

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
CONSOLIDATED BALANCE SHEETS
March 31, 2017 and 2016

	Millions of yen		Thousands of U.S. dollars
	2017	2016	2017
Assets			
Current assets:			
Cash and bank deposits	¥ 110,092	¥ 87,127	\$ 981,304
Installment sales receivable	538,418	429,313	4,799,165
Lease receivables and investment assets	2,133,535	1,705,718	19,017,166
Loans receivable	409,255	401,698	3,647,877
Short-term investment securities	5,802	7,743	51,721
Merchandise	3,867	2,853	34,475
Deferred tax assets	4,953	2,659	44,151
Other	179,116	149,966	1,596,543
Allowance for doubtful accounts	(9,455)	(5,639)	(84,278)
Total current assets	<u>3,375,586</u>	<u>2,781,439</u>	<u>30,088,124</u>
Property and equipment:			
Leased assets	1,794,828	1,628,317	15,998,115
Allowance for loss on disposal of leased assets	(585)	(1,095)	(5,221)
Advances on purchases of leased assets	90,068	49,248	802,823
Property and equipment for internal use	5,679	4,854	50,624
Total property and equipment	<u>1,889,991</u>	<u>1,681,324</u>	<u>16,846,341</u>
Intangible assets:			
Goodwill	100,700	96,483	897,590
Other	76,432	9,565	681,279
Total intangible assets	<u>177,133</u>	<u>106,049</u>	<u>1,578,869</u>
Investments and other assets:			
Investment securities	118,655	119,281	1,057,634
Long-term loans receivable	1	917	16
Delinquent receivables	20,509	27,454	182,812
Deferred tax assets	11,671	14,720	104,032
Other	16,254	15,819	144,884
Allowance for doubtful accounts	(8,153)	(10,137)	(72,680)
Total investments and other assets	<u>158,939</u>	<u>168,056</u>	<u>1,416,698</u>
Total assets	¥ <u>5,601,650</u>	¥ <u>4,736,869</u>	\$ <u>49,930,032</u>

(continued)

	Millions of yen		Thousands of U.S. dollars
	2017	2016	2017
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Trade notes payable and accounts payable	¥ 94,501	¥ 65,808	\$ 842,332
Short-term loans	1,090,873	599,295	9,723,443
Long-term loans due within one year	233,724	255,737	2,083,289
Bonds due within one year	94,193	86,000	839,585
Commercial paper	925,400	891,300	8,248,507
Payables under securitization of lease receivables	6,603	9,280	58,864
Long-term payables under securitization of lease receivables due within one year	19,274	17,475	171,805
Lease obligations	24,226	21,831	215,943
Income taxes payable	9,325	8,336	83,122
Deferred tax liabilities	1,094	1,977	9,759
Deferred profit on installment sales	23,186	14,868	206,672
Reserve for employee bonuses	1,779	1,392	15,861
Reserve for directors' bonuses	211	216	1,890
Asset retirement obligations	0	—	1
Other	126,003	105,063	1,123,123
Total current liabilities	<u>2,650,398</u>	<u>2,078,582</u>	<u>23,624,196</u>
Non-current liabilities:			
Bonds	176,300	119,281	1,571,448
Long-term loans	1,591,405	1,442,673	14,184,913
Long-term payables under securitization of lease receivables	54,422	51,156	485,090
Lease obligations	74,388	77,340	663,058
Deferred tax liabilities	54,850	25,745	488,904
Reserve for directors' retirement benefits	446	482	3,984
Net defined benefit liability	6,677	3,058	59,521
Guarantee deposits received	100,491	93,126	895,725
Asset retirement obligations	2,575	2,175	22,954
Other	110,374	114,424	983,815
Total non-current liabilities	<u>2,171,932</u>	<u>1,929,465</u>	<u>19,359,412</u>
Total liabilities	<u>4,822,331</u>	<u>4,008,048</u>	<u>42,983,608</u>
Net assets:			
Shareholders' equity:			
Capital stock	15,000	15,000	133,702
Capital surplus	421,017	421,009	3,752,714
Retained earnings	230,329	198,952	2,053,030
Treasury stock	(20,000)	(20,000)	(178,269)
Total shareholders' equity	<u>646,346</u>	<u>614,961</u>	<u>5,761,177</u>
Accumulated other comprehensive income:			
Net unrealized holding gains or losses on securities	18,852	15,142	168,041
Deferred gains or losses on hedges	(4,161)	(10,025)	(37,095)
Foreign currency translation adjustments	17,936	21,674	159,878
Remeasurements of defined benefit plans	(1,373)	(2,012)	(12,242)
Total accumulated other comprehensive income	<u>31,254</u>	<u>24,779</u>	<u>278,582</u>
Non-controlling interests	<u>101,718</u>	<u>89,079</u>	<u>906,665</u>
Total net assets	<u>779,319</u>	<u>728,821</u>	<u>6,946,424</u>
Total liabilities and net assets	<u>¥ 5,601,650</u>	<u>¥ 4,736,869</u>	<u>\$ 49,930,032</u>