

The following information was originally prepared and published by the Company in Japanese as it contains timely disclosure materials to be submitted to the Tokyo Stock Exchange. This English summary translation is for your convenience only. To the extent there is any discrepancy between this English translation and the original Japanese version, please refer to the Japanese version. The following financial information was prepared based on International Financial Reporting Standards ("IFRS").

## Consolidated Financial Reports (IFRS) for the three months ended March 31, 2026

Rakuten Group, Inc.  
May 14, 2026

Company name	Rakuten Group, Inc.	Listed	Tokyo Stock Exchange
Code No	4755	URL	<a href="https://global.rakuten.com/corp/">https://global.rakuten.com/corp/</a>
Representative	(Title) Chairman and CEO		(Name) Hiroshi Mikitani
Contact person	(Title) Director and Group Managing Executive Officer		(Name) Eiichi Kaga
Scheduled Start Date of Dividend Payment	—		(TEL) 050-5581-6910

Supplementary materials for financial results: Yes

Financial results information meeting held: Yes (For institutional investors and analysts)

### 1. Consolidated Results for the three months ended March 31, 2026 (January 1 - March 31, 2026)

(Yen amounts are rounded to the nearest million)

#### (1) Consolidated Operating Results

(% , YoY)

	Revenue		Operating income		Income before income tax		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Three months ended March 31, 2026	643,583	14.4	30,394	—	17,375	—	(1,758)	—
Three months ended March 31, 2025	562,704	9.6	(15,444)	—	(45,839)	—	(61,883)	—

	Net income attributable to owners of the Company		Comprehensive income		Basic earnings per share attributable to owners of the Company	Diluted earnings per share attributable to owners of the Company
	Millions of Yen	%	Millions of Yen	%	Yen	Yen
Three months ended March 31, 2026	(18,648)	—	39,577	—	(8.59)	(8.60)
Three months ended March 31, 2025	(73,471)	—	(106,788)	—	(34.08)	(34.09)

#### (Reference) Other important management indicators

	EBITDA *	
	Millions of Yen	%
Three months ended March 31, 2026	108,791	36.2
Three months ended March 31, 2025	79,889	51.4

\* Calculated by adding depreciation and amortization expenses, etc. to Non-GAAP operating income. We believe that EBITDA is a useful indicator for evaluating the cash flow generation ability of the Rakuten Group's business activities. For more information on Non-GAAP operating income, please see page 4, "1. Qualitative Information Concerning Quarterly Financial Results (1) Qualitative Information Concerning Consolidated Operating Results".

## (2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the Company	Consolidated equity ratio *	Ratio of total equity attributable to owners of the Company to total assets
	Millions of Yen	Millions of Yen	Millions of Yen	%	%
As of March 31, 2026	29,314,001	1,276,629	901,135	4.4	3.1
As of December 31, 2025	28,804,400	1,354,232	992,402	4.7	3.4

\* Calculated by dividing total equity by total assets. As the card business, banking business and securities business account for a large proportion of the Rakuten Group's total assets, we believe that using total capital that incorporates non-controlling interests in these businesses is useful in understanding the Rakuten Group's financial position.

## 2. Dividends

	Dividend per Share				
	1Q	2Q	3Q	4Q	Year
	Yen	Yen	Yen	Yen	Yen
FY2025	—	0.00	—	0.00	0.00
FY2026	—	—	—	—	—
FY2026 (Forecast)	—	—	—	—	—

Note: Dividend per share for the fiscal year ending December 31, 2026 has not been decided yet, and there are no changes to the previously disclosed dividend forecast.

### **3. Estimate of Consolidated Operating Results for the fiscal year 2026 (January 1 to December 31, 2026)**

For the estimate of consolidated operating results for the fiscal year 2026, we aim for high single-digit growth in consolidated revenue compared to the fiscal year 2025, excluding the securities business whose results are heavily impacted by stock market conditions. (For details, please see page 9, "1. Qualitative Information Concerning Quarterly Financial Results (3) Qualitative Information Concerning Estimate of Consolidated Operating Results".)

Note: There are no changes to the previously disclosed consolidated forecasts for the year ending December 31, 2026.

#### **Notes**

##### **(1) Significant Change in Scope of Consolidation for the Current Period: No**

New: — (Company name) — Excluded: — (Company name) —

##### **(2) Changes in Accounting Policies and Changes in Accounting Estimates**

1. Changes in accounting policies required by IFRS: No
2. Changes in accounting policies due to other reasons: No
3. Changes in accounting estimates: Yes

Note: For details, please see page 16, "2. Condensed Quarterly Consolidated Financial Statements and Notes, (6) Notes to the Condensed Quarterly Consolidated Financial Statements (Significant Accounting Estimates and Judgments)".

##### **(3) Number of Shares Issued (Common Stock)**

1. Total number of shares issued at the end of the period (including treasury stocks)  
2,173,696,300 shares (As of March 31, 2026)  
2,169,972,100 shares (As of December 31, 2025)
2. Number of treasury stocks at the end of the period  
6,149 shares (As of March 31, 2026)  
5,878 shares (As of December 31, 2025)
3. Average number of shares for the period (cumulative from the beginning of the year)  
2,171,733,956 shares (January 1 - March 31, 2026)  
2,155,896,409 shares (January 1 - March 31, 2025)

Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

#### **Explanation about the Appropriate Use of Earnings Forecasts, and Other Special Matters**

Consolidated earnings forecasts for the year ending December 31, 2026 are based on information that is available at the time of writing and involve uncertainties. Therefore, due to various changing factors, the actual performance may differ from these projections.

## **1. Qualitative Information Concerning Quarterly Financial Results**

### **(1) Qualitative Information Concerning Consolidated Operating Results**

The Rakuten Group discloses consolidated operating results in terms of both its internal measures which management relies upon in making decisions (hereinafter the "Non-GAAP financial measures") and those under IFRS Accounting Standards.

Non-GAAP operating income is operating income under IFRS Accounting Standards (hereinafter "IFRS operating income") after deducting unusual items and other adjustments as prescribed by the Rakuten Group. Management believes that the disclosure of Non-GAAP financial measures facilitates comparison between the Rakuten Group and peer companies in the same industry or comparison of its business results with those of prior fiscal years by stakeholders, and can provide useful information in understanding the underlying business results of the Rakuten Group and its future outlook. Unusual items refer to one-off items that the Rakuten Group believes should be excluded for the purposes of preparing a future outlook based on certain rules. Other adjustment items are those that tend to differ depending on the standards applied, and are therefore less comparable between companies, such as share based compensation expenses and amortization of acquisition-related intangible assets.

Note: For disclosure of Non-GAAP financial measures, the Rakuten Group refers to the rules specified by the U.S. Securities and Exchange Commission but does not fully comply with such rules.

#### **i) Operating Results for the three months ended March 31, 2026 (Non-GAAP basis)**

For the three months ended March 31, 2026, the global economy showed signs of a gradual recovery, although some regions experienced a slowdown. Looking ahead, it is necessary to pay attention to Middle East affairs, the impact of fluctuations in financial markets and future U.S. policy trends, among other factors. In the Japanese economy, there have been signs of recovery in personal consumption, and looking ahead, improvements in employment and income conditions, and the effects of various policies are expected to support a moderate recovery.

According to the "White Paper on Information and Communications in Japan" (Note), in Japan, which is experiencing population decline and increasingly diverse and complex regional and social challenges, it is necessary to thoroughly utilize digital technologies, including generative AI, to maintain growth potential and accelerate digital transformation (DX). The importance of digital infrastructure, which is indispensable for achieving this is increasing. In response to this situation, the Ministry of Internal Affairs and Communications formulated the "Digital Infrastructure Development Plan 2030" in June 2025, aiming to promote the expansion of high-quality communication services, as well as research, development, and social implementation of Beyond 5G, thereby advancing the establishment of a digital foundation to support an AI society.

Under such an environment, the Rakuten Group is actively developing and deploying services utilizing advanced technologies such as AI, leveraging the overwhelming amount and quality of data accumulated through membership and various online and offline services, improving network quality in mobile services, and acquiring users. Furthermore, by further evolving and expanding the Rakuten Ecosystem, we aim to enhance our competitiveness and provide solution services that are uniquely possible due to the accumulation of unique data assets through various services such as Internet Services, FinTech, and Mobile, thereby evolving into an "AI Empowerment Company" and aiming to make people's lives more convenient and prosperous. In addition, amid uncertainties about the future of the economy, such as continued inflation, and exchange rate movements etc., the Rakuten Group, with its diverse business portfolio, will maximize the synergies it can achieve as a strength, accurately grasp consumer trends and needs, and seize further growth opportunities.

As a group, while working to increase revenue and reduce costs through the utilization of AI, in the Internet Services segment, we focused on acquiring new customers, nurturing loyal users, promoting cross-use primarily among mobile users, and developing services through deepened collaboration with local governments and regional businesses, all aimed at further growth in transaction value and revenue. As a result, the Rakuten Group achieved increased revenue and profit year-on-year. In the FinTech segment, efforts to expand the customer base and transaction value in each service and promote cross-usage between services resulted in further growth in sales and increase in segment profit. In the Mobile segment, as a result of continuous improvement of network quality, promoting awareness of this improvement, and combined with various marketing activities, the number of subscribers increased, and segment revenue expanded. In terms of costs, while marketing expenses increased to strengthen sales promotion efforts, other costs remained at previous levels, resulting in a continued reduction in segment losses.

As a result, the Rakuten Group recorded revenue of ¥643,583 million, a 14.4% year-on-year increase for the three months ended March 31, 2026, and a Non-GAAP operating income of ¥36,299 million, compared to

a Non-GAAP operating loss of ¥305 million in the three months ended March 31, 2025.

Note: Source: "2025 White Paper on Information and Communications in Japan" (Ministry of Internal Affairs and Communications).

(Non-GAAP)

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY	% Change YoY
Revenue	562,704	643,583	80,879	14.4%
Non-GAAP Operating Income (Loss)	(305)	36,299	36,604	—%

## ii) Reconciliation of Non-GAAP Operating Income to IFRS Operating Income

For the three months ended March 31, 2026, amortization of intangible assets of ¥412 million and share based compensation expenses of ¥4,474 million were excluded from Non-GAAP operating income. One-off items listed for the three months ended March 31, 2025 include a mid-term cancellation fee of ¥2,459 million, which was incurred in the domestic sports business due to the termination of a consulting agreement that had a significant impact on team operations, and a provision for liabilities related to a lawsuit concerning payment claims for debts of a previously sold subsidiary, etc. One-off items listed for the three months ended March 31, 2026 include an impairment loss on fixed assets of ¥1,019 million, resulting from a partial withdrawal from the marketplace business in Europe. Moreover, these expenses are mainly recorded in other expenses of the Condensed Quarterly Consolidated Statement of Income.

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY
Non-GAAP Operating Income (Loss)	(305)	36,299	36,604
Amortization of Intangible Assets	(1,365)	(412)	953
Share Based Compensation Expenses	(4,382)	(4,474)	(92)
One-off Items	(9,392)	(1,019)	8,373
IFRS Operating Income (Loss)	(15,444)	30,394	45,838

## iii) Operating Results for the three months ended March 31, 2026 (IFRS Accounting Standards basis)

For the three months ended March 31, 2026, the Rakuten Group recorded revenue of ¥643,583 million, up 14.4% year-on-year, and an IFRS operating income of ¥30,394 million, compared with an IFRS operating loss of ¥15,444 million in the three months ended March 31, 2025, and a net loss attributable to owners of the Company of ¥18,648 million, compared with a net loss of ¥73,471 million in the three months ended March 31, 2025.

(IFRS Accounting Standards)

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY	% Change YoY
Revenue	562,704	643,583	80,879	14.4%
IFRS Operating Income (Loss)	(15,444)	30,394	45,838	—%
Net Loss Attributable to Owners of the Company	(73,471)	(18,648)	54,823	—%

#### iv) Segment Information

Business results for each segment are as follows. In terms of the IFRS Accounting Standards management approach, segment profit or loss is presented on a Non-GAAP operating income basis.

Effective from the three months ended March 31, 2026, some AI-related development costs, which were not previously allocated to individual segments, have been reflected in the segment profit or loss based on the scope of responsibility and actual usage to optimize the management and performance evaluation of each segment. Accordingly, the segment information for the three months ended March 31, 2025 has been restated to reflect this change. As a result of this change, segment profit or loss for the three months ended March 31, 2025 decreased by ¥396 million in "Internet Services", ¥145 million in "Fintech", and ¥69 million in "Mobile", while "Intercompany Transactions, etc." increased by the total amount of these decreases. This change has no impact on the consolidated revenue or operating income or loss.

#### Internet Services

In domestic e-commerce, which is a core service, we focused on acquiring new customers, nurturing loyal users, and promoting cross-use primarily among mobile users.

In the internet shopping mall "Rakuten Ichiba", we implemented various initiatives to improve customer convenience and satisfaction. As a result, GMS and revenue grew, and coupled with improved marketing efficiency, this led to an increase in profit. In the internet travel reservation service "Rakuten Travel", transaction value recovered due to robust inbound demand and a recovery in domestic travel demand. Furthermore, in growth investment businesses, such as the logistics and net supermarket businesses, initiatives to improve profitability in each business proved successful, achieving a steady reduction in losses.

In the international business unit, which operates overseas internet services, Open Commerce, including the U.S. online cashback service "Rakuten Rewards", experienced sluggish revenue growth due to the impact of partial service closures. However, it achieved profit growth, partly due to the absence of business restructuring expenses recorded in the same period of the previous fiscal year. For the video streaming service "Rakuten Viki," profit growth was achieved through measures such as price plan revisions and various cost-reduction efforts. These steady contributions from each business in the International segment drove the expansion of segment profit.

As a result, revenue for the Internet Services segment rose to ¥317,645 million, a 4.0% year-on-year increase, while segment profit stood at ¥21,170 million, a 65.6% year-on-year increase.

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY	% Change YoY
Segment Revenue	305,478	317,645	12,167	4.0%
Segment Profit (Loss)				
Before Considering	16,481	25,102	8,621	52.3%
Mobile Ecosystem Contribution	(3,698)	(3,932)	(234)	—%
After Considering	12,783	21,170	8,387	65.6%

## FinTech

In FinTech, revenue increased in credit card-related services, banking services, securities services, and payment services. In credit card-related services, both the customer base for "Rakuten Card" and shopping transaction value continued to grow. In banking services, the increase in managed assets due to an expanding customer base, as well as improved investment yields driven by the Bank of Japan's policy rate hikes, led to a significant expansion in interest income. In securities services, revenue and profit grew significantly, supported by the continuous expansion of our customer base and a robust stock market. In insurance services, profit increased due to improved profitability resulting from the strategic selection and concentration of our product portfolio. In payment services, the increase in users of "Rakuten Pay" drove growth in transaction value, and efficient marketing initiatives contributed to significant revenue and profit growth.

As a result, the FinTech segment recorded ¥275,324 million in revenue, a 23.1% year-on-year increase, while segment profit stood at ¥58,532 million, a 33.8% year-on-year increase.

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY	% Change YoY
Segment Revenue	223,579	275,324	51,745	23.1%
Segment Profit (Loss)				
Before Considering	48,094	64,771	16,677	34.7%
Mobile Ecosystem Contribution	(4,351)	(6,239)	(1,888)	—%
After Considering	43,743	58,532	14,789	33.8%

## Mobile

In Mobile, revenues centered around "Rakuten Mobile" increased and losses were reduced. "Rakuten Mobile" focused on improving network quality and raising awareness, while also implementing marketing initiatives leveraging various services within the Rakuten Ecosystem, such as "Rakuten Ichiba" and "Rakuten Card". As a result, the number of mobile subscriptions continued to grow, leading to revenue expansion. Regarding costs, while marketing expenses increased due to our focus on strengthening sales promotion, our efforts to control other costs contributed to the improvement in segment losses.

As a result, the Mobile segment recorded ¥131,157 million in revenue, an 18.5% year-on-year increase, while segment losses stood at ¥38,026 million compared to a loss of ¥51,345 million in the three months ended March 31, 2025.

Going forward, the company will continue to focus on capital investments to further improve network quality, as well as expanding its device lineup and corporate solution services, aiming to increase the number of subscribers and further enhance customer satisfaction.

(Millions of Yen)

	Three months ended March 31, 2025	Three months ended March 31, 2026	Amount Change YoY	% Change YoY
Segment Revenue	110,705	131,157	20,452	18.5%
Segment Profit (Loss)				
Before Considering	(59,394)	(48,197)	11,197	—%
Mobile Ecosystem Contribution	8,049	10,171	2,122	26.4%
After Considering	(51,345)	(38,026)	13,319	—%

## **(2) Qualitative Information Concerning Financial Position**

### **i) Assets, Liabilities, and Equity**

#### **Assets**

Total assets as of March 31, 2026 amounted to ¥29,314,001 million, an increase of ¥509,601 million from ¥28,804,400 million at the end of the previous fiscal year. The primary factors were a decrease of ¥795,300 million in cash and cash equivalents, a decrease of ¥153,028 million in loans for credit card business, offset by an increase of ¥744,318 million in financial assets for securities business, an increase of ¥381,760 million in loans for banking business, and an increase of ¥244,081 million in investment securities for banking business.

#### **Liabilities**

Total liabilities as of March 31, 2026 amounted to ¥28,037,372 million, an increase of ¥587,204 million from ¥27,450,168 million at the end of the previous fiscal year. The primary factors were a decrease of ¥162,715 million in deposits for banking business, a decrease of ¥51,055 million in borrowings for banking business, and a decrease of ¥48,161 million in accounts payable - trade, offset by an increase of ¥713,486 million in financial liabilities for securities business.

#### **Equity**

Total equity as of March 31, 2026 was ¥1,276,629 million, a decrease of ¥77,603 million from ¥1,354,232 million at the end of the previous fiscal year. The primary factors were an increase of ¥42,506 million in other components of equity due mainly to an increase in the fair value of equity instruments measured at fair value through other comprehensive income, offset by a decrease of ¥82,311 million in other equity instruments and a decrease of ¥33,531 million in capital surplus both due to the transfer from other equity instruments to bonds and other factors.

### **ii) Cash Flows**

Cash and cash equivalents as of March 31, 2026 stood at ¥5,042,266 million, a decrease of ¥795,300 million from the end of the previous fiscal year. Cash flow conditions and their main factors for the three months ended March 31, 2026 are as follows.

#### **Cash Flows from Operating Activities**

Cash flows from operating activities for the three months ended March 31, 2026 resulted in a cash outflow of ¥487,063 million (compared with a cash outflow of ¥737,720 million for the same period of the previous fiscal year). Main factors included a cash inflow of ¥713,438 million due to an increase in financial liabilities for securities business, offset by a cash outflow of ¥744,281 million due to an increase in financial assets for securities business, and a cash outflow of ¥382,523 million due to an increase in loans for banking business.

#### **Cash Flows from Investing Activities**

Cash flows from investing activities for the three months ended March 31, 2026 resulted in a cash outflow of ¥223,615 million (compared with a cash outflow of ¥283,210 million for the same period of the previous fiscal year). Main factors included a net cash outflow of ¥166,188 million due to purchases and sales, etc. of investment securities for banking business (a cash outflow of ¥575,306 million due to purchases and a cash inflow of ¥409,118 million from sales and redemption), and a cash outflow of ¥44,226 million due to purchases of intangible assets.

#### **Cash Flows from Financing Activities**

Cash flows from financing activities for the three months ended March 31, 2026 resulted in a cash outflow of ¥84,737 million (compared with a cash outflow of ¥223,851 million for the same period of the previous fiscal year). Main factors included a cash inflow of ¥222,800 million due to proceeds from long-term borrowings for banking business, offset by a cash outflow of ¥216,600 million due to repayments of long-term borrowings for banking business, a cash outflow of ¥57,078 million due to a decrease in short-term borrowings for banking business, and a cash outflow of ¥40,044 million due to repayments of long-term borrowings for credit card business.

### **(3) Qualitative Information Concerning Estimate of Consolidated Operating Results**

Currently, for the forecast of consolidated operating results for the fiscal year ending December 31, 2026, we aim for high single-digit growth in consolidated revenue compared to the fiscal year ended December 31, 2025, excluding the securities business whose results are heavily impacted by stock market conditions. Additionally, we aim to increase Non-GAAP operating income and IFRS operating income.

The outlook for each segment is as follows:

#### **(Internet Services)**

In domestic internet services, including e-commerce platforms such as "Rakuten Ichiba", we will continue to focus on acquiring new customers and promoting cross-usage. Furthermore, we aim to drive growth in GMS and revenue by creating new markets through the utilization of data, agentic AI tools like AI concierge and others, and by further increasing the purchase amount of existing users. In "Rakuten Travel", we will continue to capture the expanding inbound demand and strengthen marketing initiatives to achieve high growth in transaction value. In overseas internet services, we aim to achieve sustained profitability in this segment by expanding operations and revenue in services such as "Rakuten Rewards" and "Rakuten Viber", as well as by accelerating improvements in businesses currently operating at a loss.

#### **(FinTech)**

In credit card-related services, we aim for further growth in shopping transaction value and pursue business expansion and enhanced profit margins through strengthened group synergies and marketing initiatives. In banking services, we aim for further growth by diversifying personal loan products, promoting securitization businesses involving monetary claims and real estate held by corporations, and expanding interest income. Additionally, we aim to increase non-interest income by acquiring salary deposits and direct debit payment accounts, thereby promoting the use of accounts as everyday banking tools. In insurance services, we aim for further improvements in profitability by strengthening face-to-face channels for life insurance services and enhancing the product portfolio for general insurance services. In securities services, while forecasts are challenging due to the significant impact of stock market conditions, we aim for further expansion of our customer base through new account acquisitions and continued growth in diversified revenue sources such as margin trading. In payment services, we aim to expand operations and profits by growing its customer base and continuing efficient marketing initiatives.

#### **(Mobile)**

In "Rakuten Mobile", while continuing efforts to improve network quality and raise awareness, we will implement attractive marketing initiatives leveraging the Rakuten Ecosystem to strengthen our customer base. Additionally, we will work to acquire more subscribers by making proposals to corporate clients and local governments nationwide that have business relationships with the Rakuten Group. Furthermore, we will expand the installation of new 4G and 5G base stations and aim to build a network that can be used in emergencies, such as during disasters, even in areas previously outside communication range, through direct communication between smartphones and low-earth orbit satellites. Through these initiatives we aim to provide a higher-quality network environment, accelerate the pace of subscriber acquisition, and improve the profitability of the mobile business. Meanwhile, as global efforts to revolutionize the network equipment configuration for telecommunication carriers and to promote the openness of base stations advance, Rakuten Symphony, which provides communication platforms and other solutions using innovative mobile network technologies, will advance its global expansion by increasing revenue from existing customers and approaching new customers, thereby seizing business opportunities accurately.

**2. Condensed Quarterly Consolidated Financial Statements and Notes**  
**(1) Condensed Quarterly Consolidated Statement of Financial Position**

(Millions of Yen)

	As of December 31, 2025	As of March 31, 2026
<b>Assets</b>		
Cash and cash equivalents	5,837,566	5,042,266
Accounts receivable - trade	443,557	412,075
Financial assets for securities business	6,035,176	6,779,494
Loans for credit card business	3,662,676	3,509,648
Investment securities for banking business	2,567,328	2,811,409
Loans for banking business	5,440,459	5,822,219
Investment securities for insurance business	202,745	192,822
Derivative assets	276,706	307,596
Investment securities	491,145	546,562
Other financial assets	1,115,534	1,138,908
Investments in associates and joint ventures	27,104	26,398
Property, plant and equipment	1,068,509	1,074,951
Intangible assets	1,079,201	1,111,378
Deferred tax assets	71,912	72,415
Other assets	484,782	465,860
<b>Total assets</b>	<b>28,804,400</b>	<b>29,314,001</b>
<b>Liabilities</b>		
Accounts payable - trade	553,582	505,421
Deposits for banking business	12,741,293	12,578,578
Financial liabilities for securities business	6,028,009	6,741,495
Derivative liabilities	77,087	79,794
Bonds and borrowings	1,598,052	1,754,905
Borrowings for securities business	269,228	269,250
Bonds and borrowings for credit card business	810,559	789,414
Borrowings for banking business	2,891,783	2,840,728
Other financial liabilities	1,551,575	1,542,385
Income taxes payable	43,687	42,403
Provisions	390,956	398,602
Insurance contract liabilities	136,350	133,337
Employee retirement benefit liabilities	48,958	49,031
Deferred tax liabilities	79,765	95,008
Other liabilities	229,284	217,021
<b>Total liabilities</b>	<b>27,450,168</b>	<b>28,037,372</b>
<b>Equity</b>		
Equity attributable to owners of the Company		
Common stock	459,508	461,066
Capital surplus	658,458	624,927
Other equity instruments	479,661	397,350
Retained earnings	(1,036,141)	(1,055,630)
Treasury stock	(5)	(5)
Other components of equity	430,921	473,427
<b>Total equity attributable to owners of the Company</b>	<b>992,402</b>	<b>901,135</b>
Non-controlling interests	361,830	375,494
<b>Total equity</b>	<b>1,354,232</b>	<b>1,276,629</b>
<b>Total liabilities and equity</b>	<b>28,804,400</b>	<b>29,314,001</b>

**(2) Condensed Quarterly Consolidated Statement of Income and Comprehensive Income**  
**Condensed Quarterly Consolidated Statement of Income**  
**(For the three months ended March 31, 2025 and 2026)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Continuing Operations		
Revenue	562,704	643,583
Operating expenses	566,418	607,930
Other income	2,640	1,455
Other expenses	14,370	6,714
Operating income (loss)	(15,444)	30,394
Financial income	4,346	11,713
Financial expenses	35,148	23,796
Share of income (losses) of investments in associates and joint ventures	407	(936)
Income (loss) before income tax	(45,839)	17,375
Income tax expenses	16,044	19,133
Net loss	(61,883)	(1,758)
Net Income (loss) attributable to:		
Owners of the Company	(73,471)	(18,648)
Non-controlling interests	11,588	16,890
Net loss	(61,883)	(1,758)
(Yen)		
Loss per share attributable to owners of the Company		
Basic	(34.08)	(8.59)
Diluted	(34.09)	(8.60)

**Condensed Quarterly Consolidated Statement of Comprehensive Income**  
**(For the three months ended March 31, 2025 and 2026)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Net loss	(61,883)	(1,758)
Other comprehensive income		
Items that will not be reclassified to net income		
Changes in equity instruments measured at fair value through other comprehensive income	(452)	33,933
Remeasurement of defined benefit plans	(339)	214
Other comprehensive income of investments in associates and joint ventures	5	(19)
Total items that will not be reclassified to net income	(786)	34,128
Items that may be reclassified to net income		
Foreign currency translation adjustments	(40,126)	7,151
Changes in debt instruments measured at fair value through other comprehensive income	(3,776)	(2,879)
Cash flow hedges	2,106	3,436
Changes on insurance contracts due to changes in interest rates not recognized in profit or loss	98	(441)
Changes on reinsurance contracts due to changes in interest rates not recognized in profit or loss	(547)	(228)
Other comprehensive income of investments in associates and joint ventures	(1,874)	168
Total items that may be reclassified to net income	(44,119)	7,207
Total other comprehensive income, net of tax	(44,905)	41,335
Comprehensive income	(106,788)	39,577
Comprehensive income attributable to:		
Owners of the Company	(114,297)	23,788
Non-controlling interests	7,509	15,789
Comprehensive income	(106,788)	39,577

**(3) Condensed Quarterly Consolidated Statement of Changes in Equity**  
**(For the three months ended March 31, 2025)**

(Millions of Yen)

	Equity attributable to Owners of the Company							Non-controlling Interests	Total Equity
	Common Stock	Capital Surplus	Other Equity Instruments	Retained Earnings	Treasury Stock	Other Components of Equity	Total Equity attributable to Owners of the Company		
As of January 1, 2025	452,647	649,389	398,717	(824,700)	(4)	251,819	927,868	310,646	1,238,514
Comprehensive income									
Net loss	—	—	—	(73,471)	—	—	(73,471)	11,588	(61,883)
Other comprehensive income, net of tax	—	—	—	—	—	(40,826)	(40,826)	(4,079)	(44,905)
Total comprehensive income	—	—	—	(73,471)	—	(40,826)	(114,297)	7,509	(106,788)
Transactions with owners etc.									
Transfer from other equity instruments to bonds	—	—	—	—	—	—	—	—	—
Reclassified from other components of equity to retained earnings	—	—	—	(2,459)	—	2,459	—	—	—
Acquisition of treasury stock	—	—	—	—	(0)	—	(0)	—	(0)
Exercise of share acquisition rights	1,327	(1,327)	—	—	—	—	0	—	0
Share based compensation expenses	—	4,466	—	90	—	—	4,556	—	4,556
Equity transactions with non-controlling interests	—	5	—	—	—	—	5	115	120
Others	—	—	—	21	—	—	21	(242)	(221)
Total transactions with owners etc.	1,327	3,144	—	(2,348)	(0)	2,459	4,582	(127)	4,455
As of March 31, 2025	453,974	652,533	398,717	(900,519)	(4)	213,452	818,153	318,028	1,136,181

**(For the three months ended March 31, 2026)**

(Millions of Yen)

	Equity attributable to Owners of the Company							Non-controlling Interests	Total Equity
	Common Stock	Capital Surplus	Other Equity Instruments	Retained Earnings	Treasury Stock	Other Components of Equity	Total Equity attributable to Owners of the Company		
As of January 1, 2026	459,508	658,458	479,661	(1,036,141)	(5)	430,921	992,402	361,830	1,354,232
Comprehensive income									
Net loss	—	—	—	(18,648)	—	—	(18,648)	16,890	(1,758)
Other comprehensive income, net of tax	—	—	—	—	—	42,436	42,436	(1,101)	41,335
Total comprehensive income	—	—	—	(18,648)	—	42,436	23,788	15,789	39,577
Transactions with owners etc.									
Transfer from other equity instruments to bonds	—	(36,099)	(80,811)	(1,116)	—	—	(118,026)	—	(118,026)
Reclassified from other components of equity to retained earnings	—	—	—	(70)	—	70	—	—	—
Acquisition of treasury stock	—	—	—	—	(0)	—	(0)	—	(0)
Exercise of share acquisition rights	1,558	(1,558)	—	—	—	—	0	—	0
Share based compensation expenses	—	4,156	—	372	—	—	4,528	—	4,528
Equity transactions with non-controlling interests	—	—	—	—	—	0	0	(2,125)	(2,125)
Others	—	(30)	(1,500)	(27)	—	—	(1,557)	(0)	(1,557)
Total transactions with owners etc.	1,558	(33,531)	(82,311)	(841)	(0)	70	(115,055)	(2,125)	(117,180)
As of March 31, 2026	461,066	624,927	397,350	(1,055,630)	(5)	473,427	901,135	375,494	1,276,629

**(4) Condensed Quarterly Consolidated Statement of Cash Flows**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
<b>Cash flows from operating activities</b>		
Income (Loss) before income tax	(45,839)	17,375
Depreciation and amortization	79,070	70,555
Other loss (income)	45,562	20,118
Decrease (Increase) in operating receivables	55,017	33,101
Decrease (Increase) in loans for credit card business	261,142	152,947
Increase (Decrease) in deposits for banking business	(296,252)	(161,318)
Net decrease (increase) in call loans for banking business	651	(142,000)
Decrease (Increase) in loans for banking business	(322,407)	(382,523)
Net decrease (increase) in receivables under securities borrowing transactions	16,171	58,323
Increase (Decrease) in operating payables	(49,562)	(49,733)
Decrease (Increase) in financial assets for securities business	232,050	(744,281)
Increase (Decrease) in financial liabilities for securities business	(539,030)	713,438
Increase and decrease in derivative assets and liabilities	(1,809)	(12,202)
Others	(137,731)	(37,416)
Income tax paid	(34,753)	(23,447)
<b>Net cash flows from operating activities</b>	<b>(737,720)</b>	<b>(487,063)</b>
<b>Cash flows from investing activities</b>		
Payments in time deposits	(17,164)	(1,691)
Proceeds from time deposits	11,993	17,159
Purchases of property, plant and equipment	(21,500)	(26,923)
Purchases of intangible assets	(33,362)	(44,226)
Purchases of investment securities for banking business	(535,540)	(575,306)
Proceeds from sales and redemption of investment securities for banking business	295,981	409,118
Purchases of investment securities for insurance business	(48,517)	(28,247)
Proceeds from sales and redemption of investment securities for insurance business	64,792	28,683
Purchases of investment securities	(1,406)	(2,681)
Proceeds from sales and redemption of investment securities	4,772	403
Other payments	(5,429)	(2,624)
Other proceeds	2,170	2,720
<b>Net cash flows from investing activities</b>	<b>(283,210)</b>	<b>(223,615)</b>

**(4) Condensed Quarterly Consolidated Statement of Cash Flows (Continued)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(570)	—
Net increase (decrease) in commercial papers	(8,300)	39,800
Proceeds from long-term borrowings	14,504	27,613
Repayments of long-term borrowings	(40,503)	(38,635)
Redemption of bonds	(290,248)	—
Net increase (decrease) in short-term borrowings for securities business	73,500	—
Net increase (decrease) in short-term borrowings for credit card business	13,253	27,144
Net increase (decrease) in commercial papers for credit card business	2,700	(33,600)
Proceeds from long-term borrowings for credit card business	25,746	25,059
Repayments of long-term borrowings for credit card business	(39,815)	(40,044)
Net increase (decrease) in short-term borrowings for banking business	64,218	(57,078)
Proceeds from long-term borrowings for banking business	—	222,800
Repayments of long-term borrowings for banking business	—	(216,600)
Repayments of lease liabilities	(16,678)	(18,168)
Interest paid	(21,248)	(18,753)
Others	(410)	(4,275)
Net cash flows from financing activities	(223,851)	(84,737)
Effect of change in exchange rates on cash and cash equivalents	(7,638)	115
Net increase (decrease) in cash and cash equivalents	(1,252,419)	(795,300)
Cash and cash equivalents at the beginning of the period	6,170,888	5,837,566
Cash and cash equivalents at the end of the quarterly period	4,918,469	5,042,266

## **(5) Assumptions for Going Concern**

For the three months ended March 31, 2026 (January 1 to March 31, 2026)

No items to report.

## **(6) Notes to the Condensed Quarterly Consolidated Financial Statements (Basis of Preparation)**

The Rakuten Group's Condensed Quarterly Consolidated Financial Statements have been prepared in accordance with Article 5, Paragraph 2 of the Standards for the Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. (with the use of the omitted disclosures as specified in Article 5, paragraph 5 of the same standards). The Condensed Quarterly Consolidated Financial Statements are prepared in accordance with IAS 34 'Interim Financial Reporting', but some of the disclosure items and notes required by IAS 34 have been omitted. Therefore, the Condensed Quarterly Consolidated Financial Statements do not conform to a set of Condensed Financial Statements in accordance with IAS 34. As this summary does not contain all the information required in annual consolidated statements, it is advised to be used in combination with the consolidated financial statements for the fiscal year ended December 31, 2025.

### **(Significant Changes in the Scope of Consolidation and the Scope of Equity Method Application)**

For the three months ended March 31, 2026 (January 1 to March 31, 2026)

There were no significant changes either in the scope of consolidation or in the scope of equity method with respect to the condensed quarterly consolidated financial statements for the three months ended March 31, 2026, as compared with the consolidated financial statements for the fiscal year ended December 31, 2025.

### **(Material Accounting Policies)**

Material accounting policies adopted by the Rakuten Group in the Condensed Quarterly Consolidated Financial Statements for the three months ended March 31, 2026 remain the same as those adopted in the consolidated financial statements for the previous fiscal year. In addition, income tax expenses for the three months ended March 31, 2026 are calculated based upon an estimated annual effective tax rate.

### **(Significant Accounting Estimates and Judgments)**

In preparing the Condensed Quarterly Consolidated Financial Statements under IFRS Accounting Standards for the three months ended March 31, 2026, the Rakuten Group uses judgments, accounting estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. These estimates and assumptions are based on the best judgment of management, made by gathering past experience and available information and in consideration of various factors that are considered reasonable as of the closing date. However, the figures based on these estimates and assumptions by their nature may differ from actual results.

Estimates and underlying assumptions are subject to continuous review. The effect of these revised estimates is recognized in the period in which the estimates are revised as well as future periods.

Estimates and judgments that have a significant impact on the amounts in the Condensed Quarterly Consolidated Financial Statements for the three months ended March 31, 2026 remain the same as those for the previous fiscal year, except for the following.

#### Changes in Accounting Estimates

After a certain period of time has elapsed since the commencement of business operations, and a review of part of our capital expenditure plan, we re-evaluated the actual utilization of certain network equipment included in the Rakuten Group's machinery and equipment, etc. As a result, in the current consolidated fiscal year, we have changed the useful lives of these assets based on more reasonable estimates of their economic useful lives to better reflect actual usage.

As a result of this change, Operating income and Income before income taxes for the three months ended March 31, 2026 each increased by ¥8,609 million, compared with the amounts that would have been reported under the previous method.

## **(Segment Information)**

### **(1) General Information**

As a global innovation company engaged in the three main activities of Internet Services, FinTech, and Mobile, the Rakuten Group is organized into three reportable segments: "Internet Services", "FinTech", and "Mobile". Operating segments are not aggregated in determining reportable segments.

For the reportable segments, separate financial information on the operational units of the Rakuten Group is available, and such financial information is subject to periodic review for the Board of Directors to decide on the distribution of management resources and evaluate performance.

The "Internet Services" segment comprises businesses providing various e-commerce sites including internet shopping mall "Rakuten Ichiba", online cash-back sites, travel booking sites, portal sites, and digital content sites, along with provision of messaging services, sales of advertising, etc. on these sites, and management of professional sports teams, etc.

The "FinTech" segment comprises businesses providing services related to credit cards, banking and securities over the Internet, crypto asset (virtual currency) spot transactions, life insurance, general insurance, and payment services, etc.

The "Mobile" segment comprises businesses providing communication services and technologies, operating electricity supply services, and making investments related to the Mobile segment, etc.

### **(2) Measurement of Segment Revenue and Segment Profit (Loss) by Operating Segments**

The accounting treatment of the reported operating segment is based on IFRS Accounting Standards, and operating segment revenue and segment profit (loss) are those before intercompany eliminations without consideration of consolidation adjustments, except for certain subsidiaries. Transactions between operating segments are based on prevailing market price. Non-GAAP operating income, the internal measure management uses in making decisions, is calculated by adjusting the nonrecurring items and other adjustment items prescribed by the Rakuten Group from the operating income recorded in accordance with IFRS.

Management believes that the disclosure of Non-GAAP financial measures facilitates comparison between the Rakuten Group and peer companies in the same industry or comparison of their business results with those of prior fiscal years by stakeholders, and can provide useful information in understanding the underlying business results of the Rakuten Group and their future outlook. Nonrecurring items refer to one-off items that the Rakuten Group believes should be excluded in preparing a future outlook based on certain rules. Other adjustment items are those that tend to differ depending on the standards applied, and are therefore less comparable between companies, such as share-based compensation expenses and amortization of acquisition-related intangible assets.

The Rakuten Group does not allocate assets and liabilities to the operating segment information used by the chief operating decision maker.

Considering the expanding mutual contribution effects between segments within the Rakuten Ecosystem, mutual contribution effects and mutual customer referral effects (hereinafter "Mobile Ecosystem Contribution") have been reflected in the segment profit and loss to allow for a more precise performance evaluation.

#### Mobile Ecosystem Contribution

The Mobile Ecosystem Contribution is calculated based on the contribution effect derived from the tendency of Rakuten Mobile MNO subscribers to use various services of the Rakuten Group more than non-subscribers, minus the customer referral effect received from each segment. This calculation has been reflected in the segment information.

Mobile Ecosystem Contribution = i) Gross profit uplift effect of Rakuten Mobile MNO subscribers - ii) Customer referral effect from group companies to the mobile business

#### Calculation Method of Uplift Effect and Customer Referral Effect between Segments

##### i) Gross profit uplift effect of Rakuten Mobile MNO subscribers

Depending on the characteristics of each business of the Rakuten Group, the monthly amount is calculated using one of the following methods.

(a) The difference in the monthly average revenue per user over the past year between Rakuten Mobile

MNO individual subscribers and non-subscribers in each business of the Rakuten Group × The gross profit margin of each business for each month × The number of Rakuten Mobile MNO individual subscribers at the end of each month

(b) The difference in annual usage rates in each business of the Rakuten Group between Rakuten Mobile MNO individual subscribers and non-subscribers × Monthly average revenue per user over the past year for each business × The gross profit margin of each business for each month × The number of Rakuten Mobile MNO individual subscribers at the end of each month

ii) Referral effect from group companies to the mobile business

Number of Rakuten Mobile MNO individual subscribers each month who signed up through group company sites × Referral cost

\* Target businesses for uplift effect calculation

The calculation targets 18 businesses: Rakuten Ichiba, Rakuten Books, Rakuten 24, Rakuten Bic, Rakuten Kobo, Rakuten Fashion, Rakuten Travel, Rakuten Mart, Rakuten Beauty, Rakuten Pay app payments, Rakuten Pay online payments, Rakuten Edy, Rakuten Point Card, Rakuten Card, Rakuten Bank, Rakuten Securities, Rakuten Life Insurance, and Rakuten General Insurance.

### **(3) Changes in Measurement Methods of Segment Revenue and Segment Profit (Loss) by Operating Segments**

Effective from the three months ended March 31, 2026, some AI-related development costs, which were not previously allocated to individual segments, have been reflected in the segment profit or loss based on the scope of responsibility and actual usage to optimize the management and performance evaluation of each segment. Accordingly, the segment information for the three months ended March 31, 2025 has been restated to reflect this change. This change has no impact on the consolidated revenue or operating income or loss.

**For the three months ended March 31, 2025 (January 1 to March 31, 2025)**

(Millions of Yen)

	Internet Services	FinTech	Mobile	Total
Segment Revenue	305,478	223,579	110,705	639,762
Segment Profit (Loss)				
Before Considering	16,481	48,094	(59,394)	5,181
Mobile Ecosystem Contribution	(3,698)	(4,351)	8,049	—
After Considering	12,783	43,743	(51,345)	5,181

**For the three months ended March 31, 2026 (January 1 to March 31, 2026)**

(Millions of Yen)

	Internet Services	FinTech	Mobile	Total
Segment Revenue	317,645	275,324	131,157	724,126
Segment Profit (Loss)				
Before Considering	25,102	64,771	(48,197)	41,676
Mobile Ecosystem Contribution	(3,932)	(6,239)	10,171	—
After Considering	21,170	58,532	(38,026)	41,676

Note: Effective from the three months ended March 31, 2026, some AI-related development costs, which were not previously allocated to individual segments, have been reflected in the segment profit or loss based on the scope of responsibility and actual usage to optimize the management and performance evaluation of each segment. Accordingly, the segment information for the three months ended March 31, 2025 has been restated to reflect this change. As a result of this change, segment profit or loss for the three months ended March 31, 2025 decreased by ¥396 million in "Internet Services", ¥145 million in "Fintech", and ¥69 million in "Mobile", while "Intercompany Transactions, etc." increased by the total amount of these decreases. This change has no impact on the consolidated revenue or operating income or loss.

**The reconciliation from segment revenue to consolidated revenue is as follows:**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Segment Revenue	639,762	724,126
Intercompany Transactions, etc.	(77,058)	(80,543)
Consolidated Revenue	562,704	643,583

**The reconciliation from segment profit (loss) to income (loss) before income tax is as follows:**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Segment Profit (Loss)	5,181	41,676
Intercompany Transactions, etc.	(5,486)	(5,377)
Non-GAAP Operating Income (Loss)	(305)	36,299
Amortization of Intangible Assets	(1,365)	(412)
Share-Based Compensation Expenses	(4,382)	(4,474)
One-off Items (Note)	(9,392)	(1,019)
Operating Income (Loss)	(15,444)	30,394
Financial Income and Expenses	(30,802)	(12,083)
Share of Income (Losses) of Investments in Associates and Joint Ventures	407	(936)
Income (Loss) before Income tax	(45,839)	17,375

Note: One-off items listed for the three months ended March 31, 2025 include a mid-term cancellation fee of ¥2,459 million, which was incurred in the domestic sports business due to the termination of a consulting agreement that had a significant impact on team operations, and a provision for liabilities related to a lawsuit concerning payment claims for debts of a previously sold subsidiary, etc. One-off items listed for the three months ended March 31, 2026 include an impairment loss on fixed assets of ¥1,019 million, resulting from a partial withdrawal from the marketplace business in Europe. Moreover, these expenses are mainly recorded in other expenses of the Condensed Quarterly Consolidated Statement of Income.

**(Breakdown of Operating Expenses)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Advertising and promotion expenditures	77,635	84,401
Employee benefits expenses	93,728	100,341
Depreciation and amortization	82,906	74,256
Communication and maintenance expenses	15,635	15,523
Consignment and subcontract expenses	33,644	36,151
Allowance for doubtful accounts charged to expenses	9,869	12,447
Cost of sales of merchandise and services rendered	159,766	171,042
Interest expenses for finance business	11,408	23,226
Commission fee expenses for finance business	7,314	8,264
Insurance service expenses	12,285	11,644
Others	62,228	70,635
Total	566,418	607,930

**(Other Income and Other Expenses)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Foreign exchange gains	1,070	—
Others	1,570	1,455
Total other income	2,640	1,455
Foreign exchange losses	—	551
Losses on disposal of property, plant and equipment and intangible assets	1,123	711
Losses on valuation of investment securities	1,138	584
Impairment losses (Note 1)	1,367	2,656
Others (Note 2, 3)	10,742	2,212
Total other expenses	14,370	6,714

Note 1: An impairment loss on fixed assets of ¥1,019 million, resulting from a partial withdrawal from the marketplace business in Europe, was included for the three months ended March 31, 2026.

Note 2: A mid-term cancellation fee of ¥2,459 million, which was incurred in the domestic sports business due to the termination of a consulting agreement that had a significant impact on team operations, was included for the three months ended March 31, 2025.

Note 3: A provision for liabilities related to a lawsuit concerning payment claims for debts of a previously sold subsidiary was included for the three months ended March 31, 2025.

**(Financial Income and Financial Expenses)**

(Millions of Yen)

	Three months ended March 31, 2025 (January 1 to March 31, 2025)	Three months ended March 31, 2026 (January 1 to March 31, 2026)
Interest income	1,038	1,205
Gains on valuation of investment securities	255	5
Gains on valuation of derivatives (Note 1, 2)	244	10,326
Foreign exchange gains (Note 3)	2,804	—
Others	5	177
<b>Total financial income</b>	<b>4,346</b>	<b>11,713</b>
Interest expenses (Note 4)	21,831	21,432
Losses on valuation of investment securities (Note 5)	2,751	15
Losses on valuation of derivatives (Note 1)	9,895	—
Foreign exchange losses (Note 6)	—	2,130
Others	671	219
<b>Total financial expenses</b>	<b>35,148</b>	<b>23,796</b>

Note 1: Losses on valuation of derivatives from currency swaps related to foreign currency denominated permanent subordinated bonds of ¥9,895 million were recorded for the three months ended March 31, 2025. Gains on valuation of derivatives from currency swaps related to foreign currency denominated permanent subordinated bonds of ¥10,326 million were recorded for the three months ended March 31, 2026.

Note 2: Gains on valuation of derivatives from the collar contract for the prepaid variable share forward transactions of shares of Lyft, Inc. of ¥222 million were recorded for the three months ended March 31, 2025.

Note 3: Foreign exchange gains of ¥2,804 million arising from liabilities relating to funds raised from the utilization of shares of Lyft, Inc. were recorded for the three months ended March 31, 2025.

Note 4: Interest expenses incurred from financial liabilities measured at amortized cost relating to financing under the prepaid variable share forward transactions of shares of Lyft, Inc. of ¥110 million were recorded for the three months ended March 31, 2025.

Note 5: Losses on valuation of investment securities related to an investment in Lyft, Inc. of ¥2,724 million were recorded for the three months ended March 31, 2025.

Note 6: Foreign exchange losses of ¥2,130 million arising from bonds transferred from other equity instruments were recorded for the three months ended March 31, 2026.

**(Notes on Significant Subsequent Events)**

No items to report.

**(For Translation Purposes Only) Independent Auditor's Interim Review Report**

May 14, 2026

The Board of Directors  
Rakuten Group, Inc.

Ernst & Young ShinNihon LLC  
Tokyo, Japan

Tomoko Tanabe  
Designated Engagement Partner  
Certified Public Accountant

Mitsutaka Kumagai  
Designated Engagement Partner  
Certified Public Accountant

Masayuki Tada  
Designated Engagement Partner  
Certified Public Accountant

Kentaro Koyama  
Designated Engagement Partner  
Certified Public Accountant

**Auditor's Conclusion**

We have reviewed the accompanying Condensed Quarterly Consolidated Financial Statements of Rakuten Group, Inc. and its subsidiaries (the Group), which comprise the Condensed Quarterly Consolidated Statement of Financial Position as of March 31, 2026, and the Condensed Quarterly Consolidated Statements of Income and Comprehensive Income for the three-month and three-month periods ended March 31, 2026, and the Condensed Quarterly Consolidated Statements of Changes in Equity and Cash Flows for the three-month period ended March 31, 2026, and notes to the Condensed Quarterly Consolidated Financial Statements included in the "attachment" of Consolidated Financial Reports.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying Condensed Quarterly Consolidated Financial Statements are not prepared, in all material respects, in accordance with Article 5, Paragraph 2 of the Tokyo Stock Exchange, Inc.'s Standards for the Preparation of Quarterly Financial Statements (the Standards), applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards.

**Basis for Auditor's Conclusion**

We conducted our review in accordance with review standards for interim financial statements generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Review of the Condensed Quarterly Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our review of the Condensed Quarterly Consolidated Financial Statements in Japan (Including regulations applicable to the audit of financial statements of Public Interest Entities.), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained provides a basis for our conclusion.

## **Responsibilities of Management, the Audit & Supervisory Board Members and the Audit & Supervisory Board for the Condensed Quarterly Consolidated Financial Statements**

Management is responsible for the preparation of these Condensed Quarterly Consolidated Financial Statements in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards and for the internal controls as management determines are necessary to enable the preparation of Condensed Quarterly Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Condensed Quarterly Consolidated Financial Statements, management is responsible for assessing the Group's ability to continue as a going concern, including the disclosures related to matters of going concern, as required by Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards.

The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for overseeing the Group's financial reporting process.

## **Auditor's Responsibilities for the Review of the Condensed Quarterly Consolidated Financial Statements**

Our responsibility is to express a conclusion on these Condensed Quarterly Consolidated Financial Statements based on our review.

As part of a review in accordance with review standards for interim financial statements generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the review. We also:

- Make inquiries, primarily of management and persons responsible for financial and accounting matters and apply analytical and other interim review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in Japan.
- Conclude based on the evidence obtained whether anything has come to our attention that causes us to believe that the Condensed Quarterly Consolidated Financial Statements are not prepared in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards, should we determine that a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. Additionally, if we conclude that a material uncertainty exists, we are required to draw attention in our auditor's interim review report to the related disclosures in the Condensed Quarterly Consolidated Financial Statements or, if such disclosures are inadequate, to modify our conclusion. Our conclusions are based on the evidence obtained up to the date of our auditor's interim review report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate whether anything has come to our attention that causes us to believe that the overall presentation and disclosure of the Condensed Quarterly Consolidated Financial Statements are not prepared in accordance with Article 5, Paragraph 2 of the Standards, applying the provisions for reduced disclosures as set forth in Article 5, Paragraph 5 of the Standards.
- Obtain evidence regarding the financial information of the entities or business activities within the Group as a basis for expressing a conclusion on the Condensed Quarterly Consolidated Financial Statements. We are responsible for the direction, supervision and review of the documentation of the interim review. We remain solely responsible for our conclusion.

We communicate with the Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the planned scope and timing of the review and significant review findings. We also provide the Audit & Supervisory Board Members and the Audit & Supervisory Board with a statement that we have complied with the ethical requirements regarding independence that are relevant to our review of the Condensed Quarterly Consolidated Financial Statements in Japan, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied to reduce threats to an acceptable level.

**Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan**

Our firm and its designated engagement partners do not have any interest in the Group which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

(Notes)

1. The Company (a company disclosing the quarterly consolidated financial reports) separately holds the original of the above interim review report.
2. XBRL data and HTML data are not included in the scope of the interim review.

Note:

The English version of the financial statements consists of an English translation of the reviewed Japanese financial statements. For the Independent Auditor's Interim Review Report of the English financial statements, the Japanese original is the official text, and the English version is a translation of that text. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.