



April 28, 2025

SMBC NIKKO SECURITIES INC.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

URL: <https://www.smbcnikko.co.jp/en/index.html>

Representative: Shuji Yoshioka, President & CEO

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(Amounts less than one million yen are rounded down.)

1. Consolidated financial results for the fiscal year ended March 31, 2025

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Operating revenue		Net operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	506,885	20.9	359,772	14.8	51,146	86.1	57,060	78.6	67,523	315.8
March 31, 2024	419,113	50.0	313,380	40.6	27,489	—	31,941	—	16,238	—

Note: Comprehensive income For the fiscal year ended March 31, 2025 33,685 million yen <(51.0)%>

For the fiscal year ended March 31, 2024 68,710 million yen <—%>

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity
	Yen	Yen	%
March 31, 2025	337,614.32	—	5.5
March 31, 2024	81,189.33	—	1.5

Reference: Share of profit of entities accounted for using equity method

For the fiscal year ended March 31, 2025 2,450 million yen For the fiscal year ended March 31, 2024 2,364 million yen

(2) Consolidated financial position

As of	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2025	21,042,958	1,228,929	5.8	6,144,585.62
March 31, 2024	19,832,076	1,235,676	6.2	6,178,070.09

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

As of March 31, 2025 1,228,929 million yen As of March 31, 2024 1,235,626 million yen

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: None

Excluded: 1 company (Nikko Systems Solutions, Ltd.)

Note: For more details, see page 8 "1.4. Notes to Consolidated Financial Statements."

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For more details, see page 8 "1.4. Notes to Consolidated Financial Statements."

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	200,002 shares
As of March 31, 2024	200,002 shares

(ii) Number of treasury shares at the end of the period

As of March 31, 2025	— shares
As of March 31, 2024	— shares

(iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	200,002 shares
Fiscal year ended March 31, 2024	200,002 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Other special matters

Not applicable.

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I. Consolidated Financial Statements and main notes

1. Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	2,146,203	2,911,565
Cash segregated as deposits	677,557	622,865
Trading products	5,957,101	6,484,598
Trading securities and other	4,422,323	4,126,819
Derivatives	1,534,777	2,357,778
Margin transaction assets	152,677	166,553
Loans on margin transactions	140,174	158,849
Cash collateral pledged for securities borrowing on margin transactions	12,503	7,703
Loans secured by securities	9,346,278	9,574,786
Cash collateral pledged for securities borrowed	4,561,145	4,733,612
Loans on Gensaki transactions	4,785,132	4,841,173
Short-term guarantee deposits	772,006	592,511
Short-term loans receivable	104,234	136,078
Accrued income	52,660	54,312
Other	80,815	55,522
Allowance for doubtful accounts	(171)	(19)
Total current assets	19,289,361	20,598,774
Non-current assets		
Property, plant and equipment	29,377	22,576
Buildings	14,299	13,228
Equipment	2,660	1,836
Land	5,641	5,641
Lease assets	6,772	1,870
Construction in progress	3	—
Intangible assets	92,189	22,721
Right of trademark	1	0
Software	91,549	22,092
Other	639	628
Investments and other assets	421,146	398,886
Investment securities	281,494	196,506
Long-term loans receivable	113,715	182,608
Long-term guarantee deposits	15,510	15,266
Deferred tax assets	2,186	302
Other	9,609	5,726
Allowance for doubtful accounts	(1,370)	(1,525)
Total non-current assets	542,714	444,184
Total assets	19,832,076	21,042,958

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Trading products	5,464,502	5,516,517
Trading securities and other	3,904,441	3,366,645
Derivatives	1,560,060	2,149,871
Trade date accrual	340,523	230,540
Margin transaction liabilities	224,212	230,422
Borrowings on margin transactions	3,416	2,312
Cash received for securities lending on margin transactions	220,796	228,109
Loans payable secured by securities	7,519,140	7,686,701
Cash received for securities lending transactions	1,326,791	896,052
Borrowings on Gensaki transaction	6,192,349	6,790,649
Deposits received	627,127	514,196
Guarantee deposits received	219,931	230,303
Short-term loans payable	2,724,700	3,972,700
Current portion of long-term loans payable	3,000	1,000
Commercial papers	579,000	468,200
Current portion of bonds payable	26,759	44,875
Income taxes payable	3,218	4,676
Provision for bonuses	34,716	41,694
Provision for point card certificates	347	761
Other	66,968	47,040
Total current liabilities	17,834,149	18,989,629
Non-current liabilities		
Bonds payable	352,828	358,049
Long-term loans payable	359,750	435,450
Lease obligations	4,554	991
Deferred tax liabilities	32,874	16,789
Net defined benefit liability	3,078	2,668
Asset retirement obligations	3,126	3,139
Other	1,405	1,945
Total non-current liabilities	757,618	819,034
Reserves under special laws		
Reserve for financial products transaction liabilities	4,631	5,365
Total reserves under special laws	4,631	5,365
Total liabilities	18,596,399	19,814,029
Net assets		
Shareholders' equity		
Capital stock	135,000	135,000
Capital surplus	582,848	569,889
Retained earnings	404,226	444,327
Total shareholders' equity	1,122,075	1,149,216
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	78,500	52,535
Deferred gains or losses on hedges	(9)	—
Foreign currency translation adjustment	35,046	27,163
Remeasurements of defined benefit plans	14	14
Total accumulated other comprehensive income	113,551	79,712
Non-controlling interests	50	—
Total net assets	1,235,676	1,228,929
Total liabilities and net assets	19,832,076	21,042,958

2. Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

	(Millions of yen)	
	For the year ended March 31, 2024	For the year ended March 31, 2025
Operating revenue		
Commission received	228,821	272,214
Brokerage commissions	49,152	52,080
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	36,092	47,231
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	27,001	32,282
Other fees received	116,574	140,619
Net trading income	59,993	50,646
Financial revenue	124,530	184,024
Other sales	5,768	—
Total operating revenue	419,113	506,885
Financial expenses	100,050	147,112
Cost of other sales	5,682	—
Net operating revenue	313,380	359,772
Selling, general and administrative expenses		
Trading related expenses	38,332	40,990
Personnel expenses	130,961	140,144
Real estate expenses	22,936	19,705
Office expenses	35,346	66,506
Depreciation	27,538	10,759
Taxes and dues	6,231	6,616
Other	24,543	23,903
Total selling, general and administrative expenses	285,890	308,626
Operating profit	27,489	51,146
Non-operating income		
Dividend income	3,316	3,304
Equity in earnings of affiliates	2,364	2,450
Gain on investments in partnerships	1,582	1,531
Other	557	456
Total non-operating income	7,820	7,743
Non-operating expenses		
Loss on investments in partnerships	1,601	1,519
Share issuance costs	875	—
Other	892	309
Total non-operating expenses	3,369	1,828
Ordinary profit	31,941	57,060

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Extraordinary income		
Gain on sale of investment securities	416	19,176
Gain on sale of shares of subsidiaries and affiliates	—	10,559
Total extraordinary income	416	29,736
Extraordinary losses		
Impairment losses	114	507
Loss on sale of investment securities	184	204
Loss on valuation of investment securities	736	117
Loss on sale of shares of subsidiaries and affiliates	7,860	—
Provision of reserve for financial products transaction liabilities	729	733
Total extraordinary loss	9,626	1,564
Profit before income taxes and non-controlling interests	22,731	85,232
Income taxes - current	3,739	20,595
Income taxes - deferred	2,751	(2,886)
Income taxes	6,490	17,709
Profit	16,240	67,523
Profit attributable to non-controlling interests	2	—
Profit attributable to owners of parent	16,238	67,523

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Profit	16,240	67,523
Other comprehensive income		
Valuation difference on available-for-sale securities	42,541	(26,068)
Foreign currency translation adjustment	3,042	(276)
Share of other comprehensive income of affiliates accounted for using equity method	6,886	(7,493)
Total other comprehensive income	52,469	(33,838)
Comprehensive income	68,710	33,685
Comprehensive income attributable to:		
Owners of parent	68,707	33,685
Non-controlling interests	2	—

3. Consolidated Statements of Changes in Net Assets

For the year ended March 31, 2024

(Millions of yen)

	Shareholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total shareholders' equity
Balance as of beginning of fiscal year	10,000	457,848	387,610	855,459
Changes of items during fiscal year				
Issuance of new shares	125,000	125,000		250,000
Dividends of surplus				—
Profit attributable to owners of parent			16,238	16,238
Increase due to decrease in subsidiaries				—
Decrease due to decrease in subsidiaries				—
Increase arising from exclusion from the scope of the equity method			377	377
Net changes of items other than shareholders' equity				—
Total changes of items during fiscal year	125,000	125,000	16,615	266,615
Balance as of end of fiscal year	135,000	582,848	404,226	1,122,075

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance as of beginning of fiscal year	35,874	27	25,174	5	61,081	47	916,588
Changes of items during fiscal year							
Issuance of new shares							250,000
Dividends of surplus							—
Profit attributable to owners of parent							16,238
Increase due to decrease in subsidiaries							—
Decrease due to decrease in subsidiaries							—
Increase arising from exclusion from the scope of the equity method							377
Net changes of items other than shareholders' equity	42,625	(37)	9,872	8	52,469	2	52,472
Total changes of items during fiscal year	42,625	(37)	9,872	8	52,469	2	319,088
Balance as of end of fiscal year	78,500	(9)	35,046	14	113,551	50	1,235,676

For the year ended March 31, 2025

(Millions of yen)

	Shareholders' equity			
	Capital stock	Capital surplus	Retained earnings	Total shareholders' equity
Balance as of beginning of fiscal year	135,000	582,848	404,226	1,122,075
Changes of items during fiscal year				
Issuance of new shares				—
Dividends of surplus		(12,959)	(14,760)	(27,719)
Profit attributable to owners of parent			67,523	67,523
Increase due to decrease in subsidiaries			39	39
Decrease due to decrease in subsidiaries			(12,702)	(12,702)
Increase arising from exclusion from the scope of the equity method				—
Net changes of items other than shareholders' equity				—
Total changes of items during fiscal year	—	(12,959)	40,100	27,141
Balance as of end of fiscal year	135,000	569,889	444,327	1,149,216

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance as of beginning of fiscal year	78,500	(9)	35,046	14	113,551	50	1,235,676
Changes of items during fiscal year							
Issuance of new shares							—
Dividends of surplus							(27,719)
Profit attributable to owners of parent							67,523
Increase due to decrease in subsidiaries							39
Decrease due to decrease in subsidiaries							(12,702)
Increase arising from exclusion from the scope of the equity method							—
Net changes of items other than shareholders' equity	(25,964)	9	(7,883)		(33,838)	(50)	(33,888)
Total changes of items during fiscal year	(25,964)	9	(7,883)	—	(33,838)	(50)	(6,747)
Balance as of end of fiscal year	52,535	—	27,163	14	79,712	—	1,228,929

4. Notes to Consolidated Financial Statements

(Significant changes in the scope of consolidation during the period)

Nikko Systems Solutions, Ltd. (hereinafter "NKSOL") was excluded from the scope of consolidation from the current consolidated fiscal year, because SMBC Nikko Securities Inc. (hereinafter "the Company") distributed all shares of NKSOL to Sumitomo Mitsui Financial Group, Inc. (hereinafter "SMFG") as a dividend in kind.

(Notes on Going Concern Assumption)

Not applicable.

(Changes in accounting policies, changes in accounting estimates, and restatement)

Application of "Accounting Standard for Current Income Taxes" and other standards and guidance

The Accounting Standard for Current Income Taxes (ASBJ Statement No.27, October 28, 2022; hereinafter the "Revised Accounting Standard 2022"), etc. have been adopted from the beginning of the current consolidated fiscal year.

The amendment to categories in which current income taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No.28, October 28, 2022; hereinafter the "Revised Implementation Guidance 2022"). There are no effects on the consolidated financial statements due to the application of the accounting standards and guidance.

Regarding the amendments related to the revision of the treatment of profits and losses on sales of shares of subsidiaries between consolidated companies in the case of tax deferral, the Revised Implementation Guidance 2022 has been applied from the beginning of the current consolidated fiscal year. This change in accounting policies was applied retrospectively. Hence, the consolidated financial statements for the previous consolidated fiscal year have been modified retrospectively. There are no effects on the consolidated financial statements due to the application of the guidance.

(Changes in the Presentation Method)

Consolidated Statements of Income

"Interest expenses" (130 million yen in the previous consolidated fiscal year) and "Bond issuance costs" (105 million yen in the previous consolidated fiscal year) which were presented independently in the previous consolidated fiscal year have been presented in "Other" in "Non-operating expenses" from the current consolidated fiscal year because the amounts have been less significant. To reflect this change in the presentation method, the Company reclassified the related items in the consolidated financial statements for the previous consolidated fiscal year.

As a result, 130 million yen of "Interest expenses", 105 million yen of "Bond issuance costs" and 657 million yen of "Other" in "Non-operating expenses" in the consolidated statements of income for the previous consolidated fiscal year are reclassified as 892 million yen of "Other" in "Non-operating expenses".

(Consolidated Statements of Income)

"Gain on sale of shares of subsidiaries and affiliates" in the current consolidated fiscal year is due to the transfer of all shares of the Company's equity method affiliate, SMBC Nikko Securities America, Inc.

(Consolidated Statements of Changes in Net Assets)**Information on dividends**

1. Cash dividends paid in the current fiscal year

Date of resolution	Type of stock	Total amount of dividends (Millions of yen)	Cash dividends per share (Yen)	Record date	Effective date
Ordinary General Meeting of Shareholders held on June 17, 2024	Common stock	14,760	(Note)	March 31, 2024	June 18, 2024

(Note) Cash dividends per share is an amount derived by dividing the total amount of dividends by the total number of issued shares.

2. Dividends in kind paid in the current fiscal year

Date of resolution	Type of stock	Type of dividend assets	Book value of dividend assets (Millions of yen)	Dividends per share (Yen)	Effective date
Extraordinary General Meeting of Shareholders held on March 12, 2024	Common stock	Shares of subsidiary	12,959	(Note)	April 1, 2024

(Note) Dividends in kind per share is an amount derived by dividing the book value of dividend assets by the total number of issued shares.

(Business Combinations)**Transfer of the subsidiary by the dividend in kind**

On April 1, 2024, the Company distributed all its shares of its consolidated subsidiary, NKSOL to SMFG as a dividend in kind. As a result, NKSOL was deconsolidated the subsidiary of the company.

1. Purpose of the distribution of the dividend in kind

The dividend in kind is intended to demonstrate the collective strength of SMFG Group more effectively by establishing an organizational coordination structure for the Japan Research Institute, Ltd. (hereinafter "JRI") and NKSOL, the core IT companies of SMBC Group, under the supervision of JRI Holdings, Ltd. an intermediate holding company established through a share transfer jointly executed by JRI and NKSOL after the in-kind distribution of NKSOL shares to SMFG.

2. Overview of the deconsolidated subsidiary

(1) Name

Nikko Systems Solutions, Ltd.

(2) Nature of business

Information services

3. Implementation date

April 1, 2024

4. Overview of accounting treatment applied

The dividend in kind is treated as the transaction under common control, etc., based on "Accounting Standard for Business Combinations" (ASBJ Statement No.21), "Implementation Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures" (ASBJ Guidance No.10) and "Guidance on Accounting Standard for Treasury Shares and Appropriation of Legal Reserve" (ASBJ Guidance No.2).

(Per Share Data)

		For the year ended March 31, 2024	For the year ended March 31, 2025
Net assets per share	(Yen)	6,178,070.09	6,144,585.62
Profit per share	(Yen)	81,189.33	337,614.32

(Notes) 1. Diluted profit per share is not presented in the table above since the Company issued no dilutive shares.

2. Profit per share is calculated based on the following:

		For the year ended March 31, 2024	For the year ended March 31, 2025
Profit per share			
Profit attributable to owners of parent	(Millions of yen)	16,238	67,523
Profit not attributable to common stock shareholder	(Millions of yen)	—	—
Profit attributable to owners of parent and to common stock	(Millions of yen)	16,238	67,523
Average number of common shares during the fiscal year	(Number of shares)	200,002	200,002

3. Net assets per share is calculated based on the following:

		As of March 31, 2024	As of March 31, 2025
Total net assets	(Millions of yen)	1,235,676	1,228,929
Amount to be deducted from Total net assets	(Millions of yen)	50	—
(of which Non-controlling interests)	(Millions of yen)	50	—
Net assets attributable to common stock at the end of the fiscal year	(Millions of yen)	1,235,626	1,228,929
Number of common shares at the end of the fiscal year used for the calculation of Net assets per share	(Number of shares)	200,002	200,002

II. Supplementary Information

1. Commission Received

(1) Breakdown by Categories

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025	Increase/(Decrease)	
			Amount	Rate(%)
Brokerage commissions	49,152	52,080	2,928	6.0
< Equities >	< 47,501 >	< 50,160 >	< 2,658 >	< 5.6 >
< Bonds >	< 70 >	< 63 >	< (6) >	< (9.6) >
< Investment trusts >	< 1,511 >	< 1,842 >	< 330 >	< 21.8 >
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	36,092	47,231	11,138	30.9
< Equities >	< 19,608 >	< 28,366 >	< 8,758 >	< 44.7 >
< Bonds >	< 16,107 >	< 18,662 >	< 2,554 >	< 15.9 >
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	27,001	32,282	5,280	19.6
< Investment trusts >	< 23,778 >	< 30,421 >	< 6,643 >	< 27.9 >
Other fees received	116,574	140,619	24,045	20.6
< Investment trusts >	< 38,363 >	< 44,529 >	< 6,166 >	< 16.1 >
Total	228,821	272,214	43,393	19.0

(2) Breakdown by Products

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025	Increase/(Decrease)	
			Amount	Rate(%)
Equities	69,978	81,412	11,434	16.3
Bonds	22,470	24,967	2,496	11.1
Investment trusts	63,653	76,792	13,139	20.6
Other	72,719	89,040	16,321	22.4
Total	228,821	272,214	43,393	19.0

2. Net Trading Income

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025	Increase/(Decrease)	
			Amount	Rate(%)
Net trading income on equities	518	673	154	29.8
Net trading income on bonds and others	59,474	49,973	(9,501)	(16.0)
Total	59,993	50,646	(9,347)	(15.6)

3. Quarterly Consolidated Statements of Income

	(Millions of yen)				
	FY2023 4Q (January 1 to March 31, 2024)	FY2024 1Q (April 1 to June 30, 2024)	FY2024 2Q (July 1 to September 30, 2024)	FY2024 3Q (October 1 to December 31, 2024)	FY2024 4Q (January 1 to March 31, 2025)
Operating revenue					
Commission received	63,816	64,534	73,787	72,097	61,795
Brokerage commissions	15,051	13,363	13,908	12,739	12,069
< Equities >	< 14,664 >	< 12,907 >	< 13,303 >	< 12,341 >	< 11,608 >
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	7,975	11,108	15,831	12,689	7,600
< Equities >	< 3,328 >	< 4,161 >	< 11,692 >	< 7,318 >	< 5,194 >
< Bonds >	< 4,448 >	< 6,885 >	< 4,029 >	< 5,356 >	< 2,390 >
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	6,746	8,591	8,199	9,751	5,738
< Investment trusts >	< 6,006 >	< 8,385 >	< 7,439 >	< 9,104 >	< 5,491 >
Other fees received	34,043	31,469	35,847	36,916	36,385
< Investment trusts >	< 10,341 >	< 10,996 >	< 10,781 >	< 11,384 >	< 11,367 >
Net trading income	11,625	19,550	15,138	10,156	5,801
Financial revenue	42,020	40,785	44,771	46,838	51,629
Other sales	1,524	—	—	—	—
Total operating revenue	118,987	124,869	133,697	129,092	119,225
Financial expenses	30,714	34,156	33,805	39,780	39,370
Cost of other sales	1,634	—	—	—	—
Net operating revenue	86,638	90,713	99,891	89,312	79,855
Selling, general and administrative expenses					
Trading related expenses	10,803	10,008	9,987	10,754	10,240
Personnel expenses	35,409	34,606	38,445	34,118	32,974
Real estate expenses	5,712	5,066	4,886	4,929	4,823
Office expenses	9,454	16,982	16,562	16,678	16,284
Depreciation	7,103	2,668	2,635	2,782	2,673
Taxes and dues	1,118	1,924	1,968	1,502	1,220
Other	7,380	5,918	5,776	5,854	6,354
Total selling, general and administrative expenses	76,982	77,174	80,262	76,619	74,570
Operating profit	9,656	13,539	19,629	12,692	5,285
Non-operating income	3,386	2,741	3,305	793	902
Non-operating expenses	855	589	308	351	579
Ordinary profit	12,186	15,691	22,626	13,134	5,608
Extraordinary income	—	—	16,544	12,267	924
Extraordinary losses	249	354	380	622	207
Profit before income taxes and non-controlling interests	11,937	15,337	38,790	24,780	6,325
Income taxes	2,315	3,709	9,931	5,026	(958)
Profit	9,622	11,627	28,858	19,753	7,284
Profit attributable to non-controlling interests	(3)	—	—	—	—
Profit attributable to owners of parent	9,625	11,627	28,858	19,753	7,284

III. Non-consolidated Financial Statements

1. Non-consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	2,102,909	2,868,284
Cash segregated as deposits	677,528	622,788
Trading products	5,957,101	6,484,598
Trading securities and other	4,422,323	4,126,819
Derivatives	1,534,777	2,357,778
Margin transaction assets	152,677	166,553
Loans on margin transactions	140,174	158,849
Cash collateral pledged for securities borrowing on margin transactions	12,503	7,703
Loans secured by securities	9,346,278	9,574,786
Cash collateral pledged for securities borrowed	4,561,145	4,733,612
Loans on Gensaki transactions	4,785,132	4,841,173
Short-term guarantee deposits	772,006	592,511
Short-term loans receivable	147,234	136,078
Accrued income	51,449	53,776
Other	78,823	52,768
Allowance for doubtful accounts	(171)	(19)
Total current assets	19,285,836	20,552,125
Non-current assets		
Property, plant and equipment	21,656	20,520
Buildings	13,604	13,015
Equipment	1,300	1,394
Land	5,641	5,641
Lease assets	1,106	469
Construction in progress	3	—
Intangible assets	20,463	22,168
Right of trademark	1	0
Software	15,643	16,692
Other	4,819	5,474
Investments and other assets	411,549	405,920
Investment securities	173,936	133,976
Shares of subsidiaries and affiliates	104,930	70,291
Long-term loans receivable	113,714	182,608
Long-term guarantee deposits	14,377	14,481
Other	5,960	6,089
Allowance for doubtful accounts	(1,370)	(1,525)
Total non-current assets	453,669	448,610
Total assets	19,739,506	21,000,736

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Trading products	5,464,502	5,516,517
Trading securities and other	3,904,441	3,366,645
Derivatives	1,560,060	2,149,871
Trade date accrual	340,523	230,540
Margin transaction liabilities	224,212	230,422
Borrowings on margin transactions	3,416	2,312
Cash received for securities lending on margin transactions	220,796	228,109
Loans payable secured by securities	7,519,140	7,686,701
Cash received for securities lending transactions	1,326,791	896,052
Borrowings on Gensaki transaction	6,192,349	6,790,649
Deposits received	626,888	513,962
Guarantee deposits received	219,931	230,303
Short-term loans payable	2,729,000	3,976,800
Current portion of long-term loans payable	3,000	1,000
Commercial papers	579,000	468,200
Current portion of bonds payable	26,759	44,875
Income taxes payable	2,669	4,460
Provision for bonuses	31,030	39,460
Provision for point card certificates	347	761
Other	55,107	46,557
Total current liabilities	17,822,113	18,990,562
Non-current liabilities		
Bonds payable	352,828	358,049
Long-term loans payable	359,750	435,450
Lease obligations	435	171
Deferred tax liabilities	28,595	16,456
Provision for retirement benefits	2,707	2,642
Asset retirement obligations	2,774	2,881
Other	1,417	1,957
Total non-current liabilities	748,508	817,608
Reserves under special laws		
Reserve for financial products transaction liabilities	4,631	5,365
Total reserves under special laws	4,631	5,365
Total liabilities	18,575,253	19,813,537
Net assets		
Shareholders' equity		
Capital stock	135,000	135,000
Capital surplus	582,714	569,755
Legal capital surplus	125,000	125,000
Other capital surplus	457,714	444,755
Retained earnings	367,646	429,600
Legal retained earnings	2,500	2,500
Other retained earnings	365,146	427,100
Retained earnings brought forward	365,146	427,100
Total shareholders' equity	1,085,360	1,134,355
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	78,891	52,843
Total valuation and translation adjustments	78,891	52,843
Total net assets	1,164,252	1,187,198
Total liabilities and net assets	19,739,506	21,000,736

2. Non-consolidated Statements of Income

	(Millions of yen)	
	For the year ended March 31, 2024	For the year ended March 31, 2025
Operating revenue		
Commission received	219,938	261,881
Brokerage commissions	46,473	48,803
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	35,976	46,940
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	25,777	31,426
Other fees received	111,711	134,711
Net trading income	59,999	50,664
Financial revenue	123,376	182,836
Total operating revenue	403,315	495,382
Financial expenses	100,007	147,052
Net operating revenue	303,307	348,330
Selling, general and administrative expenses		
Trading related expenses	36,373	40,517
Personnel expenses	116,848	128,963
Real estate expenses	18,607	18,479
Office expenses	69,038	73,054
Depreciation	9,174	9,772
Taxes and dues	5,894	6,526
Other	22,740	22,841
Total selling, general and administrative expenses	278,677	300,156
Operating profit	24,630	48,174
Non-operating income		
Dividend income	12,361	3,702
Gain on investments in partnerships	1,582	1,531
Other	473	439
Total non-operating income	14,417	5,673
Non-operating expenses		
Loss on investments in partnerships	1,601	1,519
Share issuance costs	875	-
Other	413	251
Total non-operating expenses	2,890	1,771
Ordinary profit	36,158	52,076

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Extraordinary income		
Gain on sale of investment securities	416	19,192
Gain on sale of shares of subsidiaries and affiliates	—	25,381
Total extraordinary income	416	44,574
Extraordinary losses		
Impairment losses	114	507
Loss on sale of investment securities	184	204
Loss on valuation of investment securities	736	117
Loss on sale of shares of subsidiaries and affiliates	71	—
Loss on valuation of shares of subsidiaries and affiliates	1,686	—
Provision of reserve for financial products transaction liabilities	729	733
Total extraordinary loss	3,523	1,564
Profit before income taxes	33,051	95,086
Income taxes - current	3,140	20,366
Income taxes - deferred	3,079	(1,994)
Income taxes	6,219	18,372
Profit	26,832	76,713

3. Capital Adequacy Ratio on a stand-alone basis

(Millions of yen)

		As of March 31, 2024	As of March 31, 2025
Basic items	(A)	1,070,600	1,097,215
Supplementary items	Valuation difference on available-for-sale securities and others	78,891	52,843
	Reserve for financial products transaction liabilities	4,631	5,365
	Allowance for doubtful accounts	2	2
Total (B)		83,525	58,210
Deductible assets	(C)	348,822	361,499
Net capital	(A) + (B) - (C) (D)	805,303	793,927
Risk items	Market Risk	84,190	79,733
	Counterparty Risk	93,690	94,027
	Basic Risk	70,283	78,403
Total (E)		248,164	252,164
Capital adequacy ratio	(D) / (E)*100	324.5%	314.8%

4. Quarterly Non-consolidated Statements of Income

(Millions of yen)

	FY2023 4Q (January 1 to March 31, 2024)	FY2024 1Q (April 1 to June 30, 2024)	FY2024 2Q (July 1 to September 30, 2024)	FY2024 3Q (October 1 to December 31, 2024)	FY2024 4Q (January 1 to March 31, 2025)
Operating revenue					
Commission received	60,561	62,079	71,485	68,598	59,718
Brokerage commissions	14,097	12,561	13,208	11,555	11,476
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Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	7,903	11,085	15,775	12,550	7,528
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Fee for offering, secondary distribution and solicitation for selling and others for professional investors	6,242	8,564	7,690	9,382	5,787
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Other fees received	32,318	29,866	34,810	35,110	34,924
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Net trading income	11,626	19,569	15,136	10,160	5,798
Financial revenue	41,637	40,444	44,503	46,463	51,424
Total operating revenue	113,826	122,092	131,125	125,223	116,940
Financial expenses	30,699	34,139	33,791	39,761	39,360
Net operating revenue	83,126	87,953	97,334	85,461	77,580
Selling, general and administrative expenses					
Trading related expenses	9,995	9,852	10,154	10,235	10,275
Personnel expenses	31,649	31,674	35,751	31,042	30,495
Real estate expenses	4,628	4,745	4,631	4,572	4,530
Office expenses	17,787	18,604	18,287	18,217	17,943
Depreciation	2,364	2,400	2,425	2,486	2,460
Taxes and dues	1,048	1,893	1,953	1,481	1,197
Other	6,743	5,785	5,426	5,546	6,083
Total selling, general and administrative expenses	74,218	74,955	78,630	73,582	72,986
Operating profit	8,908	12,997	18,704	11,878	4,593
Non-operating income	2,684	1,088	1,764	379	2,442
Non-operating expenses	606	387	545	216	621
Ordinary profit	10,986	13,697	19,923	12,041	6,414
Extraordinary income	—	—	16,545	27,089	939
Extraordinary losses	1,935	354	380	622	207
Profit before income taxes	9,051	13,343	36,087	38,509	7,146
Income taxes	2,116	3,442	9,754	6,212	(1,037)
Profit	6,934	9,901	26,332	32,296	8,183