee members, and ¥240 million per year for directors that are members of the Audit and Supervisory Committee. An annual limit of ¥200 million for stock compensation (share delivery trust) for directors, excluding Audit and Supervisory Committee members, has also been separately resolved. Compensation is capped by these limits.

Compensation for directors is intended to function effectively as an incentive to make improvements in corporate performance and expand corporate value in order to achieve steady and sustainable growth of the SuMi TRUST Bank Group.

The amount of compensation is also aimed at reflecting corporate performance, the contribution of each director to corporate performance, efforts for expansion of business operations in the medium- to long-terms, and for improvement of corporate value, and so forth. Amounts of compensation are determined based on an annual compensation policy determined by the Board of Directors and on an

objective evaluation made by the Performance Evaluation Committee.

Furthermore, we have introduced a share delivery trust system as a form of stock compensation linked to our medium-term performance to further enhance the motivation and morale of directors so as to help drive stock price increases, improve our medium- to long-term performance, and ultimately boost shareholder profits.

(ii) Policies Concerning Compensation for “Applicable Employees, etc.”

Compensations for the applicable employees, etc. of the SuMi TRUST Bank Group are determined by performance assessments, to reflect each employee’s contribution to corporate performance in determining a performance-linked portion and evaluating target achieving performance. The human resources departments at each company have ensured that compensation payments are not excessively performance-oriented, on the basis of the compensation system in place, current status of performance assessment and actual payment records.

On the other hand, compensations for applicable overseas employees, etc. are determined under a basic principle by which payrolls are determined based on job description and responsibility, while bonuses are determined based on performance. Meanwhile, the total compensation budget is capped locally, based on the performance of each operation, preventing excessive impact on the overall compensation fund from individual employees’ extraordinary performance.

(2) Regarding the Influence of the Overall Level of Remuneration on Capital

(i) Officer Compensation

The Board of Directors determines remuneration for officers after checking the situation of profit and loss in the current term and the consistency with future management strategies. It has been confirmed that the total payment amount of officer compensation in the current term does not produce significant effects, considering the profit level, etc. in the current term.

(ii) Salaries for Employees

As for the salaries for employees, the business situation of SuMi TRUST Bank is reflected in the part that changes according to the performance of SuMi TRUST Bank and individuals and bonuses. It has been confirmed that the total payment amount of salaries for employees in the current term does not produce significant effects, considering the profit level, etc. in the current term.

(3) Regarding the monitoring of the operation of the remuneration system

As for performance-based variable remuneration, such as directors’ bonuses, the Compensation Committee of SuMi TRUST Holdings monitors the operation of the remuneration system by checking the ratio of variable remuneration to the total amount of remuneration and the appropriateness of the payment amount, and confirms that performance-based pay is not excessive.

3. Regarding the Items about the Consistency between the Systems of Remuneration for Target Executives and Employees of SuMi TRUST Bank and Risk Management, and the Linkage between the Remuneration and Performance of Target Employees of the SuMi TRUST Bank Group

In determining the remuneration of applicable officers, we consult with the Compensation Committee of SuMi TRUST Holdings regarding the policy for determining remuneration for individuals, and the decision is made by the Board of Directors after receiving the report of the Committee. In addition, we have introduced a system whereby individual remuneration is reported to the Compensation Committee for deliberation, and a system is in place to check whether the remuneration is appropriate in accordance with SuMi TRUST Holdings’ policy for determining individual remuneration as reported by the Compensation Committee. In determining the remuneration of applicable employees, the SuMi TRUST Group takes into consideration the Group’s financial situation and other factors before implementing budgetary measures.

4. Types, Total Amount of Payment, and Payment Method of Compensation, etc. for Applicable Officers and Employees of the SuMi TRUST Bank Group

(1) REM1: Compensation, etc. Allocated to the Fiscal Year under Review

| REM1: Compensation, etc. allocated to the fiscal year under review | | Persons, Millions of Yen | |
|--|---|--------------------------|----------------------------|
| | | a | b |
| Item No. | | Applicable Officers | Applicable Employees, etc. |
| 1 | The number of applicable officers and employees, etc. | 13 | 12 |
| 2 | Total amount of fixed compensation (3+5+7) | ¥ 306 | ¥ 434 |
| 3 | of Which: Cash compensation amount | 306 | 434 |
| 4 | of 3 above: Deferred amount | — | — |
| 5 | of Which: Stock compensation amount or Stock-linked compensation amount | — | — |
| 6 | of 5 above: Deferred amount | — | — |
| 7 | of Which: Other compensation amount | — | — |
| 8 | of 7 above: Deferred amount | — | — |
| 9 | The number of applicable officers and employees, etc. | 11 | 12 |
| 10 | Total amount of variable compensation (11+13+15) | ¥ 316 | ¥ 229 |
| 11 | of Which: Cash compensation amount | 242 | 229 |
| 12 | of 11 above: Deferred amount | — | — |
| 13 | of Which: Stock compensation amount or Stock-linked compensation amount | 74 | — |
| 14 | of 13 above: Deferred amount | — | — |
| 15 | of Which: Other compensation amount | — | — |
| 16 | of 15 above: Deferred amount | — | — |
| 17 | The number of applicable officers and employees, etc. | — | — |
| 18 | Total amount of Retirement benefits | ¥ — | ¥ — |
| 19 | of Which: Deferred amount | — | — |
| 20 | The number of applicable officers and employees, etc. | 2 | — |
| 21 | Total amount of other compensations | ¥ 2 | ¥ — |
| 22 | of Which: Deferred amount | — | — |
| 23 | Total amount of compensations (2+10+18+21) | ¥ 624 | ¥ 663 |

Financial Data/
Sumitomo Mitsui Trust Holdings, Inc.Financial Data/
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(2) REM2: Special Rewards, etc.

| REM2: Special rewards, etc. | Persons, Millions of Yen | | | | | |
|-----------------------------|--------------------------|--------------|------------------------------|--------------|----------------------------|--------------|
| | a | b | c | d | e | f |
| | Bonus guarantee | | Lump-sum payment when hiring | | Premium retirement payment | |
| | Headcount | Total amount | Headcount | Total amount | Headcount | Total amount |
| Applicable Officers | — | — | — | — | — | — |
| Applicable Employees, etc. | — | — | — | — | — | — |

5. Other Items to be Referred Concerning the Compensation System for Applicable Officers and Employees of the SuMi TRUST Bank Group

Not applicable, other than those items raised in the preceding sections.

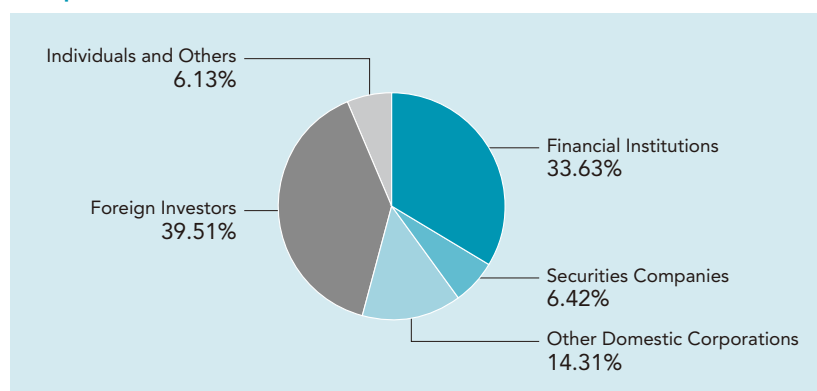
Stock Information (as of March 31, 2022)

Major Shareholders (Common Shares)

| Shareholder Name | Number of Shares Held (Shares) | Shareholding Ratio (%) |
|--|--------------------------------|------------------------|
| 1 The Master Trust Bank of Japan, Ltd. (Trust Account) | 67,368,800 | 17.96 |
| 2 Custody Bank of Japan, Ltd. (Trust Account) | 22,901,800 | 6.10 |
| 3 JPMorgan Securities Japan Co., Ltd. | 6,639,205 | 1.77 |
| 4 The Bank of New York Mellon 140051 | 6,361,700 | 1.69 |
| 5 Northern Trust Co. (AVFC) Re Silchester International Investors International Value Equity Trust | 5,995,200 | 1.59 |
| 6 State Street Bank West Client - Treaty 505234 | 5,805,935 | 1.54 |
| 7 SSBTC Client Omnibus Account | 5,466,786 | 1.45 |
| 8 State Street Bank and Trust Company 505001 | 5,347,409 | 1.42 |
| 9 Northern Trust Co. (AVFC) Re U.S. Tax Exempted Pension Funds | 5,103,951 | 1.36 |
| 10 JP Morgan Chase Bank 385781 | 4,755,301 | 1.26 |

(Note) The shareholding ratio is calculated by excluding the treasury stock and rounded down to second decimal places.

Composition of Shareholders (Common Shares)



(Note1) Number of Shares per Unit: 100 shares

(Note2) Treasury Stock (324,450 shares) is included 3,244 units in "Individuals and Others" and 50 shares in "Shares constituting less than one unit".

(Note3) The component ratio is rounded off to two decimal places.

ADR (American Depositary Receipt) Information

| | |
|-------------------|--|
| ADR: | Underlying Share Ratio 1:1 |
| Exchange: | OTC (Over-the-Counter) |
| Symbol: | SUTNY |
| CUSIP: | 86562X106 |
| Level of Program: | Level I |
| Depository: | The Bank of New York Mellon Depository Receipts Division 240 Greenwich Street, New York, NY 10286, U.S.A. Telephone: 1 (201) 680-6825 U.S. toll free: 888-269-2377 (888-BNY-ADRS) https://www.adrbnymellon.com/ |

Other Data

| | |
|-----------------------------|--------------------|
| Authorized Shares: | |
| Common Shares: | 850,000,000 Shares |
| Preferred Shares: | 40,000,000 Shares |
| Number of Shares issued: | |
| Common Shares: | 375,291,440 Shares |
| Preferred Shares: | 0 Shares |
| Number of Shareholders: (*) | |
| Common Shares: | 45,855 |
| Preferred Shares: | 0 |

(*) Excluding shareholders who hold shares constituting less than one unit (11,723)

Disclosure Policy

SuMi TRUST Holdings is fully aware of the importance of its social responsibility and public mission, and constantly seeks to secure unwavering trust from society through sound management based on rigorous self-discipline. For this purpose, we endeavor to ensure appropriate disclosure of corporate information to assure the transparency of our corporate management.

Attitude toward Disclosure

We not only comply strictly with various laws and rules, such as the Companies Act, the Banking Law and the Financial Instruments and Exchange Act (including the rules for timely disclosure of corporate information, etc., defined by securities exchanges on which our shares are listed), but also endeavor to disclose corporate information that helps our clients, shareholders, and investors better understand the SuMi TRUST Group, under the basic conditions of appropriate timing, accuracy and fairness, and realize highly transparent management.

We do not release personal information, client data or any information, the disclosure of which violates the rights of the parties concerned by such action.

Disclosure Methods

When disclosing information, we make active use of the Internet, various publications and other media tools to reach the broadest possible number of interested parties, whether clients, shareholders or investors, in or outside Japan, in a timely, accurate and fair manner.

In the disclosure of various materials, we strive to provide easy-to-understand explanations of the main points of SuMi TRUST Group's management policies, business results, finance situation, etc. We explain these main points at our information meetings, etc.

Establishment of Disclosure System

We maintain and promote the appropriate disclosure system by such means as the establishment of an Information Disclosure Committee to ensure disclosure of SuMi TRUST Group's information in accordance with the above disclosure policy.

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