

**SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
SIX MONTHS ENDED SEPTEMBER 30, 2022 and 2021**

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED BALANCE SHEETS
September 30, 2022 and March 31, 2022

	Millions of yen		Thousands of U.S. dollars
	September 30, 2022	March 31, 2022	September 30, 2022
<u>Assets</u>			
Current assets:			
Cash and bank deposits	¥ 322,715	¥ 318,296	\$ 2,228,547
Installment sales receivable	687,698	564,835	4,748,972
Lease receivables and investment assets	2,149,001	2,172,294	14,840,144
Loans receivable	654,696	604,651	4,521,070
Short-term investment securities	2,368	2,017	16,359
Merchandise	7,548	6,553	52,128
Real estate for sale	138,118	93,339	953,789
Real estate for sale in process	4,246	3,846	29,326
Other	276,540	197,637	1,909,676
Allowance for doubtful accounts	(15,590)	(14,486)	(107,663)
Total current assets	4,227,343	3,948,987	29,192,348
Property and equipment:			
Leased assets	3,574,732	3,143,790	24,685,671
Allowance for loss on disposal of leased assets	(294)	(286)	(2,034)
Advances on purchases of leased assets	146,342	152,963	1,010,582
Other operating assets	94,963	77,764	655,782
Property and equipment for internal use	6,114	5,907	42,227
Total property and equipment	3,821,858	3,380,139	26,392,227
Intangible assets:			
Goodwill	61,732	66,553	426,298
Other	68,662	70,812	474,158
Total intangible assets	130,395	137,365	900,456
Investments and other assets:			
Investment securities	300,916	268,033	2,078,011
Long-term loans receivable	2	1	19
Delinquent receivables	35,904	28,242	247,944
Deferred tax assets	22,839	24,448	157,720
Net defined benefit asset	82	70	572
Other	23,524	20,781	162,454
Allowance for doubtful accounts	(15,722)	(12,111)	(108,570)
Total investments and other assets	367,549	329,466	2,538,149
Total assets	¥ 8,547,146	¥ 7,795,958	\$ 59,023,180

(continued)

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED BALANCE SHEETS
September 30, 2022 and March 31, 2022

	Millions of yen		Thousands of U.S. dollars
	September 30, 2022	March 31, 2022	September 30, 2022
<u>Liabilities and Net Assets</u>			
Current liabilities:			
Trade notes payable and accounts payable	¥ 91,844	¥ 91,145	\$ 634,238
Short-term loans	1,245,814	1,241,085	8,603,097
Long-term loans due within one year	516,716	481,290	3,568,238
Bonds due within one year	192,105	144,905	1,326,600
Commercial paper	1,041,700	959,700	7,193,564
Payables under securitization of lease receivables	2,600	2,600	17,955
Long-term payables under securitization of lease receivables due within one year	20,798	21,045	143,627
Lease obligations	12,110	13,694	83,634
Income taxes payable	11,013	7,529	76,056
Deferred profit on installment sales	25,535	20,125	176,336
Reserve for employee bonuses	2,968	2,296	20,502
Reserve for directors' bonuses	347	567	2,402
Asset retirement obligations	0	0	5
Other	178,049	147,384	1,229,541
Total current liabilities	3,341,605	3,133,371	23,075,795
Non-current liabilities:			
Bonds	679,175	754,855	4,690,113
Long-term loans	2,952,946	2,501,636	20,391,871
Long-term payables under securitization of lease receivables	31,811	41,461	219,677
Lease obligations	20,228	24,584	139,692
Deferred tax liabilities	78,604	63,248	542,812
Reserve for directors' retirement benefits	457	399	3,160
Net defined benefit liability	4,303	4,953	29,715
Guarantee deposits received	146,107	142,923	1,008,957
Asset retirement obligations	4,707	3,985	32,505
Other	120,860	102,997	834,615
Total non-current liabilities	4,039,202	3,641,045	27,893,118
Total liabilities	7,380,808	6,774,417	50,968,912
Net assets:			
Shareholders' equity:			
Capital stock	15,000	15,000	103,584
Capital surplus	421,975	421,975	2,913,997
Retained earnings	427,443	402,421	2,951,751
Treasury stock	(73,313)	(73,313)	(506,274)
Total shareholders' equity	791,105	766,083	5,463,058
Accumulated other comprehensive income:			
Net unrealized holding gains or losses on securities	27,613	25,977	190,688
Deferred gains or losses on hedges	15,840	(11,069)	109,391
Foreign currency translation adjustments	99,949	48,969	690,211
Remeasurements of defined benefit plans	(683)	(805)	(4,720)
Total accumulated other comprehensive income	142,720	63,072	985,570
Stock acquisition rights	122	123	849
Non-controlling interests	232,389	192,262	1,604,790
Total net assets	1,166,338	1,021,541	8,054,267
Total liabilities and net assets	¥ 8,547,146	¥ 7,795,958	\$ 59,023,180

See accompanying notes.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED STATEMENTS OF INCOME
Six months ended September 30, 2022 and 2021

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30,		
	2022	2021	2022
Revenues	¥ 1,021,852	¥ 802,715	\$ 7,056,508
Costs and expenses	903,812	698,533	6,241,366
Gross profit	118,040	104,181	815,141
Selling, general and administrative expenses	62,107	57,351	428,890
Operating income	55,933	46,830	386,252
Other income (expenses):			
Interest income	58	34	407
Dividend income	1,003	590	6,931
Interest expenses	(2,629)	(1,549)	(18,161)
Equity in earnings of affiliates	6,081	4,302	41,997
Foreign exchange gains (losses)	(1,110)	(294)	(7,670)
Amortization of bond issuance cost	(52)	(53)	(365)
Gain (loss) on sales of investment securities	(63)	23	(439)
Gain on sales of shares of subsidiaries and affiliates	783	—	5,412
Loss on valuation of investment securities	(12)	(13)	(87)
Loss on liquidation of investment securities	(1)	(6)	(13)
Gain on bargain purchase	—	1,208	—
Loss on sales and retirement of property and equipment for internal use	(15)	(43)	(108)
Other—net	267	(180)	1,844
Total other income (expenses)—net	4,310	4,020	29,774
Profit before income taxes	60,244	50,850	416,026
Income taxes	15,224	9,238	105,133
Profit	45,020	41,612	310,893
Profit attributable to non-controlling interests	7,518	5,704	51,917
Profit attributable to owners of parent	¥ 37,502	¥ 35,907	\$ 258,976

	Yen		U.S. dollars
	Six months ended September 30,		
	2022	2021	2022
Per share of common stock (Note 15):			
Earnings per share	¥ 429.31	¥ 411.06	\$ 2.96

See accompanying notes.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
Six months ended September 30, 2022 and 2021

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30,		
	2022	2021	2022
Profit	¥ 45,020	¥ 41,612	\$ 310,893
Other comprehensive income:			
Net unrealized holding gains or losses on securities	1,598	4,285	11,038
Deferred gains or losses on hedges	36,388	(1,864)	251,282
Foreign currency translation adjustments	74,731	9,069	516,069
Remeasurements of defined benefit plans	142	188	986
Share of other comprehensive income of affiliates accounted for using equity method	1,983	259	13,698
Total other comprehensive income	114,844	11,938	793,073
Comprehensive income	¥ 159,865	¥ 53,550	\$ 1,103,965
Comprehensive income attributable to:			
Owners of parent	¥ 117,150	¥ 46,321	\$ 808,994
Non-controlling interests	42,714	7,229	294,971

See accompanying notes.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
Six months ended September 30, 2022 and 2021

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30,		
	2022	2021	2022
Cash flows from operating activities:			
Profit before income taxes	¥ 60,244	¥ 50,850	\$ 416,026
Depreciation of leased assets and property and equipment for internal use	71,520	61,745	493,893
Impairment loss	4,633	3,978	31,994
Amortization of goodwill	4,844	5,045	33,454
Increase (decrease) in allowance for doubtful accounts	2,720	(1,168)	18,789
Increase (decrease) in other reserves	518	201	3,577
Increase (decrease) in net defined benefit liability	690	(373)	4,769
Gain on bargain purchase	—	(1,208)	—
Loss (gain) on disposal of property and equipment for internal use	15	42	108
Loss (gain) on valuation of investment securities	12	13	87
Loss (gain) on liquidation of investment securities	1	6	13
Loss on valuation of golf club memberships	4	—	28
Interest income and dividend income	(1,062)	(625)	(7,338)
Interest expenses	42,968	36,144	296,723
Amortization of bond issuance cost	52	53	365
Equity in losses (earnings) of affiliates	(6,081)	(4,302)	(41,997)
Loss (gain) on disposal of leased assets	(11,166)	(4,094)	(77,113)
Loss (gain) on sales of investment securities	63	(23)	439
Loss (gain) on sales of shares of subsidiaries and affiliates	(783)	—	(5,412)
Decrease (increase) in installment sales receivable	(106,117)	(5,594)	(732,808)
Net decrease (increase) in lease receivables and investment assets	51,649	(24,718)	356,671
Decrease (increase) in loans receivable	(16,769)	(45,289)	(115,805)
Decrease (increase) in operational investment securities	(5,742)	1	(39,654)
Decrease (increase) in delinquent receivables	(5,566)	(4,626)	(38,438)
Decrease (increase) in real estate for sale	(44,778)	(12,847)	(309,221)
Decrease (increase) in real estate for sale in process	(399)	(3,457)	(2,761)
Purchase of leased assets	(406,785)	(276,387)	(2,809,098)
Proceeds from sales of leased assets	211,772	76,999	1,462,415
Decrease (increase) in advances on purchases of leased assets	25,418	5,499	175,528
Purchase of other operating assets	(19,188)	(13,053)	(132,507)
Increase (decrease) in trade notes payable and accounts payable	21	(8,255)	152
Other—net	5,876	27,903	40,582
	(141,412)	(137,542)	(976,540)
Interest income and dividend received	3,911	2,827	27,013
Interest expenses paid	(36,563)	(35,608)	(252,495)
Income taxes paid	(8,167)	(8,206)	(56,400)
Net cash used in operating activities	¥ (182,231)	¥ (178,529)	\$ (1,258,421)

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
Six months ended September 30, 2022 and 2021

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30,		
	2022	2021	2022
Cash flows from investing activities:			
Purchase of property and equipment for internal use	¥ (2,690)	¥ (2,378)	\$ (18,579)
Proceeds from sales of property and equipment for internal use	0	0	3
Purchase of investment securities	(20,836)	(9,729)	(143,885)
Proceeds from sales and redemption of investment securities	1,172	389	8,099
Decrease (increase) in time deposits	—	3,272	—
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(2,299)	(3,773)	(15,877)
Other—net	731	(45)	5,054
Net cash used in investing activities	(23,920)	(12,265)	(165,185)
Cash flows from financing activities:			
Net increase (decrease) in short-term loans	1,862	48,531	12,859
Net increase (decrease) in commercial paper	82,000	(600)	566,259
Proceeds from long-term loans	722,871	488,367	4,991,864
Repayments of long-term loans	(528,147)	(375,229)	(3,647,178)
Proceeds from securitization of lease receivables	3,137	34,120	21,666
Repayments of payables under securitization of lease receivables	(13,034)	(19,454)	(90,008)
Proceeds from issuance of bonds	15,147	75,121	104,600
Redemption of bonds	(111,605)	(84,982)	(770,700)
Repayments of lease obligations	(441)	(253)	(3,048)
Decrease (increase) in pledged deposits	—	15,964	—
Increase (decrease) in cash collateral received	29,167	—	201,417
Cash dividends paid	(12,491)	(12,666)	(86,262)
Cash dividends paid to non-controlling interests	(3,348)	(360)	(23,122)
Proceeds from share issuance to non-controlling interests	—	16,543	—
Repayments to non-controlling interests	(7)	(32,335)	(53)
Net cash provided by financing activities	185,109	152,765	1,278,294
Effect of exchange rate change on cash and cash equivalents	25,524	1,936	176,259
Net increase (decrease) in cash and cash equivalents	4,481	(36,092)	30,947
Cash and cash equivalents at the beginning of the period	317,896	224,005	2,195,265
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	(61)	(110)	(427)
Cash and cash equivalents at the end of the period	¥ 322,315	¥ 187,802	\$ 2,225,784

See accompanying notes.

1. BASIS OF PRESENTATION

Sumitomo Mitsui Finance and Leasing Company, Limited (“the Company”) and its subsidiaries (together “the Group”) have prepared the accompanying interim consolidated financial statements in accordance with the provisions set forth in the Financial Instruments and Exchange Act of Japan and its related accounting regulations, and in conformity with accounting principles generally accepted in Japan (“Japanese GAAP”), which are different in certain respects as to application and disclosure requirements from International Financial Reporting Standards (“IFRS”).

The accompanying interim consolidated financial statements have been restructured and translated into English from the interim consolidated financial statements of the Company prepared in accordance with Japanese GAAP.

Some supplementary information included in the statutory Japanese language interim consolidated financial statements, but not necessarily required for fair presentation, is not presented in the accompanying interim consolidated financial statements.

Amounts less than one million yen have been omitted. As a result, the totals in Japanese yen shown in the financial statements do not necessarily agree with the sum of the individual amounts.

The translation of the Japanese yen amounts into U.S. dollars is included solely for the convenience of readers outside Japan, using the prevailing exchange rate at September 30, 2022, which was ¥144.81 to US\$1. These translations should not be construed as representation that the Japanese yen amounts have been, could have been, or could in the future be, converted into U.S. dollars at that rate.

2. CHANGES IN SCOPE OF CONSOLIDATION OR SCOPE OF APPLICATION OF THE EQUITY METHOD

(1) Significant change in scope of consolidation

SMFL MIRAI Partners Investment 2 Co., Ltd. was excluded from the scope of consolidation since it was dissolved following the merger with SMFL MIRAI Partners Co., Ltd. in the six months ended September 30, 2022.

(2) Significant change in scope of application of the equity method

SMBC Leasing (UK) Limited was newly included in the scope of equity method due to the acquisition of shares in the six months ended September 30, 2022.

3. CHANGE IN ACCOUNTING POLICIES

Application of Implementation Guidance on Accounting Standard for Fair Value Measurement

The Company and its domestic consolidated subsidiaries have applied the “Implementation Guidance on Accounting Standard for Fair Value Measurement” (Accounting Standards Board of Japan (“ASBJ”) Guidance No. 31, June 17, 2021) from the beginning of the first quarter of the fiscal year ending March 31, 2023, and decided to apply the new accounting policies prescribed in the Implementation Guidance on Accounting Standard for Fair Value Measurement prospectively in accordance with the transitional measures provided for in paragraph 27-2 of the Implementation Guidance on Accounting Standard for Fair Value Measurement. The effects on the interim consolidated financial statements were immaterial.

4. APPLICATION OF ACCOUNTING TREATMENTS SPECIFIC TO PREPARATION OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Calculation of tax expenses

The Company and some of its domestic consolidated subsidiaries calculated tax expenses by multiplying profit before income taxes by an effective tax rate that was reasonably estimated by applying tax effect accounting to estimated profit before income taxes for the fiscal year including the six months ended September 30, 2022. Amounts of income taxes include income taxes - deferred.

5. ADDITIONAL INFORMATION

Application of Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System

The Company and some of its domestic consolidated subsidiaries have transitioned from the consolidated taxation system to the group tax sharing system from the first quarter of the fiscal year ending March 31, 2023. In accordance with this transition, the accounting treatment and disclosure of income tax, local income tax, and tax effect accounting are in compliance with the “Practical Solution on the Accounting and Disclosure Under the Group Tax Sharing System” (ASBJ Practical Issues Task Force (“PITF”) No. 42, August 12, 2021). In addition, based on paragraph 32 (1) of ASBJ PITF No. 42, the Company deems that there is no effect of changes in accounting policies due to the application of ASBJ PITF No. 42.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
Six months ended September 30, 2022 and 2021

6. CONTINGENT LIABILITIES

	Millions of Yen		Thousands of U.S. Dollars	
	September 30, 2022	March 31, 2022	September 30, 2022	
7,886 (7,825 at March 31, 2022) guarantees of obligations for business (including commitment to guarantee)	¥ 51,947	¥ 53,763	\$ 358,725	
Loan guarantees to affiliates	4,943	1,339	34,134	
Loan guarantees to employees (housing loan, etc.)	5	5	35	
Note: ¥100 million (US\$691 thousand) and ¥100 million at September 30, 2022 and March 31, 2022, respectively, of the above guarantees of obligations for business are guaranteed by other third parties.				

7. STATEMENTS OF CASH FLOWS

(1) Cash and cash equivalents and amounts of the account mentioned in consolidated balance sheets at September 30, 2022 and 2021

	Millions of Yen		Thousands of U.S. Dollars	
	Six months ended September 30,			
	2022	2021	2022	
Cash and bank deposits	¥ 322,715	¥ 212,731	\$ 2,228,547	
Time deposits with maturities exceeding three months	(400)	(400)	(2,762)	
Deposits pledged as collateral	-	(24,528)	-	
Cash and cash equivalents at the end of the period	¥ 322,315	¥ 187,802	\$ 2,225,784	

(2) Increase (decrease) in other reserves

Increase (decrease) in other reserves consists of those in reserve for employee bonuses, reserve for directors' bonuses, allowance for loss on disposal of leased assets, and reserve for directors' retirement benefits.

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NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
Six months ended September 30, 2022 and 2021

8. NET ASSETS

Dividends paid in the six months ended September 30, 2022 and 2021

2022						
Type of shares	Aggregate amount of dividends		Cash dividends per stock		Record date	Effective date
	Millions of Yen	Thousands of U.S. Dollars	Yen	U.S. Dollars		
Common stock	¥ 12,491	\$ 86,258	¥ 143	\$ 0.99	March 31, 2022	June 27, 2022

Notes:

1. Date of resolution: Ordinary general meeting of shareholders held on June 24, 2022
2. The dividends were paid out from retained earnings.

		2021				
Type of shares	Aggregate amount of dividends		Cash dividends per stock		Record date	Effective date
	Millions of Yen		Yen			
Common stock	¥	12,666	¥	145	March 31, 2021	June 29, 2021

Notes:

1. Date of resolution: Ordinary general meeting of shareholders held on June 28, 2021
2. The dividends were paid out from retained earnings.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
Six months ended September 30, 2022 and 2021

9. SEGMENT INFORMATION

(1) Information about reported segment revenues and segment profit or loss

For the six months ended September 30, 2022	Reportable segment				Adjustments (*1)	Consolidated (*3)
	Domestic leasing	Real estate	Trans- portation	Overseas		
Revenues						
Lease sales	¥ 331,490	¥ 215,610	¥ 138,825	¥ 19,723	¥ -	¥ 705,650
Installment sales	210,765	-	5,861	39,201	-	255,829
Finance revenue.....	4,013	906	5,138	1,116	-	11,175
Other revenues (*2)	18,483	24,446	5,278	988	-	49,197
Revenues from external customers	564,753	240,964	155,103	61,030	-	1,021,852
Intersegment revenues or transfers	4,969	629	3,835	81,238	(90,672)	-
Total revenues.....	569,723	241,593	158,939	142,269	(90,672)	1,021,852
Segment profit	¥ 19,441	¥ 21,575	¥ 18,690	¥ 3,498	¥ (3,646)	¥ 59,557

Notes:

*1. "Adjustments" for "Segment profit" of ¥(3,646) million included amortization of goodwill of ¥(4,362) million which was not allocated to each reportable segment.

*2. "Other revenues" included revenue from contracts with customers.

*3. Adjustments for "Segment profit" were made to match ordinary income in the interim consolidated statements of income. Ordinary income, which equals operating income after adjustment for non-operating income/expenses, is a subtotal required under Japanese presentation and a management index that is widely used in Japan.

Due to differences in accounting presentation, ordinary income is not referred to the Company's financial statements under English presentation.

For the six months ended September 30, 2021	Reportable segment				Adjustments (*1)	Consolidated (*3)
	Domestic leasing	Real estate	Trans- portation	Overseas		
Revenues						
Lease sales	¥ 328,033	¥ 92,816	¥ 112,841	¥ 17,763	¥ -	¥ 551,455
Installment sales	166,939	-	470	35,238	-	202,648
Finance revenue.....	3,133	834	3,524	491	-	7,984
Other revenues (*2)	16,717	17,517	5,743	648	-	40,626
Revenues from external customers	514,823	111,168	122,580	54,142	-	802,715
Intersegment revenues or transfers	3,617	225	1,493	55,938	(61,274)	-
Total revenues.....	518,441	111,394	124,073	110,080	(61,274)	802,715
Segment profit	¥ 19,067	¥ 21,989	¥ 12,251	¥ 2,046	¥ (5,685)	¥ 49,669

Notes:

*1. "Adjustments" for "Segment profit" of ¥(5,685) million included amortization of goodwill of ¥(4,564) million which was not allocated to each reportable segment.

*2. "Other revenues" included revenue from contracts with customers.

*3. Adjustments for "Segment profit" were made to match ordinary income in the interim consolidated statements of income. Ordinary income, which equals operating income after

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adjustment for non-operating income/expenses, is a subtotal required under Japanese presentation and a management index that is widely used in Japan.

Due to differences in accounting presentation, ordinary income is not referred to the Company's financial statements under English presentation.

	Thousands of U.S. Dollars					
	Reportable segment					
For the six months ended September 30, 2022	Domestic leasing	Real estate	Trans- portation	Overseas	Adjustments (*1)	Consolidated (*3)
Revenues						
Lease sales	\$2,289,137	\$ 1,488,917	\$ 958,670	\$ 136,199	\$ -	\$ 4,872,937
Installment sales	1,455,459	-	40,474	270,706	-	1,766,653
Finance revenue.....	27,712	6,256	35,481	7,707	-	77,170
Other revenues (*2)	127,636	168,814	36,448	6,823	-	339,735
Revenues from external customers	3,899,959	1,664,001	1,071,079	421,449	-	7,056,508
Intersegment revenues or transfers	34,314	4,344	26,483	560,997	(626,145)	-
Total revenues.....	3,934,279	1,668,345	1,097,569	982,453	(626,145)	7,056,508
Segment profit	\$ 134,252	\$ 148,988	\$ 129,066	\$ 24,156	\$ (25,178)	\$ 411,277

Notes:

*1. "Adjustments" for "Segment profit" of US\$(25,178) thousand included amortization of goodwill of US\$(30,122) thousand which was not allocated to each reportable segment.

*2. "Other revenues" included revenue from contracts with customers.

*3. Adjustments for "Segment profit" were made to match ordinary income in the interim consolidated statements of income. Ordinary income, which equals operating income after adjustment for non-operating income/expenses, is a subtotal required under Japanese presentation and a management index that is widely used in Japan.

Due to differences in accounting presentation, ordinary income is not referred to the Company's financial statements under English presentation.

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Reconciliation between operating income in the interim consolidated statements of income and ordinary income was as follows:

	Millions of Yen				Thousands of U.S. Dollars
	Six months ended September 30,				
	2022		2021		2022
Operating income	¥	55,933	¥	46,830	\$ 386,252
Interest income.....		58		34	407
Dividend income.....		1,003		590	6,931
Interest expenses		(2,629)		(1,549)	(18,161)
Equity in earnings of affiliates		6,081		4,302	41,997
Foreign exchange gains (losses)		(1,110)		(294)	(7,670)
Amortization of bond issuance cost		(52)		(53)	(365)
Other—net		274		(192)	1,892
Ordinary income	¥	59,557	¥	49,669	\$ 411,277

(2) Information about impairment loss on fixed assets or goodwill, etc. by reportable segment

There were no items to be reported.

10. FINANCIAL INSTRUMENTS

There were no significant changes as compared with the end of the fiscal year ended March 31, 2022.

11. SECURITIES

There were no significant changes as compared with the end of the fiscal year ended March 31, 2022.

12. DERIVATIVE TRANSACTIONS

There were no significant changes as compared with the end of the fiscal year ended March 31, 2022.

13. BUSINESS COMBINATION

There were no items to be reported.

SUMITOMO MITSUI FINANCE AND LEASING COMPANY, LIMITED
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS
Six months ended September 30, 2022 and 2021

14. REVENUE RECOGNITION

Disclosures of revenue recognition were omitted since the amount of revenue from contracts with customers were immaterial.

15. PER SHARE DATA

For the six months ended September 30,	Yen		U.S. Dollars	
	2022	2021	2022	
Earnings per share	¥ 429.31	¥ 411.06	\$ 2.96	

Notes: 1. Information on diluted earnings per share is omitted due to an absence of potential shares with dilutive effects.

2. Earnings per share were calculated based on the followings:

For the six months ended September 30,	Millions of Yen		Thousands of U.S. Dollars	
	2022	2021	2022	
Earnings per share				
Profit attributable to owners of parent.....	¥ 37,502	¥ 35,907	\$ 258,976	
Amount not attributable to common stockholders.....	-	-	-	
Profit attributable to owners of parent related to common stock	37,502	35,907	258,976	
Average number of common stock during the period (thousand)	87,354	87,354		
Overview of potential shares that were not included in the calculation of diluted earnings per share due to an absence of dilutive effect and significantly changed from the end of the previous fiscal year	-	-		

16. SUBSEQUENT EVENTS

There were no items to be reported.