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Consolidated Financial Results for the Year Ended March 31, 2026 (Under Japanese GAAP)

April 28, 2026

Company name: AIZAWA SECURITIES GROUP CO., LTD.
 Listing: Tokyo Stock Exchange Prime Market
 Securities code: 8708
 URL: <https://www.aizawa-group.jp/>
 Representative: Takuya Aizawa, President & Representative Director
 Contact Person: Koji Omichi, Director & Executive Officer

Scheduled date of annual meeting of shareholders June 26, 2026
 Scheduled date of filing financial report June 24, 2026
 Scheduled date of dividend payment June 08, 2026
 Supporting explanatory documents on financial results YES
 Briefing on financial results (for institutional investors & analysts) YES

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial summary (From April 1, 2025 to March 31, 2026)

(1) Consolidated business 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, 2026	20,973	1.9	19,905	(0.6)	26	(98.6)	666	(74.1)	2,752	(13.2)
March 31, 2025	20,588	8.5	20,022	10.1	1,886	62.7	2,571	32.4	3,172	6.6

Note: Comprehensive income

For the Fiscal year ended March 31, 2026: 5,761 million yen[169.7%]

For the Fiscal year ended March 31, 2025: 2,136 million yen [(66.5) %]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
	yen	yen	%	%	%
March 31, 2026	88.44	—	6.0	0.6	0.1
March 31, 2025	100.20	—	6.3	2.5	9.2

Reference:

1. Share of profit (loss) of investments accounted for using equity method

For the Fiscal year ended March 31, 2026: -- million yen

For the Fiscal year ended March 31, 2025: -- million yen

Note:

We have introduced ESOP, and average number of company's share bought under this program for the period under review are being accounted under company's own treasury shares.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
March 31, 2026	124,324	50,486	38.2	1,523.27
March 31, 2025	109,529	47,599	40.7	1,433.95

Reference: Equity

As of March 31, 2026: 47,485 million yen

As of March 31, 2025: 44,564 million yen

(3) Consolidated cash flow

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2026	4,503	3,470	1,156	22,375
March 31, 2025	(5,759)	1,180	(4,886)	13,161

2. Dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	1 st quarter-end	2 nd quarter-end	3 rd quarter-end	Fiscal year-end	Total			
Fiscal year ended March 31, 2025	Yen —	Yen 48.00	Yen —	Yen 48.00	Yen 96.00	Millions of yen 3,063	% 95.8	% 6.5
Fiscal year ended March 31, 2026	Yen —	Yen 48.00	Yen —	Yen 69.00	Yen 117.00	Millions of yen 3,738	% 132.3	% 7.9

Note:

	Interim dividend per share		Year-end dividend per share	
	Ordinary dividend (yen)	Special dividend (yen)	Ordinary dividend (yen)	Special dividend (yen)
Fiscal year ended March 31, 2025	13.00	35.00	13.00	35.00
Fiscal year ended March 31, 2026	13.00	35.00	34.00	35.00
Fiscal year ending March 31, 2027 (F)	TBD	35.00	TBD	35.00
Fiscal year ending March 31, 2028 (F)	TBD	35.00	TBD	35.00

* The above special dividend amounts are estimated amounts based on certain assumptions (hypotheses) and future projections derived from information available as of April 26, 2024. This may change in the future due to changes in regulations on the distributable amount or other legal restrictions, changes in the business environment, and other circumstances.

3. Earning forecast for the fiscal year ending March 31, 2027 (Consolidated)

The Group operates principally in the financial securities business, and its operating results are likely to be affected by economic and market fluctuations. Due to such nature of its business and consequential difficulty in predicting its performance, the group does not disclose the forecast of operating results. Such forecasts may mislead the investors. Instead of it, as we finalize the financial results, we release the preliminary numbers for the quarterly and yearly results.

※ Notes

- (1) Important changes in subsidiaries during the term NO
 (Changes pursuant to the subsidiaries that lead to a change in the scope of consolidation)
 New: None Exclusion: None
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatements
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(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, 2026	39,525,649 shares
As of March 31, 2025	39,525,649 shares

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

As of March 31, 2026	8,352,523 shares
As of March 31, 2025	8,447,423 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

As of March 31, 2026	31,127,116 shares
As of March 31, 2025	31,661,657 shares

(Reference) Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes)

	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	%
Fiscal year ended										
March 31, 2026	1,030	(66.2)	1,030	(66.2)	53	(97.4)	(78)	—	372	(78.7)
March 31, 2025	3,048	273.9	3,048	273.9	2,065	—	2,032	—	1,750	—

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	yen	yen
March 31, 2026	11.98	—
March 31, 2025	55.28	—

Note:

We have introduced ESOP, and average number of company's share bought under this program for the period under review are being accounted under company's own treasury shares.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
March 31, 2026	51,076	32,872	64.4	1,054.53
March 31, 2025	47,712	34,772	72.9	1,118.86

Reference: Equity

As of March 31, 2026: 32,872 million yen As of March 31, 2025: 34,772 million yen

* Review of the Japanese-language originals of the attached consolidated financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The group operates principally in the financial securities business, and its operating results are likely to be affected by market fluctuations. Due to such nature of its business and difficulty in predicting its performance, group does not forecast business results and dividends. At the end of the term, we make efforts to release the preliminary numbers, as we will finalize the financial results.

Supporting Materials

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1. Financial results for the Year ended March 31, 2026

(1) Explanation of the business results

For the reporting fiscal year (April 1, 2025 to March 31, 2026), global equity markets experienced periods of price corrections due to concerns over the reciprocal tariff measures introduced by the U.S. Trump administration and the prolonged Iran conflict. However, markets maintained an upward trend, supported by a resilient U.S. economy, the enactment of spending and tax reduction bills, the resumption of rate cuts by the FRB, and monetary and fiscal easing measures in Europe and China.

In the U.S. equity market, driven by expanding capital expenditures and accelerating innovation related to generative AI, investor interest intensified in semiconductor and cloud-related companies. In February 2026, the Dow Jones Industrial Average reached record highs. Thereafter, stock prices entered a correction phase amid rising concerns over rise of generative AI tools, and issues in private credit markets, and geopolitical risks such as the Iran war. Despite above factors, solid employment conditions, resilient consumer spending, and expectations for continued rate cuts by the FRB supported the overall market.

In Japan's equity market, the Nikkei 225 declined sharply following the announcement of U.S. reciprocal tariffs in April 2025. Subsequently, stock prices accelerated upward trend and reached all-time highs, supported by tariff agreements with the U.S., expansion of capital investments related to generative AI, and the emergence of the Takaichi administration. Although headwinds such as implementation of U.S. reciprocal tariffs, deteriorating relations with China, and heightened geopolitical tensions in the Middle East are anticipated, expectations are growing for a positive economic cycle, driven by proactive fiscal policies under the Takaichi administration, wage increases, and potential additional rate hikes by the Bank of Japan.

In Asian equity markets, strong performance was observed in South Korea and Taiwan, benefiting from their strengths in semiconductors and electronic components amid the global expansion of capital investments related to generative AI. Vietnam, supported by robust exports, and China (Hong Kong), where monetary and fiscal stimulus measures have been strengthened, also maintained upward momentum. Among these, the KOSPI, the Taiwan Weighted Index, and Vietnam's VN Index reached record highs in 2026, serving as key destinations for globally diversified investments shifting from the U.S. Although economic trends across Asian countries remain mixed, optimism toward the growth of emerging industries and continued policy support has provided strong momentum for stock prices.

Under these circumstances, our group renewed its corporate philosophy in April 2025. Under this, our Purpose (meaning of our existence) is "*More Prosperity to More People*" and our Vision (our ideal state) is "*Your Long-Term Partner in Building Generational Wealth*", and our Values (our key values) consist of the following four pillars, "*Challenge, Relationship, Professionalism, and Teamwork*". We have also formulated the "AIZAWA Declarations" — a clear and enduring commitment to all our stakeholders, including our clients, shareholders, society, and employees.

Based on the new corporate philosophy, we have formulated a three-year medium-term management plan covering the fiscal year ended March 31, 2026 through the fiscal year ending March 31, 2028, titled "*Your Long-Term Partner in Building Generational Wealth*". As part of our business strategy, we are transforming the financial securities business, upgrading the investment business, restructuring the asset management business, and are advancing fundamental reforms toward a business and earnings structure capable of achieving a stable ROE target of 8% or more. In the first year of this medium-term management plan, we executed a major reform in the financial securities business by thoroughly implementing a goal-based sales approach (GBA), resulting in steady progress in transforming our revenue structure.

The group company, along with its core financial securities business, operates investment business and asset management business. Progress and initiatives of each business segment are as below:

[Financial securities business]

AIZAWA SECURITIES CO., LTD., which manages the financial securities business, is advancing reforms to stabilize its revenue structure. Company is promoting a goal-based sales approach (GBA) across the entire organization, providing reassurance by addressing the concerns of clients and their families and offering hands-on support to accompany them in achieving their life plans. In order to establish the GBA, selected branches were designated as trial branches since April 2025, where we are steadily engaging in ongoing dialogue with clients and their families. From April 2026, the GBA has been rolled out across all branches.

Through GBA, company is focusing on increase the balance of financial products generating recurring income, such as mutual funds and wrap accounts, to build a stable earnings structure less affected by market fluctuations. As of at the end of March 2026, total AUC was 2.3855 trillion yen (an increase of 419.3 billion yen from the end of the previous fiscal year), including AUC generating recurring income of 563.9 billion yen (an increase of 140.6 billion yen).

As part of the platform business, the company is collaborating with IFAs (such as insurance agencies and deposit-taking financial institutions) whose core business is not the sale of financial products, but who serve clients seeking a trusted partner to help realize their life plans. Through these partnerships, we provide comprehensive support that is unique to face-to-face financial brokerage services. Our efforts focus on acquiring recurring investment accounts of clients in the asset-building segment and increasing their monthly contribution amounts, thereby working to expand our customer base. At the end of March 2026, within the platform business, total AUC was 365.7 billion yen (an increase of 92.6 billion yen), with AUC generating recurring income accounting for 137.7 billion yen (an increase of 49.8 billion yen). With the expansion of our platform business, selling, general and administrative expenses have increased. However, as this remains a key channel for approaching customers in the asset-building segment, we will continue to focus on strengthening it.

For the fiscal year under review, in the financial securities business, operating revenue increased due to favorable market conditions, which led to higher brokerage commissions on equities, as well as an increase in management fees driven by the growth in AUC of products generating recurring income. As a result, operating revenue amounted to 20,127 million yen (increase of 12.6% y-o-y), operating profit was 1,054 million yen (increase of 313.2% y-o-y), and profit before tax was 867 million yen (increase of 139.4% y-o-y).

[Investment business]

AIZAWA Investments Co., Ltd., which conducts proprietary investments, focuses on medium- to long-term investments in public listed securities, targeting local and global growth companies as well as companies with stable expected returns, including dividends. Additionally, it invests in promising ventures companies and supports their future path towards public listing. It also makes investments in venture capital funds, private equity funds, and private debt funds. It also makes direct investments in domestic real estate, primarily by holding residential properties in the Tokyo metropolitan area to generate rental income.

Within our group, the investment business is regarded as a core pillar for enhancing asset efficiency and stabilizing consolidated earnings. Our primary focus is on maximizing medium-term investment returns through portfolio management, risk controls, and performance evaluation.

For the fiscal year under review, in the investment business, operating revenue declined to 832 million yen (down 65.4% y-o-y), mainly due to a decline in income from investments made in funds. In addition, operating loss amounted to 722 million yen, reflecting valuation losses on funds investing in unlisted assets and impairment loss on the operational investment securities.

On the other hand, gains from the sale of investment securities were maintained at a certain level, profit before tax amounted to 2,558 million yen (down 37.3% y-o-y), contributing to the maintenance of consolidated net income.

[Asset management business]

AIZAWA ASSET MANAGEMENT Co., Ltd., operating in the asset management business, strives to be "the most desired alternative asset management company in Japan." It focuses on managing alternative assets, particularly in secondary investments in private equity.

For the fiscal year under review, in the asset management business, operating revenue amounted to 194 million yen (down 54.0% y-o-y). Increased expenses associated with the withdrawal from the hedge fund business resulted in an operating loss of 364 million yen and a loss before tax of 343 million yen.

The Company plans to issue bonds totaling up to 30 billion yen over a two-year period, from October 28, 2024 (effective date) to October 27, 2026, following the filing of a shelf registration for the bonds on October, 2024. The purpose of this bond issuance is to enhance financial stability by diversifying funding methods and to establish a framework that enables the flexible procurement of funds necessary for the future growth of the Group.

The Group will continue to strive for sustainable growth and mid-to long-term enhancement of corporate value by leveraging the strengths of each subsidiary.

For the reporting period, operating revenue was 20,973 million yen (+1.9%); operating profit was 26 million yen (-98.6%); ordinary profit was 666 million yen (-74.1%); and net profit attributable to owners of parent was 2,752 million yen (-13.2%).

(Percentage indicates a year-on-year change. The same shall apply hereinafter in this section)

For the Year ended March 31, 2026, break-down of business results are as follow;

(Commission received)

For the financial year ended March 2026, Total commissions received increased by 17.8% to 16,713 million yen. Details are as follow:

- 1) Brokerage commission
Increased by 25.0% to 7,212 million yen due to increase in the trade of equities.
- 2) Commission from underwriting, secondary distribution and solicitation towards professional investors
Increased by 11.3% to 36 million yen due to increase in handling of treasury bonds.
- 3) Fee from offering, secondary distribution and solicitation towards professional investors
Increased by 1.2% to 3,315 million yen due to increase in the sales of mutual funds.
- 4) Other fees received
Increased by 20.2% to 6,149 million yen due to increase in the management fees of mutual funds.

(Net trading income)

For the financial year ended March 2026, Net trading income declined by 18.2% to 2,474 million yen.

Details are as follow:

- 1) Equities
Declined by 17.2% to 2,078 million yen due to decline in the trading value of foreign equities OTC trades.
- 2) Bonds
Declined by 29.3% to 122 million yen due to decline handling of foreign bonds.
- 3) Others
Declined by 19.9% to 273 million yen due to losses from forex trades.

(Net financial income)

Net financial income increased by 8.8% to 854 million yen. Under this category, income increased by 10.1% to 975 million yen due to increase in interest income, expenses increased by 21.0% to 120 million yen due to increase in interest expense.

(Other operating revenue and expenses)

Other operating revenues declined by 67.4% to 810 million yen due to decline in sales of operational investment securities. Other operating expenses increased by 103.1% to 947 million yen, mainly due to increase in cost of sales of operating investment securities.

(Selling, general and administrative expenses)

Selling, general and administrative expenses increased by 9.6% to 19,879 million yen due to an increase in trade related expenses and personnel expenses.

(Non-operating profit and losses)

Non-operating profit declined by 6.5% to 640 million yen. Under this category, income were 901 million yen including the dividend income of 486 million yen and profit distributions of 261 million yen. While expenses under this category were 261 million yen including the interest expenses of 114 million yen and 122 million yen of interest on bonds.

(Extraordinary profit and losses)

Total extraordinary profit was 3,489 million yen. Under this category, income were 3,865 million yen including gain from sale on investment securities. While losses were 375 million yen including 270 million yen loss on redemption of investment securities.

(2) Explanation of the financial results

(All comparisons in this section (2) are with the end of previous consolidated fiscal year)

(Assets)

As of at the end of the period under review, total assets were 124,324 million yen, increase of 14,795 million yen. This was due to an increase of 9,834 million yen in cash and deposits; increase of 2,224 million yen in cash segregated as deposit; increase of 3,324 million yen in investment securities.

(Liabilities)

As of at the end of the period under review, total liabilities were 73,837 million yen, and increase of 11,908 million yen. This was due to an increase of 7,037 million yen in deposits received and decline of 2,368 million yen in margin transaction liabilities, accompanied by increase in issuance of short-term bonds of 6,085 million yen.

(Net assets)

As for the period under review, total net assets were 50,486 million yen, an increase of 2,887 million yen. This was due to a decline of 312 million yen in retained earnings and increase of 3,206 million yen in valuation difference on available-for-sale securities.

(3) Explanation of the cash flows

For the financial year ended March 2026, Cash and cash equivalents increased by 9,213 million yen to 22,375 million yen. Details are as follow:

(Cash flow from operating activities)

Net cash used by operating activities was 4,503 million yen. This was mainly due to an increase in cash segregated as deposit for customers, and decline in margin transaction liabilities.

(Cash flow from investing activities)

Net cash provided by investing activities was 3,470 million yen. This was mainly due to the purchase and sale of investment securities.

(Cash flow from financing activities)

Net cash used in financing activities was 1,156 million yen. This was mainly due to dividend payments, issuance and redemption of short-term bonds.

(4) Explanation on the forecast of consolidated business results

The group operates principally in the financial securities and investments business. In this industry, there exist uncertainties due to, but not limited, economic and market conditions. Group tries to monitor and calculate such market risks and its effects on the business results. Due to such nature of its business and consequential difficulty in predicting its performance, the group does not disclose the forecast of business results. Instead of it, as we finalize the financial results, we release the preliminary numbers for the quarterly and yearly results.

(5) Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The Company's policy is to return a total of 20.0 billion yen or more to shareholders between the fiscal year ended March 31, 2025 and the fiscal year ending March 31, 2028 through dividends (ordinary and special dividends) and share buybacks.

<Policy for ordinary dividends and share buybacks>

For profit return to shareholders, the Company has a policy to return shareholders 50% or more on a consolidated basis, striving to continuously provide stable and high-level profit return. In addition, the Company aims to pay a dividend that exceeds approximately 2% of DOE.

* During the fiscal year ended March 31, 2025, the Company conducted share buybacks (6,163,900 acquired shares with a total acquired value of 10,775,065,200 yen).

<Special dividend implementation policy>

The Company plans to pay a special dividend of 70 yen per share annually from the fiscal year ended March 31, 2025 through the fiscal year ending March 31, 2028.

Based on the basic policy, the year-end dividend for the current fiscal year is expected to be 69 yen per share (consisting of an ordinary dividend of 34 yen and a special dividend of 35 yen). Combined with the interim dividend of 48 yen per share (consisting of an ordinary dividend of 13 yen and a special dividend of 35 yen), the annual dividend is expected to be 117 yen per share.

<Reference>

	Dividend per share (yen)								
	Interim dividend			Year-end dividend			Yearly dividend		
	Ordinary dividend	Special dividend	Total	Ordinary dividend	Special dividend	Total	Ordinary dividend	Special dividend	Total
FY 3/25	13.00	35.00	48.00	13.00	35.00	48.00	26.00	70.00	96.00
FY 3/26	13.00	35.00	48.00	34.00 (Planned)	35.00 (Planned)	69.00 (Planned)	47.00 (Planned)	70.00 (Planned)	117.00 (Planned)
FY 3/27	TBD	35.00 (Planned)	TBD	TBD	35.00 (Planned)	TBD	TBD	70.00 (Planned)	TBD
FY 3/28	TBD	35.00 (Planned)	TBD	TBD	35.00 (Planned)	TBD	TBD	70.00 (Planned)	TBD

* The above special dividend amounts are estimated amounts based on certain assumptions (hypotheses) and future projections derived from information available as of April 26, 2024. This may change in the future due to changes in regulations on the distributable amount or other legal restrictions, changes in the business environment, and other circumstances.

2. Basic approach of selecting accounting standards

Company uses Japanese GAAP accounting standards to ensure the comparison with previous terms. In regard to applying the IFRS accounting standards in future, company will take appropriate measures in consideration of various domestic and international situations

3. Consolidated financial statements and major notes

(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposit	14,405	24,239
Cash segregated as deposits	24,783	27,008
Cash segregated as deposits for customers	24,783	27,007
Other deposits	0	0
Operational investment securities	11,230	10,949
Trading products	347	135
Trading securities and other	347	135
Trade date accrual	1,294	1,521
Margin transaction assets	15,478	15,306
Loans on margin transactions	15,190	15,128
Cash collateral pledged for securities borrowing on margin transactions	287	178
Advances paid	521	278
Advances paid on behalf of customers	520	276
Other advance payments	0	1
Other current assets	1,985	2,335
Allowance for doubtful accounts	—	(5)
Total current assets	70,047	81,770
Non-current assets		
Property, plant and equipment		
Buildings (net value)	753	907
Tool, furniture & fixtures (net value)	365	408
Land	696	632
Rental real estate (net value)	9,259	9,299
Others	135	—
Total Property, plant and equipment	11,211	11,247
Intangible assets		
Software	21	29
Others	10	10
Total intangible assets	32	40
Investments and other assets		
Investment securities	25,208	28,532
Net defined benefit asset	1,263	1,413
Others	1,773	1,320
Allowance for doubtful accounts	(8)	(0)
Total investments and other assets	28,237	31,265
Total non-current assets	39,481	42,554
Total assets	109,529	124,324

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Trading products	24	48
Trading securities and other	24	48
Margin transaction liabilities	4,722	2,353
Borrowings on margin transactions	4,173	2,033
Cash received for securities lending on margin transactions	548	319
Loans payable secured by securities	482	2,009
Cash received on debt credit transaction of securities	482	2,009
Deposits received	23,291	30,329
Deposits from customers	18,927	21,147
Other deposits	4,363	9,182
Guarantee deposits received	4,350	4,324
Short-term loans payable	9,675	7,512
Short-term bonds	6,000	12,085
Income taxes payable	851	745
Provision for bonuses	680	826
Provision for director bonuses	66	28
Other current liabilities	1,006	1,589
Total current liabilities	51,150	61,853
Non-current liabilities		
Long-term borrowings	5,156	5,315
Deferred tax liabilities	4,994	5,986
Provision for share based remuneration	349	379
Other non-current liabilities	117	115
Total non-current liabilities	10,618	11,797
Reserves under special laws		
Reserve for financial instruments transaction liabilities	160	187
Total reserves under special laws	160	187
Total liabilities	61,929	73,837
Net assets		
Shareholders' equity		
Capital stock	8,000	8,000
Capital surplus	7,828	7,826
Retained earnings	28,237	27,925
Treasury shares	(8,508)	(8,429)
Total shareholders' equity	35,557	35,321
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,968	11,174
Foreign currency translation adjustment	1,061	946
Remeasurements of defined benefit plans	(22)	42
Total accumulated other comprehensive income	9,007	12,163
Non-controlling interests	3,035	3,001
Total net assets	47,599	50,486
Total liabilities and net assets	109,529	124,324

(2) Consolidated statements of income and comprehensive income statement
Consolidated statements of income (For the fiscal year ended March 31, 2026)

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Operating revenue		
Commission received	14,190	16,713
Net trading income	3,025	2,474
Financial revenue	885	975
Others	2,486	810
Total operating revenue	20,588	20,973
Financial expenses	99	120
Other operating expenses	466	947
Net operating revenue	20,022	19,905
Selling, general and administrative expenses		
Trading related expenses	3,869	4,873
Personnel expenses	9,099	9,462
Real estate expenses	1,487	1,483
Office expenses	2,663	2,805
Depreciation	268	401
Taxes and dues	319	383
Provision of allowance for doubtful accounts	—	5
Others	428	463
Total selling, general and administrative expenses	18,135	19,879
Operating profit	1,886	26
Non-operating income		
Interest income	112	103
Dividend income	468	486
Profit distributions	256	261
Others	46	50
Total non-operating income	884	901
Non-operating expenses		
Interest expense	128	114
Interest on bonds	11	122
Loss on foreign exchange rate	27	—
Amortization of deferred assets	3	—
Settlement expenses	1	0
Commission for purchase of treasury shares	16	—
Others	12	23
Total non-operating expenses	199	261
Ordinary profit	2,571	666
Extraordinary income		
Gain on sales of investment securities	2,345	3,865
Total extraordinary income	2,345	3,865
Extraordinary losses		
Loss on sales of tangible assets	5	—
Loss on retirement of non-current assets	—	10
Loss on redemption of investment securities	256	270
Impairment loss	4	68
Provision of reserve for financial instruments transaction liabilities	0	27
Total extraordinary losses	266	375
Profit before income taxes	4,650	4,156
Income taxes – current	1,456	1,506
Income taxes – deferred	70	27
Total income taxes	1,526	1,533
Profit	3,124	2,623
Profit (loss) attributable to non-controlling owners	(48)	(129)
Profit attributable to owners of parent	3,172	2,752

Consolidated comprehensive income statement (For the fiscal year ended March 31, 2026)

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Profit (loss)	3,124	2,623
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,368)	3,208
Foreign currency translation reserve	461	(134)
Remeasurements of defined benefit plans	(80)	64
Total accumulated other comprehensive income	(987)	3,138
Comprehensive income	2,136	5,761
(Description)		
Comprehensive income attributable to owners of parent	2,038	5,909
Comprehensive income attributable to non-controlling interests	98	(147)

(3) Consolidated statements of change in net assets

(From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholder's equity					Total accumulated other comprehensive income				Non-controlling interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholder's equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefits plan	Total accumulated other comprehensive income		
Balance at the beginning of current period	8,000	8,207	35,484	(6,179)	45,513	9,337	746	58	10,141	3,002	58,657
Changes of items during current period											
Dividends of retained earnings			(2,520)		(2,520)						(2,520)
Net profit attributable to owners of parent			3,172		3,172						3,172
Purchase of treasury shares				(10,775)	(10,775)						(10,775)
Restricted shares remuneration		82		52	134						134
Disposal of treasury shares for ESOP		(1)		33	32						32
Disposal of treasury shares		(460)	(7,899)	8,360	—						—
Change in retained earnings within the consolidated scope		—			—						—
Net change in items other than shareholder's equity						(1,368)	315	(80)	(1,134)	32	(1,101)
Total changes of items during period	—	(379)	(7,247)	(2,329)	(9,955)	(1,368)	315	(80)	(1,134)	32	(11,057)
Balance at end of current period	8,000	7,828	28,237	(8,508)	35,557	7,968	1,061	(22)	9,007	3,035	47,599

(From April 1, 2025 to March 31, 2026)

(Millions of yen)

	Shareholder's equity					Total accumulated other comprehensive income				Non-controlling interests	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholder's equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefits plan	Total accumulated other comprehensive income		
Balance at the beginning of current period	8,000	7,828	28,237	(8,508)	35,557	7,968	1,061	(22)	9,007	3,035	47,599
Changes of items during current period											
Dividends of retained earnings			(3,065)		(3,065)						(3,065)
Net profit attributable to owners of parent			2,752		2,752						2,752
Purchase of treasury shares				—	—						—
Restricted shares remuneration		11		44	55						55
Disposal of treasury shares for ESOP		—		34	34						34
Disposal of treasury shares		—	—	—	—						—
Change in retained earnings within the consolidated scope		(13)			(13)						(13)
Net change in items other than shareholder's equity						3,206	(114)	64	3,156	(33)	3,122
Total changes of items during period	—	(2)	(312)	78	(235)	3,206	(114)	64	3,156	(33)	2,887
Balance at end of current period	8,000	7,826	27,925	(8,429)	35,321	11,174	946	42	12,163	3,001	50,486

(4) Consolidated statements of cash flows

	(Millions of yen)	
	Year ended March 31, 2025	Year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	4,650	4,156
Depreciation	268	401
Impairment loss	4	68
Increase (decrease) in allowance of doubtful accounts	—	5
Increase (decrease) in provision for bonuses	(87)	145
Increase (decrease) in provision for director's bonuses	1	(37)
Increase (decrease) in provision share based remuneration	36	29
Decrease (increase) in net defined benefit assets	(74)	(61)
Interest and dividend income	(1,477)	(1,605)
Interest expenses	239	357
Loss (gain) on sales of investment securities	(2,345)	(3,865)
Loss (gain) on redemption of investment securities	256	270
Loss (gain) on sales of non-current assets	5	—
Loss on retirement of non-current assets	—	10
Decrease (increase) in cash segregated as deposits for customers	2,848	(2,224)
Decrease (increase) in advance paid	(422)	243
Decrease (increase) in trading products-assets	(114)	211
Decrease (increase) in trade date accrual	31	(227)
Decrease (increase) in operational investment securities	458	274
Decrease (increase) in margin transaction assets	1,731	171
Increase (decrease) in rental real-estate	(94)	(38)
Increase (decrease) in the reserve for financial products transaction liabilities	0	27
Increase (decrease) in deposits received	(5,516)	7,037
Increase (decrease) in trading products-liabilities	24	23
Increase (decrease) in margin transaction liabilities	(2,590)	(2,368)
Increase (decrease) in loans secured by securities	(919)	1,527
Increase (decrease) in guarantee deposits received	(1,289)	(25)
Others	(490)	201
Subtotal	(4,865)	4,709
Interest and dividend income received	1,500	1,551
Interest expenses paid	(237)	(292)
Income taxes paid	(2,157)	(1,646)
Income taxes (paid) refund	0	180
Net cash provided by (used in) operating activities	(5,759)	4,503

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Cash flow from investing activities		
Payments into time deposits	(2,657)	(2,721)
Proceeds from withdrawal of time deposits	3,065	2,664
Purchase of sales of property, plant and equipment	(479)	(198)
Payments from retirement of tangible fixed assets	14	—
Purchase of intangible assets	(8)	(27)
Asset retirement obligations	(11)	(61)
Purchase of investment securities	(2,776)	(3,232)
Proceeds from sale of investment securities	3,645	5,233
Proceeds from redemption of investment securities	693	2,238
Payment for guarantee deposits	(90)	(24)
Proceeds from collection of guarantee deposits	30	43
Proceeds from collection of loans	0	0
Acquisition of long-term prepaid expenses	(246)	(444)
Others	0	0
Net cash provided by (used in) investing activities	1,180	3,470
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,785	(1,660)
Proceeds from long-term loans payable	—	1,300
Repayments on long-term loans payable	(345)	(1,643)
Purchase of treasury shares	(10,775)	—
Proceeds from sales of treasury shares	32	34
Increase (decrease) in issuance of short-term bonds	6,000	6,085
Proceeds from non-controlling interests	283	100
Dividend to non-controlling interests	(349)	—
Cash dividends paid	(2,517)	(3,059)
Net cash provided by (used in) financing activities	(4,886)	1,156
Difference in cash and cash equivalents	(82)	82
Increase (decrease) in cash and cash equivalents	(9,547)	9,213
Cash and cash equivalents at start of period	22,709	13,161
Cash and cash equivalents at end of period	13,161	22,375

(5) Notes on consolidated financial statements

(Notes on going concern assumption)

Not applicable.

(Change in accounting policy)

Not applicable.

(Additional information)

Introduction of ESOP

The company has introduced an Employee Stock Ownership Plan Trust (“ESOP Trust”) from July 22, 2019 with the motive to increase the enterprise value over mid to long term. The Company's stock held by the ESOP Trust is included in treasury shares under net assets with a book value of 512 million yen for 778 thousand shares as of March 31, 2026. The book value and number of treasury stock were 546 million yen and 831 thousand shares, respectively, at the end of the fiscal year ended March 31, 2025.

(Segment information)

Under the holding company structure, group has segregated the business into 3 reportable segments of; “Financial instrument securities business”, “Asset management business” and “Investment business”.

The Group's reportable segments of business are subject to periodic review by the Board of Directors in order to determine the allocation of management resources and evaluate their performance.

Segment-wise operating revenue/profit (loss)

The accounting methods used for the reported business segments are same as those used in the preparation of the consolidated financial statements. Profit (loss) of reportable segments are based on operating profit (loss). Inter-segment revenues and transfers are based on prevailing market prices.

(From April 1, 2024 to March 31, 2025)

(Millions of yen)

	Segments				Adjusted amount *1	Amount as on Consolidated statements of income *2
	Financial securities business	Asset management business	Investment business	Total		
Operating revenue						
Revenues from external clients	17,803	402	2,382	20,587	—	20,587
Inter segment revenues	69	21	25	115	(115)	—
Total	17,872	423	2,407	20,703	(115)	20,587
Profit (loss)	255	(116)	1,539	1,678	208	1,886
Assets	61,127	5,835	39,160	106,123	3,405	109,529
Liabilities	40,376	96	10,052	50,525	11,403	61,929
Others						
Depreciation & amortization	227	3	4	235	33	268
Financial revenue	885	—	—	885	0	885
Financial expense	101	—	—	101	(1)	99

Note:

*1

1. The segment profit (loss) adjustment of 208 million yen includes (1,860) million yen in inter-segment eliminations and 2,069 million yen in corporate expenses that are not allocated to any segment. Corporate expenses are expenses held and incurred by the company as a holding company.

2. The segment assets adjustment of 3,405 million yen includes (44,216) million yen of offsetting elimination of inter-segment receivables and payables and 47,622 million yen of total assets that are not allocated to any segment. Total assets are held by the company as a holding company.

3. The segment liabilities adjustment of 11,403 million yen includes (1,536) million yen of offsetting elimination of inter-segment receivables and payables and 12,940 million yen of total liabilities that are not allocated to any segment. Total liabilities are held by the company as a holding company.

*2

Segment profit (loss) is adjusted with operating loss in the consolidated statements of income.

(From April 1, 2025 to March 31, 2026)

(Millions of yen)

	Segments				Adjusted amount *1	Amount as on Consolidated statements of income *2
	Financial securities business	Asset management business	Investment business	Total		
Operating revenue						
Revenues from external clients	19,986	174	810	20,971	2	20,973
Inter segment revenues	141	20	22	184	(184)	—
Total	20,127	194	832	21,155	(182)	20,973
Profit (loss)	1,054	(364)	(722)	(32)	58	26
Assets	66,898	5,565	43,189	115,653	8,671	124,324
Liabilities	45,592	102	10,055	55,750	18,086	73,837
Others						
Depreciation & amortization	360	1	4	367	34	401
Financial revenue	972	—	—	972	2	975
Financial expense	127	—	—	127	(7)	120

Note:

*1

1. The segment profit (loss) adjustment of 58 million yen includes 4 million yen in inter-segment eliminations and 54 million yen in corporate expenses that are not allocated to any segment. Corporate expenses are expenses held and incurred by the company as a holding company.

2. The segment assets adjustment of 8,671 million yen includes (42,315) million yen of offsetting elimination of inter-segment receivables and payables and 50,987 million yen of total assets that are not allocated to any segment. Total assets are held by the company as a holding company.

3. The segment liabilities adjustment of 18,086 million yen includes (116) million yen of offsetting elimination of inter-segment receivables and payables and 18,203 million yen of total liabilities that are not allocated to any segment. Total liabilities are held by the company as a holding company.

*2

Segment profit (loss) is adjusted with operating loss in the consolidated statements of income.

(Per share information)

	Year ended March 31, 2025	Year ended March 31, 2026
Net assets per share	1,433.95 yen	1,523.27yen
Net income per share	100.20 yen	88.44yen

Notes:

- 1) Diluted profit (loss) per share is not applicable due to non-existence of potential shares outstanding having dilution effect.
- 2) Computation of the net income per share is based on following
- 3) The shares of the company remaining in the trust recorded as treasury stock in shareholders' equity are included in the treasury stock to be deducted in the calculation of the average number of shares during the period in the calculation of net income per share. In calculating net income per share, the average number of treasury stock deducted was 15,469,471 shares in the previous consolidated fiscal year and 8,398,533 shares in the current consolidated fiscal year.

	Year ended March 31, 2025	Year ended March 31, 2026
Net income per share		
Profit attributable to owners of parent (million yen)	3,172	2,752
Profit not attributable to common shareholders (million yen)	—	—
Profit related to common shareholders attributable to owners of parent (million yen)	3,172	2,752
Average number of common stock outstanding during this year (thousands of shares)	31,661	31,127

(Important subsequent events)

Not applicable.

4. Supplementary information

Consolidated business results for the Year ended March 31, 2026

(1) Commission received

A) Breakdown of commission received

(Millions of yen)

	Year ended March 31, 2025 (A)	Year ended March 31, 2026 (B)	Change (B/A)
Brokerage commission	5,769	7,212	125.0%
Equities	5,631	7,100	126.1%
Bonds	—	—	—
Beneficiary securities	137	111	81.4%
Commission from underwriting, secondary distribution and solicitation towards professional investors	32	36	111.3%
Equities	32	33	103.2%
Bonds	0	3	533.9%
Fee from offering, secondary distribution and solicitation towards professional investors	3,274	3,315	101.2%
Other fees received	5,114	6,149	120.2%
Total	14,190	16,713	117.8%

B) Product wise breakdown

(Millions of yen)

	Year ended March 31, 2025 (A)	Year ended March 31, 2026 (B)	Change (B/A)
Equities	5,707	7,165	125.5%
Bonds	1	3	303.6%
Beneficiary securities	5,798	6,630	114.3%
Others	2,683	2,914	108.6%
Total	14,190	16,713	117.8%

(2) Net trading income

(Millions of yen)

	Year ended March 31, 2025 (A)	Year ended March 31, 2026 (B)	Change (B/A)
Equities etc.	2,511	2,078	82.8%
Bonds, forex etc.	513	395	76.9%
Bonds etc.	172	122	70.7%
Forex etc.	341	273	80.1%
Total	3,025	2,474	81.8%

(3) Comparative quarterly consolidated statements of income

(Millions of yen)

	FY 3/25				FY 3/26			
	1Q ended June 30	2Q ended Sept.30	3Q ended Dec.31	4Q ended March 31	1Q ended June 30	2Q ended Sept.30	3Q ended Dec.31	4Q ended March 31
Operating revenue								
Commission received	3,545	3,390	3,779	3,476	3,273	4,355	4,479	4,605
Brokerage commission	1,499	1,324	1,561	1,383	1,432	1,960	1,976	1,842
Commission from underwriting, secondary distribution and solicitation towards professional investors	1	0	24	6	1	32	0	1
Fee from offering, secondary distribution and solicitation towards professional investors	837	831	826	779	785	834	798	895
Other fees received	1,206	1,234	1,367	1,306	1,053	1,527	1,703	1,865
Net trading income	1,041	655	823	504	647	813	699	313
Financial revenue	203	249	195	236	158	294	251	270
Others	162	285	882	1,155	162	231	179	236
Total operating revenue	4,953	4,580	5,681	5,372	4,242	5,695	5,609	5,426
Financial expenses	21	20	18	38	28	33	25	33
Other operating expenses	58	205	35	166	214	215	230	287
Net operating revenue	4,872	4,354	5,627	5,167	3,999	5,446	5,353	5,105
Selling, general and administrative expenses								
Trading related expenses	914	903	1,049	1,002	976	1,318	1,370	1,208
Personnel expenses	2,347	2,222	2,284	2,244	2,259	2,416	2,324	2,461
Real estate expenses	364	383	367	371	373	373	343	393
Office expenses	628	639	655	739	686	686	693	738
Depreciation	62	70	65	69	81	85	79	154
Taxes and dues	74	84	79	80	79	112	98	93
Provision of allowance for doubtful accounts	—	—	—	—	—	—	5	—
Others	130	93	115	88	118	105	117	121
Total selling, general and administrative expenses	4,524	4,396	4,618	4,597	4,575	5,097	5,033	5,172
Operating profit (loss)	348	(42)	1,009	570	(576)	349	319	(66)
Non-operating income	316	130	229	208	299	157	240	204
Non-operating expenses	52	41	56	49	60	60	61	78
Ordinary profit (loss)	612	46	1,182	729	(337)	446	498	59
Extraordinary income	695	1,029	593	26	726	734	1,241	1,162
Extraordinary losses	256	10	(0)	(0)	—	7	278	89
Profit before income taxes	1,051	1,066	1,776	756	388	1,172	1,462	1,132
Income tax expenses	274	384	497	369	316	316	414	485
Profit	777	681	1,278	386	71	856	1,048	647
Profit (loss) attributable to non- controlling interests	(37)	(29)	44	(25)	(55)	(17)	(27)	(29)
Profit attributable to owners of parent	815	711	1,233	412	127	873	1,075	676

5. Non-consolidated financial statements and major notes

(1) Balance sheet

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposit	162	2,771
Cash segregated as deposits	102	—
Cash held in trust	99	174
Advance payments	0	0
Prepaid expenses	65	49
Accounts receivables	7	3
Income taxes receivable	39	—
Other current assets	0	0
Total current assets	478	2,999
Non-current assets		
Property, plant and equipment		
Building (net value)	186	168
Tools, furniture & fixtures (net value)	56	42
Land	46	44
Total property, plant and equipment	290	255
Intangible assets		
Software	1	0
Total intangible assets	1	0
Investments and other assets		
Investment securities	6,009	7,029
Shares of subsidiaries & affiliated companies	40,486	40,349
Long-term guarantee deposits	416	411
Others	32	30
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	46,943	47,821
Total non-current assets	47,234	48,077
Total assets	47,712	51,076

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Deposits received	134	212
Short-term loans payable	4,450	3,750
Short-term loan payable to subsidiaries & affiliates	1,300	—
Short-term bonds	6,000	12,100
Accounts payable	109	87
Accrued expenses	26	79
Income taxes payable	4	244
Provision for bonuses	—	2
Provision for director bonuses	66	28
Other current liabilities	25	25
Total current liabilities	12,115	16,531
Non-current liabilities		
Long-term borrowings	—	500
Deferred tax liabilities	819	1,167
Long-term deposits received	5	5
Total non-current liabilities	824	1,672
Total liabilities	12,940	18,203
Net assets		
Shareholders' equity		
Capital stock	8,000	8,000
Capital surplus		
Legal capital reserve	7,863	7,863
Other capital surplus	—	11
Total capital surplus	7,863	7,874
Retained earnings		
Legal reserve for retained earnings	3,202	3,202
Other retained earnings		
General reserve	6,000	6,000
Retained earnings brought forward	16,108	13,415
Total retained earnings	25,310	22,618
Treasury shares	(8,508)	(8,429)
Total shareholders' equity	32,665	30,063
Valuation and translation adjustments		
Valuation difference on available-for-sale-securities	2,106	2,809
Total valuation and translation adjustments	2,106	2,809
Total net assets	34,772	32,872
Total liabilities and net assets	47,712	51,076

(2) Statements of income

(Millions of yen)

	Year ended March 31, 2025	Year ended March 31, 2026
Operating revenue		
Management advisory fee	1,046	1,020
Dividends from subsidiaries & affiliates	2,001	—
Interest from lending to subsidiaries & affiliated companies	0	7
Financial revenue	0	2
Total operating revenue	3,048	1,030
Net operating revenue	3,048	1,030
Selling, general and administrative expenses		
Trading related expenses	13	20
Personnel expenses	655	646
Real estate expenses	135	107
Office expenses	77	84
Depreciation & Amortization	37	35
Taxes and dues	28	45
Others	36	37
Total selling, general and administrative expenses	983	977
Operating profit	2,065	53
Non-operating income		
Real estate rental income	0	0
Dividend income	79	164
Dividend income from share lending of subsidiaries & affiliated companies	66	19
Others	10	13
Total non-operating income	157	197
Non-operating expenses		
Interest paid	91	63
Interest expense on bonds	11	122
Bond issuance expense	70	142
Commission for purchase of treasury shares	16	—
Settlement expenses	1	—
Others	—	0
Total non-operating expenses	190	328
Ordinary profit (loss)	2,032	(78)
Extraordinary income		
Gain on sales of investment securities	89	823
Total extraordinary income	89	823
Extraordinary losses		
Loss on valuation of shares of subsidiaries & affiliates	352	136
Impairment loss	—	2
Total extraordinary losses	352	138
Profit before income taxes	1,768	606
Income taxes – current	3	245
Income taxes – deferred	14	(11)
Total income taxes	18	234
Profit	1,750	372