

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
CONSOLIDATED BALANCE SHEETS
March 31, 2019 and 2018

	Millions of yen		Thousands of U.S. dollars
	2019	2018	2019
<u>Assets</u>			
Current assets:			
Cash and bank deposits	¥ 126,277	¥ 135,611	\$ 1,137,636
Installment sales receivable	516,538	533,936	4,653,496
Lease receivables and investment assets	2,093,824	2,094,353	18,863,287
Loans receivable	400,032	429,167	3,603,900
Short-term investment securities	1,116	3,394	10,054
Merchandise	7,397	4,469	66,641
Other	220,385	191,068	1,985,454
Allowance for doubtful accounts	(7,198)	(8,478)	(64,850)
Total current assets	<u>3,358,373</u>	<u>3,383,523</u>	<u>30,255,618</u>
Property and equipment:			
Leased assets	1,783,387	1,720,632	16,066,555
Allowance for loss on disposal of leased assets	(532)	(474)	(4,796)
Advances on purchases of leased assets	342,647	237,473	3,086,914
Property and equipment for internal use	5,236	5,417	47,179
Total property and equipment	<u>2,130,739</u>	<u>1,963,049</u>	<u>19,195,853</u>
Intangible assets:			
Goodwill	77,297	86,335	696,372
Other	33,925	67,020	305,631
Total intangible assets	<u>111,222</u>	<u>153,356</u>	<u>1,002,003</u>
Investments and other assets:			
Investment securities	163,581	124,061	1,473,703
Long-term loans receivable	1,045	3	9,418
Delinquent receivables	21,494	22,418	193,641
Deferred tax assets	20,757	8,370	187,007
Other	13,447	14,538	121,150
Allowance for doubtful accounts	(7,962)	(8,656)	(71,735)
Total investments and other assets	<u>212,363</u>	<u>160,737</u>	<u>1,913,183</u>
Total assets	¥ <u>5,812,698</u>	¥ <u>5,660,666</u>	\$ <u>52,366,657</u>

(continued)

	Millions of yen		Thousands of U.S. dollars
	2019	2018	2019
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Trade notes payable and accounts payable	¥ 93,404	¥ 92,780	\$ 841,485
Short-term loans	1,060,316	911,353	9,552,405
Long-term loans due within one year	353,554	330,321	3,185,178
Bonds due within one year	80,120	77,037	721,802
Commercial paper	1,040,900	1,110,900	9,377,477
Payables under securitization of lease receivables	14,412	9,411	129,845
Long-term payables under securitization of lease receivables due within one year	34,486	29,981	310,688
Lease obligations	19,098	23,519	172,061
Income taxes payable	3,926	14,365	35,373
Deferred profit on installment sales	25,884	23,721	233,195
Reserve for employee bonuses	2,245	2,768	20,232
Reserve for directors' bonuses	205	208	1,851
Asset retirement obligations	93	3	840
Other	117,129	119,249	1,055,222
Total current liabilities	2,845,779	2,745,620	25,637,653
Non-current liabilities:			
Bonds	483,561	273,589	4,356,407
Long-term loans	1,418,288	1,456,688	12,777,373
Long-term payables under securitization of lease receivables	29,349	50,489	264,411
Lease obligations	40,814	58,783	367,701
Deferred tax liabilities	39,258	50,348	353,683
Reserve for directors' retirement benefits	452	452	4,074
Net defined benefit liability	7,306	7,678	65,826
Guarantee deposits received	108,435	99,194	976,895
Asset retirement obligations	1,441	2,648	12,991
Other	103,969	90,569	936,658
Total non-current liabilities	2,232,878	2,090,443	20,116,019
Total liabilities	5,078,657	4,836,063	45,753,672
Net assets:			
Shareholders' equity:			
Capital stock	15,000	15,000	135,135
Capital surplus	419,255	421,017	3,777,076
Retained earnings	322,858	263,301	2,908,637
Treasury stock	(168,639)	(20,000)	(1,519,277)
Total shareholders' equity	588,474	679,318	5,301,571
Accumulated other comprehensive income:			
Net unrealized holding gains or losses on securities	22,187	24,435	199,889
Deferred gains or losses on hedges	(14,340)	(2,377)	(129,193)
Foreign currency translation adjustments	19,789	14,570	178,284
Remeasurements of defined benefit plans	(2,260)	(1,878)	(20,362)
Total accumulated other comprehensive income	25,376	34,750	228,619
Non-controlling interests	120,190	110,533	1,082,795
Total net assets	734,041	824,602	6,612,985
Total liabilities and net assets	¥ 5,812,698	¥ 5,660,666	\$ 52,366,657