

LTC PROPERTIES INC
Form SC 13G/A
February 12, 2014

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Schedule 13G

Under the Securities Exchange Act of 1934

(Amendment No.: 8)*

Name of issuer: LTC Properties Inc

Title of Class of Securities: REIT

CUSIP Number: 502175102

Date of Event Which Requires Filing of this Statement: **December 31, 2013**

Check the appropriate box to designate the rule pursuant to which this Schedule is filed:

Rule 13d-1(b)

Rule 13d-1(c)

Rule 13d-1(d)

*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.

The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(Continued on the following page(s))

13G

CUSIP No.: 502175102

1. NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

The Vanguard Group - 23-1945930

2. CHECK THE APPROPRIATE [LINE] IF A MEMBER OF A GROUP

A.

B. X

3. SEC USE ONLY

4. CITIZENSHIP OF PLACE OF ORGANIZATION

Pennsylvania

(For questions 5-8, report the number of shares beneficially owned by each reporting person with:)

5. SOLE VOTING POWER

94,412

6. SHARED VOTING POWER

23,000

7. SOLE DISPOSITIVE POWER

4,412,301

8. SHARED DISPOSITIVE POWER

81,712

9. AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

4,494,013

10. CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES

N/A

11. PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9

12.93%

12. TYPE OF REPORTING PERSON

IA

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 13G

Under the Securities Act of 1934

Check the following [line] if a fee is being paid with this statement N/A

Item 1(a) - Name of Issuer:

LTC Properties Inc

Item 1(b) - Address of Issuer's Principal Executive Offices:

2829 Townsgate Road

Suite 350

Westlake Village, Ca 91361

Item 2(a) - Name of Person Filing:

The Vanguard Group - 23-1945930

Item 2(b) - Address of Principal Business Office or, if none, residence:

100 Vanguard Blvd.

Malvern, PA 19355

Item 2(c) – Citizenship:

Pennsylvania

Item 2(d) - Title of Class of Securities:

REIT

Item 2(e) - CUSIP Number

502175102

Item 3 - Type of Filing:

This statement is being filed pursuant to Rule 13d-1. An investment adviser in accordance with §240.13d-1(b)(1)(ii)(E).

Item 4 - Ownership:

(a) Amount Beneficially Owned:

4,494,013

(b) Percent of Class:

12.93%

(c) Number of shares as to which such person has:

(i) sole power to vote or direct to vote: 94,412

(ii) shared power to vote or direct to vote: 23,000

(iii) sole power to dispose of or to direct the disposition of: 4,412,301

(iv) shared power to dispose or to direct the disposition of: 81,712

Comments:

Item 5 - Ownership of Five Percent or Less of a Class:

Not Applicable

Item 6 - Ownership of More Than Five Percent on Behalf of Another Person:

Not applicable

Item 7 - Identification and Classification of the Subsidiary Which Acquired The Security Being Reported on by the Parent Holding Company:

See Attached Appendix A

Item 8 - Identification and Classification of Members of Group:

Not applicable

Item 9 - Notice of Dissolution of Group:

Not applicable

Item 10 - Certification:

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were acquired in the ordinary course of business and were not acquired for the purpose of and do not have the effect of changing or influencing the control of the issuer of such securities and were not acquired in connection with or as a participant in any transaction having such purpose or effect.

Signature

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Date: 2/6/14

By /s/ F. William McNabb III*

F. William McNabb III

President and Chief Executive Officer

*By: /s/ Glenn Booraem

Glenn Booraem, pursuant to a Power of Attorney filed September 9, 2013, see File Number 005-56905, Incorporated by Reference

Appendix A

Vanguard Fiduciary Trust Company ("VFTC"), a wholly-owned subsidiary of The Vanguard Group, Inc., is the beneficial owner of 48,912 shares or .14% of the Common Stock outstanding of the Company as a result of its serving as investment manager of collective trust accounts.

Vanguard Investments Australia, Ltd. ("VIA"), a wholly-owned subsidiary of The Vanguard Group, Inc., is the beneficial owner of 78,300 shares or .22% of the Common Stock outstanding of the Company as a result of its serving as investment manager of Australian investment offerings.

By /s/ F. William McNabb III*

F. William McNabb III

President and Chief Executive Officer

*By: /s/ Glenn Booraem

Glenn Booraem, pursuant to a Power of Attorney filed September 9, 2013, see File Number 005-56905, Incorporated by Reference

(2)

3

BK Non-consolidated

| | (in millions of yen) | | |
|---|---------------------------|----------------|------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2018 | March 31, 2017 | (Decrease) |
| | (A) | (B) | (A) - (B) |
| Gross profits | 1,673,145 | 1,808,757 | (135,611) |
| Domestic gross profits | 922,922 | 1,010,035 | (87,113) |
| Net interest income | 549,415 | 601,653 | (52,238) |
| Net fees and commissions | 274,537 | 285,755 | (11,218) |
| Net trading profits | (59) | 19,401 | (19,461) |
| Net other operating profits | 99,029 | 103,224 | (4,194) |
| Net gains (losses) on debt securities | 72,886 | 85,973 | (13,086) |
| Non-domestic gross profits | 750,223 | 798,721 | (48,498) |
| Net interest income | 415,913 | 461,816 | (45,903) |
| Net fees and commissions | 191,384 | 202,267 | (10,882) |
| Net trading profits | 63,532 | 88,872 | (25,340) |
| Net other operating profits | 79,392 | 45,764 | 33,627 |
| Net gains (losses) on debt securities | (60,358) | (52,118) | (8,239) |
| General and administrative expenses | 1,118,781 | 1,141,768 | (22,986) |
| Personnel expenses | 403,022 | 404,345 | (1,322) |
| Non-personnel expenses | 657,928 | 672,758 | (14,830) |
| Amortization of goodwill | 346 | 359 | (13) |
| Taxes | 57,830 | 64,664 | (6,834) |
| Net operating profits before provision for general allowance for credit losses and amortization of goodwill | 554,710 | 667,348 | (112,638) |
| Net operating profits before provision for general allowance for credit losses | 554,364 | 666,989 | (112,624) |
| Provision for general allowance for credit losses (1) | | | |
| Net operating profits | 554,364 | 666,989 | (112,624) |
| Net non-recurring gains (losses) | 82,727 | (34,783) | 117,510 |
| Credit costs (2) | (69,947) | (91,522) | 21,574 |
| Reversal of allowance for credit losses (3) | 101,178 | 45,784 | 55,394 |
| Reversal of reserve for contingent losses included in credit costs (4) | | | |
| Gains on loans written-off (5) | 24,827 | 20,275 | 4,551 |
| Net gains (losses) on equity securities | 89,744 | 94,823 | (5,079) |
| Gains on sales of equity securities | 129,001 | 140,261 | (11,260) |
| Losses on sales of equity securities | (34,675) | (44,045) | 9,370 |
| Losses on write-down of equity securities | (4,581) | (1,391) | (3,189) |
| Other non-recurring gains (losses) | (63,075) | (104,144) | 41,069 |
| Ordinary profits | 637,091 | 632,205 | 4,886 |
| Net extraordinary gains (losses) | (57,017) | 78 | (57,096) |

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| | | | |
|--|-----------------|----------|----------|
| Net gains (losses) on disposition of fixed assets | (6,017) | 3,509 | (9,527) |
| Losses on impairment of fixed assets | (51,000) | (394) | (50,606) |
| Losses on liquidation of equity securities of subsidiaries | | (4,850) | 4,850 |
| Gains on sales of equity securities of subsidiaries | | 2,600 | (2,600) |
| Income before income taxes | 580,073 | 632,284 | (52,210) |
| Income taxes-current | 146,632 | 170,663 | (24,030) |
| Refund of income taxes | (17,311) | (6,295) | (11,015) |
| Income taxes-deferred | 13,041 | (13,539) | 26,580 |
| Total taxes | 142,362 | 150,828 | (8,465) |
| Net income | 437,710 | 481,455 | (43,744) |

(Reference)

| | | | |
|--|-----------------|-----------|-----------|
| Total credit costs (1)+(2)+(3)+(4)+(5) | 56,058 | (25,462) | 81,520 |
| Provision for general allowance for credit losses | 131,639 | (157,631) | 289,270 |
| Provision for special allowance for credit losses | (30,291) | 203,483 | (233,774) |
| Allowance for credit to specific foreign borrowers | (170) | (67) | (102) |
| Losses on loans write-off | (45,325) | (36,075) | (9,249) |
| Provision for contingent losses included in credit costs | (11,285) | (49,022) | 37,737 |
| Gains on loans written-off | 24,827 | 20,275 | 4,551 |
| Losses on sales of other loans, etc. | (13,337) | (6,424) | (6,913) |

TB Consolidated

| | (in millions of yen) | | |
|--|---------------------------|----------------|------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2018 | March 31, 2017 | (Decrease) |
| | (A) | (B) | (A) - (B) |
| Gross profits | 461,205 | 483,129 | (21,924) |
| Gross profits before credit costs for trust accounts | 461,205 | 483,129 | (21,923) |
| Trust fees | 109,377 | 108,418 | 958 |
| Trust fees before credit costs for trust accounts | 109,377 | 108,418 | 958 |
| Money trusts fees (Jointly operated designated money trusts before credit costs for trust account) | 14,403 | 21,883 | (7,480) |
| Other trust fees | 94,973 | 86,534 | 8,438 |
| Credit costs for trust accounts (1) | | 0 | (0) |
| Net interest income | 134,698 | 135,322 | (624) |
| Net fees and commissions | 204,410 | 205,398 | (988) |
| Net trading profits | 19,970 | 6,210 | 13,759 |
| Net other operating profits | (7,250) | 27,778 | (35,029) |
| Net gains (losses) on debt securities | (6,624) | 10,869 | (17,494) |
| General and administrative expenses | 286,067 | 289,854 | (3,786) |
| Amortization of goodwill | 1,231 | 1,235 | (3) |
| Net operating profits before credit costs for trust accounts, provision for general allowance for credit losses and amortization of goodwill | 176,369 | 194,510 | (18,140) |
| Net operating profits before credit costs for trust accounts and provision for general allowance for credit losses | 175,138 | 193,275 | (18,136) |
| Provision for general allowance for credit losses (2) | | (32,039) | 32,039 |
| Net operating profits* | 175,138 | 161,236 | 13,902 |
| Net non-recurring gains (losses) | 45,482 | 18,143 | 27,339 |
| Credit costs (3) | (4,229) | 8,252 | (12,481) |
| Losses on loan write-offs | (4,621) | (386) | (4,234) |
| Provision for specific allowance for credit losses | | 8,497 | (8,497) |
| Other credit costs | 392 | 141 | 251 |
| Reversal of allowance for credit losses (4) | 26,254 | | 26,254 |
| Reversal of reserve for contingent losses included in credit costs (5) | 555 | 646 | (91) |
| Gains on loans written-off (6) | 996 | 784 | 212 |
| Net gains (losses) on equity securities | 30,939 | 17,386 | 13,552 |
| Gains on sales of equity securities | 34,035 | 20,273 | 13,762 |
| Losses on sales of equity securities | (1,943) | (2,643) | 699 |
| Losses on write-down of equity securities | (1,152) | (243) | (909) |
| Profits (losses) from investments in affiliates | 4,283 | 4,248 | 34 |
| Other non-recurring gains (losses) | (13,318) | (13,175) | (142) |
| Ordinary profits | 220,620 | 179,379 | 41,241 |

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| | | | |
|--|-----------------|----------|----------|
| Net extraordinary gains (losses) | 28,798 | (7,707) | 36,506 |
| Net gains (losses) on disposition of fixed assets | (473) | (994) | 520 |
| Losses on impairment of fixed assets | (19,423) | (3,892) | (15,530) |
| Gains on exchange of shares of affiliates | 48,695 | | 48,695 |
| Losses on liquidation of equity securities of subsidiaries | | (2,820) | 2,820 |
| Profits before income taxes | 249,419 | 171,671 | 77,747 |
| Income taxes-current | 70,439 | 61,085 | 9,354 |
| Income taxes-deferred | 1,069 | (15,034) | 16,104 |
| Total taxes | 71,509 | 46,050 | 25,458 |
| Profits | 177,910 | 125,620 | 52,289 |
| Profits attributable to non-controlling interests | 9,707 | 11,311 | (1,604) |
| Profits attributable to owners of parent | 168,203 | 114,308 | 53,894 |

Note:

* Net operating profits = Net operating profits of TB + Other consolidated entities gross profits - Other consolidated entities general and administrative expenses - Other consolidated entities provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions

(Reference)

| | | | |
|--|---------------|----------|--------|
| Total credit costs (1)+(2)+(3)+(4)+(5)+(6) | 23,577 | (22,355) | 45,933 |
| Number of consolidated subsidiaries | 49 | 51 | (2) |
| Number of affiliated companies accounted for under the equity method | 8 | 11 | (3) |

TB Consolidated (combined operating results of TB and transferred entities to Intermediate Holding Company in the United States)

In July 2016 and July 2017, to comply with the financial regulations in the United States, TB transferred the interests in its subsidiaries in the United States to the Intermediate Holding Company (IHC) in United States which are owned by BK and MUFG.

The combined operating results of TB and transferred entities are as follows (the operating results of transferred entities are prepared for managerial accounting purpose):

| | | | |
|--|----------------|---------|----------|
| Net operating profits before credit costs for trust accounts and provision for general allowance for credit losses | 175,489 | 193,396 | (17,906) |
| Profits attributable to owners of parent | 168,445 | 114,383 | 54,062 |
| Number of the entities transferred to IHC | 3 | 1 | 2 |

TB Non-consolidated

| | (in millions of yen) | | |
|--|---|----------------|------------------------|
| | For the fiscal year ended March 31, 2018 | March 31, 2017 | Increase (Decrease) |
| | (A) | (B) | (A) - (B) |
| Gross profits | 356,708 | 381,714 | (25,005) |
| Gross profits before credit costs for trust accounts | 356,708 | 381,713 | (25,005) |
| Domestic gross profits | 198,167 | 270,848 | (72,680) |
| Trust fees | 96,401 | 94,645 | 1,756 |
| Trust fees before credit costs for trust accounts | 96,401 | 94,644 | 1,756 |
| Money trusts fees (Jointly operated designated money trusts before credit costs for trust account) | 14,403 | 21,883 | (7,480) |
| Other trust fees | 81,997 | 72,760 | 9,236 |
| Credit costs for trust accounts (1) | | 0 | (0) |
| Net interest income | 11,325 | 82,488 | (71,163) |
| Net fees and commissions | 101,069 | 101,411 | (342) |
| Net trading profits | (3,132) | (6,386) | 3,253 |
| Net other operating profits | (7,495) | (1,310) | (6,185) |
| Net gains (losses) on debt securities | 2,699 | (7,900) | 10,600 |
| Non-domestic gross profits | 158,540 | 110,866 | 47,674 |
| Net interest income | 143,074 | 75,799 | 67,274 |
| Net fees and commissions | 3,787 | 4,495 | (707) |
| Net trading profits | 18,749 | 7,354 | 11,394 |
| Net other operating profits | (7,070) | 23,216 | (30,287) |
| Net gains (losses) on debt securities | (9,222) | 18,927 | (28,150) |
| General and administrative expenses | 194,515 | 200,257 | (5,742) |
| Personnel expenses | 70,791 | 76,248 | (5,456) |
| Non-personnel expenses | 112,698 | 112,666 | 31 |
| Taxes | 11,025 | 11,341 | (316) |
| Net operating profits before credit costs for trust accounts and provision for general allowance for credit losses | 162,193 | 181,456 | (19,263) |
| Provision for general allowance for credit losses (2) | | (32,040) | 32,040 |
| Net operating profits | 162,193 | 149,416 | 12,776 |
| Net non-recurring gains (losses) | 43,900 | 15,072 | 28,828 |
| Credit costs (3) | (4,190) | 8,223 | (12,414) |
| Reversal of allowance for credit losses (4) | 26,165 | | 26,165 |
| Reversal of reserve for contingent losses included in credit costs (5) | 561 | 607 | (45) |
| Gains on loans written-off (6) | 952 | 706 | 245 |
| Net gains (losses) on equity securities | 30,939 | 17,327 | 13,611 |
| Gains on sales of equity securities | 34,035 | 20,191 | 13,844 |
| Losses on sales of equity securities | (1,943) | (2,620) | 676 |
| Losses on write-down of equity securities | (1,152) | (243) | (909) |
| Other non-recurring gains (losses) | (10,527) | (11,793) | 1,265 |

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| | | | |
|--|----------------|----------|---------|
| Ordinary profits | 206,093 | 164,488 | 41,605 |
| Net extraordinary gains (losses) | 43,690 | (8,183) | 51,874 |
| Net gains (losses) on disposition of fixed assets | (843) | (1,248) | 404 |
| Losses on impairment of fixed assets | (8,276) | (3,843) | (4,433) |
| Gains on exchange of shares of affiliates | 52,811 | | 52,811 |
| Losses on liquidation of equity securities of subsidiaries | | (3,091) | 3,091 |
| Income before income taxes | 249,784 | 156,305 | 93,479 |
| Income taxes-current | 59,884 | 50,055 | 9,829 |
| Income taxes-deferred | 3,145 | (14,004) | 17,149 |
| Total taxes | 63,030 | 36,050 | 26,979 |
| Net income | 186,754 | 120,254 | 66,499 |
| (Reference) | | | |
| Total credit costs (1)+(2)+(3)+(4)+(5)+(6) | 23,488 | (22,502) | 45,990 |
| Credit costs for trust accounts | | 0 | (0) |
| Provision for general allowance for credit losses | 26,017 | (32,040) | 58,058 |
| Provision for special allowance for credit losses | 145 | 8,430 | (8,284) |
| Allowance for credit to specific foreign borrowers | 1 | (1) | 3 |
| Losses on loans write-offs | (4,582) | (352) | (4,230) |
| Provision for contingent losses included in credit costs | 561 | 607 | (45) |
| Gains on loans written-off | 952 | 706 | 245 |
| Losses on sales of other loans, etc. | 392 | 148 | 244 |

2. Average Interest Rate Spread**BK Non-consolidated**

| | (percentage per annum) | | |
|--|---|-------------------------------------|---|
| | For the fiscal year ended March 31, 2018 (A) | Increase (Decrease) (A) - (B) | For the fiscal year ended March 31, 2017 (B) |
| (Domestic business segment) | | | |
| Total average interest rate on interest-earning assets (a) | 0.51 | (0.04) | 0.55 |
| Average interest rate on loans and bills discounted (b) | 0.88 | 0.00 | 0.87 |
| Average interest rate on securities | 0.56 | (0.11) | 0.67 |
| Total average interest rate on interest-bearing liabilities (c) <including general and administrative expenses> | 0.55 | (0.06) | 0.61 |
| Average interest rate on deposits and NCD (d) | 0.00 | (0.00) | 0.00 |
| Average interest rate on other liabilities | 0.20 | (0.04) | 0.24 |
| Overall interest rate spread (a)-(c) | (0.04) | 0.01 | (0.05) |
| Interest rate spread (b)-(d) | 0.88 | 0.01 | 0.87 |
| (After excluding loans to the Japanese government and governmental organizations) | | | |
| Average interest rate on loans and bills discounted (e) | 0.94 | (0.04) | 0.98 |
| Interest rate spread (e)-(d) | 0.93 | (0.04) | 0.97 |

TB Non-consolidated

| | (percentage per annum) | | |
|---|--|-------------------------------------|---|
| | For the fiscal year ended March 31, 2018 (A) | Increase (Decrease) (A) - (B) | For the fiscal year ended March 31, 2017 (B) |
| (Domestic business segment) | | | |
| Total average interest rate on interest-earning assets (a) | 0.17 | (0.32) | 0.49 |
| Average interest rate on loans and bills discounted (b) | 0.44 | (0.05) | 0.50 |
| Average interest rate on securities | (0.28) | (1.14) | 0.86 |
| Total average interest rate on interest-bearing liabilities (c) | 0.09 | (0.03) | 0.12 |
| Average interest rate on deposits and NCD (d) | 0.06 | (0.01) | 0.08 |
| Overall interest rate spread (a)-(c) | 0.07 | (0.29) | 0.37 |
| Interest rate spread (b)-(d) | 0.38 | (0.04) | 0.42 |

(After excluding loans to the Japanese government and governmental organizations)

| | | | |
|---|-------------|--------|------|
| Average interest rate on loans and bills discounted (e) | 0.50 | (0.04) | 0.54 |
| Interest rate spread (e)-(d) | 0.43 | (0.02) | 0.45 |

BK and TB Combined

(percentage per annum)

| | For the fiscal year ended March 31, 2018 (A) | Increase (Decrease) (A) - (B) | For the fiscal year ended March 31, 2017 (B) |
|---|---|-------------------------------------|---|
| (Domestic business segment) | | | |
| Average interest rate on loans and bills discounted (a) | 0.80 | (0.01) | 0.81 |
| Average interest rate on deposits and NCD (b) | 0.01 | (0.00) | 0.01 |
| Interest rate spread (a)-(b) | 0.79 | (0.00) | 0.79 |

(After excluding loans to the Japanese government and governmental organizations)

| | | | |
|---|-------------|--------|------|
| Average interest rate on loans and bills discounted (c) | 0.86 | (0.04) | 0.91 |
| Interest rate spread (c)-(b) | 0.85 | (0.04) | 0.89 |

Mitsubishi UFJ Financial Group, Inc.

3. Notional Principal by the Remaining Life of the Interest Rate Swaps for Hedge-Accounting**MUFG Consolidated**

| | (in billions of yen) | | | |
|-----------------------------|----------------------|-------------------|-----------------|-----------------|
| | As of March 31, 2018 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 691.6 | 5,114.1 | 13,597.4 | 19,403.2 |
| Receive-floater/pay-fix | 474.5 | 5,664.6 | 2,500.5 | 8,639.7 |
| Receive-floater/pay-floater | | | | |
| Receive-fix/pay-fix | | | | |
| Total | 1,166.2 | 10,778.7 | 16,097.9 | 28,043.0 |

BK Consolidated

| | (in billions of yen) | | | |
|-----------------------------|----------------------|-------------------|-----------------|-----------------|
| | As of March 31, 2018 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 632.1 | 4,712.8 | 13,509.7 | 18,854.8 |
| Receive-floater/pay-fix | 15.2 | 3,906.2 | 680.7 | 4,602.3 |
| Receive-floater/pay-floater | | | | |
| Receive-fix/pay-fix | | | | |
| Total | 647.4 | 8,619.1 | 14,190.5 | 23,457.2 |

TB Consolidated

| | (in billions of yen) | | | |
|-----------------------------|----------------------|----------------------|-----------------|---------|
| | As of March 31, 2018 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 59.5 | 401.2 | 87.7 | 548.4 |
| Receive-floater/pay-fix | 454.8 | 1,705.9 | 1,800.7 | 3,961.5 |
| Receive-floater/pay-floater | | | | |
| Receive-fix/pay-fix | | | | |

| | | | | |
|-------|-------|---------|---------|---------|
| Total | 514.3 | 2,107.1 | 1,888.4 | 4,509.9 |
|-------|-------|---------|---------|---------|

4. Securities**MUFG Consolidated**

The tables include negotiable certificates of deposit in Cash and due from banks, beneficiary rights to the trust in Monetary claims bought and others in addition to Securities.

Fair Value Information on Securities

| | (in millions of yen) | | | | | | | |
|--|--|-------------|--------|--------|--|-------------|--------|--------|
| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
| | Amount on consolidated balance sheet | Differences | Gains | Losses | Amount on consolidated balance sheet | Differences | Gains | Losses |
| Debt securities being held to maturity | 3,593,058 | 37,990 | 55,058 | 17,068 | 3,560,825 | 50,325 | 62,484 | 12,158 |
| Domestic bonds | 1,100,828 | 40,211 | 40,211 | | 1,100,955 | 43,114 | 43,114 | |
| Government bonds | 1,100,828 | 40,211 | 40,211 | | 1,100,955 | 43,114 | 43,114 | |
| Municipal bonds | | | | | | | | |
| Corporate bonds | | | | | | | | |
| Other | 2,492,230 | (2,221) | 14,847 | 17,068 | 2,459,870 | 7,211 | 19,369 | 12,158 |
| Foreign bonds | 1,120,883 | (9,438) | 6,408 | 15,846 | 1,212,321 | (1,719) | 10,253 | 11,973 |
| Other | 1,371,346 | 7,216 | 8,438 | 1,222 | 1,247,549 | 8,930 | 9,115 | 185 |

| | (in millions of yen) | | | | | | | |
|----------------------------------|---|-------------|-----------|---------|---|-------------|-----------|---------|
| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
| | Amount on consolidated balance sheet | Differences | Gains | Losses | Amount on consolidated balance sheet | Differences | Gains | Losses |
| Available-for-sale securities | 55,397,324 | 3,517,412 | 3,922,054 | 404,642 | 54,813,148 | 3,139,063 | 3,433,950 | 294,887 |
| Domestic equity securities | 5,541,043 | 3,220,193 | 3,258,960 | 38,767 | 5,164,653 | 2,635,191 | 2,686,496 | 51,305 |
| Domestic bonds | 26,980,627 | 305,519 | 313,043 | 7,524 | 27,688,842 | 399,130 | 411,190 | 12,060 |
| Government bonds | 22,450,541 | 259,042 | 261,077 | 2,035 | 24,010,611 | 351,011 | 353,046 | 2,034 |
| Municipal bonds | 1,536,392 | 5,284 | 7,804 | 2,520 | 1,009,875 | 3,468 | 7,913 | 4,444 |
| Corporate bonds | 2,993,693 | 41,192 | 44,161 | 2,969 | 2,668,355 | 44,650 | 50,231 | 5,581 |
| Other | 22,875,652 | (8,300) | 350,049 | 358,350 | 21,959,652 | 104,742 | 336,263 | 231,521 |
| Foreign equity securities | 334,540 | 35,975 | 78,677 | 42,702 | 182,802 | 49,875 | 59,492 | 9,616 |

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| | | | | | | | | |
|---------------|-------------------|------------------|----------------|----------------|------------|---------|---------|---------|
| Foreign bonds | 17,448,342 | (139,099) | 120,866 | 259,965 | 17,917,306 | (8,487) | 154,280 | 162,768 |
| Other | 5,092,769 | 94,823 | 150,505 | 55,682 | 3,859,542 | 63,353 | 122,489 | 59,136 |

Redemption schedule of Available-for-sale securities with maturities and debt securities being held to maturity

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|---------------------|----------------------|----------------------|------------------------|-------------------|----------------------|----------------------|------------------------|------------------|
| | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years |
| Domestic bonds | 11,064,591 | 8,636,608 | 5,905,166 | 2,475,089 | 14,113,212 | 7,132,897 | 4,429,887 | 3,114,000 |
| Government bonds | 10,876,130 | 7,616,696 | 3,629,426 | 1,429,117 | 13,915,176 | 6,273,172 | 2,798,360 | 2,124,856 |
| Municipal bonds | 45,004 | 199,081 | 1,292,126 | 180 | 42,038 | 115,764 | 851,782 | 290 |
| Corporate bonds | 143,457 | 820,830 | 983,613 | 1,045,791 | 155,997 | 743,959 | 779,744 | 988,853 |
| Other | 2,813,304 | 5,611,715 | 6,162,056 | 8,021,620 | 2,416,059 | 6,338,667 | 5,711,596 | 7,146,492 |
| Foreign bonds | 2,604,848 | 4,379,714 | 5,323,315 | 6,238,067 | 2,341,343 | 5,597,815 | 4,493,257 | 6,686,389 |
| Other | 208,455 | 1,232,000 | 838,740 | 1,783,552 | 74,716 | 740,852 | 1,218,339 | 460,103 |
| Total | 13,877,896 | 14,248,323 | 12,067,222 | 10,496,709 | 16,529,272 | 13,471,564 | 10,141,484 | 10,260,492 |

Mitsubishi UFJ Financial Group, Inc.

BK Non-consolidated

The tables include negotiable certificates of deposit in Cash and due from banks, beneficiary rights to the trust in Monetary claims bought and others in addition to Securities.

Fair Value Information on Securities

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|--|----------------------|-------------|---------|--------|----------------------|-------------|--------|--------|
| | Amount on | Differences | Gains | Losses | Amount on | Differences | Gains | Losses |
| | balance sheet | | | | balance sheet | | | |
| Debt securities being held to maturity | 1,909,933 | 44,573 | 45,248 | 674 | 2,348,504 | 52,045 | 52,230 | 185 |
| Stocks of subsidiaries and affiliates | 932,607 | 105,350 | 120,348 | 14,998 | 932,607 | (8,940) | 41,986 | 50,927 |

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|-------------------------------|----------------------|-------------|-----------|---------|----------------------|-------------|-----------|---------|
| | Amount on | Differences | Gains | Losses | Amount on | Differences | Gains | Losses |
| | balance sheet | | | | balance sheet | | | |
| Available-for-sale securities | 38,764,391 | 2,757,167 | 2,981,731 | 224,564 | 37,723,034 | 2,347,803 | 2,535,654 | 187,850 |
| Domestic equity securities | 4,497,191 | 2,517,171 | 2,557,190 | 40,019 | 4,173,471 | 2,016,280 | 2,070,538 | 54,257 |
| Domestic bonds | 23,610,239 | 273,943 | 279,894 | 5,950 | 23,390,925 | 354,591 | 363,976 | 9,385 |
| Other | 10,656,960 | (33,947) | 144,646 | 178,593 | 10,158,637 | (23,069) | 101,139 | 124,208 |
| Foreign equity securities | 229,935 | 40,051 | 71,789 | 31,737 | 170,335 | 44,257 | 54,416 | 10,158 |
| Foreign bonds | 7,663,006 | (56,832) | 46,299 | 103,132 | 7,853,982 | (35,584) | 38,534 | 74,118 |
| Other | 2,764,018 | (17,166) | 26,557 | 43,723 | 2,134,319 | (31,742) | 8,188 | 39,931 |

Redemption schedule of Available-for-sale securities with maturities and debt securities being held to maturity

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|------------------|----------------------|-----------|------------|-----------|----------------------|-----------|------------|-----------|
| | within | 1 year to | 5 years to | over | within | 1 year to | 5 years to | over |
| | 1 year | 5 years | 10 years | 10 years | 1 year | 5 years | 10 years | 10 years |
| Domestic bonds | 10,173,197 | 6,604,091 | 5,849,537 | 2,084,241 | 13,027,854 | 4,251,676 | 4,320,651 | 2,891,699 |
| Government bonds | 9,999,700 | 5,681,642 | 3,619,368 | 1,069,042 | 12,877,083 | 3,503,258 | 2,747,703 | 1,913,228 |

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| | | | | | | | | |
|-----------------|-------------------|------------------|------------------|------------------|------------|-----------|-----------|-----------|
| Municipal bonds | 44,986 | 199,081 | 1,292,113 | 161 | 42,038 | 115,711 | 851,777 | 260 |
| Corporate bonds | 128,510 | 723,367 | 938,056 | 1,015,036 | 108,733 | 632,706 | 721,169 | 978,210 |
| Other | 1,927,595 | 2,038,470 | 2,361,263 | 3,264,675 | 1,660,584 | 2,392,988 | 2,059,040 | 3,489,562 |
| Foreign bonds | 1,577,259 | 1,390,215 | 1,878,365 | 2,793,885 | 1,396,678 | 2,204,469 | 1,106,191 | 3,128,455 |
| Other | 350,335 | 648,255 | 482,898 | 470,789 | 263,905 | 188,519 | 952,848 | 361,106 |
| Total | 12,100,792 | 8,642,562 | 8,210,801 | 5,348,916 | 14,688,438 | 6,644,664 | 6,379,691 | 6,381,261 |

Mitsubishi UFJ Financial Group, Inc.

TB Non-consolidated

The tables include beneficiary rights to the trust in Monetary claims bought in addition to Securities .

Fair Value Information on Securities

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|--|----------------------|-------------|-------|--------|----------------------|-------------|--------|--------|
| | Amount on | Differences | Gains | Losses | Amount on | Differences | Gains | Losses |
| | balance sheet | | | | balance sheet | | | |
| Debt securities being held to maturity | 494,365 | 2,702 | 3,250 | 547 | | | | |
| Stocks of subsidiaries and affiliates | 7,190 | 413 | 413 | | 52,328 | 33,443 | 33,512 | 69 |

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|-------------------------------|----------------------|-------------|---------|---------|----------------------|-------------|---------|--------|
| | Amount on | Differences | Gains | Losses | Amount on | Differences | Gains | Losses |
| | balance sheet | | | | balance sheet | | | |
| Available-for-sale securities | 12,874,815 | 745,891 | 861,604 | 115,712 | 13,508,608 | 752,569 | 818,235 | 65,665 |
| Domestic equity securities | 1,093,627 | 640,863 | 645,330 | 4,467 | 1,036,997 | 551,360 | 557,456 | 6,095 |
| Domestic bonds | 3,471,719 | 30,690 | 32,391 | 1,701 | 4,369,116 | 43,958 | 46,724 | 2,765 |
| Other | 8,309,468 | 74,338 | 183,881 | 109,542 | 8,102,494 | 157,250 | 214,054 | 56,804 |
| Foreign equity securities | 91,065 | (11,387) | 46 | 11,433 | 61 | 36 | 36 | |
| Foreign bonds | 7,025,849 | (12,310) | 75,228 | 87,539 | 6,792,918 | 64,280 | 104,484 | 40,204 |
| Other | 1,192,552 | 98,036 | 108,606 | 10,569 | 1,309,514 | 92,933 | 109,533 | 16,599 |

Redemption schedule of Available-for-sale securities with maturities and debt securities being held to maturity

| | As of March 31, 2018 | | | | As of March 31, 2017 | | | |
|------------------|----------------------|-----------|------------|----------|----------------------|-----------|------------|----------|
| | within 1 | 1 year to | 5 years to | over | within 1 | 1 year to | 5 years to | over |
| | year | 5 years | 10 years | 10 years | year | 5 years | 10 years | 10 years |
| Domestic bonds | 877,274 | 2,147,968 | 55,628 | 390,848 | 1,040,874 | 2,996,704 | 109,236 | 222,301 |
| Government bonds | 862,310 | 2,040,446 | 10,058 | 360,074 | 993,710 | 2,875,475 | 50,657 | 211,628 |

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| | | | | | | | | |
|-----------------|------------------|------------------|------------------|------------------|-----------|-----------|-----------|-----------|
| Municipal bonds | 17 | | 13 | 18 | | 53 | 5 | 29 |
| Corporate bonds | 14,946 | 107,522 | 45,556 | 30,755 | 47,164 | 121,176 | 58,574 | 10,642 |
| Other | 697,169 | 2,241,610 | 2,707,396 | 2,496,534 | 386,827 | 2,630,231 | 2,708,421 | 1,620,210 |
| Foreign bonds | 677,858 | 1,837,867 | 2,507,902 | 2,493,315 | 386,642 | 2,177,646 | 2,608,448 | 1,620,180 |
| Other | 19,310 | 403,743 | 199,493 | 3,219 | 184 | 452,585 | 99,973 | 29 |
| Total | 1,574,444 | 4,389,579 | 2,763,024 | 2,887,383 | 1,427,702 | 5,626,936 | 2,817,657 | 1,842,511 |

5. ROE**MUFG Consolidated**

| | For the fiscal year ended March 31, 2018 (A) | Increase (Decrease) (A) - (B) | For the fiscal year ended March 31, 2017 (B) | (%) |
|-----|---|-------------------------------------|--|-----|
| ROE | 7.53 | 0.27 | 7.25 | |

Note:

ROE is computed as follows:

$$\frac{\text{Profits attributable to owners of parent}}{\{(Total\ shareholders\ equity\ at\ the\ beginning\ of\ the\ period\ +\ Foreign\ currency\ translation\ adjustments\ at\ the\ beginning\ of\ the\ period)\ +\ (Total\ shareholders\ equity\ at\ the\ end\ of\ the\ period\ +\ Foreign\ currency\ translation\ adjustments\ at\ the\ end\ of\ the\ period)\} / 2} \times 100$$

6. Risk-Adjusted Capital Ratio**MUFG Consolidated**

(in billions of yen)

| | As of March 31, 2018 Preliminary (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) | As of September 30, 2017 |
|--|--|-------------------------------------|--------------------------------|-----------------------------|
| (1) Total capital ratio (4)/(7) | 16.56% | 0.70% | 15.85% | 16.33% |
| (2) Tier 1 capital ratio (5)/(7) | 14.32% | 0.95% | 13.36% | 13.72% |
| (3) Common Equity Tier 1 capital ratio (6)/(7) | 12.58% | 0.82% | 11.76% | 12.14% |
| (4) Total capital | 18,795.4 | 719.3 | 18,076.1 | 18,797.3 |
| (5) Tier 1 capital | 16,251.7 | 1,019.2 | 15,232.4 | 15,794.3 |
| (6) Common Equity Tier 1 capital | 14,284.9 | 871.0 | 13,413.8 | 13,979.4 |
| (7) Risk weighted assets | 113,463.6 | (522.7) | 113,986.3 | 115,068.8 |
| (8) Required Capital (7)×8% | 9,077.0 | (41.8) | 9,118.9 | 9,205.5 |

BK Consolidated

(in billions of yen)

| | As of March 31, 2018 Preliminary (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) | As of September 30, 2017 |
|--|--|-------------------------------------|-----------------------------------|--------------------------------|
| (1) Total capital ratio (4)/(7) | 15.90% | 0.61% | 15.28% | 15.84% |
| (2) Tier 1 capital ratio (5)/(7) | 13.59% | 0.89% | 12.70% | 13.10% |
| (3) Common Equity Tier 1 capital ratio (6)/(7) | 11.85% | 0.71% | 11.14% | 11.55% |
| (4) Total capital | 14,470.2 | 416.8 | 14,053.4 | 14,470.1 |
| (5) Tier 1 capital | 12,374.0 | 693.3 | 11,680.7 | 11,970.3 |
| (6) Common Equity Tier 1 capital | 10,788.3 | 542.5 | 10,245.8 | 10,547.9 |
| (7) Risk weighted assets | 91,007.1 | (952.8) | 91,960.0 | 91,318.6 |
| (8) Required Capital (7)×8% | 7,280.5 | (76.2) | 7,356.8 | 7,305.4 |

TB Consolidated

(in billions of yen)

| | As of March 31, 2018 Preliminary (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) | As of September 30, 2017 |
|--|--|-------------------------------------|-----------------------------------|--------------------------------|
| (1) Total capital ratio (4)/(7) | 20.03% | 0.22% | 19.80% | 20.55% |
| (2) Tier 1 capital ratio (5)/(7) | 17.67% | 0.73% | 16.94% | 17.28% |
| (3) Common Equity Tier 1 capital ratio (6)/(7) | 16.21% | 0.33% | 15.87% | 16.10% |
| (4) Total capital | 2,545.6 | 139.0 | 2,406.5 | 2,591.1 |
| (5) Tier 1 capital | 2,245.8 | 187.4 | 2,058.4 | 2,178.2 |
| (6) Common Equity Tier 1 capital | 2,060.1 | 131.1 | 1,928.9 | 2,030.3 |
| (7) Risk weighted assets | 12,705.2 | 556.0 | 12,149.1 | 12,604.2 |

| | | | | | |
|-----|-------------------------|----------------|------|-------|---------|
| (8) | Required Capital (7)×8% | 1,016.4 | 44.4 | 971.9 | 1,008.3 |
|-----|-------------------------|----------------|------|-------|---------|

BK Non-consolidated

(in billions of yen)

| | As of March 31, 2018 Preliminary (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) | As of September 30, 2017 | |
|-----|--|-------------------------------------|-----------------------------------|--------------------------------|----------|
| (1) | Total capital ratio (4)/(7) | 16.90% | 0.19% | 16.70% | 17.03% |
| (2) | Tier 1 capital ratio (5)/(7) | 14.51% | 0.63% | 13.88% | 14.07% |
| (3) | Common Equity Tier 1 capital ratio (6)/(7) | 12.54% | 0.49% | 12.04% | 12.25% |
| (4) | Total capital | 13,211.3 | 387.9 | 12,823.3 | 13,206.2 |
| (5) | Tier 1 capital | 11,344.0 | 688.5 | 10,655.5 | 10,910.4 |
| (6) | Common Equity Tier 1 capital | 9,802.4 | 554.7 | 9,247.7 | 9,502.6 |
| (7) | Risk weighted assets | 78,155.7 | 1,398.1 | 76,757.5 | 77,510.7 |
| (8) | Required Capital (7)×8% | 6,252.4 | 111.8 | 6,140.6 | 6,200.8 |

TB Non-consolidated

(in billions of yen)

| | As of March 31, 2018 Preliminary (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) | As of September 30, 2017 | |
|-----|--|-------------------------------------|-----------------------------------|--------------------------------|----------|
| (1) | Total capital ratio (4)/(7) | 19.88% | (0.59)% | 20.48% | 20.56% |
| (2) | Tier 1 capital ratio (5)/(7) | 17.55% | 0.10% | 17.45% | 17.25% |
| (3) | Common Equity Tier 1 capital ratio (6)/(7) | 16.18% | (0.17)% | 16.35% | 16.11% |
| (4) | Total capital | 2,529.3 | 102.8 | 2,426.4 | 2,577.2 |
| (5) | Tier 1 capital | 2,232.7 | 165.7 | 2,067.0 | 2,163.0 |
| (6) | Common Equity Tier 1 capital | 2,057.7 | 120.1 | 1,937.5 | 2,019.4 |
| (7) | Risk weighted assets | 12,716.6 | 871.7 | 11,844.8 | 12,533.4 |
| (8) | Required Capital (7)×8% | 1,017.3 | 69.7 | 947.5 | 1,002.6 |

Note: Risk-adjusted capital ratio of MUFG is computed in accordance with the Notification of the Financial Services Agency No.20, 2006.

Risk-adjusted capital ratio of BK and TB are computed in accordance with the Notification of the Financial Services Agency No.19, 2006.

7. Risk-Monitored Loans**MUFG Consolidated****(1) Risk-Monitored Loans**

| | As of March 31, 2018 | | As of March 31, 2017 | | (in millions of yen) Increase (Decrease) | |
|---|--|--|--|--|--|-------------------------------|
| | to total loans (A) and bills discounted | % to total loans (B) and bills discounted | to total loans (A) and bills discounted | % to total loans (B) and bills discounted | (A) - (B) | % to total loans (A) - (B) |
| Loans to bankrupt borrowers | 50,351 | 0.04% | 46,498 | 0.04% | 3,853 | 0.00% |
| Non-accrual delinquent loans | 614,955 | 0.56% | 738,103 | 0.67% | (123,147) | (0.10)% |
| Accruing loans contractually past due 3 months or more | 29,193 | 0.02% | 46,301 | 0.04% | (17,108) | (0.01)% |
| Restructured loans | 577,277 | 0.53% | 708,354 | 0.64% | (131,077) | (0.11)% |
| Total risk monitored loans | 1,271,777 | 1.17% | 1,539,258 | 1.41% | (267,480) | (0.23)% |
| Total loans and bills discounted | 108,090,994 | | 109,005,231 | | (914,237) | |
| Written-off | 361,108 | | 377,463 | | (16,355) | |

(2) Allowance for Credit Losses

| | As of March 31, 2018 | | As of March 31, 2017 | | (in millions of yen) Increase (Decrease) | |
|---|----------------------------|--|----------------------------|--|--|---|
| | (A) | % to total risk monitored loans | (B) | % to total risk monitored loans | (A) - (B) | % to total risk monitored loans |
| Allowance for credit losses | 807,139 | 63.46% | 957,350 | 62.19% | (150,210) | 1.26% |
| General allowance for credit losses | 596,523 | | 743,895 | | (147,371) | |
| Specific allowance for credit losses | 210,058 | | 213,065 | | (3,007) | |
| Allowance for credit to specific foreign borrowers | 556 | | 388 | | 168 | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

(in millions of yen)
As of As of Increase

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| | March 31, 2018 | March 31, 2017 | (Decrease) |
|-------------------------------|-----------------------|-----------------------|-------------------|
| | (A) | (B) | (A) - (B) |
| Domestic | 887,090 | 1,064,741 | (177,651) |
| Overseas | 384,687 | 474,516 | (89,829) |
| Asia | 155,810 | 142,367 | 13,443 |
| Indonesia | 8,678 | 5,946 | 2,731 |
| Singapore | 14,380 | 14,558 | (178) |
| Thailand | 125,943 | 106,546 | 19,396 |
| Hong Kong | 706 | 215 | 491 |
| Other | 6,102 | 15,099 | (8,997) |
| Americas | 157,565 | 216,085 | (58,520) |
| Europe, Middle East and Other | 71,311 | 116,064 | (44,752) |
| Total | 1,271,777 | 1,539,258 | (267,480) |

Classified by Industry

| | (in millions of yen) | | |
|---------------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 887,090 | 1,064,741 | (177,651) |
| Manufacturing | 329,574 | 425,381 | (95,806) |
| Construction | 12,680 | 16,299 | (3,619) |
| Wholesale and retail | 114,646 | 135,785 | (21,138) |
| Finance and insurance | 997 | 737 | 259 |
| Real estate, goods rental and leasing | 49,909 | 67,336 | (17,427) |
| Services | 42,988 | 51,944 | (8,955) |
| Other industries | 25,666 | 23,849 | 1,816 |
| Consumer | 310,626 | 343,406 | (32,779) |
| Overseas | 384,687 | 474,516 | (89,829) |
| Financial institutions | 3,765 | 7,672 | (3,906) |
| Commercial and industrial | 299,559 | 329,547 | (29,987) |
| Other | 81,362 | 137,297 | (55,935) |
| Total | 1,271,777 | 1,539,258 | (267,480) |

BK Non-consolidated

(1) Risk-Monitored Loans

| | As of | | As of | | (in millions of yen) | |
|--|--------------------------|--------------------------|--------------------------------|------------------|----------------------|------------------|
| | March 31, 2018 | % to total loans | March 31, 2017 | % to total loans | Increase (Decrease) | % to total loans |
| | (A) and bills discounted | (B) and bills discounted | (A) - (B) and bills discounted | | | |
| Loans to bankrupt borrowers | 41,846 | 0.05% | 35,746 | 0.04% | 6,100 | 0.00% |
| Non-accrual delinquent loans | 356,775 | 0.45% | 476,342 | 0.58% | (119,566) | (0.13)% |
| Accruing loans contractually past due 3 months or more | 23,616 | 0.02% | 45,938 | 0.05% | (22,322) | (0.02)% |
| Restructured loans | 411,324 | 0.51% | 525,466 | 0.64% | (114,142) | (0.12)% |
| Total risk monitored loans | 833,563 | 1.05% | 1,083,494 | 1.33% | (249,930) | (0.27)% |
| Total loans and bills discounted | 79,213,244 | | 81,394,063 | | (2,180,818) | |
| Written-off | 294,955 | | 307,219 | | (12,264) | |

(2) Allowance for Credit Losses

| | As of | | As of | | (in millions of yen) | |
|--|----------------|---------------------------------|----------------|---------------------------------|----------------------|---------------------------------|
| | March 31, 2018 | % to total risk monitored loans | March 31, 2017 | % to total risk monitored loans | Increase (Decrease) | % to total risk monitored loans |
| | (A) | (B) | (A) - (B) | | | |
| Allowance for credit losses | 418,248 | 50.17% | 563,216 | 51.98% | (144,968) | (1.80)% |
| General allowance for credit losses | 313,783 | | 446,887 | | (133,103) | |
| Specific allowance for credit losses | 103,908 | | 115,942 | | (12,034) | |
| Allowance for credit to specific foreign borrowers | 556 | | 386 | | 170 | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

| | (in millions of yen) | | |
|--|--------------------------|--------------------------|-------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |

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| | | | |
|-------------------------------|----------------|-----------|-----------|
| Domestic | 675,362 | 829,903 | (154,540) |
| Overseas | 158,200 | 253,591 | (95,390) |
| Asia | 22,849 | 29,866 | (7,016) |
| Indonesia | 1,790 | 102 | 1,687 |
| Singapore | 14,380 | 14,558 | (178) |
| Thailand | | 4 | (4) |
| Hong Kong | 706 | 215 | 491 |
| Other | 5,972 | 14,985 | (9,012) |
| Americas | 64,039 | 107,660 | (43,620) |
| Europe, Middle East and Other | 71,311 | 116,064 | (44,752) |
| Total | 833,563 | 1,083,494 | (249,930) |

Classified by Industry

| | (in millions of yen) | | |
|---------------------------|-----------------------------------|-----------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 675,362 | 829,903 | (154,540) |
| Manufacturing | 306,658 | 375,263 | (68,605) |
| Construction | 12,073 | 15,628 | (3,555) |
| Wholesale and retail | 114,403 | 134,286 | (19,882) |
| Finance and insurance | 993 | 715 | 278 |
| Real estate | 43,022 | 58,504 | (15,482) |
| Goods rental and leasing | 1,970 | 2,347 | (377) |
| Services | 42,747 | 51,080 | (8,333) |
| Other industries | 25,661 | 23,540 | 2,120 |
| Consumer | 127,833 | 168,535 | (40,702) |
| Overseas | 158,200 | 253,591 | (95,390) |
| Financial institutions | 3,681 | 7,589 | (3,907) |
| Commercial and industrial | 154,425 | 190,984 | (36,559) |
| Other | 93 | 55,017 | (54,923) |
| Total | 833,563 | 1,083,494 | (249,930) |

TB Non-consolidated

(1) Risk-Monitored Loans

| | (in millions of yen) | | | | | |
|--|---|------------------|---|------------------|--|------------------|
| | As of March 31, 2018 (A) and bills discounted | | As of March 31, 2017 (B) and bills discounted | | Increase (Decrease) (A) - (B) and bills discounted | |
| | | % to total loans | | % to total loans | | % to total loans |
| Loans to bankrupt borrowers | 462 | 0.00% | 530 | 0.00% | (67) | (0.00)% |
| Non-accrual delinquent loans | 6,457 | 0.04% | 9,611 | 0.06% | (3,154) | (0.02)% |
| Accruing loans contractually past due 3 months or more | 308 | 0.00% | 79 | 0.00% | 228 | 0.00% |
| Restructured loans | 27,352 | 0.18% | 55,523 | 0.38% | (28,171) | (0.20)% |
| Total risk monitored loans | 34,582 | 0.23% | 65,746 | 0.46% | (31,164) | (0.22)% |
| Total loans and bills discounted | 14,514,713 | | 14,283,249 | | 231,463 | |
| Written-off | 7,383 | | 7,626 | | (242) | |

(2) Allowance for Credit Losses

| | (in millions of yen) | | | | | |
|--|--------------------------------|--|-----------------------------------|--|-------------------------------------|---|
| | As of March 31, 2018 (A) | % to total risk monitored loans | As of March 31, 2017 (B) | % to total risk monitored loans | Increase (Decrease) (A) - (B) | % to total risk monitored loans |
| Allowance for credit losses | 33,138 | 95.82% | 59,306 | 90.20% | (26,168) | 5.61% |
| General allowance for credit losses | 32,378 | | 58,395 | | (26,017) | |
| Specific allowance for credit losses | 759 | | 908 | | (149) | |
| Allowance for credit to specific foreign borrowers | 0 | | 1 | | (1) | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

| | (in millions of yen) | | |
|----------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 34,071 | 65,273 | (31,202) |

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| | | | |
|-------------------------------|---------------|--------|----------|
| Overseas | 510 | 472 | 38 |
| Asia | 510 | 472 | 38 |
| Indonesia | | | |
| Singapore | | | |
| Thailand | 510 | 472 | 38 |
| Hong Kong | | | |
| Other | | | |
| Americas | | | |
| Europe, Middle East and Other | | | |
| Total | 34,582 | 65,746 | (31,164) |

Classified by Industry

| | (in millions of yen) | | |
|---------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 34,071 | 65,273 | (31,202) |
| Manufacturing | 22,898 | 50,092 | (27,194) |
| Construction | 591 | 653 | (62) |
| Wholesale and retail | 100 | 1,348 | (1,248) |
| Finance and insurance | | | |
| Real estate | 4,890 | 6,436 | (1,545) |
| Goods rental and leasing | | | |
| Services | 228 | 851 | (622) |
| Other industries | | 303 | (303) |
| Consumer | 5,363 | 5,587 | (224) |
| Overseas | 510 | 472 | 38 |
| Financial institutions | | | |
| Commercial and industrial | 510 | 472 | 38 |
| Other | | | |
| Total | 34,582 | 65,746 | (31,164) |

TB Non-consolidated: Trust Account

Trust Account represents trust account with contracts indemnifying the principal amounts.

(1) Risk-Monitored Loans

| | (in millions of yen) | | | | | |
|---|--|-------|--|-------|--|---------|
| | As of March 31, 2018 | | As of March 31, 2017 | | Increase (Decrease) | |
| | to total loans (A) and bills discounted | | to total loans (B) and bills discounted | | % to total loans (A) - (B) and bills discounted | |
| Loans to bankrupt borrowers | 3 | 0.02% | 3 | 0.01% | (0) | 0.00% |
| Non-accrual delinquent loans | 0 | 0.00% | 0 | 0.00% | (0) | (0.00)% |
| Accruing loans contractually past due 3 months or more | 8 | 0.05% | 9 | 0.04% | (1) | 0.00% |
| Restructured loans | 220 | 1.36% | 234 | 1.28% | (14) | 0.07% |
| Total risk monitored loans | 232 | 1.43% | 247 | 1.35% | (15) | 0.08% |
| Total loans and bills discounted | 16,186 | | 18,293 | | (2,106) | |

(2) Allowance for Credit Losses

| | (in millions of yen) | | |
|-------------------------|-------------------------|-------------------------|------------------------|
| | As of March 31, 2018 | As of March 31, 2017 | Increase (Decrease) |
| | (A) | (B) | (A) - (B) |
| Allowance for bad debts | 48 | 55 | (7) |

(3) Classification of Risk-Monitored Loans

Classified by Industry

| | (in millions of yen) | | |
|--------------------------|-------------------------|-------------------------|------------------------|
| | As of March 31, 2018 | As of March 31, 2017 | Increase (Decrease) |
| | (A) | (B) | (A) - (B) |
| Domestic | 232 | 247 | (15) |
| Manufacturing | | | |
| Construction | | | |
| Wholesale and retail | | | |
| Finance and insurance | | | |
| Real estate | 183 | 200 | (16) |
| Goods rental and leasing | | | |
| Services | | | |
| Other industries | | | |
| Consumer | 48 | 46 | 1 |

| | | | |
|-------|-----|-----|------|
| Total | 232 | 247 | (15) |
|-------|-----|-----|------|

8. Non Performing Loans Based on the Financial Reconstruction Law (the FRL)**BK and TB Combined including Trust Account**

Trust account represents trust account with contracts indemnifying the principal amounts.

(1) Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|-----------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto | | | |
| Bankrupt | 118,812 | 119,803 | (991) |
| Doubtful | 344,145 | 426,284 | (82,139) |
| Special Attention | 462,747 | 627,162 | (164,415) |
| Non Performing Loans (1) | 925,704 | 1,173,249 | (247,545) |
| Normal | 103,740,073 | 104,240,643 | (500,569) |
| Total | 104,665,778 | 105,413,893 | (748,114) |
| Non Performing Loans / Total | 0.88% | 1.11% | (0.22)% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 749,950 | 940,324 | (190,374) |
| Allowance for credit losses | 280,523 | 351,634 | (71,110) |
| Collateral, guarantees, etc. | 469,426 | 588,690 | (119,263) |
| Coverage ratio (2) / (1) | 81.01% | 80.14% | 0.86% |

(3) Coverage Ratio

| Category | Loan amount (A) | Allowance for credit losses | Covered by collateral and/or | (in millions of yen) | |
|----------|--------------------|-----------------------------|------------------------------|---|-------------------------------------|
| | | | | Coverage ratio for unsecured portion (B) / | Coverage ratio [(B) + (C)] / (A) |

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| | | (B) | guarantees (C) | [(A) - (C)] |
|----------------------|-------------|-----------|-------------------|-------------|
| Bankrupt or De facto | | | | |
| Bankrupt | 118,812 | 7,956 | 110,856 | 100.00% |
| | [119,803] | [10,772] | [109,031] | [100.00%] |
| Doubtful | 344,145 | 95,621 | 173,843 | 78.29% |
| | [426,284] | [104,933] | [244,227] | [81.90%] |
| Special Attention | 462,747 | 176,945 | 184,727 | 78.15% |
| | [627,162] | [235,928] | [235,431] | [75.15%] |
| Total | 925,704 | 280,523 | 469,426 | 81.01% |
| | [1,173,249] | [351,634] | [588,690] | [80.14%] |

Note: The upper figures are as of March 31, 2018. The lower figures with brackets are as of March 31, 2017.

(4) Classified by Industry

| | (in millions of yen) | | |
|---------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 716,305 | 903,729 | (187,423) |
| Manufacturing | 329,923 | 425,959 | (96,035) |
| Construction | 12,755 | 16,418 | (3,662) |
| Wholesale and retail | 117,615 | 139,910 | (22,295) |
| Finance and insurance | 1,448 | 2,008 | (560) |
| Real estate | 48,271 | 65,365 | (17,094) |
| Goods rental and leasing | 1,970 | 2,347 | (377) |
| Services | 43,501 | 52,500 | (8,998) |
| Other industries | 27,318 | 24,654 | 2,664 |
| Consumer | 133,500 | 174,565 | (41,065) |
| Overseas | 209,398 | 269,520 | (60,121) |
| Financial institutions | 3,862 | 7,779 | (3,917) |
| Commercial and industrial | 205,442 | 206,723 | (1,280) |
| Other | 93 | 55,017 | (54,923) |
| Total | 925,704 | 1,173,249 | (247,545) |

BK Non-consolidated

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 117,413 | 117,714 | (300) |
| Doubtful | 338,442 | 418,034 | (79,592) |
| Special Attention | 434,940 | 571,405 | (136,464) |
| Non Performing Loans (1) | 890,796 | 1,107,154 | (216,358) |
| Normal | 88,874,301 | 89,636,105 | (761,804) |
| Total | 89,765,097 | 90,743,260 | (978,162) |
| Non Performing Loans / Total | 0.99% | 1.22% | (0.22)% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|-----------------------------------|-----------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 718,588 | 896,314 | (177,725) |
| Allowance for credit losses | 267,342 | 325,433 | (58,090) |
| Collateral, guarantees, etc. | 451,245 | 570,881 | (119,635) |
| Coverage ratio (2) / (1) | 80.66% | 80.95% | (0.28)% |
| (3) Coverage Ratio | | | |

| Category | (in millions of yen) | | | | |
|-------------------------------|-----------------------|--|---|---|-------------------------------------|
| | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/ or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] (C) | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 117,413 | 7,871 | 109,542 | 100.00% | 100.00% |
| | [117,714] | [10,679] | [107,034] | [100.00%] | [100.00%] |
| Doubtful | 338,442 | 95,405 | 168,699 | 56.20% | 78.03% |

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| | | | | | |
|-------------------|-------------|-----------|-----------|----------|----------|
| | [418,034] | [104,577] | [236,899] | [57.73%] | [81.68%] |
| Special Attention | 434,940 | 164,066 | 173,004 | 62.63% | 77.49% |
| | [571,405] | [210,175] | [226,947] | [61.01%] | [76.49%] |
| Total | 890,796 | 267,342 | 451,245 | 60.82% | 80.66% |
| | [1,107,154] | [325,433] | [570,881] | [60.68%] | [80.95%] |

Note: The upper figures are as of March 31, 2018. The lower figures with brackets are as of March 31, 2017.

(4) Classified by Industry

| | (in millions of yen) | | |
|---------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 681,908 | 838,106 | (156,198) |
| Manufacturing | 307,025 | 375,867 | (68,841) |
| Construction | 12,164 | 15,764 | (3,599) |
| Wholesale and retail | 117,515 | 138,561 | (21,046) |
| Finance and insurance | 1,448 | 2,008 | (560) |
| Real estate | 43,196 | 58,728 | (15,531) |
| Goods rental and leasing | 1,970 | 2,347 | (377) |
| Services | 43,273 | 51,648 | (8,375) |
| Other industries | 27,318 | 24,350 | 2,968 |
| Consumer | 127,994 | 168,829 | (40,834) |
| Overseas | 208,888 | 269,047 | (60,159) |
| Financial institutions | 3,862 | 7,779 | (3,917) |
| Commercial and industrial | 204,932 | 206,250 | (1,318) |
| Other | 93 | 55,017 | (54,923) |
| Total | 890,796 | 1,107,154 | (216,358) |

TB Non-consolidated

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 1,395 | 2,085 | (690) |
| Doubtful | 5,619 | 8,159 | (2,539) |
| Special Attention | 27,661 | 55,603 | (27,942) |
| Non Performing Loans (1) | 34,676 | 65,848 | (31,171) |
| Normal | 14,849,817 | 14,586,491 | 263,326 |
| Total | 14,884,494 | 14,652,339 | 232,154 |
| Non Performing Loans / Total | 0.23% | 0.44% | (0.21)% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|-----------------------------------|-----------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 31,129 | 43,762 | (12,632) |
| Allowance for credit losses | 13,180 | 26,201 | (13,020) |
| Collateral, guarantees, etc. | 17,949 | 17,561 | 387 |
| Coverage ratio (2) / (1) | 89.77% | 66.46% | 23.31% |

(3) Coverage Ratio

| | (in millions of yen) | | | | |
|-------------------------------|----------------------|--|---|---|-------------------------------------|
| Category | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/ or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 1,395 | 84 | 1,310 | 100.00% | 100.00% |
| | [2,085] | [92] | [1,993] | [100.00%] | [100.00%] |
| Doubtful | 5,619 | 216 | 5,060 | 38.70% | 93.90% |
| | [8,159] | [355] | [7,238] | [38.66%] | [93.07%] |

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| | | | | | |
|-------------------|----------|----------|----------|----------|----------|
| Special Attention | 27,661 | 12,879 | 11,578 | 80.07% | 88.41% |
| | [55,603] | [25,753] | [8,330] | [54.47%] | [61.29%] |
| Total | 34,676 | 13,180 | 17,949 | 78.79% | 89.77% |
| | [65,848] | [26,201] | [17,561] | [54.26%] | [66.46%] |

Note: The upper figures are as of March 31, 2018. The lower figures with brackets are as of March 31, 2017.

(4) Classified by Industry

| | (in millions of yen) | | |
|---------------------------|-----------------------------------|-----------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 34,165 | 65,375 | (31,209) |
| Manufacturing | 22,898 | 50,092 | (27,194) |
| Construction | 591 | 653 | (62) |
| Wholesale and retail | 100 | 1,348 | (1,248) |
| Finance and insurance | | | |
| Real estate | 4,890 | 6,436 | (1,545) |
| Goods rental and leasing | | | |
| Services | 228 | 851 | (622) |
| Other industries | | 303 | (303) |
| Consumer | 5,457 | 5,689 | (231) |
| Overseas | 510 | 472 | 38 |
| Financial institutions | | | |
| Commercial and industrial | 510 | 472 | 38 |
| Other | | | |
| Total | 34,676 | 65,848 | (31,171) |

TB Non-consolidated: Trust Account

Trust account represents trust account with contracts indemnifying the principal amounts.

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 3 | 3 | (0) |
| Doubtful | 83 | 90 | (6) |
| Special Attention | 144 | 153 | (8) |
| Non Performing Loans (1) | 232 | 247 | (15) |
| Normal | 15,954 | 18,046 | (2,091) |
| Total | 16,186 | 18,293 | (2,106) |
| Non Performing Loans / Total | 1.43% | 1.35% | 0.08% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 232 | 247 | (15) |
| Allowance for credit losses | | | |
| Collateral, guarantees, etc. | 232 | 247 | (15) |
| Coverage ratio (2) / (1) | 100.00% | 100.00% | |

(3) Coverage Ratio

| Category | | | | (in millions of yen) | |
|-------------------------------|--------------------|------------------------------------|--|---|-------------------------------------|
| | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 3 | | 3 | | 100.00% |
| Doubtful | 83 | | 83 | | 100.00% |

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| | | | | |
|-------------------|-------|-----|-------|-----------|
| | [90] | [] | [90] | [100.00%] |
| Special Attention | 144 | | 144 | 100.00% |
| | [153] | [] | [153] | [100.00%] |
| Total | 232 | | 232 | 100.00% |
| | [247] | [] | [247] | [100.00%] |

Note: The upper figures are as of March 31, 2018. The lower figures with brackets are as of March 31, 2017.

(4) Classified by Industry

| | (in millions of yen) | | |
|--------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2018 (A) | As of March 31, 2017 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 232 | 247 | (15) |
| Manufacturing | | | |
| Construction | | | |
| Wholesale and retail | | | |
| Finance and insurance | | | |
| Real estate | 183 | 200 | (16) |
| Goods rental and leasing | | | |
| Services | | | |
| Other industries | | | |
| Consumer | 48 | 46 | 1 |
| Total | 232 | 247 | (15) |

Mitsubishi UFJ Financial Group, Inc.

Overview of Non-Performing Loans

BK and TB Combined

| Type of Loans | Non- Classification | Self-Assessment Classification | | | Coverage ratio for unsecured portion | Non-Performing Loans Based on the FRL | | Risk-Monitored Loans to bank borrowers |
|---|------------------------|-----------------------------------|-----------------------|----------------------|---|--|--|--|
| | | Classification II | Classification III | Classification IV | | i) Bankrupt or De facto Bankrupt | ii) Doubtful | |
| Bankrupt Loans | [110.8] | | [5.5] | [2.4] | 100.00% | [118.8] | [42.3] | |
| Financially Distressed Loans | [173.8] | | [170.1] | (*1) | 56.14% | [344.0] | [363.2] | |
| Loans Contractually Defaulting Loans | [462.6] | | | | 63.64% | [462.6] | Accruing loans contractually past 3 months or more delinquent loans | |

ers)

[23.9]

Restructured I

[438.6]

ers
ing
on
er
ers)

iv) Normal

[103,724.1]

al
ers

Non-Performing Loans
Based on the FRL

Risk-Monitored

i) + ii) + iii)

925.4

868.1

Total

i) + ii) + iii) + iv)

104,649.5

(*1) Customers liabilities for acceptances and guarantees in Classification IV are fully reserved.

9. Progress in Disposition of Problem Assets**BK Non-consolidated**

(1) Bankrupt or De facto Bankrupt and Doubtful Assets Based on the FRL

| | (in millions of yen) | | | | |
|---|-------------------------|-------------------------|--------------------------------|--------------------------------|--------------|
| | As of March 31, 2015 | As of March 31, 2016 | As of March 31, 2017 (A) | As of March 31, 2018 (B) | (B) - (A) |
| Assets newly categorized during fiscal 2014 | 98,674 | 61,087 | 40,744 | 29,121 | (11,623) |
| Assets newly categorized during fiscal 2015 | | 500,907 | 96,342 | 72,005 | (24,336) |
| Assets newly categorized during fiscal 2016 | | | 156,527 | 66,294 | (90,232) |
| Assets newly categorized during fiscal 2017 | | | | 125,207 | |

(2) Progress in Disposition of Problem Assets

| | (in millions of yen) | | |
|---|--|---------------|----------------|
| | For the fiscal year ended March 31, 2018 | | |
| | Bankrupt or De facto Bankrupt | | Doubtful |
| Liquidation | 3,792 | | |
| Reconstructive treatment | 6,615 | | |
| Upgrade due to reconstructive treatment | | | |
| Loan sold to secondary market | 17,842 | | |
| Write-offs | 43,100 | | |
| Others | 133,749 | | |
| Collection / Repayment | 86,572 | | |
| Upgrade | 47,176 | | |
| Total | 205,100 | 49,893 | 155,206 |
| Amount in process for disposition | 101,398 | | |

Note: The process for disposition consists of legal liquidation, quasi-legal liquidation, company splits to good companies and bad companies, partial direct write-offs of retail exposure to individuals and small/medium-sized companies, and trusts to The Resolution and Collection Corporation mainly for the purpose of revitalization of companies, which are scheduled to be off-balanced before their maturities.

TB Non-consolidated including Trust Account

Trust account represents trust account with contracts indemnifying the principal amounts.

(1) Bankrupt or De facto Bankrupt and Doubtful Assets Based on the FRL

| | (in millions of yen) | | | | |
|---|-------------------------|-------------------------|--------------------------------|--------------------------------|-----------|
| | As of March 31, 2015 | As of March 31, 2016 | As of March 31, 2017 (A) | As of March 31, 2018 (B) | (B) - (A) |
| Assets newly categorized during fiscal 2014 | 7,495 | 1,730 | 265 | 207 | (58) |
| Assets newly categorized during fiscal 2015 | | 18,743 | 883 | 718 | (165) |
| Assets newly categorized during fiscal 2016 | | | 1,872 | 643 | (1,229) |
| Assets newly categorized during fiscal 2017 | | | | 1,319 | |
| (2) Progress in Disposition of Problem Assets | | | | | |

| | (in millions of yen) | | |
|---|--|----------|---------------|
| | For the fiscal year ended March 31, 2018 | | |
| | Bankrupt or De facto Bankrupt | Doubtful | |
| Liquidation | | | |
| Reconstructive treatment | | | |
| Upgrade due to reconstructive treatment | | | |
| Loan sold to secondary market | | | |
| Write-offs | | | 4,227 |
| Others | | | 5,797 |
| Collection / Repayment | | | 4,141 |
| Upgrade | | | 1,656 |
| Total | | | 10,024 |
| | | | 967 |
| | | | 9,056 |
| Amount in process for disposition | | | 1,533 |

Note: The process for disposition consists of legal liquidation, quasi-legal liquidation, company splits to good companies and bad companies, partial direct write-offs of retail exposure to individuals and small/medium-sized companies, and trusts to The Resolution and Collection Corporation mainly for the purpose of revitalization of companies, which are scheduled to be off-balanced before their maturities.

10. Loans Classified by Type of Industry, Domestic Consumer Loans, Domestic Loans to Small/Medium-Sized Companies and Proprietors

BK and TB Combined including Trust Accounts

(1) Loans Classified by Type of Industry

| | (in millions of yen) | | |
|---|--------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Domestic offices (excluding loans booked at offshore markets) | 66,770,721 | (626,426) | 67,397,147 |
| Manufacturing | 9,613,346 | (967,410) | 10,580,756 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 139,140 | (12,935) | 152,075 |
| Construction | 736,321 | (30,424) | 766,745 |
| Utilities | 1,828,883 | 263,453 | 1,565,430 |
| Communication and information services | 1,347,820 | (70,227) | 1,418,047 |
| Transport and postal activities | 2,215,435 | (9,645) | 2,225,080 |
| Wholesale and retail | 6,446,155 | (25,605) | 6,471,760 |
| Finance and insurance | 8,450,825 | (67,767) | 8,518,592 |
| Real estate | 8,986,142 | 84,597 | 8,901,544 |
| Goods rental and leasing | 2,091,142 | 18,211 | 2,072,931 |
| Services | 2,760,243 | 180,730 | 2,579,513 |
| Municipal government | 706,171 | 136,465 | 569,706 |
| Other industries (including loans to the Japanese government) | 21,449,083 | (125,872) | 21,574,955 |
| Overseas offices and loans booked at offshore markets | 27,263,992 | (1,220,410) | 28,484,402 |
| Total | 94,034,713 | (1,846,836) | 95,881,550 |

(2) Domestic Consumer Loans

| | (in millions of yen) | | |
|-------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Total domestic consumer loans | 16,273,074 | (270,685) | 16,543,759 |
| Housing loans | 15,453,943 | (266,347) | 15,720,290 |

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| | | | |
|---------------------|-------------------|-----------|------------|
| Residential purpose | 13,451,480 | (155,152) | 13,606,632 |
| Other | 819,131 | (4,337) | 823,468 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | (in millions of yen) | | |
|---------------------------|-----------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Outstanding amount | 40,228,907 | 37,911 | 40,190,996 |
| % to total domestic loans | 60.24% | 0.61% | 59.63% |

BK Non-consolidated

(1) Loans Classified by Type of Industry

| | (in millions of yen) | | |
|---|-----------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Domestic offices (excluding loans booked at offshore markets) | 54,077,138 | (1,255,655) | 55,332,793 |
| Manufacturing | 7,803,059 | (747,837) | 8,550,896 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 136,981 | (12,004) | 148,985 |
| Construction | 646,217 | (25,346) | 671,563 |
| Utilities | 1,374,494 | 156,965 | 1,217,529 |
| Communication and information services | 1,089,766 | (39,571) | 1,129,337 |
| Transport and postal activities | 1,547,324 | (23,744) | 1,571,068 |
| Wholesale and retail | 5,643,303 | 85,108 | 5,558,195 |
| Finance and insurance | 5,762,547 | (220,268) | 5,982,815 |
| Real estate | 7,123,285 | 142,634 | 6,980,650 |
| Goods rental and leasing | 1,346,634 | 27,045 | 1,319,589 |
| Services | 2,631,911 | 204,046 | 2,427,865 |
| Municipal government | 699,552 | 137,295 | 562,257 |
| Other industries (including loans to the Japanese government) | 18,272,065 | (939,979) | 19,212,044 |
| Overseas offices and loans booked at offshore markets | 25,136,106 | (925,163) | 26,061,269 |
| Total | 79,213,244 | (2,180,818) | 81,394,063 |

(2) Domestic Consumer Loans

| | (in millions of yen) | | |
|-------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Total domestic consumer loans | 14,961,771 | (222,068) | 15,183,840 |
| Housing loans | 14,146,358 | (218,641) | 14,365,000 |
| Residential purpose | 12,271,411 | (124,202) | 12,395,614 |
| Other | 815,413 | (3,427) | 818,840 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | (in millions of yen) | | |
|---------------------------|--------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Outstanding amount | 34,050,297 | (103,514) | 34,153,811 |
| % to total domestic loans | 62.96% | 1.24% | 61.72% |

TB Non-consolidated

(1) Loans Classified by Type of Industry

| | (in millions of yen) | | |
|---|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Domestic offices (excluding loans booked at offshore markets) | 12,386,827 | 526,710 | 11,860,116 |
| Manufacturing | 1,810,287 | (219,573) | 2,029,860 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 2,159 | (931) | 3,090 |
| Construction | 90,104 | (5,078) | 95,182 |
| Utilities | 454,389 | 106,488 | 347,901 |
| Communication and information services | 258,054 | (30,656) | 288,710 |
| Transport and postal activities | 648,111 | (5,901) | 654,012 |
| Wholesale and retail | 802,852 | (110,713) | 913,565 |
| Finance and insurance | 2,652,614 | 122,929 | 2,529,685 |
| Real estate | 1,858,564 | (57,108) | 1,915,672 |
| Goods rental and leasing | 744,508 | (8,834) | 753,342 |
| Services | 128,332 | (23,312) | 151,644 |
| Municipal government | 1,946 | (714) | 2,660 |
| Other industries (including loans to the Japanese government) | 2,934,896 | 760,113 | 2,174,783 |
| Overseas offices and loans booked at offshore markets | 2,127,886 | (295,246) | 2,423,132 |
| Total | 14,514,713 | 231,463 | 14,283,249 |

(2) Domestic Consumer Loans

| | (in millions of yen) | | |
|-------------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Total domestic consumer loans | 1,304,063 | (47,545) | 1,351,609 |
| Housing loans | 1,300,378 | (46,648) | 1,347,027 |
| Residential purpose | 1,173,364 | (29,994) | 1,203,359 |
| Other | 3,685 | (896) | 4,582 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2017 (B) |
|---------------------------|---|--|--|
| Outstanding amount | 5,900,193 | 56,364 | 5,843,829 |
| % to total domestic loans | 47.63% | (1.64)% | 49.27% |

TB Non-consolidated: Trust Accounts

(1) Loans Classified by Type of Industry

| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2017 (B) |
|---|--------------------------------|-------------------------------------|--|
| Domestic offices (excluding loans booked at offshore markets) | 306,755 | 102,518 | 204,237 |
| Manufacturing | | | |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | | | |
| Construction | | | |
| Utilities | | | |
| Communication and information services | | | |
| Transport and postal activities | 20,000 | 20,000 | |
| Wholesale and retail | | | |
| Finance and insurance | 35,664 | 29,572 | 6,092 |
| Real estate | 4,293 | (929) | 5,222 |
| Goods rental and leasing | | | |
| Services | | (4) | 4 |
| Municipal government | 4,673 | (116) | 4,789 |
| Other industries (including loans to the Japanese government) | 242,122 | 53,994 | 188,128 |
| Overseas offices and loans booked at offshore markets | | | |
| Total | 306,755 | 102,518 | 204,237 |

(2) Domestic Consumer Loans

| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2017 (B) |
|-------------------------------|-----------------------------------|-------------------------------------|---|
| Total domestic consumer loans | 7,238 | (1,070) | 8,309 |
| Housing loans | 7,206 | (1,056) | 8,263 |
| Residential purpose | 6,703 | (954) | 7,658 |
| Other | 32 | (13) | 46 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2017 (B) |
|---------------------------|-----------------------------------|-------------------------------------|---|
| Outstanding amount | 278,417 | 85,061 | 193,356 |
| % to total domestic loans | 90.76% | (3.91)% | 94.67% |

11. Overseas Loans**BK and TB Combined**

| | (in millions of yen) | | |
|--------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Americas | 12,595,524 | (562,553) | 13,158,077 |
| United States of America | 7,984,522 | (352,271) | 8,336,794 |
| Caribbean countries | 2,474,107 | (24,006) | 2,498,113 |
| Canada | 895,371 | 74,823 | 820,548 |
| Brazil | 514,123 | (104,082) | 618,205 |
| Mexico | 419,002 | (3,360) | 422,363 |
| Chile | 156,949 | (56,195) | 213,144 |
| Others | 151,450 | (97,461) | 248,910 |
| Asia/Oceania | 9,799,650 | (12,923) | 9,812,573 |
| Hong Kong | 2,228,774 | 27,913 | 2,200,861 |
| Australia | 1,978,943 | (55,313) | 2,034,257 |
| Singapore | 1,424,380 | (27,746) | 1,452,126 |
| Indonesia | 841,984 | 1,194 | 840,789 |
| India | 834,108 | 89,384 | 744,723 |
| South Korea | 599,426 | (35,111) | 634,537 |
| Taiwan | 590,453 | 157,757 | 432,696 |
| New Zealand | 278,303 | 11,980 | 266,322 |
| Vietnam | 262,427 | 14,304 | 248,122 |
| Malaysia | 237,783 | (60,325) | 298,108 |
| Thailand | 149,380 | (58,256) | 207,636 |
| China | 130,163 | (5,527) | 135,691 |
| Philippines | 118,338 | (86,829) | 205,168 |
| Others | 125,188 | 13,652 | 111,537 |
| EMEA | 7,233,222 | (181,206) | 7,414,429 |
| United Kingdom | 2,183,497 | 84,370 | 2,099,127 |
| Netherlands | 738,651 | (6,371) | 745,023 |
| Saudi Arabia | 552,228 | (56,410) | 608,638 |
| Germany | 529,964 | 37,310 | 492,653 |
| France | 458,772 | 34,898 | 423,873 |
| UAE | 341,013 | (83,794) | 424,807 |
| Qatar | 328,442 | (108,087) | 436,530 |
| Luxembourg | 235,425 | (31,373) | 266,799 |
| South Africa | 193,020 | (4,489) | 197,509 |
| Switzerland | 175,263 | (7,069) | 182,333 |
| Ireland | 167,101 | 1,909 | 165,192 |
| Turkey | 159,665 | (21,152) | 180,818 |

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| | | | |
|--------|-------------------|-----------|------------|
| Italy | 159,089 | 17,458 | 141,630 |
| Spain | 139,269 | 17,516 | 121,753 |
| Oman | 104,516 | 19,167 | 85,349 |
| Others | 767,307 | (75,089) | 842,395 |
| Others | | (284) | 284 |
| Total | 29,628,397 | (756,965) | 30,385,363 |

Note: In addition to the (non-consolidated basis) loan balance stated above, five major overseas subsidiaries have the following loan balances in the consolidated financial statements.

MUFG Americas Holdings Corporation: ¥8,809,041 million (a 6,082 million yen increase as compared with March 31, 2017.)

Bank of Ayudhya Public Company Limited: ¥4,022,469 million (a 359,620 million yen increase as compared with March 31, 2017.)

Bank of Tokyo-Mitsubishi UFJ (China), Ltd.: ¥1,496,643 million (a 180,271 million yen increase as compared with March 31, 2017.)

MUFG Bank (Europe) N.V.: ¥863,312 million (a 162,611 million yen increase as compared with March 31, 2017.)

MUFG Bank (Malaysia) Berhad: ¥493,887 million (a 42,501 million yen increase as compared with March 31, 2017.)

Mitsubishi UFJ Financial Group, Inc.

12. Loans and Deposits**BK and TB Combined**

| | (in millions of yen) | | |
|----------------------------|--------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Deposits (ending balance) | 160,799,777 | 5,300,999 | 155,498,777 |
| Deposits (average balance) | 158,125,973 | 8,407,184 | 149,718,788 |
| Loans (ending balance) | 93,727,957 | (1,949,354) | 95,677,312 |
| Loans (average balance) | 95,206,469 | (2,288,311) | 97,494,781 |

BK Non-consolidated

| | (in millions of yen) | | |
|----------------------------|-----------------------------------|-------------------------------------|-----------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Deposits (ending balance) | 145,492,629 | 6,328,525 | 139,164,104 |
| Deposits (average balance) | 143,218,442 | 7,605,040 | 135,613,401 |
| Loans (ending balance) | 79,213,244 | (2,180,818) | 81,394,063 |
| Loans (average balance) | 80,916,947 | (2,999,348) | 83,916,295 |

TB Non-consolidated

| | (in millions of yen) | | |
|----------------------------|-----------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Deposits (ending balance) | 15,307,147 | (1,027,525) | 16,334,673 |
| Deposits (average balance) | 14,907,531 | 802,144 | 14,105,387 |
| Loans (ending balance) | 14,514,713 | 231,463 | 14,283,249 |
| Loans (average balance) | 14,289,522 | 711,037 | 13,578,485 |

13. Domestic Deposits**BK and TB Combined**

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Individuals | 75,302,588 | 2,209,285 | 73,093,302 |
| Corporations and others | 63,134,680 | 2,084,314 | 61,050,366 |
| Domestic deposits | 138,437,269 | 4,293,600 | 134,143,669 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

BK Non-consolidated

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Individuals | 67,612,602 | 2,260,140 | 65,352,462 |
| Corporations and others | 57,098,234 | 2,951,188 | 54,147,045 |
| Domestic deposits | 124,710,836 | 5,211,328 | 119,499,507 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

TB Non-consolidated

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Individuals | 7,689,986 | (50,854) | 7,740,840 |
| Corporations and others | 6,036,446 | (866,874) | 6,903,320 |
| Domestic deposits | 13,726,432 | (917,728) | 14,644,161 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

14. Status of Deferred Tax Assets**BK Non-consolidated**

(1) Tax Effects of the Items Comprising Net Deferred Tax Assets

| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | (in billions of yen) As of March 31, 2017 (B) |
|--|--------------------------------|-------------------------------------|--|
| Deferred tax assets | 504.5 | (26.7) | 531.3 |
| Allowance for credit losses | 195.0 | (47.8) | 242.9 |
| Write-down on investment securities | 96.1 | (4.4) | 100.5 |
| Unrealized losses on Available-for-sale securities | 5.7 | (4.8) | 10.6 |
| Reserve for retirement benefits | 96.4 | (1.5) | 97.9 |
| Reserve for contingent losses | 45.2 | 3.9 | 41.3 |
| Other | 181.3 | 20.9 | 160.3 |
| Valuation allowance | (115.3) | 7.0 | (122.4) |
| Deferred tax liabilities | 946.6 | 59.7 | 886.8 |
| Unrealized gains on Available-for-sale securities | 770.3 | 98.8 | 671.5 |
| Net deferred gains on hedges | 31.8 | (33.5) | 65.4 |
| Revaluation gains on securities upon merger | 60.7 | (1.4) | 62.2 |
| Gains on securities contributed to employees retirement benefits trust | 46.9 | (1.7) | 48.7 |
| Other | 36.5 | (2.2) | 38.8 |
| Net deferred tax assets | (442.0) | (86.4) | (355.5) |

(2) Net operating profits before provision for general allowance for credit losses and Taxable Income

| | FY2012 | FY2013 | FY2014 | FY2015 | FY2016 | FY2017 |
|--|---------|---------|--------|---------|--------|---------|
| Net operating profits before provision for general allowance for credit losses | 1,001.5 | 855.9 | 931.4 | 888.1 | 666.9 | 554.3 |
| Total credit costs | (56.6) | 17.0 | (70.7) | (103.4) | (25.4) | 56.0 |
| Income before income taxes | 877.4 | 984.7 | 860.2 | 884.7 | 632.2 | 580.0 |
| Reconciliation to taxable income | (561.4) | (336.2) | (12.6) | (113.3) | (86.2) | (161.6) |
| Taxable income | 316.0 | 648.5 | 847.5 | 771.3 | 546.0 | 418.3 |

(3) Classification Based on Prior Year Operating Results as Provided in the ASBJ Guidance No.26

We are classified as 2 because we are considered to be a company showing stable financial performance.

TB Non-consolidated

(1) Tax Effects of the Items Comprising Net Deferred Tax Assets

| | (in billions of yen) | | |
|--|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Deferred tax assets | 55.3 | 7.2 | 48.0 |
| Gains on securities related to employees retirement benefits trust | 28.2 | 5.9 | 22.2 |
| Allowance for credit losses | 11.4 | (7.8) | 19.2 |
| Write-down on investment securities | 8.8 | (0.0) | 8.9 |
| Deferred losses on hedging instruments | | (0.1) | 0.1 |
| Other | 41.8 | 10.1 | 31.7 |
| Valuation allowance | (35.0) | (0.7) | (34.2) |
| Deferred tax liabilities | 296.1 | 18.2 | 277.9 |
| Unrealized gains on Available-for-sale securities | 220.2 | 0.7 | 219.5 |
| Reserve for retirement benefits | 56.4 | 9.9 | 46.5 |
| Deferred gains on hedging instruments | 6.6 | 6.6 | |
| Other | 12.7 | 0.8 | 11.9 |
| Net deferred tax assets | (240.8) | (10.9) | (229.8) |

(2) Net operating profits before credit costs for trust accounts and provision for general allowance for credit losses and Taxable Income

| | (in billions of yen) | | | | | |
|--|----------------------|--------|--------|--------|--------|--------|
| | FY2012 | FY2013 | FY2014 | FY2015 | FY2016 | FY2017 |
| Net operating profits before credit costs for trust accounts and provision for general allowance for credit losses | 162.2 | 162.9 | 190.4 | 193.0 | 181.4 | 162.1 |
| Total credit costs | (8.6) | 18.0 | (0.4) | (0.2) | (22.5) | 23.4 |
| Income before income taxes | 173.5 | 184.4 | 201.4 | 218.6 | 156.3 | 249.7 |
| Reconciliation to taxable income | (84.9) | (94.3) | (40.4) | (68.1) | 1.8 | (68.7) |
| Taxable income | 88.6 | 90.1 | 160.9 | 150.4 | 158.1 | 181.0 |

(3) Classification Based on Prior Year Operating Results as Provided in the ASBJ Guidance No.26

We are classified as 2 because we are considered to be a company showing stable financial performance.

15. Retirement Benefits**MUFG Consolidated**

(1) Benefit obligation

| | | (in millions of yen) | | |
|---|-----------------|-------------------------|------------------------|-------------------------|
| | | As of March 31, 2018 | Increase (Decrease) | As of March 31, 2017 |
| | | (A) | (A) - (B) | (B) |
| Projected benefit obligation (reserve type) | (A) | 2,329,348 | 48,283 | 2,281,064 |
| Projected benefit obligation (non-reserve type) | (B) | 54,368 | 3,677 | 50,690 |
| Fair value of plan assets | (C) | (3,198,789) | (324,701) | (2,874,087) |
| Net amount recorded on the Consolidated Balance Sheet | (A) + (B) - (C) | (815,072) | (272,740) | (542,332) |
| Net defined benefit liability | | 59,033 | (11) | 59,045 |
| Net defined benefit asset | | (874,106) | (272,728) | (601,377) |

(2) Net periodic cost of retirement benefits

| | | (in millions of yen) | | |
|--|--|---|------------------------|--|
| | | For the fiscal year ended March 31, 2018 | Increase (Decrease) | For the fiscal year ended March 31, 2017 |
| | | (A) | (A) - (B) | (B) |
| Net periodic cost of retirement benefits regarding defined benefit pension plans | | 49,863 | (14,353) | 64,216 |
| Service cost | | 57,638 | (5,796) | 63,434 |
| Interest cost | | 31,309 | 1,562 | 29,747 |
| Expected return on plan assets | | (103,138) | (9,194) | (93,944) |
| Amortization of unrecognized prior service cost | | (5,873) | (829) | (5,043) |
| Amortization of unrecognized net actuarial loss | | 61,954 | (403) | 62,357 |
| Other | | 7,973 | 307 | 7,666 |

(3) Assumptions used in calculation of projected benefit obligation

| | | As of March 31, 2018 |
|-----------------|------------------------------------|----------------------|
| Discount rates | Domestic consolidated subsidiaries | 0.00% ~ 0.83% |
| | Overseas consolidated subsidiaries | 1.16% ~ 10.00% |
| Expected return | Domestic consolidated subsidiaries | 0.07% ~ 4.10% |

Overseas consolidated subsidiaries 1.80% ~ 10.00%

BK Non-consolidated

(1) Benefit obligation

| | | (in millions of yen) | | |
|---------------------------------|-----------------------|-------------------------|------------------------|-------------------------|
| | | As of March 31, 2018 | Increase (Decrease) | As of March 31, 2017 |
| | | (A) | (A) - (B) | (B) |
| Projected benefit obligation | (A) | 1,462,790 | 21,324 | 1,441,465 |
| Discount rates | | 0.5% ~ 0.8% | | 0.6% ~ 0.9% |
| Fair value of plan assets | (B) | 1,938,809 | 207,556 | 1,731,253 |
| Prepaid pension cost | (C) | 280,049 | 9,142 | 270,907 |
| Reserve for retirement benefits | (D) | 8,656 | (282) | 8,939 |
| Total amount unrecognized | (A) - (B) + (C) - (D) | (204,625) | (176,805) | (27,819) |
| Unrecognized net actuarial loss | | (197,933) | (178,679) | (19,254) |
| Unrecognized prior service cost | | (6,692) | 1,873 | (8,565) |

(2) Net periodic cost

| | | (in millions of yen) | | |
|---|--|---|------------------------|---|
| | | For the fiscal year ended March 31, 2018 | Increase (Decrease) | For the fiscal year ended March 31, 2017 |
| | | (A) | (A) - (B) | (B) |
| Net periodic cost of retirement benefits | | 56,603 | 2,148 | 54,455 |
| Service cost | | 32,025 | (2,493) | 34,519 |
| Interest cost | | 13,629 | 1,651 | 11,978 |
| Expected return on plan assets | | (42,984) | (2,770) | (40,213) |
| Amortization of unrecognized prior service cost | | (1,835) | 5 | (1,841) |
| Amortization of unrecognized net actuarial loss | | 44,751 | 5,331 | 39,419 |
| Other | | 11,017 | 423 | 10,593 |

TB Non-consolidated

(1) Benefit obligation

| | | (in millions of yen) | | |
|---------------------------------|-----------------------|--------------------------------|-------------------------------------|--------------------------------|
| | | As of March 31, 2018 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2017 (B) |
| Projected benefit obligation | (A) | 332,829 | 4,252 | 328,576 |
| Discount rates | | 0.5% ~ 0.8% | | 0.6% ~ 0.9% |
| Fair value of plan assets | (B) | 628,316 | 48,791 | 579,525 |
| Prepaid pension cost | (C) | 304,525 | 32,586 | 271,938 |
| Reserve for retirement benefits | (D) | 1,119 | (35) | 1,154 |
| Total amount unrecognized | (A) - (B) + (C) - (D) | 7,918 | (11,916) | 19,835 |
| Unrecognized net actuarial loss | | 5,460 | (11,691) | 17,152 |
| Unrecognized prior service cost | | 2,457 | (225) | 2,682 |

(2) Net periodic cost

| | | (in millions of yen) | | |
|---|--|--|-------------------------------------|--|
| | | For the fiscal year ended March 31, 2018 (A) | Increase (Decrease) (A) - (B) | For the fiscal year ended March 31, 2017 (B) |
| Net periodic cost of retirement benefits | | (3,226) | (4,588) | 1,362 |
| Service cost | | 6,671 | (495) | 7,167 |
| Interest cost | | 2,737 | 510 | 2,227 |
| Expected return on plan assets | | (24,714) | (5,191) | (19,522) |
| Amortization of unrecognized prior service cost | | 225 | 1,603 | (1,378) |
| Amortization of unrecognized net actuarial loss | | 11,474 | (952) | 12,427 |
| Other | | 378 | (62) | 441 |

(Reference)**1. Financial Statements****BK Non-consolidated****(1) Non-consolidated Balance Sheets**

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|---|---------------------------------|---------------------------------|
| Assets: | | |
| Cash and due from banks | 48,385,157 | 57,089,293 |
| Call loans | 231,509 | 1,278,814 |
| Receivables under resale agreements | 348,126 | 244,912 |
| Receivables under securities borrowing transactions | 5,569,376 | 4,490,725 |
| Monetary claims bought | 4,113,172 | 3,807,898 |
| Trading assets | 5,445,506 | 4,607,164 |
| Money held in trust | 24,145 | 27,072 |
| Securities | 42,235,515 | 43,375,328 |
| Loans and bills discounted | 81,394,063 | 79,213,244 |
| Foreign exchanges | 1,760,583 | 2,742,011 |
| Other assets | 6,877,190 | 7,109,731 |
| Tangible fixed assets | 855,651 | 867,544 |
| Intangible fixed assets | 375,430 | 373,598 |
| Prepaid pension costs | 270,907 | 280,049 |
| Customers' liabilities for acceptances and guarantees | 6,867,455 | 7,157,429 |
| Allowance for credit losses | (563,216) | (418,248) |
| Total assets | 204,190,574 | 212,246,573 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|--|-------------------------|-------------------------|
| Liabilities: | | |
| Deposits | 139,164,104 | 145,492,629 |
| Negotiable certificates of deposit | 6,536,329 | 5,331,764 |
| Call money | 372,403 | 382,944 |
| Payables under repurchase agreements | 4,417,551 | 7,117,130 |
| Payables under securities lending transactions | 3,042,298 | 5,677,815 |
| Commercial papers | 1,661,486 | 1,401,857 |
| Trading liabilities | 3,809,622 | 2,653,609 |
| Borrowed money | 16,425,610 | 15,791,852 |
| Foreign exchanges | 2,381,315 | 2,306,525 |
| Bonds payable | 3,269,912 | 2,509,716 |
| Other liabilities | 5,342,066 | 5,248,144 |
| Reserve for bonuses | 25,508 | 27,460 |
| Reserve for bonuses to directors | 114 | 96 |
| Reserve for stocks payment | 5,003 | 5,296 |
| Reserve for retirement benefits | 8,939 | 8,656 |
| Reserve for loyalty award credits | 1,375 | 1,342 |
| Reserve for contingent losses | 152,279 | 157,215 |
| Deferred tax liabilities | 355,549 | 442,022 |
| Deferred tax liabilities for land revaluation | 120,147 | 112,872 |
| Acceptances and guarantees | 6,867,455 | 7,157,429 |
| Total liabilities | 193,959,075 | 201,826,382 |
| Net assets: | | |
| Capital stock | 1,711,958 | 1,711,958 |
| Capital surplus | 3,878,275 | 3,878,275 |
| Capital reserve | 1,711,958 | 1,711,958 |
| Other capital surplus | 2,166,317 | 2,166,317 |
| Retained earnings | 3,267,614 | 3,299,706 |
| Revenue reserve | 190,044 | 190,044 |
| Other retained earnings | 3,077,570 | 3,109,661 |
| Funds for retirement benefits | 2,432 | 2,432 |
| Other reserve | 718,196 | 718,196 |
| Earned surplus brought forward | 2,356,941 | 2,389,032 |
| Treasury stock | (645,700) | (645,700) |
| Total shareholders' equity | 8,212,148 | 8,244,239 |
| Net unrealized gains (losses) on available-for-sale securities | 1,642,412 | 1,885,661 |
| Net deferred gains (losses) on hedging instruments | 148,777 | 72,994 |
| Land revaluation excess | 228,160 | 217,295 |
| Total valuation and translation adjustments | 2,019,351 | 2,175,951 |

| | | |
|----------------------------------|-------------|-------------|
| Total net assets | 10,231,499 | 10,420,190 |
| Total liabilities and net assets | 204,190,574 | 212,246,573 |

BK Non-consolidated

(2) Non-consolidated Statements of Income

| (in millions of yen) | For the fiscal year ended March 31, 2017 | For the fiscal year ended March 31, 2018 |
|--|---|---|
| Ordinary income | 3,072,712 | 3,067,560 |
| Interest income | 1,667,790 | 1,786,907 |
| Interest on loans and bills discounted | 1,037,377 | 1,149,933 |
| Interest and dividends on securities | 474,162 | 409,646 |
| Fees and commissions | 660,690 | 636,827 |
| Trading income | 108,274 | 64,453 |
| Other operating income | 391,834 | 285,744 |
| Other ordinary income | 244,122 | 293,627 |
| Ordinary expenses | 2,440,506 | 2,430,468 |
| Interest expenses | 604,334 | 821,587 |
| Interest on deposits | 164,908 | 255,891 |
| Fees and commissions | 172,667 | 170,905 |
| Trading expenses | | 981 |
| Other operating expenses | 242,845 | 107,321 |
| General and administrative expenses | 1,189,031 | 1,179,543 |
| Other ordinary expenses | 231,628 | 150,129 |
| Ordinary profits | 632,205 | 637,091 |
| Extraordinary gains | 11,780 | 2,763 |
| Extraordinary losses | 11,701 | 59,781 |
| Income before income taxes | 632,284 | 580,073 |
| Income taxes - current | 170,663 | 146,632 |
| Refund of income taxes | (6,295) | (17,311) |
| Income taxes - deferred | (13,539) | 13,041 |
| Total taxes | 150,828 | 142,362 |
| Net income | 481,455 | 437,710 |

TB Non-consolidated

(1) Non-consolidated Balance Sheets

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|--|-------------------------|-------------------------|
| Assets: | | |
| Cash and due from banks | 10,689,804 | 11,987,067 |
| Call loans | 267,590 | 19,432 |
| Receivables under securities borrowing transactions | 114,804 | 115,696 |
| Monetary claims bought | 15 | 15 |
| Trading assets | 553,416 | 542,572 |
| Money held in trust | 10,681 | 113,606 |
| Securities | 13,829,880 | 13,665,278 |
| Loans and bills discounted | 14,283,249 | 14,514,713 |
| Foreign exchanges | 77,433 | 93,483 |
| Other assets | 827,574 | 869,371 |
| Tangible fixed assets | 146,688 | 140,358 |
| Intangible fixed assets | 62,020 | 65,777 |
| Prepaid pension costs | 271,938 | 304,525 |
| Customers liabilities for acceptances and guarantees | 260,386 | 236,964 |
| Allowance for credit losses | (59,306) | (33,138) |
| Total assets | 41,336,180 | 42,635,723 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|--|-------------------------|-------------------------|
| Liabilities: | | |
| Deposits | 16,334,673 | 15,307,147 |
| Negotiable certificates of deposit | 4,710,181 | 4,395,644 |
| Call money | 54,450 | 1,236,027 |
| Payables under repurchase agreements | 4,782,495 | 5,081,985 |
| Payables under securities lending transactions | 799,923 | 746,767 |
| Commercial papers | 540,057 | 531,309 |
| Trading liabilities | 139,686 | 73,981 |
| Borrowed money | 2,661,461 | 3,752,381 |
| Foreign exchanges | 38,157 | 42,709 |
| Short-term bonds payable | 239,999 | |
| Bonds payable | 872,719 | 725,802 |
| Due to trust accounts | 6,738,770 | 7,163,530 |
| Other liabilities | 660,310 | 726,002 |
| Reserve for bonuses | 4,884 | 4,910 |
| Reserve for bonuses to directors | 57 | 62 |
| Reserve for stocks payment | 3,416 | 3,645 |
| Reserve for retirement benefits | 1,154 | 1,119 |
| Reserve for contingent losses | 7,478 | 13,218 |
| Deferred tax liabilities | 229,884 | 240,817 |
| Deferred tax liabilities for land revaluation | 4,335 | 4,232 |
| Acceptances and guarantees | 260,386 | 236,964 |
| Total liabilities | 39,084,484 | 40,288,258 |
| Net assets: | | |
| Capital stock | 324,279 | 324,279 |
| Capital surplus | 422,083 | 425,265 |
| Capital reserve | 250,619 | 250,619 |
| Other capital surplus | 171,464 | 174,646 |
| Retained earnings | 977,978 | 1,066,508 |
| Revenue reserve | 73,714 | 73,714 |
| Other retained earnings | 904,264 | 992,794 |
| Funds for retirement benefits | 710 | 710 |
| Other reserve | 138,495 | 138,495 |
| Earned surplus brought forward | 765,059 | 853,589 |
| Total shareholders' equity | 1,724,341 | 1,816,053 |
| Net unrealized gains (losses) on available-for-sale securities | 529,191 | 516,851 |
| Net deferred gains (losses) on hedging instruments | (344) | 15,150 |
| Land revaluation excess | (1,493) | (589) |
| Total valuation and translation adjustments | 527,353 | 531,412 |

| | | |
|----------------------------------|------------|------------|
| Total net assets | 2,251,695 | 2,347,465 |
| Total liabilities and net assets | 41,336,180 | 42,635,723 |

TB Non-consolidated

(2) Non-consolidated Statements of Income

| (in millions of yen) | For the fiscal year ended March 31, 2017 | For the fiscal year ended March 31, 2018 |
|--|---|---|
| Ordinary income | 622,721 | 704,515 |
| Trust fees | 94,645 | 96,401 |
| Interest income | 287,012 | 337,874 |
| Interest on loans and bills discounted | 99,323 | 117,805 |
| Interest and dividends on securities | 173,452 | 195,691 |
| Fees and commissions | 136,963 | 140,777 |
| Trading income | 1,017 | 15,651 |
| Other operating income | 73,617 | 30,361 |
| Other ordinary income | 29,465 | 83,449 |
| Ordinary expenses | 458,232 | 498,421 |
| Interest expenses | 128,740 | 183,530 |
| Interest on deposits | 24,583 | 30,811 |
| Fees and commissions | 31,056 | 35,919 |
| Trading expenses | 49 | 34 |
| Other operating expenses | 51,711 | 44,927 |
| General and administrative expenses | 212,608 | 207,301 |
| Other ordinary expenses | 34,066 | 26,707 |
| Ordinary profits | 164,488 | 206,093 |
| Extraordinary gains | 248 | 53,766 |
| Extraordinary losses | 8,432 | 10,076 |
| Income before income taxes | 156,305 | 249,784 |
| Income taxes - current | 50,055 | 59,884 |
| Income taxes - deferred | (14,004) | 3,145 |
| Total taxes | 36,050 | 63,030 |
| Net income | 120,254 | 186,754 |

TB Non-consolidated

(3) Statements of Trust Assets and Liabilities

Including trust assets under service-shared co-trusteeship

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|---|-------------------------|-------------------------|
| Assets: | | |
| Loans and bills discounted | 204,237 | 306,755 |
| Securities | 53,054,465 | 53,976,806 |
| Beneficiary rights to the trust | 58,907,613 | 72,399,465 |
| Securities held in custody accounts | 3,259,572 | 3,121,503 |
| Monetary claims | 13,051,405 | 16,876,864 |
| Tangible fixed assets | 12,493,551 | 13,544,869 |
| Intangible fixed assets | 207,803 | 130,851 |
| Other claims | 3,950,126 | 3,645,903 |
| Call loans | 705,784 | 384,210 |
| Due from banking account | 9,100,260 | 9,626,979 |
| Cash and due from banks | 5,731,968 | 6,671,875 |
| Total | 160,666,790 | 180,686,086 |
| Liabilities: | | |
| Money trusts | 21,817,433 | 25,052,352 |
| Pension trusts | 12,741,687 | 11,946,499 |
| Property formation benefit trusts | 7,549 | 7,608 |
| Investment trusts | 63,323,815 | 77,208,657 |
| Money entrusted other than money trusts | 3,372,911 | 3,718,032 |
| Securities trusts | 5,399,262 | 5,200,280 |
| Monetary claim trusts | 12,195,074 | 15,977,728 |
| Equipment trusts | 66,298 | 72,741 |
| Land and fixtures trusts | 44,291 | 43,894 |
| Composite trusts | 41,698,466 | 41,458,291 |
| Total | 160,666,790 | 180,686,086 |

Note: 1. The table shown above includes master trust assets under the service-shared co-trusteeship between TB and

The Master Trust Bank of Japan, Ltd.

2. Trust assets and liabilities under a declaration of trust excluded from above table are 1,507 millions of yen as of March 31, 2017 and 1,505 millions of yen as of March 31, 2018.

Detailed information for Money trust with contracts indemnifying the principal amounts

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(including trusts for which beneficiary interests are re-entrusted)

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|----------------------------|-------------------------|-------------------------|
| Assets: | | |
| Loans and bills discounted | 18,293 | 16,186 |
| Securities | 89,677 | 80,292 |
| Other | 6,581,417 | 7,008,991 |
| Total | 6,689,388 | 7,105,470 |
| Liabilities: | | |
| Principal | 6,678,398 | 7,105,161 |
| Allowance for bad debts | 55 | 48 |
| Other | 10,934 | 260 |
| Total | 6,689,388 | 7,105,470 |

TB Non-consolidated

(4) Major Items

| (in millions of yen) | As of March 31, 2017 | As of March 31, 2018 |
|------------------------------------|-------------------------|-------------------------|
| Total funds | 55,611,525 | 56,709,252 |
| Deposits | 16,334,673 | 15,307,147 |
| Negotiable certificates of deposit | 4,710,181 | 4,395,644 |
| Money trusts | 21,817,433 | 25,052,352 |
| Pension trusts | 12,741,687 | 11,946,499 |
| Property formation benefit trusts | 7,549 | 7,608 |
| Loans and bills discounted | 14,487,486 | 14,821,468 |
| Banking account | 14,283,249 | 14,514,713 |
| Trust account | 204,237 | 306,755 |
| Investment securities | 66,884,346 | 67,642,084 |

Note: The table shown above includes master trust assets under the service-shared co-trusteeship between TB and The Master Trust Bank of Japan, Ltd.