

[Updated] Correction in "Summary of Consolidated Financial Statements
for the Nine Months Ended December 31, 2024 Under Japanese GAAP"

Mizuho Securities Co., Ltd. hereby announces partial corrections in its "Summary of Consolidated Financial Statements for the Nine Months Ended December 31, 2024 Under Japanese GAAP".

In this connection, corrections are underlined.

[Updated]

"Summary of Consolidated Financial Statements for the Nine Months Ended December 31, 2024 Under Japanese GAAP "disclosed on January 31, 2025

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(3) Capital adequacy requirement ratio

1) Consolidated base

(before correction)

(Millions of yen)

| | | As of March 31, 2024 | As of December 31, 2024 |
|---|---|-------------------------|----------------------------|
| Basic items (A) | | 872,605 | 986,944 |
| Supplemental items | Net unrealized gains on (operating) investment securities, net of tax, etc. | 37,253 | 32,166 |
| | Reserve for financial instruments transaction liabilities, etc. | 3,781 | 3,772 |
| | Allowance for doubtful accounts | 19 | 19 |
| | Subordinated long-term borrowings | 245,200 | 174,400 |
| | Subordinated short-term borrowings | 288,800 | 399,600 |
| Total (B) | | 575,054 | 609,959 |
| Deducted assets (C) | | 426,591 | 419,302 |
| Equity after deduction (A) + (B) - (C) (D) | | 1,021,068 | 1,177,601 |
| Amount equivalent to risk | Amount equivalent to market risk | <u>184,336</u> | 183,002 |
| | Amount equivalent to counterparty risk | 81,575 | 80,667 |
| | Amount equivalent to fundamental risk | 93,279 | 103,729 |
| | Total (E) | <u>359,192</u> | 367,399 |
| Consolidated capital adequacy requirement ratio (D)/(E) * 100 | | <u>284.2%</u> | 320.5% |

(after correction)

(Millions of yen)

| | | As of March 31, 2024 | As of December 31, 2024 |
|--|---|-------------------------|----------------------------|
| Basic items (A) | | 872,605 | 986,944 |
| Supplemental items | Net unrealized gains on (operating) investment securities, net of tax, etc. | 37,253 | 32,166 |
| | Reserve for financial instruments transaction liabilities, etc. | 3,781 | 3,772 |
| | Allowance for doubtful accounts | 19 | 19 |
| | Subordinated long-term borrowings | 245,200 | 174,400 |
| | Subordinated short-term borrowings | 288,800 | 399,600 |
| Total (B) | | 575,054 | 609,959 |
| Deducted assets (C) | | 426,591 | 419,302 |
| Equity after deduction (A) + (B) - (C) (D) | | 1,021,068 | 1,177,601 |
| Amount equivalent to risk | Amount equivalent to market risk | <u>184,520</u> | 183,002 |
| | Amount equivalent to counterparty risk | 81,575 | 80,667 |
| | Amount equivalent to fundamental risk | 93,279 | 103,729 |
| | Total (E) | <u>359,376</u> | 367,399 |
| Capital adequacy requirement ratio (D)/(E) * 100 | | <u>284.1%</u> | 320.5% |

January 31, 2025



Summary of Consolidated Financial Statements for the Nine Months Ended December 31, 2024 Under Japanese GAAP

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

URL: <https://www.mizuho-sc.com/>

Representative: Yoshiro Hamamoto, President

Contact: Hiroshi Onizawa, General Manager of Accounting Dept. on +81 3-5208-3210

Preparation of supplemental explanatory documents: Yes

Holding of quarterly presentation meeting: No

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (April 1, 2024 to December 31, 2024)

(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 | |
|-------------------|--------------------|------|------------------------|------|------------------|-------|-----------------|-------|
| Nine months ended | millions of yen | % | millions of yen | % | millions of yen | % | millions of yen | % |
| December 31, 2024 | 559,194 | 32.1 | 311,668 | 26.1 | 75,446 | 108.9 | 75,937 | 115.9 |
| December 31, 2023 | 423,451 | 40.9 | 247,224 | 20.7 | 36,112 | 150.3 | 35,174 | 147.9 |

(Note) Comprehensive income: December 31, 2024 59,242 million yen (11.8%)
December 31, 2023 52,991 million yen (229.6%)

| | Net income attributable to owners of parent | | Net income per share | Net income per share - fully diluted |
|-------------------|---|------|----------------------|--------------------------------------|
| Nine months ended | millions of yen | % | Yen | Yen |
| December 31, 2024 | 51,577 | 73.3 | 35.82 | — |
| December 31, 2023 | 29,762 | 81.3 | 24.40 | — |

(2) Consolidated financial positions

| | Total assets | Net assets | Equity ratio |
|-------------------|-----------------|-----------------|--------------|
| | millions of yen | millions of yen | % |
| December 31, 2024 | 26,432,714 | 1,019,111 | 3.8 |
| March 31, 2024 | 23,105,316 | 909,858 | 3.9 |

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

December 31, 2024 1,012,522 million yen
March 31, 2024 903,736 million yen

2. Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: None
- (3) 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

(4) Number of outstanding shares (common stock)

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

| | |
|--------------------|----------------------|
| December 31, 2024: | 2,015,102,652 shares |
| March 31, 2024: | 2,015,102,652 shares |

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

| | |
|--------------------|--------------------|
| December 31, 2024: | 566,797,204 shares |
| March 31, 2024: | 644,196,585 shares |

3) Average number of outstanding shares for the nine months:

| | |
|-------------------------------------|----------------------|
| Nine Months Ended December 31, 2024 | 1,439,705,517 shares |
| Nine Months Ended December 31, 2023 | 1,219,526,499 shares |

* Other important matters

Not applicable

APPENDIX

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1. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

| | As of March 31, 2024 | As of December 31, 2024 |
|---|----------------------|-------------------------|
| Assets | | |
| Current assets | | |
| Cash and bank deposits | 821,722 | 937,700 |
| Cash segregated as deposits for customers and others | 533,915 | 553,876 |
| Trading assets | 11,826,233 | 12,670,140 |
| Trading securities and others | 4,383,698 | 5,171,460 |
| Derivatives | 7,442,534 | 7,498,679 |
| Receivables - unsettled trades | — | 56,115 |
| Operating investment securities | 97,890 | 94,452 |
| Operating loans receivable | 7,705 | 4,645 |
| Receivables related to margin transactions | 26,188 | 23,880 |
| Loans receivable under margin transactions | 23,934 | 22,770 |
| Cash collateral for borrowed securities under margin transactions | 2,254 | 1,110 |
| Collateralized short-term financing agreements - receivable | 8,346,602 | 10,529,869 |
| Deposits paid for securities borrowed | 2,171,511 | 1,988,300 |
| Securities purchased under agreements to resell | 6,175,091 | 8,541,568 |
| Advances paid | 2,893 | 1,288 |
| Short-term guarantee deposits | 769,963 | 845,779 |
| Securities: fail to deliver | 80,541 | 105,943 |
| Variation margin paid | — | 23,453 |
| Short-term loans receivable | 196 | 16,266 |
| Securities | 274 | 265 |
| Other current assets | 149,522 | 145,955 |
| Less: Allowance for doubtful accounts | (997) | (1,004) |
| Total current assets | 22,662,651 | 26,008,630 |
| Noncurrent assets | | |
| Property and equipment | 27,671 | 25,514 |
| Intangible assets | 62,675 | 67,079 |
| Investments and other assets | 352,310 | 331,445 |
| Investment securities | 216,542 | 212,305 |
| Long-term guarantee deposits | 12,826 | 12,063 |
| Net defined benefit asset | 46,894 | 46,414 |
| Deferred tax assets | 69,057 | 55,133 |
| Other | 10,402 | 8,719 |
| Less: Allowance for doubtful accounts | (3,412) | (3,191) |
| Total noncurrent assets | 442,656 | 424,038 |
| Deferred assets | 8 | 45 |
| Total assets | 23,105,316 | 26,432,714 |

(Millions of yen)

As of March 31, 2024 As of December 31, 2024

Liabilities

| | | |
|---|-------------------|-------------------|
| Current liabilities | | |
| Trading liabilities | 10,180,626 | 10,008,851 |
| Trading securities and others | 2,996,687 | 2,793,013 |
| Derivatives | 7,183,939 | 7,215,837 |
| Payables - unsettled trades | 147,160 | — |
| Payables related to margin transactions | 31,028 | 19,831 |
| Borrowings on margin transactions | 10,173 | 1,803 |
| Cash collateral for loaned securities under margin transactions | 20,854 | 18,028 |
| Collateralized short-term financing agreements - payable | 6,950,213 | 9,963,119 |
| Deposits received for securities loaned | 1,287,886 | 1,332,433 |
| Securities sold under agreements to repurchase | 5,662,326 | 8,630,685 |
| Deposits received | 446,651 | 553,346 |
| Guarantee deposits received | 421,172 | 645,796 |
| Securities: fail to receive | 57,935 | 107,621 |
| Variation margin received | 4,687 | — |
| Short-term borrowings | 1,519,062 | 1,437,744 |
| Commercial paper | 476,000 | 586,000 |
| Bonds and notes due within one year | 151,041 | 160,636 |
| Income taxes payable | 4,829 | 1,252 |
| Accrued employees' bonuses | 34,837 | 28,637 |
| Provision for variable compensation | 377 | 219 |
| Other current liabilities | 190,759 | 168,145 |
| Total current liabilities | 20,616,384 | 23,681,204 |
| Noncurrent liabilities | | |
| Bonds and notes | 731,697 | 809,907 |
| Long-term borrowings | 809,400 | 887,200 |
| Lease obligations | 3,139 | 2,756 |
| Provision for directors' retirement benefits | 82 | 48 |
| Provision for executive officers' retirement benefits | 60 | 65 |
| Net defined benefit liability | 20,282 | 19,162 |
| Provision for loss on head office transfer | 802 | 385 |
| Provision for loss related to entrusted business | 5,733 | 5,733 |
| Other noncurrent liabilities | 4,095 | 3,366 |
| Total noncurrent liabilities | 1,575,292 | 1,728,625 |
| Statutory reserves | | |
| Reserve for financial instruments transaction liabilities | 3,781 | 3,772 |
| Total statutory reserves | 3,781 | 3,772 |
| Total liabilities | 22,195,458 | 25,413,602 |

(Millions of yen)

| | As of March 31, 2024 | As of December 31, 2024 |
|---|----------------------|-------------------------|
| Net assets | | |
| Shareholders' equity | | |
| Common stock | 125,167 | 125,167 |
| Capital surplus | 411,084 | 437,323 |
| Retained earnings | 527,963 | 579,540 |
| Treasury stock | (197,768) | (174,006) |
| Total shareholders' equity | 866,447 | 968,024 |
| Accumulated other comprehensive income (loss) | | |
| Net unrealized gains (losses) on (operating) investment securities, net of tax, etc. | 25,063 | 21,030 |
| Foreign currency translation adjustments | 35 | 12,331 |
| Remeasurement of defined benefit plans | 12,189 | 11,136 |
| Total accumulated other comprehensive income (loss) | 37,288 | 44,498 |
| Non-controlling interests | 6,122 | 6,589 |
| Total net assets | 909,858 | 1,019,111 |
| Total liabilities and net assets | 23,105,316 | 26,432,714 |

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the nine months ended December 31, 2023 and 2024

| | (Millions of yen) | |
|---|--|--|
| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 |
| Operating revenues | | |
| Commissions | 146,754 | 181,704 |
| Brokerage commissions | 27,179 | 29,863 |
| Underwriting and selling fees, and commissions from solicitation to qualifying investors | 34,187 | 44,161 |
| Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors | 25,755 | 27,715 |
| Other commissions and fees | 59,632 | 79,964 |
| Net gain on trading | 86,674 | 111,725 |
| Net gain (loss) on operating investment securities | 2,636 | 5,061 |
| Interest and dividend income | 187,386 | 260,702 |
| Total operating revenues | 423,451 | 559,194 |
| Interest expenses | 176,226 | 247,525 |
| Net operating revenues | 247,224 | 311,668 |
| Selling, general and administrative expenses | 211,112 | 236,222 |
| Transaction-related expenses | 35,262 | 39,820 |
| Personnel expenses | 94,544 | 108,946 |
| Real estate expenses | 29,298 | 31,403 |
| Administrative expenses | 28,722 | 31,340 |
| Depreciation and amortization | 15,906 | 17,398 |
| Taxes and dues | 4,256 | 4,502 |
| Provision of allowance for doubtful accounts | 345 | 9 |
| Other | 2,775 | 2,799 |
| Operating income | 36,112 | 75,446 |
| Non-operating income | 965 | 22,508 |
| Non-operating expenses | 1,902 | 22,017 |
| Ordinary income | 35,174 | 75,937 |
| Extraordinary gain | 2,126 | 630 |
| Gain on sales of investment securities | 656 | 391 |
| Gain on sales of shares of subsidiaries and affiliates | 585 | — |
| Gain on change in equity | 884 | — |
| Gain on reversal of asset retirement obligations | — | 221 |
| Reversal of reserve for financial instruments transaction liabilities | — | 8 |
| Other | 0 | 8 |
| Extraordinary loss | 3,692 | 5,154 |
| Loss on disposal of noncurrent assets | 419 | 247 |
| Loss on liquidation of subsidiaries and affiliates | 1,702 | — |
| Impairment losses | 181 | 709 |
| Head office transfer cost | 933 | 3,384 |
| Provision of reserve for financial instruments transaction liabilities | 1 | — |
| Other | 452 | 812 |
| Income before income taxes and non-controlling interests | 33,609 | 71,414 |
| Income taxes - current | 716 | 3,506 |
| Income taxes - deferred | 3,031 | 16,158 |
| Total income taxes | 3,748 | 19,664 |
| Net income | 29,861 | 51,749 |
| Net income attributable to non-controlling interests | 98 | 171 |
| Net income attributable to owners of parent | 29,762 | 51,577 |

Quarterly Consolidated Statements of Comprehensive Income
For the nine months ended December 31, 2023 and 2024

| | (Millions of yen) | |
|--|--|--|
| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 |
| Net income | 29,861 | 51,749 |
| Other comprehensive income (loss) | | |
| Net unrealized gains (losses) on (operating) investment securities, net of tax, etc. | 5,059 | (4,032) |
| Foreign currency translation adjustments | 18,876 | 12,469 |
| Remeasurement of defined benefit plans | (847) | (1,056) |
| Share in other comprehensive income of affiliates accounted for using equity method | 41 | 113 |
| Total other comprehensive income (loss) | 23,130 | 7,493 |
| Comprehensive income (loss) | 52,991 | 59,242 |
| (Breakdown) | | |
| Attributable to: | | |
| Owners of parent | 52,735 | 58,786 |
| Non-controlling interests | 255 | 456 |

(3) Note on the going-concern assumption

Not applicable

(4) Note on material changes in shareholders' equity

The Company disposed of 77,399,381 shares of treasury stock through a third-party allotment on May 20, 2024 based on resolutions of Extraordinary General Meeting of Shareholders on May 9, 2024. Accordingly, the capital surplus increased by 26,238 million yen and the treasury stock decreased by 23,761 million yen. As a result, the balances of capital surplus and treasury stock as of December 31, 2024 were 437,323 million yen and 174,006 million yen respectively.

2. Supplemental Information**(1) Commissions****1) Breakdown by items**

(Millions of yen)

| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 | Increase/(Decrease) | |
|--|--|--|---------------------|-------------------|
| | | | Amount | Percentage (%) |
| Brokerage commissions | 27,179 | 29,863 | 2,684 | 9.9 |
| Equities | 26,008 | 28,385 | 2,376 | 9.1 |
| Bonds | 857 | 437 | (420) | (49.0) |
| Underwriting and selling fees, and commissions from solicitation to qualifying investors | 34,187 | 44,161 | 9,973 | 29.2 |
| Equities | 17,233 | 23,243 | 6,009 | 34.9 |
| Bonds | 16,536 | 20,481 | 3,944 | 23.9 |
| Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors | 25,755 | 27,715 | 1,960 | 7.6 |
| Other commissions and fees | 59,632 | 79,964 | 20,331 | 34.1 |
| Total | 146,754 | 181,704 | 34,950 | 23.8 |

2) Breakdown by instruments

(Millions of yen)

| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 | Increase/(Decrease) | |
|--------------------------|--|--|---------------------|-------------------|
| | | | Amount | Percentage (%) |
| Equities | 48,658 | 57,960 | 9,302 | 19.1 |
| Bonds | 27,417 | 33,832 | 6,415 | 23.4 |
| Beneficiary certificates | 38,308 | 43,329 | 5,020 | 13.1 |
| Others | 32,370 | 46,582 | 14,212 | 43.9 |
| Total | 146,754 | 181,704 | 34,950 | 23.8 |

(2) Net gain on trading

(Millions of yen)

| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 | Increase/(Decrease) | |
|------------------------|--|--|---------------------|-------------------|
| | | | Amount | Percentage (%) |
| Equities, etc. | 4,594 | 28,556 | 23,962 | 521.6 |
| Bonds, etc. and others | 82,079 | 83,168 | 1,088 | 1.3 |
| Total | 86,674 | 111,725 | 25,051 | 28.9 |

(3) Capital adequacy requirement ratio

1) Consolidated base

(Millions of yen)

| | | As of March 31, 2024 | As of December 31, 2024 |
|---|---|-------------------------|----------------------------|
| Basic items (A) | | 872,605 | 986,944 |
| Supplemental items | Net unrealized gains on (operating) investment securities, net of tax, etc. | 37,253 | 32,166 |
| | Reserve for financial instruments transaction liabilities, etc. | 3,781 | 3,772 |
| | Allowance for doubtful accounts | 19 | 19 |
| | Subordinated long-term borrowings | 245,200 | 174,400 |
| | Subordinated short-term borrowings | 288,800 | 399,600 |
| Total (B) | | 575,054 | 609,959 |
| Deducted assets (C) | | 426,591 | 419,302 |
| Equity after deduction (A) + (B) - (C) (D) | | 1,021,068 | 1,177,601 |
| Amount equivalent to risk | Amount equivalent to market risk | 184,520 | 183,002 |
| | Amount equivalent to counterparty risk | 81,575 | 80,667 |
| | Amount equivalent to fundamental risk | 93,279 | 103,729 |
| | Total (E) | 359,376 | 367,399 |
| Consolidated capital adequacy requirement ratio (D)/(E) * 100 | | 284.1% | 320.5% |

2) Non-consolidated base

(Millions of yen)

| | | As of March 31, 2024 | As of December 31, 2024 |
|--|---|-------------------------|----------------------------|
| Basic items (A) | | 817,539 | 912,997 |
| Supplemental items | Net unrealized gains on (operating) investment securities, net of tax, etc. | 16,158 | 12,108 |
| | Reserve for financial instruments transaction liabilities, etc. | 3,781 | 3,772 |
| | Allowance for doubtful accounts | 8 | 7 |
| | Subordinated long-term borrowings | 245,200 | 174,400 |
| | Subordinated short-term borrowings | 288,800 | 399,600 |
| Total (B) | | 553,948 | 589,888 |
| Deducted assets (C) | | 615,297 | 617,869 |
| Equity after deduction (A) + (B) - (C) (D) | | 756,190 | 885,016 |
| Amount equivalent to risk | Amount equivalent to market risk | 146,322 | 155,971 |
| | Amount equivalent to counterparty risk | 62,571 | 50,258 |
| | Amount equivalent to fundamental risk | 77,377 | 85,823 |
| | Total (E) | 286,271 | 292,054 |
| Capital adequacy requirement ratio (D)/(E) * 100 | | 264.1% | 303.0% |

(4) Quarterly Consolidated Statements of Income

(Millions of yen)

| | Third quarter ended December 2023 Oct. 1, 2023 - Dec. 31, 2023 | Fourth quarter ended March 2024 Jan. 1, 2024 - Mar. 31, 2024 | First quarter ended June 2024 Apr. 1, 2024 - Jun. 30, 2024 | Second quarter ended September 2024 Jul. 1, 2024 - Sep. 30, 2024 | Third quarter ended December 2024 Oct. 1, 2024 - Dec. 31, 2024 |
|--|--|--|--|--|--|
| Operating revenues | 145,052 | 182,488 | 177,120 | 190,338 | 191,736 |
| Commissions | 50,935 | 53,910 | 54,222 | 62,387 | 65,094 |
| Brokerage commissions | 8,786 | 12,179 | 9,425 | 9,280 | 11,157 |
| Equities | 8,379 | 11,714 | 9,019 | 8,827 | 10,538 |
| Bonds | 304 | 361 | 89 | 106 | 240 |
| Underwriting and selling fees, and commissions from solicitation to qualifying investors | 13,031 | 8,408 | 10,052 | 17,862 | 16,246 |
| Equities | 8,903 | 3,844 | 1,681 | 11,265 | 10,296 |
| Bonds | 3,872 | 4,425 | 8,244 | 6,473 | 5,763 |
| Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors | 8,070 | 9,590 | 10,185 | 8,466 | 9,063 |
| Other commissions and fees | 21,047 | 23,732 | 24,559 | 26,778 | 28,626 |
| Net gain on trading | 29,091 | 25,899 | 41,273 | 29,076 | 41,375 |
| Equities, etc. | 12,183 | (11,320) | 1,397 | 30,325 | (3,166) |
| Bonds, etc. and others | 16,908 | 37,220 | 39,876 | (1,249) | 44,542 |
| Net gain (loss) on operating investment securities | 1,509 | 3,397 | (582) | 4,233 | 1,410 |
| Interest and dividend income | 63,516 | 99,280 | 82,205 | 94,641 | 83,856 |
| Interest expenses | 63,689 | 84,043 | 83,248 | 80,894 | 83,382 |
| Net operating revenues | 81,363 | 98,445 | 93,871 | 109,443 | 108,353 |
| Selling, general and administrative expenses | 69,227 | 83,722 | 72,653 | 79,807 | 83,761 |
| Transaction-related expenses | 11,133 | 13,414 | 12,229 | 14,321 | 13,269 |
| Personnel expenses | 31,715 | 36,446 | 33,547 | 35,228 | 40,170 |
| Real estate expenses | 9,867 | 11,211 | 10,737 | 9,662 | 11,002 |
| Administrative expenses | 10,023 | 12,649 | 10,783 | 10,426 | 10,131 |
| Depreciation and amortization | 5,452 | 6,438 | 5,939 | 5,732 | 5,726 |
| Taxes and dues | 536 | 2,558 | 2,110 | (102) | 2,493 |
| Other | 498 | 1,004 | (2,694) | 4,537 | 967 |
| Operating income | 12,135 | 14,722 | 21,217 | 29,636 | 24,592 |
| Non-operating income | (740) | 777 | 7,767 | 5,769 | 8,970 |
| Non-operating expenses | 1,771 | (530) | 7,334 | 6,424 | 8,257 |
| Ordinary income (loss) | 9,623 | 16,030 | 21,650 | 28,981 | 25,305 |
| Extraordinary gain | 95 | 278 | 81 | 470 | 77 |
| Extraordinary loss | 2,355 | 9,923 | 685 | 3,653 | 815 |
| Income (loss) before income taxes and non- controlling interests | 7,363 | 6,385 | 21,047 | 25,798 | 24,567 |
| Income taxes - current | (1,414) | 2,672 | 11,153 | (46,111) | 38,464 |
| Income taxes - deferred | 21,823 | (35,754) | (8,082) | 58,597 | (34,356) |
| Net income (loss) | (13,045) | 39,468 | 17,976 | 13,312 | 20,459 |
| Net income (loss) attributable to non- controlling interests | 86 | 348 | 52 | 91 | 27 |
| Net income (loss) attributable to owners of parent | (13,132) | 39,119 | 17,924 | 13,221 | 20,431 |

3. (Reference) Quarterly Non-consolidated Financial Statements

(1) (Reference) Quarterly Non-consolidated Balance Sheets

(Millions of yen)

| | As of March 31, 2024 | As of December 31, 2024 |
|---|----------------------|-------------------------|
| Assets | | |
| Current assets | | |
| Cash and bank deposits | 682,730 | 837,613 |
| Cash segregated as deposits for customers and others | 527,710 | 561,107 |
| Trading assets | 8,062,684 | 9,222,246 |
| Trading securities and others | 3,067,898 | 3,990,740 |
| Derivatives | 4,994,785 | 5,231,505 |
| Receivables - unsettled trades | — | 45,193 |
| Operating investment securities | 97,135 | 93,801 |
| Operating loans receivable | 7,002 | 3,943 |
| Receivables related to margin transactions | 26,188 | 23,880 |
| Loans receivable under margin transactions | 23,934 | 22,770 |
| Cash collateral for borrowed securities under margin transactions | 2,254 | 1,110 |
| Collateralized short-term financing agreements - receivable | 5,272,734 | 6,724,138 |
| Deposits paid for securities borrowed | 2,171,511 | 1,988,300 |
| Securities purchased under agreements to resell | 3,101,223 | 4,735,837 |
| Advances paid | 706 | 530 |
| Short-term guarantee deposits | 679,438 | 767,196 |
| Securities: fail to deliver | 48 | — |
| Variation margin paid | — | 23,453 |
| Short-term loans receivable | 9,627 | 150 |
| Other current assets | 101,064 | 94,016 |
| Less: Allowance for doubtful accounts | (281) | (288) |
| Total current assets | 15,466,789 | 18,396,984 |
| Noncurrent assets | | |
| Property and equipment | 18,755 | 17,038 |
| Intangible assets | 47,257 | 48,879 |
| Investments and other assets | 573,247 | 552,200 |
| Investment securities | 442,596 | 437,873 |
| Long-term guarantee deposits | 12,229 | 11,319 |
| Prepaid pension cost | 30,566 | 31,554 |
| Deferred tax assets | 81,150 | 66,203 |
| Other | 10,116 | 8,440 |
| Less: Allowance for doubtful accounts | (3,412) | (3,191) |
| Total noncurrent assets | 639,259 | 618,118 |
| Total assets | 16,106,049 | 19,015,103 |

(Millions of yen)

As of March 31, 2024 As of December 31, 2024

| | | |
|--|-------------------|-------------------|
| Liabilities | | |
| Current liabilities | | |
| Trading liabilities | 6,957,965 | 7,191,345 |
| Trading securities and others | 2,203,365 | 2,244,115 |
| Derivatives | 4,754,600 | 4,947,229 |
| Payables - unsettled trades | 121,820 | — |
| Payables related to margin transactions | 31,028 | 19,831 |
| Borrowings on margin transactions | 10,173 | 1,803 |
| Cash collateral for loaned securities under margin transactions | 20,854 | 18,028 |
| Collateralized short-term financing agreements - payable | 3,955,035 | 6,277,510 |
| Deposits received for securities loaned | 1,287,886 | 1,332,433 |
| Securities sold under agreements to repurchase | 2,667,148 | 4,945,076 |
| Deposits received | 446,553 | 553,496 |
| Guarantee deposits received | 329,556 | 574,951 |
| Securities: fail to receive | 1,306 | 19 |
| Variation margin received | 4,687 | — |
| Short-term borrowings | 1,310,285 | 1,102,454 |
| Commercial paper | 476,000 | 586,000 |
| Bonds and notes due within one year | 93,392 | 97,512 |
| Income taxes payable | 4,699 | 311 |
| Accrued employees' bonuses | 20,222 | 10,936 |
| Provision for variable compensation | 377 | 219 |
| Other current liabilities | 58,386 | 49,790 |
| Total current liabilities | 13,811,318 | 16,464,377 |
| Noncurrent liabilities | | |
| Bonds and notes | 616,858 | 705,547 |
| Long-term borrowings | 809,400 | 887,200 |
| Provision for retirement benefits | 21,237 | 20,068 |
| Provision for loss on head office transfer | 802 | 385 |
| Provision for loss related to entrusted business | 5,733 | 5,733 |
| Other noncurrent liabilities | 3,219 | 2,911 |
| Total noncurrent liabilities | 1,457,250 | 1,621,845 |
| Statutory reserves | | |
| Reserve for financial instruments transaction liabilities | 3,781 | 3,772 |
| Total statutory reserves | 3,781 | 3,772 |
| Total liabilities | 15,272,350 | 18,089,996 |
| Net assets | | |
| Shareholders' equity | | |
| Common stock | 125,167 | 125,167 |
| Capital surplus | 434,319 | 460,557 |
| Retained earnings | 455,821 | 501,278 |
| Treasury stock | (197,768) | (174,006) |
| Total shareholders' equity | 817,539 | 912,997 |
| Valuation and translation adjustments | | |
| Net unrealized gains (losses) on (operating) investment securities, net of tax, etc. | 25,921 | 21,874 |
| Net deferred gains or losses on hedges, net of tax | (9,762) | (9,765) |
| Total valuation and translation adjustments | 16,158 | 12,108 |
| Total net assets | 833,698 | 925,106 |
| Total liabilities and net assets | 16,106,049 | 19,015,103 |

(2) (Reference) Quarterly Non-consolidated Statements of Income

For the nine months ended December 31, 2023 and 2024

| | (Millions of yen) | |
|--|--|--|
| | Nine months ended December 31, 2023 | Nine months ended December 31, 2024 |
| Operating revenues | | |
| Commissions | 127,566 | 149,292 |
| Net gain on trading | 78,170 | 105,622 |
| Net gain (loss) on operating investment securities | 2,479 | 5,176 |
| Interest and dividend income | 112,668 | 132,669 |
| Total operating revenues | 320,886 | 392,761 |
| Interest expenses | 113,846 | 132,496 |
| Net operating revenues | 207,039 | 260,265 |
| Selling, general and administrative expenses | 176,076 | 189,962 |
| Transaction-related expenses | 34,026 | 39,628 |
| Personnel expenses | 66,324 | 70,150 |
| Real estate expenses | 22,926 | 23,951 |
| Administrative expenses | 35,081 | 37,962 |
| Depreciation and amortization | 11,081 | 11,931 |
| Taxes and dues | 4,172 | 4,423 |
| Provision of allowance for doubtful accounts | 326 | 9 |
| Other | 2,136 | 1,904 |
| Operating income | 30,963 | 70,303 |
| Non-operating income | 967 | 1,118 |
| Non-operating expenses | 1,180 | 2,987 |
| Ordinary income | 30,751 | 68,433 |
| Extraordinary gain | 1,138 | 411 |
| Gain on sales of investment securities | 680 | 402 |
| Gain on sales of shares of subsidiaries and affiliates | 71 | — |
| Gain on liquidation of subsidiaries and affiliates | 386 | — |
| Reversal of reserve for financial instruments transaction liabilities | — | 8 |
| Extraordinary loss | 1,857 | 4,878 |
| Loss on disposal of noncurrent assets | 419 | 247 |
| Impairment losses | 181 | 709 |
| Head office transfer cost | 936 | 3,384 |
| Loss on cancellation of system agreement | 293 | — |
| Provision of reserve for financial instruments transaction liabilities | 1 | — |
| Other | 23 | 536 |
| Income before income taxes | 30,031 | 63,966 |
| Income taxes - current | 456 | 1,797 |
| Income taxes - deferred | 3,017 | 16,711 |
| Total income taxes | 3,474 | 18,509 |
| Net income | 26,557 | 45,457 |