

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
CONSOLIDATED BALANCE SHEETS
March 31, 2018 and 2017

	Millions of yen		Thousands of U.S. dollars
	2018	2017	2018
<u>Assets</u>			
Current assets:			
Cash and bank deposits	¥ 135,611	¥ 110,092	\$ 1,276,344
Installment sales receivable	533,936	538,418	5,025,285
Lease receivables and investment assets	2,094,353	2,133,535	19,711,562
Loans receivable	429,167	409,255	4,039,227
Short-term investment securities	3,394	5,802	31,953
Merchandise	4,469	3,867	42,065
Deferred tax assets	2,412	4,953	22,705
Other	191,068	179,116	1,798,292
Allowance for doubtful accounts	(8,478)	(9,455)	(79,799)
Total current assets	<u>3,385,936</u>	<u>3,375,586</u>	<u>31,867,634</u>
Property and equipment:			
Leased assets	1,720,632	1,794,828	16,194,193
Allowance for loss on disposal of leased assets	(474)	(585)	(4,465)
Advances on purchases of leased assets	237,473	90,068	2,235,042
Property and equipment for internal use	5,417	5,679	50,988
Total property and equipment	<u>1,963,049</u>	<u>1,889,991</u>	<u>18,475,758</u>
Intangible assets:			
Goodwill	86,335	100,700	812,572
Other	67,020	76,432	630,782
Total intangible assets	<u>153,356</u>	<u>177,133</u>	<u>1,443,354</u>
Investments and other assets:			
Investment securities	124,061	118,655	1,167,642
Long-term loans receivable	3	1	35
Delinquent receivables	22,418	20,509	211,000
Deferred tax assets	8,281	11,671	77,947
Other	14,538	16,254	136,836
Allowance for doubtful accounts	(8,656)	(8,153)	(81,470)
Total investments and other assets	<u>160,648</u>	<u>158,939</u>	<u>1,511,990</u>
Total assets	¥ <u><u>5,662,990</u></u>	¥ <u><u>5,601,650</u></u>	\$ <u><u>53,298,736</u></u>

	Millions of yen		Thousands of U.S. dollars
	2018	2017	2018
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Trade notes payable and accounts payable	¥ 92,780	¥ 94,501	\$ 873,228
Short-term loans	911,353	1,090,873	8,577,441
Long-term loans due within one year	330,321	233,724	3,108,906
Bonds due within one year	77,037	94,193	725,059
Commercial paper	1,110,900	925,400	10,455,529
Payables under securitization of lease receivables	9,411	6,603	88,578
Long-term payables under securitization of lease receivables due within one year	29,981	19,274	282,176
Lease obligations	23,519	24,226	221,356
Income taxes payable	14,365	9,325	135,201
Deferred tax liabilities	940	1,094	8,851
Deferred profit on installment sales	23,721	23,186	223,259
Reserve for employee bonuses	2,768	1,779	26,054
Reserve for directors' bonuses	208	211	1,965
Asset retirement obligations	3	0	36
Other	119,249	126,003	1,122,344
Total current liabilities	<u>2,746,560</u>	<u>2,650,398</u>	<u>25,849,983</u>
Non-current liabilities:			
Bonds	273,589	176,300	2,574,955
Long-term loans	1,456,688	1,591,405	13,710,011
Long-term payables under securitization of lease receivables	50,489	54,422	475,195
Lease obligations	58,783	74,388	553,259
Deferred tax liabilities	51,732	54,850	486,895
Reserve for directors' retirement benefits	452	446	4,256
Net defined benefit liability	7,678	6,677	72,272
Guarantee deposits received	99,194	100,491	933,599
Asset retirement obligations	2,648	2,575	24,926
Other	90,569	110,374	852,417
Total non-current liabilities	<u>2,091,827</u>	<u>2,171,932</u>	<u>19,687,785</u>
Total liabilities	<u>4,838,387</u>	<u>4,822,331</u>	<u>45,537,768</u>

	Millions of yen		Thousands of U.S. dollars
	2018	2017	2018
Net assets:			
Shareholders' equity:			
Capital stock	15,000	15,000	141,176
Capital surplus	421,017	421,017	3,962,513
Retained earnings	263,301	230,329	2,478,132
Treasury stock	(20,000)	(20,000)	(188,235)
Total shareholders' equity	<u>679,318</u>	<u>646,346</u>	<u>6,393,586</u>
Accumulated other comprehensive income:			
Net unrealized holding gains or losses on securities	24,435	18,852	229,977
Deferred gains or losses on hedges	(2,377)	(4,161)	(22,375)
Foreign currency translation adjustments	14,570	17,936	137,139
Remeasurements of defined benefit plans	(1,878)	(1,373)	(17,675)
Total accumulated other comprehensive income	<u>34,750</u>	<u>31,254</u>	<u>327,066</u>
Non-controlling interests	<u>110,533</u>	<u>101,718</u>	<u>1,040,316</u>
Total net assets	<u>824,602</u>	<u>779,319</u>	<u>7,760,968</u>
Total liabilities and net assets	¥ <u><u>5,662,990</u></u>	¥ <u><u>5,601,650</u></u>	\$ <u><u>53,298,736</u></u>