

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
CONSOLIDATED BALANCE SHEETS
March 31, 2016 and 2015

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
<u>Assets</u>			
Current assets:			
Cash and bank deposits	¥ 87,127	¥ 85,378	\$ 773,641
Installment sales receivable	429,313	394,494	3,812,054
Lease receivables and investment assets	1,705,718	1,638,411	15,145,783
Loans receivable	401,698	403,079	3,566,845
Short-term investment securities	7,743	23,155	68,754
Merchandise	2,853	1,971	25,337
Deferred tax assets	2,659	4,703	23,613
Other	149,966	135,184	1,331,610
Allowance for doubtful accounts	(5,639)	(4,619)	(50,078)
Total current assets	<u>2,781,439</u>	<u>2,681,760</u>	<u>24,697,559</u>
Property and equipment:			
Leased assets	1,628,317	1,519,958	14,458,507
Allowance for loss on disposal of leased assets	(1,095)	(1,646)	(9,727)
Advances on purchases of leased assets	49,248	111,706	437,297
Property and equipment for internal use	4,854	2,726	43,107
Total property and equipment	<u>1,681,324</u>	<u>1,632,745</u>	<u>14,929,184</u>
Intangible assets:			
Goodwill	96,483	105,544	856,720
Other	9,565	11,046	84,935
Total intangible assets	<u>106,049</u>	<u>116,591</u>	<u>941,655</u>
Investments and other assets:			
Investment securities	119,281	117,500	1,059,148
Long-term loans receivable	917	364	8,151
Delinquent receivables	27,454	45,678	243,777
Deferred tax assets	14,720	15,453	130,708
Other	15,819	13,372	140,468
Allowance for doubtful accounts	(10,137)	(22,438)	(90,012)
Total investments and other assets	<u>168,056</u>	<u>169,930</u>	<u>1,492,240</u>
Total assets	¥ <u>4,736,869</u>	¥ <u>4,601,028</u>	\$ <u>42,060,638</u>

(continued)

	Millions of yen		Thousands of U.S. dollars
	2016	2015	2016
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Trade notes payable and accounts payable	¥ 65,808	¥ 72,778	\$ 584,344
Short-term loans	599,295	569,967	5,321,394
Long-term loans due within one year	255,737	322,173	2,270,799
Bonds due within one year	86,000	76,616	763,630
Commercial paper	891,300	815,100	7,914,225
Payables under securitization of lease receivables	9,280	11,341	82,409
Long-term payables under securitization of lease receivables due within one year	17,475	13,749	155,173
Lease obligations	21,831	18,873	193,847
Income taxes payable	8,336	11,800	74,023
Deferred tax liabilities	1,977	1,884	17,556
Deferred profit on installment sales	14,868	14,324	132,022
Reserve for employee bonuses	1,392	1,440	12,366
Reserve for directors' bonuses	216	185	1,920
Asset retirement obligations	—	1,316	—
Other	105,063	83,723	932,898
Total current liabilities	<u>2,078,582</u>	<u>2,015,276</u>	<u>18,456,606</u>
Non-Current liabilities:			
Bonds	119,281	143,606	1,059,152
Long-term loans	1,442,673	1,394,006	12,810,102
Long-term payables under securitization of lease receivables	51,156	43,751	454,241
Lease obligations	77,340	73,928	686,736
Deferred tax liabilities	25,745	24,067	228,603
Reserve for directors' retirement benefits	482	474	4,288
Net defined benefit liability	3,058	1,167	27,157
Guarantee deposits received	93,126	90,459	826,909
Asset retirement obligations	2,175	1,221	19,317
Other	114,424	98,407	1,016,021
Total non-current liabilities	<u>1,929,465</u>	<u>1,871,091</u>	<u>17,132,526</u>
Total liabilities	<u>4,008,048</u>	<u>3,886,367</u>	<u>35,589,132</u>
Net Assets:			
Shareholders' equity:			
Capital stock	15,000	15,000	133,191
Capital surplus	421,009	421,009	3,738,315
Retained earnings	198,952	173,455	1,766,584
Treasury stock	(20,000)	(20,000)	(177,588)
Total shareholders' equity	<u>614,961</u>	<u>589,464</u>	<u>5,460,502</u>
Accumulated other comprehensive income:			
Net unrealized holding gains or losses on securities	15,142	16,760	134,460
Deferred gains or losses on hedges	(10,025)	(4,888)	(89,021)
Foreign currency translation adjustments	21,674	28,935	192,459
Remeasurements of defined benefit plans	(2,012)	(18)	(17,868)
Total accumulated other comprehensive income	<u>24,779</u>	<u>40,787</u>	<u>220,030</u>
Non-controlling interests	<u>89,079</u>	<u>84,409</u>	<u>790,974</u>
Total net assets	<u>728,821</u>	<u>714,660</u>	<u>6,471,506</u>
Total liabilities and net assets	<u>¥ 4,736,869</u>	<u>¥ 4,601,028</u>	<u>\$ 42,060,638</u>