

May 18, 2026



Summary of Consolidated Financial Statements for the Fiscal Year Ended March 31, 2026 Under Japanese GAAP

Company's name: **Mizuho Securities Co., Ltd.**

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Preparation of supplemental explanatory documents: Yes

Holding of quarterly presentation meeting: No

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (April 1, 2025 to March 31, 2026)

(Amounts are rounded down to the nearest millions of yen)

(1) Consolidated operating results

(Percentage figures represent year-on-year changes)

	Operating revenues		Net operating revenues		Operating income		Ordinary income	
Fiscal Year ended	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
March 31, 2026	802,235	9.9	465,414	16.2	121,388	34.3	129,780	43.3
March 31, 2025	729,738	20.4	400,441	15.8	90,398	77.8	90,565	76.9

(Note) Comprehensive income: March 31, 2026 130,865 million yen (164.0%)

March 31, 2025 49,563 million yen (-58.3%)

	Profit attributable to owners of parent		Earnings per share	Earnings per share - fully diluted	Return on Equity
Fiscal Year ended	millions of yen	%	Yen	Yen	%
March 31, 2026	97,072	63.7	66.22	—	9.0
March 31, 2025	59,282	(13.9)	41.12	—	6.2

Reference: Equity in net earnings of affiliated companies: March 31, 2026 7,557 million yen

March 31, 2025 1,153 million yen

(2) Consolidated financial positions

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	Yen
March 31, 2026	31,868,664	1,171,184	3.6	765.01
March 31, 2025	26,734,456	1,009,432	3.8	692.24

Reference: Equity (i.e. "Shareholders' equity" and "Accumulated other comprehensive income"):

March 31, 2026 1,162,115 million yen

March 31, 2025 1,002,576 million yen

2. Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies, estimates and restatements:

1) Changes in accounting policies in accordance with revisions of accounting standards: None

2) Changes other than 1) above: None

3) Changes in accounting estimates: None

4) Restatements: None

(3) Number of outstanding shares (common stock)

1) Number of shares issued at end of the period (including treasury stock):

March 31, 2026:	2,015,102,652 shares
March 31, 2025:	2,015,102,652 shares

2) Number of treasury stock at end of the period:

March 31, 2026:	496,021,821 shares
March 31, 2025:	566,797,204 shares

3) Average number of outstanding shares for the period:

March 31, 2026:	1,465,999,294 shares
March 31, 2025:	1,441,855,500 shares

* Note on the status of audit procedures

This summary of financial statements is not subject to certified public accountant's or audit firm's audits.

* Other important matters

Not applicable

APPENDIX

[INDEX]

I.	Consolidated Financial Statements	p.2
	1. Consolidated Balance Sheets	p.2
	2. Consolidated Statements of Income and Comprehensive Income	p.5
	3. Consolidated Statements of Changes in Shareholders' Equity	p.7
	4. Note on the going-concern assumption	p.9
	5. Significant accounting policies in the preparation of consolidated financial statements	p.9
	6. Notes to Consolidated Financial Statements	p.12
	(Consolidated Balance Sheets)	p.12
	(Consolidated Statements of Changes in Shareholders' Equity)	p.12
	(Per share information)	p.12
II.	Supplemental Information (Consolidated)	p.13
	1. Commissions	p.13
	2. Net gain on trading	p.13
	3. Consolidated Capital Adequacy Requirement Ratio	p.14
	4. Quarterly Consolidated Statements of Income	p.15
III.	Non-consolidated Financial Statements	p.16
	1. Non-consolidated Balance Sheets	p.16
	2. Non-consolidated Statements of Income	p.19
	3. Non-consolidated Statements of Changes in Shareholders' Equity	p.20
	4. Note on the going-concern assumption	p.22
IV.	Supplemental Information (Non-consolidated)	p.22
	Capital Adequacy Requirement Ratio	p.22

I. Consolidated Financial Statements

1. Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and bank deposits	1,257,536	845,331
Cash segregated as deposits for customers and others	576,550	534,979
Trading assets	12,349,056	17,623,219
Trading securities and others	4,828,252	6,632,730
Derivatives	7,520,804	10,990,488
Receivables - unsettled trades	259,110	—
Operating investment securities	90,556	92,390
Operating loans receivable	3,397	2,870
Receivables related to margin transactions	26,995	32,043
Loans receivable under margin transactions	26,350	31,559
Cash collateral for borrowed securities under margin transactions	645	483
Collateralized short-term financing agreements - receivable	10,810,359	11,155,425
Deposits paid for securities borrowed	1,987,965	1,684,019
Securities purchased under agreements to resell	8,822,394	9,471,406
Advances paid	1,151	7,648
Short-term guarantee deposits	687,574	830,933
Securities: fail to deliver	46,235	33,130
Variation margin paid	7,895	—
Short-term loans receivable	179	55,252
Securities	442	413
Other current assets	211,288	186,308
Less: Allowance for doubtful accounts	(183)	(184)
Total current assets	<u>26,328,148</u>	<u>31,399,763</u>
Noncurrent assets		
Property and equipment	26,099	24,730
Buildings	7,166	6,622
Equipment	11,041	10,676
Land	5,457	5,267
Leased assets	2,434	2,164
Intangible assets	72,330	93,837
Software	71,849	84,531
Other	481	9,305
Investments and other assets	307,835	350,300
Investment securities	210,669	223,353
Long-term guarantee deposits	11,678	8,842
Net defined benefit asset	41,850	55,258
Deferred tax assets	38,591	51,865
Other	8,003	13,975
Less: Allowance for doubtful accounts	(2,958)	(2,995)
Total noncurrent assets	<u>406,265</u>	<u>468,868</u>
Deferred assets	<u>42</u>	<u>31</u>
Total assets	<u>26,734,456</u>	<u>31,868,664</u>

(Millions of yen)

As of March 31, 2025

As of March 31, 2026

Liabilities

Current liabilities		
Trading liabilities	10,071,682	13,085,266
Trading securities and others	2,877,566	2,473,560
Derivatives	7,194,115	10,611,705
Payables - unsettled trades	—	99,556
Payables related to margin transactions	21,585	16,471
Borrowings on margin transactions	3,409	4,880
Cash collateral for loaned securities under margin transactions	18,176	11,590
Collateralized short-term financing agreements - payable	10,300,573	12,465,744
Deposits received for securities loaned	1,302,543	1,716,910
Securities sold under agreements to repurchase	8,998,030	10,748,833
Deposits received	511,433	431,992
Guarantee deposits received	561,369	567,560
Securities: fail to receive	42,599	39,587
Variation margin received	—	21,109
Short-term borrowings	1,407,249	1,154,840
Commercial paper	567,000	353,500
Bonds and notes due within one year	193,353	248,957
Income taxes payable	1,285	38,532
Accrued employees' bonuses	44,420	52,777
Provision for variable compensation	292	344
Other current liabilities	173,676	157,205
Total current liabilities	23,896,521	28,733,446
Noncurrent liabilities		
Bonds and notes	862,770	940,517
Long-term borrowings	930,200	981,684
Lease obligations	2,701	2,362
Deferred tax liabilities	31	—
Provision for directors' retirement benefits	54	48
Provision for executive officers' retirement benefits	68	47
Net defined benefit liability	19,574	26,173
Provision for loss related to entrusted business	5,733	5,733
Other noncurrent liabilities	3,122	2,080
Total noncurrent liabilities	1,824,255	1,958,647
Statutory reserves		
Reserve for financial instruments transaction liabilities	4,247	5,386
Total statutory reserves	4,247	5,386
Total liabilities	25,725,023	30,697,480

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Net assets		
Shareholders' equity		
Common stock	125,167	125,167
Capital surplus	437,323	466,482
Retained earnings	587,245	664,317
Treasury stock	(174,006)	(152,278)
Total shareholders' equity	<u>975,729</u>	<u>1,103,688</u>
Accumulated other comprehensive income (loss)		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	19,216	22,404
Foreign currency translation adjustments	(85)	24,396
Remeasurement of defined benefit plans	7,716	11,625
Total accumulated other comprehensive income (loss)	<u>26,847</u>	<u>58,426</u>
Non-controlling interests	<u>6,856</u>	<u>9,069</u>
Total net assets	<u>1,009,432</u>	<u>1,171,184</u>
Total liabilities and net assets	<u>26,734,456</u>	<u>31,868,664</u>

2. Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Operating revenues		
Commissions	236,295	286,961
Brokerage commissions	39,093	50,735
Underwriting and selling fees, and commissions from solicitation to qualifying investors	51,415	51,607
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	37,369	54,763
Other commissions and fees	108,415	129,853
Net gain on trading	130,566	130,724
Net gain (loss) on operating investment securities	8,239	7,523
Interest and dividend income	354,637	377,026
Total operating revenues	<u>729,738</u>	<u>802,235</u>
Interest expenses	<u>329,296</u>	<u>336,821</u>
Net operating revenues	<u>400,441</u>	<u>465,414</u>
Selling, general and administrative expenses	310,043	344,025
Transaction-related expenses	52,374	63,359
Personnel expenses	142,952	154,170
Real estate expenses	40,823	43,265
Administrative expenses	42,732	48,817
Depreciation and amortization	22,939	25,395
Taxes and dues	4,906	7,803
Provision of allowance for doubtful accounts	(67)	684
Other	3,381	530
Operating income	<u>90,398</u>	<u>121,388</u>
Non-operating income	31,188	43,466
Non-operating expenses	<u>31,021</u>	<u>35,074</u>
Ordinary income	<u>90,565</u>	<u>129,780</u>
Extraordinary gains	990	2,767
Gain on sales of investment securities	745	1,582
Gain on change in equity	—	1,184
Gain on reversal of asset retirement obligations	216	—
Other	28	0
Extraordinary losses	6,669	3,857
Impairment losses	777	444
Head office transfer cost	3,464	14
Cost related to entrusted business	656	1,254
Provision of reserve for financial instruments transaction liabilities	465	1,139
Other	1,305	1,005
Profit before income taxes and non-controlling interests	<u>84,885</u>	<u>128,689</u>
Income taxes - current	(9,574)	46,791
Income taxes - refund	—	(9)
Income taxes - deferred	34,524	(16,562)
Total income taxes	<u>24,949</u>	<u>30,218</u>
Profit	<u>59,936</u>	<u>98,471</u>
Profit attributable to non-controlling interests	654	1,398
Profit attributable to owners of parent	<u>59,282</u>	<u>97,072</u>

Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Profit	59,936	98,471
Other comprehensive income (loss)		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	(5,845)	3,191
Foreign currency translation adjustments	(42)	25,167
Remeasurement of defined benefit plans	(4,477)	3,892
Share in other comprehensive income of affiliates accounted for using equity method	(7)	142
Total other comprehensive income (loss)	<u>(10,373)</u>	<u>32,393</u>
Comprehensive income (loss)	<u>49,563</u>	<u>130,865</u>
(Breakdown)		
Attributable to:		
Owners of parent	48,840	128,652
Non-controlling interests	723	2,213

3. Consolidated Statements of Changes in Shareholders' Equity

Year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	125,167	411,084	527,963	(197,768)	866,447
Changes during the period					
Profit attributable to owners of parent			59,282		59,282
Disposal of treasury stock		26,238		23,761	50,000
Net changes of items other than shareholders' equity					
Total changes during the period	—	26,238	59,282	23,761	109,282
Balance at end of period	125,167	437,323	587,245	(174,006)	975,729

(Millions of yen)

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	Foreign currency translation adjustments	Remeasurement of defined benefit plans	Total accumulated other comprehensive income (loss)		
Balance at beginning of period	25,063	35	12,189	37,288	6,122	909,858
Changes during the period						
Profit attributable to owners of parent						59,282
Disposal of treasury stock						50,000
Net changes of items other than shareholders' equity	(5,847)	(120)	(4,473)	(10,441)	733	(9,708)
Total changes during the period	(5,847)	(120)	(4,473)	(10,441)	733	99,574
Balance at end of period	19,216	(85)	7,716	26,847	6,856	1,009,432

Year ended March 31, 2026

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	125,167	437,323	587,245	(174,006)	975,729
Changes during the period					
Dividends of surplus			(20,001)		(20,001)
Profit attributable to owners of parent			97,072		97,072
Disposal of treasury stock		29,159		21,728	50,887
Net changes of items other than shareholders' equity					
Total changes during the period	—	29,159	77,071	21,728	127,959
Balance at end of period	125,167	466,482	664,317	(152,278)	1,103,688

(Millions of yen)

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	Foreign currency translation adjustments	Remeasurement of defined benefit plans	Total accumulated other comprehensive income (loss)		
Balance at beginning of period	19,216	(85)	7,716	26,847	6,856	1,009,432
Changes during the period						
Dividends of surplus						(20,001)
Profit attributable to owners of parent						97,072
Disposal of treasury stock						50,887
Net changes of items other than shareholders' equity	3,187	24,481	3,909	31,579	2,213	33,792
Total changes during the period	3,187	24,481	3,909	31,579	2,213	161,751
Balance at end of period	22,404	24,396	11,625	58,426	9,069	1,171,184

4. Note on the going-concern assumption

Not applicable

5. Significant accounting policies in the preparation of consolidated financial statements

1. Scope of consolidation

Consolidated subsidiaries (12 subsidiaries)

Mizuho International plc
Mizuho EMEA Corporate Services Limited
Mizuho Securities Asia Limited
Mizuho Securities (Singapore) Pte. Ltd.
Mizuho Markets Futures Singapore Pte. Ltd.
Mizuho Securities India Private Limited
Mizuho Securities (China) Co., Ltd.
Mizuho Investor Relations Co., Ltd.(*)
Mizuho Securities Business Services Co., Ltd.
Mirai wealth partners Co., Ltd.
Other 2 companies

(*)

Japan Investor Relations and Investor Support, Inc. has changed its trade name of company to Mizuho Investor Relations Co., Ltd.

Newly consolidated:

Mizuho Securities (China) Co., Ltd.
Augusta & Co Limited

Excluded from the scope of consolidation:

Mizuho Securities Europe GmbH
Mizuho Securities Europe GmbH Share Award Plan Employee Benefit Trust

2. Matters concerning the application of equity method

Equity-method affiliates (4 affiliates)

PayPay Securities Corporation.
Rakuten Securities, Inc.
Other 2 companies

3. Matters related to the period of consolidated subsidiaries

The closing dates of consolidated subsidiaries are as follows:

March 31	11 subsidiaries
December 31	1 subsidiary

4. Matters related to the accounting policies

(1) Valuation method for significant assets

1) Valuation method for securities classed as trading products (securities held for trading purpose):

Securities and derivative contracts classed as trading products and held by the Mizuho Securities Co., Ltd (hereinafter, the "Company") and its subsidiaries are recorded at fair value.

2) Valuation method for securities not classed as trading products:

The following valuation methods are applied to securities that are not held for trading purposes:

Other securities

a) Other than stocks and others without a quoted market price

Those are recorded at fair value on the consolidated balance sheets. Differences between the cost, using the moving average method, and fair value are recorded as net unrealized gains (or losses) on investment securities.

b) Stocks and others without a quoted market price

Those are recorded at cost using moving average method.

Moreover, with regard to contributions to investment business limited partnerships and similar partnerships (according to Article 2, Paragraph 2 of the Financial Instruments and Exchange Act, such contributions are regarded as negotiable securities), the Company mainly uses, as the book value, the value of its holdings of partnership assets as designated on the partnership's most recent statement of accounts that the Company is able to obtain as of the day - stipulated in the partnership agreement - on which the latest statement of accounts is reported. With regard to profit and loss obtained from the operations of the partnership, etc., the Company uses a method whereby the Company records the value of its holdings.

(2) Depreciation methods used for significant depreciable assets

1) Property and equipment (excluding the leased assets)

Buildings are mainly depreciated using the straight-line method and Equipment is mainly depreciated using declining-balance method.

2) Intangible assets and long-term prepaid expenses

The straight-line method is mainly used.

Moreover, software for own use is depreciated using a straight-line method determined by the duration of its potential internal use (up to 10 years).

3) Leased assets

Depreciation of assets under financing leases other than those for which the ownership of the leased property transfers to the lessee is primarily calculated on declining-balance method over the period equal to lease period with the residual value of nil.

(3) Accounting standards for significant reserves and allowances

1) Allowance for doubtful accounts

In preparation for possible loss from bad debt in loans and receivables, etc., allowance for general receivables is provided based on the ratio of past loss experience and also allowance for specific receivables such as non-recoverable receivables is provided for the estimated uncollectible amounts after reviewing collectability of receivables individually.

2) Accrued employees' bonuses

To prepare for the payment of bonuses to employees, the Company calculates the estimated value of future payments and charges an appropriate portion of this obligation to the period.

3) Provision for variable compensation

To prepare for the payments of performance payments and stock compensation to be paid as variable compensation within compensation for directors and executive officers, the estimated payment based on the standard amount regarding variable compensation of this consolidated fiscal year has been recorded.

4) Provision for directors' retirement benefits

To prepare for the payment of retirement benefits for directors, the necessary amount for the end of this period is recorded in accordance with the in-house regulations.

5) Provision for executive officers' retirement benefits

To prepare for the payment of retirement benefits for executive officers, the necessary amount for the end of this period is recorded in accordance with the in-house regulations.

6) Provision for loss related to entrusted business

To prepare for the loss related to entrusted business in the future, the estimated amount has been recorded.

7) Reserve for financial instruments transaction liabilities

Reserve for financial instruments transaction liabilities is provided for potential loss from accidents in security transactions in accordance with Article 46, Paragraph 5 of the Financial Instruments and Exchange Act, and Article 175 of "Cabinet Office Ordinance on the Financial Instruments and Exchange Business".

- (4) Accounting for retirement benefits
- 1) Allocation of expected benefit payments
When calculating retirement benefits, the benefit formula method is used to allocate expected benefit payments to the period until this fiscal year end. Under the straight-line method for the retirement benefit payments calculation, the expected benefit divided by the total service years would be deemed as arising in each period.
 - 2) Actuarial differences
Actuarial differences are also charged to expenses from the following fiscal year using the straight-line method based on determined years (10 years) within average remaining service year of the employees when incurred.
- (5) Accounting standards for significant revenue recognition
- With regard to the revenue from customer contracts in the Company and its consolidated subsidiaries, the content of major performance obligation in major revenue and the normal point of time at which the performance obligation is satisfied (normal point of time at which the revenue is recognized) are as follows.
- 1) Brokerage commissions
With regard to the brokerage commissions, Mizuho Securities Co., Ltd. (hereinafter, the "Company") is obligated to perform trading execution services based on the contractual conditions agreed with customers. The revenue is recognized at the time of trading execution (at a point in time) as the obligation is satisfied each time when the Company executes an order.
 - 2) Underwriting and selling fees, and commissions from solicitation to qualifying investors
The revenue is recognized at the time of the completion of the business (at a point in time), such as the date of determination of conditions.
 - 3) Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors
The revenue is recognized at the time of the completion of the business (at a point in time), such as the date of application.
 - 4) Other commissions and fees
Other commissions and fees include various commissions, the main ones of which are the agency commissions of investment trust. Based on the contracts with investment trust management companies, with regard to the agency commissions of investment trust, the Company is obligated to perform agency services related to the handling of offering and sales, etc., and the commissions are calculated by referring to the net assets of the investment trust. The revenue is recognized over the contract period (over time) as the benefit is expended by customers in conjunction with the provision of daily services.
- (6) Standards for translating significant assets or liabilities denominated in foreign currencies into Japanese yen
- Foreign currency denominated claims and obligations are translated into Japanese yen at the spot rate prevailing on the closing day of this period. Currency translation losses or gains are recorded on the statements of operations as such.
- The assets, liabilities, revenues, and expenses of foreign subsidiaries are also translated into Japanese yen at the spot rate prevailing on the closing day of this period. Any translation losses or gains are recorded in the net assets under the account "Foreign currency translation adjustments" and "Non-controlling interests".
- (7) Method of significant hedge accounting
- 1) Gains or losses resulting from forward foreign exchange transactions entered to hedge the exchange-rate risk of foreign-currency-dominated equity investments in subsidiaries, to the extent effective, are included in the foreign exchange translation adjustments in net assets.
 - 2) The method of fair value hedge is applied for forward foreign exchange transactions in order to minimize the risk of exchange-rate fluctuations for foreign-currency-denominated operating investment securities.

6. Notes to Consolidated Financial Statements

(Consolidated Balance Sheets)

	Year ended March 31, 2025	(Millions of yen) Year ended March 31, 2026
1. Accumulated depreciation deducted from property and equipment	38,600	39,682
2. The balance for affiliate companies is as follows:		
Short-term loans receivable	—	50,000
Investment Securities	173,140	182,025

(Consolidated Statements of Changes in Shareholders' Equity)

Fiscal Year Ended March 31, 2025 (April 1, 2024 - March 31, 2025)

1. Matters related to outstanding shares

	(Thousands of shares)			
	Shares at April 1, 2024	Shares increased in this year	Shares decreased in this year	Shares at March 31, 2025
Shares outstanding Common stock	2,015,102	—	—	2,015,102
Total	2,015,102	—	—	2,015,102

2. Matters related to treasury stock

The Company disposed of treasury stock through a third-party allotment described below on May 20, 2024 based on resolutions of Board of Directors meeting on May 9, 2024.

Total number of shares of treasury stock acquired	77,399,381 shares
Total amount of acquisition	23,761 million yen

Fiscal Year Ended March 31, 2026 (April 1, 2025 - March 31, 2026)

1. Matters related to outstanding shares

	(Thousands of shares)			
	Shares at April 1, 2025	Shares increased in this year	Shares decreased in this year	Shares at March 31, 2026
Shares outstanding Common stock	2,015,102	—	—	2,015,102
Total	2,015,102	—	—	2,015,102

2. Matters related to treasury stock

The Company disposed of treasury stock through a third-party allotment described below on January 21, 2026 based on resolutions of Board of Directors meeting on January 14, 2026.

Total number of shares of treasury stock disposed	70,775,383 shares
Total amount of disposed	21,728 million yen

(Per share information)

(Yen)

	Year ended March 31, 2025		Year ended March 31, 2026
Net assets per share	692.24	Net assets per share	765.01
Earnings per share	41.12	Earnings per share	66.22

(Notes)

1. Earnings per share (diluted) was not shown due to no potential securities.

2. Earnings per share was calculated based on the following:

		Year ended March 31, 2025	Year ended March 31, 2026
Profit attributable to owners of parent	(Millions of yen)	59,282	97,072
Amount not attributable to common stock shareholders	(Millions of yen)	—	—
Profit attributable to common stock owners of parent	(Millions of yen)	59,282	97,072
Average number of common shares outstanding	(Thousands of shares)	1,441,855	1,465,999

II. Supplemental Information (Consolidated)

1. Commissions

1) Breakdown by items

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026	Increase/(Decrease)	
			Amount	Percentage (%)
Brokerage commissions	39,093	50,735	11,642	29.8
Equities	37,072	47,461	10,389	28.0
Bonds	619	722	103	16.7
Underwriting and selling fees, and commissions from solicitation to qualifying investors	51,415	51,607	192	0.4
Equities	27,022	23,069	(3,953)	(14.6)
Bonds	23,673	27,642	3,968	16.8
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	37,369	54,763	17,393	46.5
Other commissions and fees	108,415	129,853	21,438	19.8
Total	236,295	286,961	50,666	21.4

2) Breakdown by instruments

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026	Increase/(Decrease)	
			Amount	Percentage (%)
Equities	72,727	80,887	8,159	11.2
Bonds	42,096	54,829	12,732	30.2
Beneficiary certificates	59,000	72,056	13,056	22.1
Others	62,469	79,188	16,718	26.8
Total	236,295	286,961	50,666	21.4

2. Net gain on trading

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026	Increase/(Decrease)	
			Amount	Percentage (%)
Equities, etc.	24,482	4,191	(20,291)	(82.9)
Bonds, etc. and others	106,083	126,533	20,449	19.3
Total	130,566	130,724	158	0.1

3. Consolidated Capital Adequacy Requirement Ratio

(Millions of yen)

		As of March 31, 2025	As of March 31, 2026
Basic items (A)		962,499	1,100,149
Supplemental items	Net unrealized gains on (operating) investment securities, net of tax, etc.	26,932	34,029
	Reserve for financial instruments transaction liabilities, etc.	4,247	5,386
	Allowance for doubtful accounts	171	182
	Subordinated long-term borrowings	174,400	103,600
	Subordinated short-term borrowings	399,600	470,400
Total (B)		605,350	613,598
Deducted assets (C)		403,492	468,080
Equity after deduction (A) + (B) - (C) (D)		1,164,357	1,245,668
Amount equivalent to risk	Amount equivalent to market risk	171,682	202,090
	Amount equivalent to counterparty risk	93,248	113,811
	Amount equivalent to fundamental risk	104,230	112,689
	Total (E)	369,161	428,591
Consolidated capital adequacy requirement ratio (D)/(E) * 100		315.4%	290.6%

4. Quarterly Consolidated Statements of Income

(Millions of yen)

	Fourth quarter	First quarter	Second quarter	Third quarter	Fourth quarter
	ended	ended	ended	ended	ended
	March 2025	June 2025	September 2025	December 2025	March 2026
	Jan. 1, 2025 - Mar. 31, 2025	Apr. 1, 2025 - Jun. 30, 2025	Jul. 1, 2025 - Sep. 30, 2025	Oct. 1, 2025 - Dec. 31, 2025	Jan. 1, 2026 - Mar. 31, 2026
Operating revenues	178,520	180,643	215,243	195,554	210,794
Commissions	62,567	59,930	75,599	75,269	76,161
Brokerage commissions	9,230	9,867	12,505	12,698	15,664
Equities	8,686	9,295	11,789	11,920	14,457
Bonds	182	101	126	86	407
Underwriting and selling fees, and commissions from solicitation to qualifying investors	7,254	10,841	14,661	12,867	13,237
Equities	3,779	4,522	4,492	6,367	7,686
Bonds	3,192	6,202	9,835	6,265	5,338
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	9,654	10,147	15,053	15,083	14,478
Other commissions and fees	36,428	29,073	33,378	34,620	32,781
Net gain on trading	18,841	34,898	33,067	33,020	29,737
Equities, etc.	(4,074)	11,277	(11,010)	(5,215)	9,140
Bonds, etc. and others	22,915	23,621	44,078	38,236	20,597
Net gain (loss) on operating investment securities	3,178	1,177	2,811	2,010	1,523
Interest and dividend income	93,934	84,636	103,765	85,254	103,370
Interest expenses	81,770	83,494	85,138	79,936	88,252
Net operating revenues	96,750	97,149	130,105	115,618	122,541
Selling, general and administrative expenses	81,797	75,904	87,387	88,368	92,365
Transaction-related expenses	12,816	13,279	18,169	15,312	16,597
Personnel expenses	40,620	32,681	39,180	40,521	41,786
Real estate expenses	10,083	10,829	10,643	10,303	11,489
Administrative expenses	11,620	10,835	11,146	12,655	14,180
Depreciation and amortization	5,696	5,832	5,931	7,019	6,611
Taxes and dues	403	1,929	2,033	2,561	1,279
Other	557	517	282	(5)	420
Operating income	14,952	21,244	42,717	27,250	30,176
Non-operating income	8,680	8,013	11,204	11,921	12,326
Non-operating expenses	9,004	7,800	8,749	9,944	8,579
Ordinary income (loss)	14,627	21,457	45,172	29,226	33,923
Extraordinary gains	360	1,317	178	536	734
Extraordinary losses	1,515	472	586	378	2,421
Profit (loss) before income taxes and non-controlling interests	13,471	22,302	44,765	29,384	32,237
Income taxes - current	(13,081)	3,755	11,709	27,261	4,054
Income taxes - deferred	18,365	128	(799)	(19,796)	3,904
Profit (loss)	8,187	18,418	33,855	21,918	24,278
Profit (loss) attributable to non-controlling interests	482	128	254	48	967
Profit (loss) attributable to owners of parent	7,704	18,290	33,600	21,870	23,311

III. Non-consolidated Financial Statements

1. Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and bank deposits	1,166,440	683,324
Cash segregated as deposits for customers and others	570,332	529,062
Trading assets	8,418,955	12,359,881
Trading securities and others	3,352,726	5,183,067
Derivatives	5,066,228	7,176,814
Receivables - unsettled trades	312,524	—
Operating investment securities	90,350	92,297
Operating loans receivable	3,397	2,870
Receivables related to margin transactions	26,995	32,043
Loans receivable under margin transactions	26,350	31,559
Cash collateral for borrowed securities under margin transactions	645	483
Collateralized short-term financing agreements - receivable	6,884,031	6,233,089
Deposits paid for securities borrowed	1,987,965	1,684,019
Securities purchased under agreements to resell	4,896,066	4,549,070
Advances paid	262	7,101
Short-term guarantee deposits	620,336	761,598
Variation margin paid	7,895	—
Short-term loans receivable	147	50,114
Other current assets	157,485	124,284
Less: Allowance for doubtful accounts	(22)	(174)
Total current assets	18,259,131	20,875,495
Noncurrent assets		
Property and equipment	18,129	17,866
Buildings	3,964	3,554
Equipment	8,707	9,045
Land	5,457	5,267
Intangible assets	52,991	59,350
Software	52,521	58,895
Other intangible assets	470	455
Investments and other assets	540,766	629,857
Investment securities	33,914	37,714
Investments in subsidiaries and affiliates	410,687	472,720
Long-term guarantee deposits	10,950	7,848
Long-term prepaid expenses	2,414	8,221
Prepaid pension cost	31,774	36,187
Deferred tax assets	48,671	64,696
Other	5,311	5,463
Less: Allowance for doubtful accounts	(2,958)	(2,995)
Total noncurrent assets	611,887	707,074
Total assets	18,871,019	21,582,570

(Millions of yen)

As of March 31, 2025 As of March 31, 2026

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Trading liabilities	6,921,794	8,772,072
Trading securities and others	2,188,656	1,952,253
Derivatives	4,733,138	6,819,819
Payables - unsettled trades	—	56,592
Payables related to margin transactions	21,585	16,471
Borrowings on margin transactions	3,409	4,880
Cash collateral for loaned securities under margin transactions	18,176	11,590
Collateralized short-term financing agreements - payable	6,298,823	7,399,346
Deposits received for securities loaned	1,302,543	1,716,910
Securities sold under agreements to repurchase	4,996,280	5,682,435
Deposits received	512,186	432,609
Guarantee deposits received	507,910	471,427
Securities: fail to receive	1,146	673
Variation margin received	—	21,109
Short-term borrowings	1,170,038	829,298
Commercial paper	567,000	353,500
Bonds and notes due within one year	122,559	221,951
Income taxes payable	144	38,216
Accrued employees' bonuses	21,907	26,980
Provision for variable compensation	292	344
Other current liabilities	60,622	60,320
Total current liabilities	<u>16,206,011</u>	<u>18,700,912</u>
Noncurrent liabilities		
Bonds and notes	769,590	815,185
Long-term borrowings	506,200	541,684
Long-term borrowings from subsidiaries and affiliates	424,000	440,000
Provision for retirement benefits	20,436	23,683
Provision for loss related to entrusted business	5,733	5,733
Other noncurrent liabilities	3,039	2,359
Total noncurrent liabilities	<u>1,728,999</u>	<u>1,828,645</u>
Statutory reserves		
Reserve for financial instruments transaction liabilities	4,247	5,386
Total statutory reserves	<u>4,247</u>	<u>5,386</u>
Total liabilities	<u>17,939,257</u>	<u>20,534,944</u>

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Net assets		
Shareholders' equity		
Common stock	125,167	125,167
Capital surplus		
Additional paid-in capital	285,831	285,831
Other capital surplus	174,726	203,885
Total capital surpluses	460,557	489,717
Retained earnings		
Other retained earnings		
Retained earnings brought forward	509,634	571,436
Total retained earnings	509,634	571,436
Treasury stock	(174,006)	(152,278)
Total shareholders' equity	921,352	1,034,042
Valuation and translation adjustments		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	20,046	23,222
Net deferred gains or losses on hedges, net of tax	(9,637)	(9,639)
Total valuation and translation adjustments	10,408	13,582
Total net assets	931,761	1,047,625
Total liabilities and net assets	18,871,019	21,582,570

2.Non-consolidated Statements of Income

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Operating revenues		
Commissions	204,556	240,344
Brokerage commissions	30,066	38,741
Underwriting and selling fees, and commissions from solicitation to qualifying investors	44,842	42,235
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	23,134	31,848
Other commissions and fees	106,511	127,518
Net gain on trading	124,004	127,396
Net gain (loss) on operating investment securities	8,778	7,642
Interest and dividend income	187,618	202,753
Total operating revenues	<u>524,957</u>	<u>578,135</u>
Interest expenses	<u>177,812</u>	<u>181,843</u>
Net operating revenues	<u>347,145</u>	<u>396,292</u>
Selling, general and administrative expenses	261,503	282,990
Transaction-related expenses	53,154	58,393
Personnel expenses	100,883	109,440
Real estate expenses	32,688	32,385
Administrative expenses	51,573	54,967
Depreciation and amortization	15,864	17,144
Taxes and dues	4,933	7,530
Provision of allowance for doubtful accounts	(216)	191
Other	2,621	2,935
Operating income	<u>85,641</u>	<u>113,301</u>
Non-operating income	1,625	2,424
Non-operating expenses	<u>3,565</u>	<u>3,287</u>
Ordinary income	<u>83,701</u>	<u>112,438</u>
Extraordinary gains	757	1,582
Gain on sales of investment securities	757	1,582
Other	—	0
Extraordinary losses	6,404	3,510
Loss on disposal of noncurrent assets	334	355
Impairment losses	777	113
Head office transfer cost	3,465	14
Cost related to entrusted business	656	1,254
Provision of reserve for financial instruments transaction liabilities	465	1,139
Other	705	633
Profit before income taxes	<u>78,053</u>	<u>110,510</u>
Income taxes - current	(10,557)	46,193
Income taxes - deferred	<u>34,798</u>	<u>(17,486)</u>
Total income taxes	<u>24,240</u>	<u>28,707</u>
Profit	<u>53,812</u>	<u>81,803</u>

3. Non-consolidated Statements of Changes in Shareholders' Equity

Year ended March 31, 2025

(Millions of yen)

	Shareholders' equity						
	Common stock	Capital surplus			Retained earnings	Treasury stock	Total Shareholders' equity
		Additional paid –in capital	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward		
Balance at beginning of period	125,167	285,831	148,488	434,319	455,821	(197,768)	817,539
Changes during the period							
Profit					53,812		53,812
Disposal of treasury stock			26,238	26,238		23,761	50,000
Net changes of items other than shareholders' equity							
Total changes during the period	—	—	26,238	26,238	53,812	23,761	103,812
Balance at end of period	125,167	285,831	174,726	460,557	509,634	(174,006)	921,352

(Millions of yen)

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	Net deferred hedge gains (losses), net of tax	Total valuation and translation adjustments	
Balance at beginning of period	25,921	(9,762)	16,158	833,698
Changes during the period				
Profit				53,812
Disposal of treasury stock				50,000
Net changes of items other than shareholders' equity	(5,875)	124	(5,750)	(5,750)
Total changes during the period	(5,875)	124	(5,750)	98,062
Balance at end of period	20,046	(9,637)	10,408	931,761

Year ended March 31, 2026

(Millions of yen)

	Shareholders' equity						
	Common stock	Capital surplus			Retained earnings	Treasury stock	Total Shareholders' equity
		Additional paid –in capital	Other capital surplus	Total capital surplus	Other retained earnings Retained earnings brought forward		
Balance at beginning of period	125,167	285,831	174,726	460,557	509,634	(174,006)	921,352
Changes during the period							
Dividends of surplus					(20,001)		(20,001)
Profit					81,803		81,803
Disposal of treasury stock			29,159	29,159		21,728	50,887
Net changes of items other than shareholders' equity							
Total changes during the period	—	—	29,159	29,159	61,802	21,728	112,689
Balance at end of period	125,167	285,831	203,885	489,717	571,436	(152,278)	1,034,042

(Millions of yen)

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	Net deferred hedge gains (losses), net of tax	Total valuation and translation adjustments	
Balance at beginning of period	20,046	(9,637)	10,408	931,761
Changes during the period				
Dividends of surplus				(20,001)
Profit				81,803
Disposal of treasury stock				50,887
Net changes of items other than shareholders' equity	3,176	(1)	3,174	3,174
Total changes during the period	3,176	(1)	3,174	115,864
Balance at end of period	23,222	(9,639)	13,582	1,047,625

4. Note on the going-concern assumption

Not applicable

IV. Supplemental Information (Non-consolidated)**Capital Adequacy Requirement Ratio**

(Millions of yen)

		As of March 31, 2025	As of March 31, 2026
Basic items	(A)	901,351	997,037
Supplemental items	Net unrealized gains on (operating) investment securities, net of tax, etc.	10,408	13,582
	Reserve for financial instruments transaction liabilities, etc.	4,247	5,386
	Allowance for doubtful accounts	11	173
	Subordinated long-term borrowings	174,400	103,600
	Subordinated short-term borrowings	399,600	470,400
Total	(B)	588,666	593,143
Deducted assets	(C)	600,820	697,338
Equity after deduction	(A) + (B) - (C) (D)	889,197	892,842
Amount equivalent to risk	Amount equivalent to market risk	142,642	155,688
	Amount equivalent to counterparty risk	67,895	77,251
	Amount equivalent to fundamental risk	88,396	95,122
	Total	(E)	298,934
Capital adequacy requirement ratio	(D)/(E) * 100	297.4%	272.1%